

SILVER MANUAL
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Department Appropriation Summary

Historical Data

Agency Request and Executive/Legislative Recommendation

Appropriation	2015-2016		2016-2017		2016-2017		2017-2018						2018-2019					
	Actual	Pos	Budget	Pos	Authorized	Pos	Agency	Pos	Executive	Pos	Legislative	Pos	Agency	Pos	Executive	Pos	Legislative	Pos
665 Aeronautics-State Operations	15,503,830	5	15,599,708	5	15,626,734	5	15,602,489	5	15,602,489	5	15,602,489	5	15,603,348	5	15,603,348	5	15,603,348	5
666 Aeronautics-Federal Grants	102,458	0	12,000,000	0	12,000,000	0	12,000,000	0	12,000,000	0	12,000,000	0	12,000,000	0	12,000,000	0	12,000,000	0
Total	15,606,288	5	27,599,708	5	27,626,734	5	27,602,489	5	27,602,489	5	27,602,489	5	27,603,348	5	27,603,348	5	27,603,348	5

Funding Sources		%		%		%		%		%		%		%		%
Fund Balance 4000005	19,681,376	72.6	11,520,826	32.7			7,601,118	24.3	7,601,118	24.3	7,601,118	24.3	3,678,629	13.3	3,678,629	13.3
Federal Revenue 4000020	102,458	0.4	12,000,000	34.1			12,000,000	38.4	12,000,000	38.4	12,000,000	38.4	12,000,000	43.5	12,000,000	43.5
Special Revenue 4000030	7,343,280	27.1	11,680,000	33.2			11,680,000	37.3	11,680,000	37.3	11,680,000	37.3	11,924,719	43.2	11,924,719	43.2
Total Funds	27,127,114	100.0	35,200,826	100.0			31,281,118	100.0	31,281,118	100.0	31,281,118	100.0	27,603,348	100.0	27,603,348	100.0
Excess Appropriation/(Funding)	(11,520,826)		(7,601,118)				(3,678,629)		(3,678,629)		(3,678,629)		0		0	
Grand Total	15,606,288		27,599,708				27,602,489		27,602,489		27,602,489		27,603,348		27,603,348	

Analysis of Budget Request

Appropriation: 665 - Aeronautics-State Operations

Funding Sources: SDA - Department of Aeronautics Fund

The Department of Aeronautics' State Operations appropriation is funded entirely by Special Revenues derived from a tax on the sale of aviation fuels and aviation related products sold for use in aircraft weighing less than 12,500 lbs., as authorized in Arkansas Code § 27-115-110.

Base Level Regular Salaries and Personal Services Matching include the continuation of the previously authorized 2017 Salaries and Career Service Payments for eligible employees. Personal Services Matching includes the monthly contribution for State employee's health insurance for a total State match per budgeted employee of \$420 per month. Base Level salaries and matching do not include appropriation for a Cost of Living Adjustment or Merit Pay Increases.

Agency's Base Level request is \$15,602,489 in FY2018 and \$15,603,348 in FY2019.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: 665 - Aeronautics-State Operations

Funding Sources: SDA - Department of Aeronautics Fund

Commitment Item		2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Regular Salaries	5010000	298,742	288,153	309,468	289,104	289,104	289,104	289,804	289,804	289,804
#Positions		5	5	5	5	5	5	5	5	5
Personal Services Matching	5010003	89,471	89,026	94,737	90,856	90,856	90,856	91,015	91,015	91,015
Operating Expenses	5020002	107,357	200,029	200,029	200,029	200,029	200,029	200,029	200,029	200,029
Conference & Travel Expenses	5050009	5,622	9,000	9,000	9,000	9,000	9,000	9,000	9,000	9,000
Professional Fees	5060010	10,995	13,500	13,500	13,500	13,500	13,500	13,500	13,500	13,500
Data Processing	5090012	0	0	0	0	0	0	0	0	0
Grants and Aid	5100004	14,991,643	15,000,000	15,000,000	15,000,000	15,000,000	15,000,000	15,000,000	15,000,000	15,000,000
Capital Outlay	5120011	0	0	0	0	0	0	0	0	0
Total		15,503,830	15,599,708	15,626,734	15,602,489	15,602,489	15,602,489	15,603,348	15,603,348	15,603,348
Funding Sources										
Fund Balance	4000005	19,681,376	11,520,826		7,601,118	7,601,118	7,601,118	3,678,629	3,678,629	3,678,629
Special Revenue	4000030	7,343,280	11,680,000		11,680,000	11,680,000	11,680,000	11,924,719	11,924,719	11,924,719
Total Funding		27,024,656	23,200,826		19,281,118	19,281,118	19,281,118	15,603,348	15,603,348	15,603,348
Excess Appropriation/(Funding)		(11,520,826)	(7,601,118)		(3,678,629)	(3,678,629)	(3,678,629)	0	0	0
Grand Total		15,503,830	15,599,708		15,602,489	15,602,489	15,602,489	15,603,348	15,603,348	15,603,348

Analysis of Budget Request

Appropriation: 666 - Aeronautics-Federal Grants

Funding Sources: FAA - Aeronautics Department - Federal

The Aeronautics-Federal Grants appropriation is authorized for disbursement of Federal Airport Aid Block Grant Funds when and if those funds are approved by the U.S. Congress for the State of Arkansas.

Agency's Base Level request is \$12,000,000 for each year of the biennium.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: 666 - Aeronautics-Federal Grants
Funding Sources: FAA - Aeronautics Department - Federal

Commitment Item	2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
	Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Grants and Aid 5100004	102,458	12,000,000	12,000,000	12,000,000	12,000,000	12,000,000	12,000,000	12,000,000	12,000,000
Total	102,458	12,000,000	12,000,000	12,000,000	12,000,000	12,000,000	12,000,000	12,000,000	12,000,000

Funding Sources									
Federal Revenue 4000020	102,458	12,000,000		12,000,000	12,000,000	12,000,000	12,000,000	12,000,000	12,000,000
Total Funding	102,458	12,000,000		12,000,000	12,000,000	12,000,000	12,000,000	12,000,000	12,000,000
Excess Appropriation/(Funding)	0	0		0	0	0	0	0	0
Grand Total	102,458	12,000,000		12,000,000	12,000,000	12,000,000	12,000,000	12,000,000	12,000,000

Department Appropriation Summary

Historical Data

Agency Request and Executive/Legislative Recommendation

Appropriation	2015-2016		2016-2017		2016-2017		2017-2018					2018-2019						
	Actual	Pos	Budget	Pos	Authorized	Pos	Agency	Pos	Executive	Pos	Legislative	Pos	Agency	Pos	Executive	Pos	Legislative	Pos
22R Agri Dept - Operations	17,391,925	261	17,297,450	259	17,586,819	253	17,523,065	263	17,190,549	257	17,190,549	259	17,529,141	263	17,196,625	257	17,196,625	259
33R Agri Dept - Federal	11,000	0	2,225	0	56,000	0	2,225	0	2,225	0	2,225	0	2,225	0	2,225	0	2,225	0
36H L&P Operations	17,938	0	77,131	0	77,131	0	77,131	0	77,131	0	77,131	0	77,131	0	77,131	0	77,131	0
36J L&P Animal Disease Control & Eradication Prgm	611,832	9	1,138,897	19	1,138,897	19	1,149,620	19	1,149,620	19	1,149,620	19	1,150,059	19	1,150,059	19	1,150,059	19
36K L&P Egg Grading Program	2,696,169	37	3,854,432	47	3,928,275	47	3,870,911	47	3,556,980	39	3,556,980	39	3,873,856	47	3,559,925	39	3,559,925	39
36M L&P Small Animal Testing Program	299,780	0	350,000	0	350,000	0	0	0	0	0	0	0	0	0	0	0	0	0
36N L&P-Diagnostic Laboratory Testing*	1,221,710	3	1,445,946	3	1,445,946	3	2,120,608	3	2,120,608	3	2,120,608	4	2,120,608	3	2,120,608	3	2,120,608	4
36P L&P Brand Registry	0	0	6,000	0	6,000	0	6,000	0	6,000	0	6,000	0	6,000	0	6,000	0	6,000	0
36Q L&P Indemnities-Revolving	0	0	45,000	0	45,000	0	45,000	0	45,000	0	45,000	0	45,000	0	45,000	0	45,000	0
36R L&P Show Premiums	728,772	0	729,272	0	736,780	0	736,780	0	736,780	0	736,780	0	736,780	0	736,780	0	736,780	0
36S L&P Swamp Fever Testing Program	286,956	0	325,626	0	325,699	0	0	0	0	0	0	0	0	0	0	0	0	0
36T L&P Swine Testing Program	0	0	1,500	0	1,500	0	1,500	0	1,500	0	1,500	0	1,500	0	1,500	0	1,500	0
36U L&P Equine Infect Anemia	120,863	2	442,056	3	474,723	3	442,452	3	442,452	3	442,452	3	442,575	3	442,575	3	442,575	3
36V L&P Animal Health	540,793	7	451,162	5	534,393	5	450,080	5	450,080	5	450,080	5	450,178	5	450,178	5	450,178	5
37A PB Admn/Pest Control	5,588,022	76	8,989,973	88	9,286,624	87	9,011,030	88	8,807,802	82	8,807,802	82	8,013,753	88	7,810,525	82	7,810,525	82
37C PB Public Grain Warehouse	240,376	4	276,301	4	277,099	4	277,047	4	277,047	4	277,047	4	277,784	4	277,784	4	277,784	4
37D PB Pest Surveillance	239,060	4	265,197	4	272,472	4	265,961	4	265,961	4	265,961	4	265,961	4	265,961	4	265,961	4
37E PB Apiary	177,719	3	198,067	3	211,554	3	198,606	3	198,606	3	198,606	3	198,606	3	198,606	3	198,606	3
37F PB Product Marketing Program	342,887	0	600,059	0	600,059	0	600,059	0	600,059	0	600,059	0	600,059	0	600,059	0	600,059	0
37G PB Pest/Plant Reg Program	361,675	0	1,500,000	0	1,500,000	0	1,500,000	0	1,500,000	0	1,500,000	0	1,500,000	0	1,500,000	0	1,500,000	0
37H U of A Agri Scholarships	5,000	0	5,000	0	5,000	0	5,000	0	5,000	0	5,000	0	5,000	0	5,000	0	5,000	0
37J ASU Agri Scholarships	5,000	0	5,000	0	5,000	0	5,000	0	5,000	0	5,000	0	5,000	0	5,000	0	5,000	0
37K AR Tech Agri Scholarships	0	0	5,000	0	5,000	0	5,000	0	5,000	0	5,000	0	5,000	0	5,000	0	5,000	0
37M SAU Agri Scholarships	5,000	0	5,000	0	5,000	0	5,000	0	5,000	0	5,000	0	5,000	0	5,000	0	5,000	0
37N Forestry-Operations-Special	9,964,046	144	10,087,015	145	13,541,673	157	9,707,332	141	9,682,064	140	9,682,064	145	9,710,157	141	9,684,889	140	9,684,889	145
37P Forestry-Rural Comm Fire Protection-Fed	841,600	2	1,184,741	2	1,201,705	2	854,239	2	854,239	2	854,239	2	854,239	2	854,239	2	854,239	2
37Q Forestry-Urban Forestry Services-Federal	104,811	0	199,500	0	200,000	0	199,500	0	199,500	0	199,500	0	199,500	0	199,500	0	199,500	0
37R Forestry-Rural Fire Protection Service Loans	486,130	0	1,200,000	0	1,200,000	0	1,200,000	0	1,200,000	0	1,200,000	0	1,200,000	0	1,200,000	0	1,200,000	0
37S Forestry-St Forestry Trust Program	1,180,451	0	2,500,000	0	2,500,000	0	2,500,000	0	2,500,000	0	2,500,000	0	2,500,000	0	2,500,000	0	2,500,000	0
37T Forestry-Southern Pine Beetle Prevention	170,256	0	150,000	0	750,000	0	150,000	0	150,000	0	150,000	0	150,000	0	150,000	0	150,000	0
37X Forestry-Forest Legacy	3,552	0	6,599	0	6,599	0	6,599	0	6,599	0	6,599	0	6,599	0	6,599	0	6,599	0
37Y Forestry-Silvctrl Non-Point Program	36,113	0	3,200	0	21,800	0	3,200	0	3,200	0	3,200	0	3,200	0	3,200	0	3,200	0
D24 L&P Poultry Indemnities-Cash	0	0	10,000	0	10,000	0	10,000	0	10,000	0	10,000	0	10,000	0	10,000	0	10,000	0

Department Appropriation Summary

Historical Data

Agency Request and Executive/Legislative Recommendation

Appropriation	2015-2016		2016-2017		2016-2017		2017-2018					2018-2019						
	Actual	Pos	Budget	Pos	Authorized	Pos	Agency	Pos	Executive	Pos	Legislative	Pos	Agency	Pos	Executive	Pos	Legislative	Pos
D25 PB Refunds/Transfers	0	0	6,765,600	0	6,765,600	0	6,765,600	0	6,765,600	0	6,765,600	0	6,765,600	0	6,765,600	0	6,765,600	0
N47 Agri Cash Operations	21,750	0	60,000	0	60,000	0	60,000	0	60,000	0	60,000	0	60,000	0	60,000	0	60,000	0
Total	43,701,186	553	60,182,949	581	65,132,348	587	59,754,545	581	58,879,602	560	58,879,602	568	58,770,511	581	57,895,568	560	57,895,568	568

Funding Sources		%		%		%		%		%		%		%		%		%
Fund Balance	4000005	22,049,743	32.9	23,389,264	33.4	9,945,497	17.3	9,945,497	17.4	9,945,497	17.4	3,467,416	6.7	3,806,615	7.3	3,806,615	7.3	
General Revenue	4000010	18,028,975	26.9	18,026,722	25.7	18,259,845	31.8	18,027,893	31.5	18,027,893	31.5	18,265,921	35.1	18,033,969	34.6	18,033,969	34.6	
Federal Revenue	4000020	4,674,371	7.0	5,267,486	7.5	4,715,902	8.2	4,715,902	8.3	4,715,902	8.3	4,716,000	9.1	4,716,000	9.1	4,716,000	9.1	
Special Revenue	4000030	19,557,271	29.2	14,882,005	21.2	15,909,245	27.7	15,909,245	27.8	15,909,245	27.8	16,983,982	32.7	16,983,982	32.6	16,983,982	32.6	
Non-Revenue Receipts	4000040	565,752	0.8	700,000	1.0	700,000	1.2	700,000	1.2	700,000	1.2	700,000	1.3	700,000	1.3	700,000	1.3	
Cash Fund	4000045	29	0.0	6,775,600	9.7	6,775,600	11.8	6,775,600	11.9	6,775,600	11.9	6,775,600	13.0	6,775,600	13.0	6,775,600	13.0	
Trust Fund	4000050	1,888,105	2.8	1,000,000	1.4	1,000,000	1.7	1,000,000	1.7	1,000,000	1.7	1,000,000	1.9	1,000,000	1.9	1,000,000	1.9	
Merit Adjustment Fund	4000055	91,722	0.1	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	
DFA Motor Vehicle Acquisition	4000184	136,517	0.2	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	
M & R Sales	4000340	71,725	0.1	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	
Miscellaneous Revolving	4000350	0	0.0	45,000	0.1	45,000	0.1	45,000	0.1	45,000	0.1	45,000	0.1	45,000	0.1	45,000	0.1	
Private Donations	4000380	26,240	0.0	42,369	0.1	35,000	0.1	35,000	0.1	35,000	0.1	35,000	0.1	35,000	0.1	35,000	0.1	
Total Funds		67,090,450	100.0	70,128,446	100.0	57,386,089	100.0	57,154,137	100.0	57,154,137	100.0	51,988,919	100.0	52,096,166	100.0	52,096,166	100.0	
Excess Appropriation/(Funding)		(23,389,264)		(9,945,497)		2,368,456		1,725,465		1,725,465		6,781,592		5,799,402		5,799,402		
Grand Total		43,701,186		60,182,949		59,754,545		58,879,602		58,879,602		58,770,511		57,895,568		57,895,568		

Variances in fund balance due to unfunded appropriation in 36J L&P Animal Disease Control & Eradication Program, 36K L&P Egg Grading Program, 36N L&P - Large Animals & Poultry, 37A PB Admn/Pest Control, and 37S Forestry - St Forestry Trust Program.

Analysis of Budget Request

Appropriation: 2ZR - Agri Dept - Operations

Funding Sources: HAD - Department of Agriculture Fund Account

This appropriation provides general revenue funding to support the administrative operations of the Department, including the Office of the Secretary, the Arkansas Forestry Commission, the Arkansas State Plant Board and the Arkansas Livestock and Poultry Commission.

Prior to 2005, the State Board, Arkansas Forestry Commission, and the Arkansas Livestock and Poultry Commission existed as stand-alone agencies. Over the past year, the Arkansas Agriculture Department has taken steps to consolidate the Human Resources and Fiscal staff from across the three agencies into one combined section for the entire department. These consolidation efforts have led to increased efficiency and productivity in the areas of human resources and accounting.

Base Level includes appropriation and general revenue funding of \$17,298,621 in FY18 and \$17,304,697 in FY19 with Two Hundred & Fifty-Nine (259) Regular positions and Twenty-Three (23) Extra Help positions.

Base Level Regular Salaries and Personal Services Matching include the continuation of the previously authorized 2017 Salaries and Career Service Payments for eligible employees. Personal Services Matching includes the monthly contribution for State employee's health insurance for a total State match per budgeted employee of \$420 per month. Base Level salaries and matching do not include appropriation for a Cost of Living Adjustment or Merit Pay Increases. The Base Level salary of unclassified positions reflects the FY17 line item maximum plus the previously authorized 2016 1% Cost of Living Adjustment authorized by Act 1007 (3 (B)) of 2015.

OFFICE OF THE SECRETARY

Base Level for the Office of the Secretary includes appropriation and general revenue funding of \$1,241,141 in FY18 and \$1,241,285 in FY19 with seventeen (17) Regular positions and two (2) Extra Help positions.

The Agency's Change Level Request is \$202,606 each year of the biennium and is summarized as follows:

- Regular Salaries and Personal Services Matching total \$192,606 each year for the restoration of one (1) Agriculture Chief fiscal Officer and two (2) Agri Program Manager positions.
- Reallocation of \$10,000 each year from Boll Weevil Program to Operating Expenses and Conference and Travel to allow flexibility for the Secretary's Office each fiscal year.

Subsequent to Agency's initial Budget Request, the Office of Personnel Management and Agency personnel evaluated the Agency's position usage and ongoing staffing needs. The Executive Recommendation provides for Agency Request in appropriation only, as well as reflects a

position reduction of one (1) Administrative Specialist III based on the personnel evaluation.

The Legislative Recommendation concurs with the Executive Recommendation with the addition of one (1) Deputy Chief Financial Officer (Grade C128) position. This addition has no budgetary impact.

FORESTRY COMMISSION

The Forestry Commission requests Base Level of \$9,502,355 in FY18 and \$9,506,777 in FY19 with One-Hundred & Forty (140) Regular positions.

The Executive Recommendation provides for Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

PLANT BOARD

The Plant Board requests Base Level of \$2,608,814 in FY18 and \$2,608,937 in FY19 with Forty-Three (43) Regular positions.

The Executive Recommendation provides for Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

LIVESTOCK AND POULTRY COMMISSION

The Livestock and Poultry Commission requests Base Level of \$3,946,311 in FY18 and \$3,947,698 in FY19 with Fifty-Nine (59) Regular positions and Twenty-One (21) Extra Help positions.

The Agency's Change Level Request is for \$39,838 each year of the biennium as follows:

- Regular Salaries and Personal Services Matching of \$31,838 each year for one (1) ARLPC Lab Quality Manager.
- Reallocation of \$8,000 each year from the Buffalo Gnat Control Program to Operating Expenses to purchase Veterinary Diagnostic Lab testing supplies.

Subsequent to Agency's initial Budget Request, the Office of Personnel Management and Agency personnel evaluated the Agency's position usage and ongoing staffing needs. The Executive Recommendation provides for Agency Request in appropriation only, as well as reflects position reductions of one (1) ARLPC Director, two (2) Administrative Specialist II, one (1) Administrative Analyst, and one (1) Livestock Inspector based on the personnel evaluation.

The Legislative Recommendation concurs with the Executive Recommendation with the addition of one (1) Agriculture Program Manager (Grade C120) position. This addition has no budgetary impact.

Appropriation Summary

Appropriation: 2ZR - Agri Dept - Operations

Funding Sources: HAD - Department of Agriculture Fund Account

Commitment Item		2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Regular Salaries	5010000	10,419,434	10,400,727	10,474,006	10,442,243	10,196,030	10,196,030	10,447,168	10,200,955	10,200,955
#Positions		261	259	253	263	257	259	263	257	259
Extra Help	5010001	43,095	74,131	74,131	74,131	74,131	74,131	74,131	74,131	74,131
#Extra Help		5	23	23	23	23	23	23	23	23
Personal Services Matching	5010003	3,650,539	3,526,622	3,709,898	3,710,721	3,624,418	3,624,418	3,711,872	3,625,569	3,625,569
Overtime	5010006	12,000	16,571	16,571	16,571	16,571	16,571	16,571	16,571	16,571
Uniform Allowance	5010016	5,200	5,200	5,200	5,200	5,200	5,200	5,200	5,200	5,200
Operating Expenses	5020002	2,851,243	2,845,438	2,878,252	2,858,438	2,858,438	2,858,438	2,858,438	2,858,438	2,858,438
Conference & Travel Expenses	5050009	55,422	56,113	56,113	61,113	61,113	61,113	61,113	61,113	61,113
Professional Fees	5060010	281,938	328,500	328,500	328,500	328,500	328,500	328,500	328,500	328,500
Data Processing	5090012	0	0	0	0	0	0	0	0	0
Refunds/Reimbursements	5110014	0	6,148	6,148	6,148	6,148	6,148	6,148	6,148	6,148
Capital Outlay	5120011	61,528	0	0	0	0	0	0	0	0
Boll Weevil Program	5900046	11,526	30,000	30,000	20,000	20,000	20,000	20,000	20,000	20,000
Buffalo Gnat Control Program	5900047	0	8,000	8,000	0	0	0	0	0	0
Total		17,391,925	17,297,450	17,586,819	17,523,065	17,190,549	17,190,549	17,529,141	17,196,625	17,196,625

Funding Sources										
General Revenue	4000010	17,300,203	17,297,450		17,523,065	17,298,621	17,298,621	17,529,141	17,304,697	17,304,697
Merit Adjustment Fund	4000055	91,722	0		0	0	0	0	0	0
Total Funding		17,391,925	17,297,450		17,523,065	17,298,621	17,298,621	17,529,141	17,304,697	17,304,697
Excess Appropriation/(Funding)		0	0		0	(108,072)	(108,072)	0	(108,072)	(108,072)
Grand Total		17,391,925	17,297,450		17,523,065	17,190,549	17,190,549	17,529,141	17,196,625	17,196,625

Budget Number of Positions may exceed the Authorized Number due to single salary section in appropriation act.

Analysis of Budget Request

Appropriation: 33R - Agri Dept - Federal

Funding Sources: FAD - Federal Funds

This appropriation supports the United States Department of Agriculture (USDA) Farm Service Agency (FSA) Livestock Assistance Grant Program (LAGP), which provides funding in state block grants to help livestock producers partially recover forage production losses due to certain drought conditions. Funding for this appropriation consists entirely of federal revenues.

The Agency requests Base Level of \$2,225 each year of the biennium.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: 33R - Agri Dept - Federal

Funding Sources: FAD - Federal Funds

Commitment Item	2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
	Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Aquaculture Administrative Costs 5900048	11,000	2,225	56,000	2,225	2,225	2,225	2,225	2,225	2,225
Total	11,000	2,225	56,000	2,225	2,225	2,225	2,225	2,225	2,225

Funding Sources									
Federal Revenue 4000020	11,000	2,225		2,225	2,225	2,225	2,225	2,225	2,225
Total Funding	11,000	2,225		2,225	2,225	2,225	2,225	2,225	2,225
Excess Appropriation/(Funding)	0	0		0	0	0	0	0	0
Grand Total	11,000	2,225		2,225	2,225	2,225	2,225	2,225	2,225

Analysis of Budget Request

Appropriation: 36H - L&P Operations

Funding Sources: HLP - Livestock & Poultry Fund

The Legislative Recommendation concurs with the Executive Recommendation.

This appropriation provides a special revenue funded operations budget to supplement the Agency's general revenue funded operating budget. Pursuant to A.C.A. §2-33-115, fees are derived from cow tests, horses sold, and surcharges on gate admission to each state, county, and district fair. The fees are deposited in the Livestock and Poultry Special Revenue Fund and are transferred to the Livestock and Poultry Commission Fund as necessary.

The Agency requests Base Level of \$77,131 each year of the biennium.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: 36H - L&P Operations
Funding Sources: HLP - Livestock & Poultry Fund

Commitment Item		2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Operating Expenses	5020002	17,938	77,131	77,131	77,131	77,131	77,131	77,131	77,131	77,131
Conference & Travel Expenses	5050009	0	0	0	0	0	0	0	0	0
Professional Fees	5060010	0	0	0	0	0	0	0	0	0
Data Processing	5090012	0	0	0	0	0	0	0	0	0
Capital Outlay	5120011	0	0	0	0	0	0	0	0	0
Total		17,938	77,131	77,131	77,131	77,131	77,131	77,131	77,131	77,131
Funding Sources										
Special Revenue	4000030	17,938	77,131		77,131	77,131	77,131	77,131	77,131	77,131
Total Funding		17,938	77,131		77,131	77,131	77,131	77,131	77,131	77,131
Excess Appropriation/(Funding)		0	0		0	0	0	0	0	0
Grand Total		17,938	77,131		77,131	77,131	77,131	77,131	77,131	77,131

Analysis of Budget Request

Appropriation: 36J - L&P Animal Disease Control & Eradication Prgm

Funding Sources: SPC - Livestock & Poultry Commission Disease and Pest Control Fund

The Arkansas Livestock & Poultry Commission's Animal Disease Control and Eradication program is funded from a fee per head of cattle sold in the state (A.C.A. §2-40-206) and all fines and penalties resulting from arrests made or citations issued by Livestock and Poultry Inspection Commission enforcement Officers (A.C.A. §2-33-113(b)). Federal funding from the United States Department of Agriculture (USDA) Animal and Plant Health Inspection Services (APHIS) and Veterinary Services (VS) also supports this program.

Base Level Regular Salaries and Personal Services Matching include the continuation of the previously authorized 2017 Salaries and Career Service Payments for eligible employees. Personal Services Matching includes the monthly contribution for State employee's health insurance for a total State match per budgeted employee of \$420 per month. Base Level salaries and matching do not include appropriation for a Cost of Living Adjustment or Merit Pay Increases.

Base Level includes appropriation of \$1,129,620 in FY18 and \$1,130,059 in FY19 with 19 Regular positions and 21 Extra Help positions.

The Agency's Change Level Request provides for Capital Outlay of \$20,000 each year to replace testing equipment and replacement of emergency response equipment.

The Executive Recommendation provides for the Agency Request. Expenditure of Appropriation is contingent upon available funding.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: 36J - L&P Animal Disease Control & Eradication Prgm

Funding Sources: SPC - Livestock & Poultry Commission Disease and Pest Control Fund

Commitment Item		2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Regular Salaries	5010000	310,701	589,634	589,634	586,197	586,197	586,197	586,535	586,535	586,535
#Positions		9	19	19	19	19	19	19	19	19
Extra Help	5010001	0	55,000	55,000	55,000	55,000	55,000	55,000	55,000	55,000
#Extra Help		0	21	21	21	21	21	21	21	21
Personal Services Matching	5010003	157,870	218,671	218,671	232,831	232,831	232,831	232,932	232,932	232,932
Operating Expenses	5020002	143,261	255,592	255,592	255,592	255,592	255,592	255,592	255,592	255,592
Conference & Travel Expenses	5050009	0	0	0	0	0	0	0	0	0
Professional Fees	5060010	0	0	0	0	0	0	0	0	0
Data Processing	5090012	0	0	0	0	0	0	0	0	0
Capital Outlay	5120011	0	20,000	20,000	20,000	20,000	20,000	20,000	20,000	20,000
Total		611,832	1,138,897	1,138,897	1,149,620	1,149,620	1,149,620	1,150,059	1,150,059	1,150,059

Funding Sources										
Fund Balance	4000005	918,485	1,002,156		263,259	263,259	263,259	0	0	0
Federal Revenue	4000020	208,407	0		0	0	0	0	0	0
Special Revenue	4000030	487,096	400,000		400,000	400,000	400,000	400,000	400,000	400,000
Total Funding		1,613,988	1,402,156		663,259	663,259	663,259	400,000	400,000	400,000
Excess Appropriation/(Funding)		(1,002,156)	(263,259)		486,361	486,361	486,361	750,059	750,059	750,059
Grand Total		611,832	1,138,897		1,149,620	1,149,620	1,149,620	1,150,059	1,150,059	1,150,059

Expenditure of Appropriation is contingent upon available funding.

Analysis of Budget Request

Appropriation: 36K - L&P Egg Grading Program

Funding Sources: SIP - Poultry and Egg Grading Fund

This appropriation supports the poultry and egg grading program established in cooperation with the United States Department of Agriculture (USDA) and in compliance with the applicable standards and requirements as prescribed by the USDA for federal poultry and egg grading purposes. The appropriation is funded from egg and poultry grading and inspection fees as authorized by A.C.A. §19-6-301(34).

Base Level Regular Salaries and Personal Services Matching include the continuation of the previously authorized 2017 Salaries and Career Service Payments for eligible employees. Personal Services Matching includes the monthly contribution for State employee's health insurance for a total State match per budgeted employee of \$420 per month. Base Level salaries and matching do not include appropriation for a Cost of Living Adjustment or Merit Pay Increases.

Base Level includes appropriation of \$3,820,911 in FY18 and \$3,823,856 in FY19 with 47 Regular positions and 5 Extra Help positions.

The Agency's Change Level Request provides for Capital Outlay of \$50,000 each year of the biennium to replace office and grading equipment.

Subsequent to Agency's initial Budget Request, the Office of Personnel Management and Agency personnel evaluated the Agency's position usage and ongoing staffing needs. The Executive Recommendation provides for the Agency Request as well as position reductions of eight (8) Agri Commodity Grader II based on the personnel evaluation.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: 36K - L&P Egg Grading Program

Funding Sources: SIP - Poultry and Egg Grading Fund

Commitment Item		2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Regular Salaries	5010000	1,303,167	1,580,413	1,623,591	1,581,213	1,358,349	1,358,349	1,583,613	1,360,749	1,360,749
#Positions		37	47	47	47	39	39	47	39	39
Extra Help	5010001	0	67,500	67,500	67,500	67,500	67,500	67,500	67,500	67,500
#Extra Help		0	5	5	5	5	5	5	5	5
Personal Services Matching	5010003	559,625	654,799	685,464	670,478	579,411	579,411	671,023	579,956	579,956
Overtime	5010006	142,523	300,000	300,000	300,000	300,000	300,000	300,000	300,000	300,000
Operating Expenses	5020002	126,014	230,902	230,902	230,902	230,902	230,902	230,902	230,902	230,902
Conference & Travel Expenses	5050009	5,933	18,350	18,350	18,350	18,350	18,350	18,350	18,350	18,350
Professional Fees	5060010	0	0	0	0	0	0	0	0	0
Data Processing	5090012	0	0	0	0	0	0	0	0	0
Refunds/Reimbursements	5110014	492,162	887,968	887,968	887,968	887,968	887,968	887,968	887,968	887,968
Capital Outlay	5120011	59,872	50,000	50,000	50,000	50,000	50,000	50,000	50,000	50,000
Egg Promotion Expense	5900046	6,873	64,500	64,500	64,500	64,500	64,500	64,500	64,500	64,500
Total		2,696,169	3,854,432	3,928,275	3,870,911	3,556,980	3,556,980	3,873,856	3,559,925	3,559,925
Funding Sources										
Fund Balance	4000005	4,848,965	5,267,418		4,212,986	4,212,986	4,212,986	3,142,075	3,456,006	3,456,006
Special Revenue	4000030	3,114,622	2,800,000		2,800,000	2,800,000	2,800,000	2,800,000	2,800,000	2,800,000
Total Funding		7,963,587	8,067,418		7,012,986	7,012,986	7,012,986	5,942,075	6,256,006	6,256,006
Excess Appropriation/(Funding)		(5,267,418)	(4,212,986)		(3,142,075)	(3,456,006)	(3,456,006)	(2,068,219)	(2,696,081)	(2,696,081)
Grand Total		2,696,169	3,854,432		3,870,911	3,556,980	3,556,980	3,873,856	3,559,925	3,559,925

Analysis of Budget Request

Appropriation: 36M - L&P Small Animal Testing Program

Funding Sources: SPS - Livestock & Poultry Special Revenue Fund

The Arkansas Livestock & Poultry Commission's Small Animal Testing appropriation is used to perform diagnostic laboratory services on small animals such as dogs, cats and other animals that are considered to be household or family pets. The appropriation is funded entirely by fee revenues as authorized by A.C.A. §2-33-112.

Base Level includes appropriation of \$300,000 each year of the biennium.

The Agency's Change Level Request provides for reallocation of all appropriation to Large Animal & Poultry Testing program (FC 36N), which is considered more efficient to only have one appropriation for Diagnostic Laboratory testing.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: 36M - L&P Small Animal Testing Program

Funding Sources: SPS - Livestock & Poultry Special Revenue Fund

Commitment Item		2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Operating Expenses	5020002	299,780	300,000	300,000	0	0	0	0	0	0
Conference & Travel Expenses	5050009	0	0	0	0	0	0	0	0	0
Professional Fees	5060010	0	0	0	0	0	0	0	0	0
Data Processing	5090012	0	0	0	0	0	0	0	0	0
Capital Outlay	5120011	0	50,000	50,000	0	0	0	0	0	0
Total		299,780	350,000	350,000	0	0	0	0	0	0
Funding Sources										
Special Revenue	4000030	299,780	350,000		0	0	0	0	0	0
Total Funding		299,780	350,000		0	0	0	0	0	0
Excess Appropriation/(Funding)		0	0		0	0	0	0	0	0
Grand Total		299,780	350,000		0	0	0	0	0	0

Analysis of Budget Request

Appropriation: 36N - L&P-Diagnostic Laboratory Testing*

Funding Sources: SPS - Livestock & Poultry Special Revenue Fund

The Arkansas Livestock & Poultry Commission Large Animals and Poultry program is used to provide diagnostic lab testing services for all species of livestock and poultry. Funding for this appropriation consists of fees charged for diagnostic services performed (A.C.A. §2-33-111). *The Agency is now requesting to amend the appropriation name to "L&P-Diagnostic Laboratory Testing."

Base Level Regular Salaries and Personal Services Matching include the continuation of the previously authorized 2017 Salaries and Career Service Payments for eligible employees. Personal Services Matching includes the monthly contribution for State employee's health insurance for a total State match per budgeted employee of \$420 per month. Base Level salaries and matching do not include appropriation for a Cost of Living Adjustment or Merit Pay Increases.

Base Level includes appropriation of \$1,260,608 each year with three (3) Regular positions and one Extra Help position.

The Agency Change Level Request provides for \$860,000 each year of the biennium and is summarized as follows:

- Capital Outlay of \$310,000 each year to replace outdated and inferior laboratory testing equipment.
- Reallocation of \$300,000 in Operating Expenses from Small Animal Testing (FC 36M) and \$250,000 in Operating Expenses from Swamp Fever Testing (FC 36S) to more efficiently operate Diagnostic Laboratory testing.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation with the addition of one (1) Senior Microbiologist (Grade C119) position. This addition has no budgetary impact.

Appropriation Summary

Appropriation: 36N - L&P-Diagnostic Laboratory Testing*

Funding Sources: SPS - Livestock & Poultry Special Revenue Fund

Commitment Item		2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Regular Salaries	5010000	113,607	121,087	121,087	120,889	120,889	120,889	120,889	120,889	120,889
#Positions		3	3	3	3	3	4	3	3	4
Extra Help	5010001	0	0	0	14,500	14,500	14,500	14,500	14,500	14,500
#Extra Help		0	0	0	1	1	1	1	1	1
Personal Services Matching	5010003	44,751	41,782	41,782	42,142	42,142	42,142	42,142	42,142	42,142
Operating Expenses	5020002	1,036,445	1,058,077	1,058,077	1,608,077	1,608,077	1,608,077	1,608,077	1,608,077	1,608,077
Conference & Travel Expenses	5050009	24,505	25,000	25,000	25,000	25,000	25,000	25,000	25,000	25,000
Professional Fees	5060010	0	0	0	0	0	0	0	0	0
Data Processing	5090012	0	0	0	0	0	0	0	0	0
Capital Outlay	5120011	2,402	200,000	200,000	310,000	310,000	310,000	310,000	310,000	310,000
Total		1,221,710	1,445,946	1,445,946	2,120,608	2,120,608	2,120,608	2,120,608	2,120,608	2,120,608

Funding Sources										
Fund Balance	4000005	1,405,279	1,285,201		759,863	759,863	759,863	215,255	215,255	215,255
Federal Revenue	4000020	99,166	0		0	0	0	0	0	0
Special Revenue	4000030	1,002,466	920,608		1,576,000	1,576,000	1,576,000	1,650,000	1,650,000	1,650,000
Total Funding		2,506,911	2,205,809		2,335,863	2,335,863	2,335,863	1,865,255	1,865,255	1,865,255
Excess Appropriation/(Funding)		(1,285,201)	(759,863)		(215,255)	(215,255)	(215,255)	255,353	255,353	255,353
Grand Total		1,221,710	1,445,946		2,120,608	2,120,608	2,120,608	2,120,608	2,120,608	2,120,608

* The Agency is requesting to amend the appropriation name to "L&P-Diagnostic Laboratory Testing".

Analysis of Budget Request

Appropriation: 36P - L&P Brand Registry

Funding Sources: SPS - Livestock & Poultry Special Revenue Fund

The Arkansas Livestock & Poultry Commission's Brand Registry appropriation is used to document the ownership of cattle, horses, and swine that are registered through the Commission. The Agency publishes a Brand Registry book every two years. Funding for this program consists entirely of brand registry and renewal fees.

The Agency requests Base Level of \$6,000 each year of the biennium.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: 36P - L&P Brand Registry

Funding Sources: SPS - Livestock & Poultry Special Revenue Fund

Commitment Item		2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Brand Registry	5900046	0	6,000	6,000	6,000	6,000	6,000	6,000	6,000	6,000
Total		0	6,000	6,000	6,000	6,000	6,000	6,000	6,000	6,000

Funding Sources										
Special Revenue	4000030	0	6,000		6,000	6,000	6,000	6,000	6,000	6,000
Total Funding		0	6,000		6,000	6,000	6,000	6,000	6,000	6,000
Excess Appropriation/(Funding)		0	0		0	0	0	0	0	0
Grand Total		0	6,000		6,000	6,000	6,000	6,000	6,000	6,000

Analysis of Budget Request

Appropriation: 36Q - L&P Indemnities-Revolving

Funding Sources: MTA - Miscellaneous Revolving Fund

The Arkansas Livestock & Poultry Commission's Indemnities appropriation allows the Commission to purchase and destroy diseased poultry flocks if necessary to prevent contamination of commercial flocks and the public. Expenses for this program are payable from the Miscellaneous Revolving Fund (A.C.A. §9-5-1009).

The Agency requests Base Level of \$45,000 each year of the biennium.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: 36Q - L&P Indemnities-Revolving

Funding Sources: MTA - Miscellaneous Revolving Fund

Commitment Item	2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
	Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Grants and Aid 5100004	0	45,000	45,000	45,000	45,000	45,000	45,000	45,000	45,000
Total	0	45,000	45,000	45,000	45,000	45,000	45,000	45,000	45,000

Funding Sources									
Miscellaneous Revolving 4000350	0	45,000		45,000	45,000	45,000	45,000	45,000	45,000
Total Funding	0	45,000		45,000	45,000	45,000	45,000	45,000	45,000
Excess Appropriation/(Funding)	0	0		0	0	0	0	0	0
Grand Total	0	45,000		45,000	45,000	45,000	45,000	45,000	45,000

Analysis of Budget Request

Appropriation: 36R - L&P Show Premiums

Funding Sources: HUA - Miscellaneous Agencies Fund

The Arkansas Livestock & Poultry Commission's Show Premiums appropriation provides grant appropriation to fair associations to be used for paying awards on approved livestock entry classifications. The amount of state funding provided to various fair associations is determined by a point system calculated by the Agency. This appropriation is also used to provide grant funding to the Arkansas Razorback State High School (ARSHS) Rodeo Association and refund/reimbursement funding to Arkansas High School 4-H (Head, Heart, Hands, and Health) Clubs, FFA (Future Farmers of America) Clubs and the Miss Arkansas Rodeo for expenses incurred while representing the State of Arkansas at national conferences and events outside the State.

The Agency Base Level appropriation and general revenue funding is \$729,272 each year of the biennium.

The Agency's Change Level Request provides for \$7,508 in appropriation and general revenue funding to restore to currently authorized levels.

The Executive Recommendation provides for the Agency Request in appropriation only.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: 36R - L&P Show Premiums

Funding Sources: HUA - Miscellaneous Agencies Fund

Commitment Item		2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
4 Sts Livestock Show Premiums	5100004	23,755	23,755	24,000	24,000	24,000	24,000	24,000	24,000	24,000
ARSHS Rodeo Association	5100004	19,796	19,796	20,000	20,000	20,000	20,000	20,000	20,000	20,000
Co Livestock Show Premiums	5100004	355,832	356,332	360,000	360,000	360,000	360,000	360,000	360,000	360,000
Distr Jr Livestock Show Prem	5100004	28,140	28,140	28,430	28,430	28,430	28,430	28,430	28,430	28,430
Distr Livestock Show Premiums	5100004	142,533	142,533	144,000	144,000	144,000	144,000	144,000	144,000	144,000
State Livestock Show Premiums	5100004	118,777	118,777	120,000	120,000	120,000	120,000	120,000	120,000	120,000
4H Clubs Refunds/Reimb	5110014	19,796	19,796	20,000	20,000	20,000	20,000	20,000	20,000	20,000
FFA Clubs Refunds/Reimb	5110014	19,796	19,796	20,000	20,000	20,000	20,000	20,000	20,000	20,000
Miss Ark Rodeo Refunds/Reimb	5110014	347	347	350	350	350	350	350	350	350
Total		728,772	729,272	736,780	736,780	736,780	736,780	736,780	736,780	736,780

Funding Sources										
General Revenue	4000010	728,772	729,272		736,780	729,272	729,272	736,780	729,272	729,272
Total Funding		728,772	729,272		736,780	729,272	729,272	736,780	729,272	729,272
Excess Appropriation/(Funding)		0	0		0	7,508	7,508	0	7,508	7,508
Grand Total		728,772	729,272		736,780	736,780	736,780	736,780	736,780	736,780

Analysis of Budget Request

Appropriation: 36S - L&P Swamp Fever Testing Program

Funding Sources: SPS - Livestock & Poultry Special Revenue Fund

The Arkansas Livestock & Poultry Commission's Swamp Fever Testing Program controls the spread of a number of diseases that are acquired in wet, swampy environments including Leptospirosis, Malaria and Equine Infections Anemia. This appropriation is funded from testing fees as authorized by A.C.A. §2-33-111, for diagnostic tests at the Little Rock laboratory.

Base Level includes appropriation of \$250,000 each year of the biennium.

The Agency's Change Level Request provides for reallocation of all appropriation to Large Animal & Poultry Testing program (FC 36N), which is considered more efficient to only have one appropriation for Diagnostic Laboratory testing.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: 36S - L&P Swamp Fever Testing Program

Funding Sources: SPS - Livestock & Poultry Special Revenue Fund

Commitment Item		2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Extra Help	5010001	5,671	14,500	14,500	0	0	0	0	0	0
#Extra Help		1	1	1	0	0	0	0	0	0
Personal Services Matching	5010003	472	1,126	1,199	0	0	0	0	0	0
Operating Expenses	5020002	225,250	250,000	250,000	0	0	0	0	0	0
Conference & Travel Expenses	5050009	0	0	0	0	0	0	0	0	0
Professional Fees	5060010	0	0	0	0	0	0	0	0	0
Data Processing	5090012	0	0	0	0	0	0	0	0	0
Capital Outlay	5120011	55,563	60,000	60,000	0	0	0	0	0	0
Total		286,956	325,626	325,699	0	0	0	0	0	0
Funding Sources										
Special Revenue	4000030	286,956	325,626		0	0	0	0	0	0
Total Funding		286,956	325,626		0	0	0	0	0	0
Excess Appropriation/(Funding)		0	0		0	0	0	0	0	0
Grand Total		286,956	325,626		0	0	0	0	0	0

Analysis of Budget Request

Appropriation: 36T - L&P Swine Testing Program

Funding Sources: SST - Livestock & Poultry Swine Testing Fund

The Arkansas Livestock & Poultry Commission's Swine Testing appropriation supports the pseudorabies eradication program for disease prevention in swine. Funding for this program consists of a \$1 fee collected for each spent sow and boar sold in Arkansas markets (A.C.A. § 2-40-1201).

The Agency requests Base Level of \$1,500 each year of the biennium.

The Executive Recommendation provides for the Agency Request. Expenditure of appropriation is contingent upon available funding.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: 36T - L&P Swine Testing Program

Funding Sources: SST - Livestock & Poultry Swine Testing Fund

Commitment Item	2015-2016 Actual	2016-2017 Budget	2016-2017 Authorized	2017-2018			2018-2019		
				Agency	Executive	Legislative	Agency	Executive	Legislative
Swine Testing Program 5900046	0	1,500	1,500	1,500	1,500	1,500	1,500	1,500	1,500
Total	0	1,500	1,500	1,500	1,500	1,500	1,500	1,500	1,500

Funding Sources									
Fund Balance 4000005	1,441	1,463		463	463	463	0	0	0
Special Revenue 4000030	22	500		500	500	500	500	500	500
Total Funding	1,463	1,963		963	963	963	500	500	500
Excess Appropriation/(Funding)	(1,463)	(463)		537	537	537	1,000	1,000	1,000
Grand Total	0	1,500		1,500	1,500	1,500	1,500	1,500	1,500

Analysis of Budget Request

Appropriation: 36U - L&P Equine Infect Anemia

Funding Sources: SIA - Livestock and Poultry Equine Infectious Anemia Control Fund

The Arkansas Livestock & Poultry Commission's Equine Infectious Anemia (EIA) program controls the spread of Equine Infectious Anemia, which is an infectious and potentially fatal disease of members of the horse family. The EIA program oversees EIA testing of horses in Arkansas and measures to quarantine animals that tested positive for this disease. This program is funded by special revenue derived from fees assessed to Arkansas veterinarians for each Arkansas domiciled animal tested (A.C.A §2-40-806).

Base Level Regular Salaries and Personal Services Matching include the continuation of the previously authorized 2017 Salaries and Career Service Payments for eligible employees. Personal Services Matching includes the monthly contribution for State employee's health insurance for a total State match per budgeted employee of \$420 per month. Base Level salaries and matching do not include appropriation for a Cost of Living Adjustment or Merit Pay Increases.

Base Level includes appropriation of \$342,452 in FY18 and \$342,575 in FY19 with three (3) regular positions.

The Agency's Change Level Request is for Capital Outlay of \$100,000 each year to replace office machines and equipment needed for Equine inspection and enforcement.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: 36U - L&P Equine Infect Anemia

Funding Sources: SIA - Livestock and Poultry Equine Infectious Anemia Control Fund

Commitment Item		2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Regular Salaries	5010000	53,774	79,280	101,247	79,280	79,280	79,280	79,380	79,380	79,380
#Positions		2	3	3	3	3	3	3	3	3
Personal Services Matching	5010003	27,387	32,776	43,476	33,172	33,172	33,172	33,195	33,195	33,195
Operating Expenses	5020002	39,702	200,000	200,000	200,000	200,000	200,000	200,000	200,000	200,000
Conference & Travel Expenses	5050009	0	0	0	0	0	0	0	0	0
Professional Fees	5060010	0	0	0	0	0	0	0	0	0
Data Processing	5090012	0	0	0	0	0	0	0	0	0
Grants and Aid	5100004	0	30,000	30,000	30,000	30,000	30,000	30,000	30,000	30,000
Capital Outlay	5120011	0	100,000	100,000	100,000	100,000	100,000	100,000	100,000	100,000
Total		120,863	442,056	474,723	442,452	442,452	442,452	442,575	442,575	442,575
Funding Sources										
Fund Balance	4000005	498,842	514,488		215,007	215,007	215,007	0	0	0
Special Revenue	4000030	136,509	142,575		145,000	145,000	145,000	145,000	145,000	145,000
Total Funding		635,351	657,063		360,007	360,007	360,007	145,000	145,000	145,000
Excess Appropriation/(Funding)		(514,488)	(215,007)		82,445	82,445	82,445	297,575	297,575	297,575
Grand Total		120,863	442,056		442,452	442,452	442,452	442,575	442,575	442,575

Analysis of Budget Request

Appropriation: 36V - L&P Animal Health

Funding Sources: FFA - Federal Funds

The Arkansas Livestock & Poultry Commission's Animal Health appropriation is used to increase the level of protection, preparedness, and response and recovery should a foreign animal disease enter the state. This appropriation includes the following five programs: High Path Avian Influenza control, Low Path Avian Influenza control, the National Animal ID System, John's Disease surveillance and control and Emergency Animal Disease Response. This appropriation is supported by federal funding from the United States Department of Agriculture (USDA) Animal and Plant Health Inspection Services (APHIS) and Veterinary Services (VS) as well as from the United States Department of Homeland Security.

Base Level Regular Salaries and Personal Services Matching include the continuation of the previously authorized 2017 Salaries and Career Service Payments for eligible employees. Personal Services Matching includes the monthly contribution for State employee's health insurance for a total State match per budgeted employee of \$420 per month. Base Level salaries and matching do not include appropriation for a Cost of Living Adjustment or Merit Pay Increases.

The Agency requests Base Level of \$450,080 in FY18 and \$450,178 in FY19 with five (5) Regular positions and two (2) Extra Help positions.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: 36V - L&P Animal Health

Funding Sources: FFA - Federal Funds

Commitment Item		2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Regular Salaries	5010000	299,698	238,320	296,655	236,229	236,229	236,229	236,267	236,267	236,267
#Positions		7	5	5	5	5	5	5	5	5
Extra Help	5010001	9,060	8,311	8,311	8,311	8,311	8,311	8,311	8,311	8,311
#Extra Help		1	2	2	2	2	2	2	2	2
Personal Services Matching	5010003	108,775	81,070	105,966	82,079	82,079	82,079	82,139	82,139	82,139
Operating Expenses	5020002	118,003	118,111	118,111	118,111	118,111	118,111	118,111	118,111	118,111
Conference & Travel Expenses	5050009	5,257	5,350	5,350	5,350	5,350	5,350	5,350	5,350	5,350
Professional Fees	5060010	0	0	0	0	0	0	0	0	0
Data Processing	5090012	0	0	0	0	0	0	0	0	0
Capital Outlay	5120011	0	0	0	0	0	0	0	0	0
Total		540,793	451,162	534,393	450,080	450,080	450,080	450,178	450,178	450,178
Funding Sources										
Federal Revenue	4000020	540,793	451,162		450,080	450,080	450,080	450,178	450,178	450,178
Total Funding		540,793	451,162		450,080	450,080	450,080	450,178	450,178	450,178
Excess Appropriation/(Funding)		0	0		0	0	0	0	0	0
Grand Total		540,793	451,162		450,080	450,080	450,080	450,178	450,178	450,178

Analysis of Budget Request

Appropriation: 37A - PB Admn/Pest Control

Funding Sources: SDP - State Plant Board Fund

The State Plant Board's Administration/Pest Control appropriation is funded by special revenues derived from registration and inspection fees from various farm crops, pesticides, feeds, fertilizers, seeds, and soils as authorized in A.C.A. §20-20-206 and various sections from §2-16-209 through §2-37-109. Federal funding from the United States Department of Agriculture (USDA) and the Environmental Protection Agency (EPA) also supports this program.

Base Level Regular Salaries and Personal Services Matching include the continuation of the previously authorized 2017 Salaries and Career Service Payments for eligible employees. Personal Services Matching includes the monthly contribution for State employee's health insurance for a total State match per budgeted employee of \$420 per month. Base Level salaries and matching do not include appropriation for a Cost of Living Adjustment or Merit Pay Increases.

Base Level includes appropriation of \$8,547,773 in FY18 and \$8,550,496 in FY19 with eighty-seven (87) Regular positions and thirty-three (33) Extra Help positions.

The Agency's Change Level Request is \$463,257 in FY18 and \$536,743 in FY19 and is summarized as follows:

- Capital Outlay of \$935,000 in FY18 and \$435,000 in FY19 to replace aging vehicles, laboratory and data processing equipment, and weather monitoring system.
- Construction reduction of (\$500,000) in FY18 and (\$1,000,000) in FY19 due to Arkansas State Plant Board not anticipating major construction projects.
- Regular Salaries and Personal Services Matching of \$28,257 each year to properly allocate 25% of the Agriculture Chief Fiscal Officer salary and matching from the Plant Board Fund to allow for cost allocation of consolidated fiscal functions.

Subsequent to Agency's initial Budget Request, the Office of Personnel Management and Agency personnel evaluated the Agency's position usage and ongoing staffing needs. The Executive Recommendation provides for the Agency Request as well as reflects position reduction of one (1) Administrative Specialist I, one (1) Administrative Specialist II, one (1) Duplication Assistant, one (1) Administrative Specialists III, one (1) Seed Analyst, and one (1) Senior Seed Analyst based on the personnel evaluation.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: 37A - PB Admn/Pest Control

Funding Sources: SDP - State Plant Board Fund

Commitment Item		2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Regular Salaries	5010000	3,162,008	3,460,458	3,676,674	3,463,167	3,322,264	3,322,264	3,465,379	3,324,476	3,324,476
#Positions		76	88	87	88	82	82	88	82	82
Extra Help	5010001	133,197	191,116	183,616	191,116	191,116	191,116	191,116	191,116	191,116
#Extra Help		31	33	33	33	33	33	33	33	33
Personal Services Matching	5010003	1,183,911	1,229,663	1,317,598	1,248,011	1,185,686	1,185,686	1,248,522	1,186,197	1,186,197
Overtime	5010006	7,870	14,000	14,000	14,000	14,000	14,000	14,000	14,000	14,000
Operating Expenses	5020002	931,039	1,331,613	1,331,613	1,331,613	1,331,613	1,331,613	1,331,613	1,331,613	1,331,613
Conference & Travel Expenses	5050009	72,726	83,613	83,613	83,613	83,613	83,613	83,613	83,613	83,613
Professional Fees	5060010	3,575	244,510	244,510	244,510	244,510	244,510	244,510	244,510	244,510
Construction	5090005	0	1,000,000	1,000,000	500,000	500,000	500,000	0	0	0
Data Processing	5090012	0	0	0	0	0	0	0	0	0
Capital Outlay	5120011	93,696	435,000	435,000	935,000	935,000	935,000	435,000	435,000	435,000
Pest Eradication	5900046	0	1,000,000	1,000,000	1,000,000	1,000,000	1,000,000	1,000,000	1,000,000	1,000,000
Total		5,588,022	8,989,973	9,286,624	9,011,030	8,807,802	8,807,802	8,013,753	7,810,525	7,810,525

Funding Sources										
Fund Balance	4000005	6,254,658	7,910,300		1,570,327	1,570,327	1,570,327	0	0	0
Federal Revenue	4000020	449,264	400,000		450,000	450,000	450,000	450,000	450,000	450,000
Special Revenue	4000030	6,794,400	2,250,000		2,500,000	2,500,000	2,500,000	3,500,000	3,500,000	3,500,000
Total Funding		13,498,322	10,560,300		4,520,327	4,520,327	4,520,327	3,950,000	3,950,000	3,950,000
Excess Appropriation/(Funding)		(7,910,300)	(1,570,327)		4,490,703	4,287,475	4,287,475	4,063,753	3,860,525	3,860,525
Grand Total		5,588,022	8,989,973		9,011,030	8,807,802	8,807,802	8,013,753	7,810,525	7,810,525

FY17 Budget amount in Extra Help exceeds the authorized amount due to salary adjustments during the 2015-2017 Biennium. Expenditure of Appropriation is contingent upon available funding.

Analysis of Budget Request

Appropriation: 37C - PB Public Grain Warehouse

Funding Sources: SDP - Plant Board Fund

The State Plant Board's Public Grain Warehouse Inspection Program monitors public grain warehouse companies by maintaining copies of current licenses and renewals and performing annual examinations and inspections of public grain warehouses. This program is funded entirely by special revenue including license application fees and annual license fees required for persons operating public grain warehouses (A.C.A. §2-17-238).

Base Level Regular Salaries and Personal Services Matching include the continuation of the previously authorized 2017 Salaries and Career Service Payments for eligible employees. Personal Services Matching includes the monthly contribution for State employee's health insurance for a total State match per budgeted employee of \$420 per month. Base Level salaries and matching do not include appropriation for a Cost of Living Adjustment or Merit Pay Increases.

The Agency requests Base Level of \$277,047 in FY18 and \$277,784 in FY19 with four (4) Regular positions each year of the biennium.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: 37C - PB Public Grain Warehouse

Funding Sources: SDP - Plant Board Fund

Commitment Item		2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Regular Salaries	5010000	143,601	149,172	148,899	149,172	149,172	149,172	149,772	149,772	149,772
#Positions		4	4	4	4	4	4	4	4	4
Personal Services Matching	5010003	52,790	53,381	54,452	54,127	54,127	54,127	54,264	54,264	54,264
Operating Expenses	5020002	43,985	67,935	67,935	67,935	67,935	67,935	67,935	67,935	67,935
Conference & Travel Expenses	5050009	0	4,613	4,613	4,613	4,613	4,613	4,613	4,613	4,613
Professional Fees	5060010	0	1,200	1,200	1,200	1,200	1,200	1,200	1,200	1,200
Data Processing	5090012	0	0	0	0	0	0	0	0	0
Capital Outlay	5120011	0	0	0	0	0	0	0	0	0
Total		240,376	276,301	277,099	277,047	277,047	277,047	277,784	277,784	277,784
Funding Sources										
Special Revenue	4000030	240,376	276,301		277,047	277,047	277,047	277,784	277,784	277,784
Total Funding		240,376	276,301		277,047	277,047	277,047	277,784	277,784	277,784
Excess Appropriation/(Funding)		0	0		0	0	0	0	0	0
Grand Total		240,376	276,301		277,047	277,047	277,047	277,784	277,784	277,784

Analysis of Budget Request

Appropriation: 37D - PB Pest Surveillance

Funding Sources: SDP - Plant Board Fund

The State Plant Board's Pesticide Surveillance Program is used to monitor the application, sale and handling of pesticides. The program is funded entirely by special revenues derived from pesticide registration, labeling, and application fees and licenses as authorized in A.C.A. §2-16-407.

Base Level Regular Salaries and Personal Services Matching include the continuation of the previously authorized 2017 Salaries and Career Service Payments for eligible employees. Personal Services Matching includes the monthly contribution for State employee's health insurance for a total State match per budgeted employee of \$420 per month. Base Level salaries and matching do not include appropriation for a Cost of Living Adjustment or Merit Pay Increases.

The Agency requests Base Level of \$265,961 with four (4) Regular positions each year of the biennium.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: 37D - PB Pest Surveillance

Funding Sources: SDP - Plant Board Fund

Commitment Item		2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Regular Salaries	5010000	136,931	152,916	157,885	152,916	152,916	152,916	152,916	152,916	152,916
#Positions		4	4	4	4	4	4	4	4	4
Personal Services Matching	5010003	51,420	54,215	56,521	54,979	54,979	54,979	54,979	54,979	54,979
Operating Expenses	5020002	44,954	52,066	52,066	52,066	52,066	52,066	52,066	52,066	52,066
Conference & Travel Expenses	5050009	5,755	6,000	6,000	6,000	6,000	6,000	6,000	6,000	6,000
Professional Fees	5060010	0	0	0	0	0	0	0	0	0
Data Processing	5090012	0	0	0	0	0	0	0	0	0
Capital Outlay	5120011	0	0	0	0	0	0	0	0	0
Total		239,060	265,197	272,472	265,961	265,961	265,961	265,961	265,961	265,961
Funding Sources										
Special Revenue	4000030	239,060	265,197		265,961	265,961	265,961	265,961	265,961	265,961
Total Funding		239,060	265,197		265,961	265,961	265,961	265,961	265,961	265,961
Excess Appropriation/(Funding)		0	0		0	0	0	0	0	0
Grand Total		239,060	265,197		265,961	265,961	265,961	265,961	265,961	265,961

Analysis of Budget Request

Appropriation: 37E - PB Apiary

Funding Sources: SDP - Plant Board Fund

The State Plant Board's Apiary Program registers beekeepers and inspects beehives periodically to guard against the spread of diseases and parasites. Funding for this appropriation consists entirely of Special Revenue registration and renewal fees.

Base Level Regular Salaries and Personal Services Matching include the continuation of the previously authorized 2017 Salaries and Career Service Payments for eligible employees. Personal Services Matching includes the monthly contribution for State employee's health insurance for a total State match per budgeted employee of \$420 per month. Base Level salaries and matching do not include appropriation for a Cost of Living Adjustment or Merit Pay Increases.

The Agency requests Base Level of \$198,606 with three (3) regular positions each year of the biennium.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: 37E - PB Apiary

Funding Sources: SDP - Plant Board Fund

Commitment Item		2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Regular Salaries	5010000	102,992	107,845	111,541	107,845	107,845	107,845	107,845	107,845	107,845
#Positions		3	3	3	3	3	3	3	3	3
Extra Help	5010001	0	0	7,500	0	0	0	0	0	0
#Extra Help		0	0	0	0	0	0	0	0	0
Personal Services Matching	5010003	38,632	39,137	41,428	39,676	39,676	39,676	39,676	39,676	39,676
Operating Expenses	5020002	36,095	51,085	51,085	51,085	51,085	51,085	51,085	51,085	51,085
Conference & Travel Expenses	5050009	0	0	0	0	0	0	0	0	0
Professional Fees	5060010	0	0	0	0	0	0	0	0	0
Data Processing	5090012	0	0	0	0	0	0	0	0	0
Capital Outlay	5120011	0	0	0	0	0	0	0	0	0
Total		177,719	198,067	211,554	198,606	198,606	198,606	198,606	198,606	198,606
Funding Sources										
Special Revenue	4000030	177,719	198,067		198,606	198,606	198,606	198,606	198,606	198,606
Total Funding		177,719	198,067		198,606	198,606	198,606	198,606	198,606	198,606
Excess Appropriation/(Funding)		0	0		0	0	0	0	0	0
Grand Total		177,719	198,067		198,606	198,606	198,606	198,606	198,606	198,606

Analysis of Budget Request

Appropriation: 37F - PB Product Marketing Program

Funding Sources: FFA - Plant Board Federal Funds

The Product Marketing Program supports the promotion and enhancement of the agricultural industry and its products. Funding consists of a Specialty Block Grant from the United States Department of Agriculture (USDA). This Program enables the Agency to utilize federal funding for the following projects:

- Organic Cost Share - To assist specialty crop producers with organic certification cost and encourage the expansion of organic production in Arkansas.
- Farmers Markets and Naturally Arkansas Promotion - To provide promotional sacks to vendors at Arkansas Farmers' Markets to increase awareness of the "Arkansas Brand" and farmers' markets.
- Audit Fee Assistance and Food Safety Promotion - To inform Arkansas produce growers/handlers of the importance of following and documenting GAAP in their businesses for both liability issues and market access.
- Electronic Benefits Transfer (EBT) in Farmers' Markets - To establish EBT access at farmers' markets throughout Arkansas to enable Arkansas Food Stamp Program participants to utilize their food assistance benefits in Arkansas Farmers Markets.
- Produce Marketing Association Fresh Summit Show - To promote Arkansas produce growers with a booth at the Annual Fresh Summit Show.
- Floriculture Workshop - To host a two day floriculture educational workshop focusing on crop selection, post harvest handling and marketing.

The Agency requests Base Level of \$600,059 each year of the biennium.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: 37F - PB Product Marketing Program

Funding Sources: FFA - Plant Board Federal Funds

Commitment Item		2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Operating Expenses	5020002	71,563	147,000	147,000	147,000	147,000	147,000	147,000	147,000	147,000
Conference & Travel Expenses	5050009	1,559	6,000	6,000	6,000	6,000	6,000	6,000	6,000	6,000
Professional Fees	5060010	0	150,000	150,000	150,000	150,000	150,000	150,000	150,000	150,000
Data Processing	5090012	0	0	0	0	0	0	0	0	0
Promotional Items	5090028	0	97,059	97,059	97,059	97,059	97,059	97,059	97,059	97,059
Grants and Aid	5100004	269,765	200,000	200,000	200,000	200,000	200,000	200,000	200,000	200,000
Capital Outlay	5120011	0	0	0	0	0	0	0	0	0
Total		342,887	600,059	600,059	600,059	600,059	600,059	600,059	600,059	600,059
Funding Sources										
Federal Revenue	4000020	342,887	600,059		600,059	600,059	600,059	600,059	600,059	600,059
Total Funding		342,887	600,059		600,059	600,059	600,059	600,059	600,059	600,059
Excess Appropriation/(Funding)		0	0		0	0	0	0	0	0
Grand Total		342,887	600,059		600,059	600,059	600,059	600,059	600,059	600,059

Analysis of Budget Request

Appropriation: 37G - PB Pest/Plant Reg Program

Funding Sources: TAD - Abandoned Agricultural Pesticide and Plant Regulator Disposal Trust Fund

The State Plant Board uses the Pesticide/Plant Regulatory Program to contract with counties and other local entities approved by the Abandoned Pesticide Advisory Board for the collection and disposal of abandoned agricultural pesticides. Funding primarily consists of a \$50 fee collected for annual registration of each pesticide approved for use in Arkansas (A.C.A. §8-7-1201 et seq.). Funding by gifts and grants from other sources is also authorized.

The Agency requests Base Level of \$1,500,000 each year of the biennium.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: 37G - PB Pest/Plant Reg Program

Funding Sources: TAD - Abandoned Agricultural Pesticide and Plant Regulator Disposal Trust Fund

Commitment Item		2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Operating Expenses	5020002	361,675	1,500,000	1,500,000	1,500,000	1,500,000	1,500,000	1,500,000	1,500,000	1,500,000
Conference & Travel Expenses	5050009	0	0	0	0	0	0	0	0	0
Professional Fees	5060010	0	0	0	0	0	0	0	0	0
Data Processing	5090012	0	0	0	0	0	0	0	0	0
Capital Outlay	5120011	0	0	0	0	0	0	0	0	0
Total		361,675	1,500,000	1,500,000	1,500,000	1,500,000	1,500,000	1,500,000	1,500,000	1,500,000
Funding Sources										
Fund Balance	4000005	1,917,685	1,959,205		809,205	809,205	809,205	0	0	0
Special Revenue	4000030	403,195	350,000		400,000	400,000	400,000	400,000	400,000	400,000
Total Funding		2,320,880	2,309,205		1,209,205	1,209,205	1,209,205	400,000	400,000	400,000
Excess Appropriation/(Funding)		(1,959,205)	(809,205)		290,795	290,795	290,795	1,100,000	1,100,000	1,100,000
Grand Total		361,675	1,500,000		1,500,000	1,500,000	1,500,000	1,500,000	1,500,000	1,500,000

Analysis of Budget Request

Appropriation: 37N - Forestry-Operations-Special

Funding Sources: SDF - State Forestry Fund

This appropriation supports the staffing and general operations of the Forestry Commission. Funding consists of special revenue for the Timber Severance tax and Fire Protection tax, federal revenue for United States Department of Agriculture (USDA) Forest Service Grants as well as other revenue collected for fire protection and prescribed burn fees, seedling sales and timber sales.

Base Level Regular Salaries and Personal Services Matching include the continuation of the previously authorized 2017 Salaries and Career Service Payments for eligible employees. Personal Services Matching includes the monthly contribution for State employee's health insurance for a total State match per budgeted employee of \$420 per month. Base Level salaries and matching do not include appropriation for a Cost of Living Adjustment or Merit Pay Increases.

Base Level includes appropriation of \$8,964,332 in FY18 and \$8,967,157 in FY19 with one hundred forty-one (141) positions and eighty-six (86) extra help positions each year of the biennium.

The Agency's Change Level Request provides for Capital Outlay of \$743,000 each year of the biennium to replace worn and outdated firefighting aviation equipment and environmental cab dozers.

Subsequent to Agency's initial Budget Request, the Office of Personnel Management and Agency Personnel evaluated the Agency's position usage and ongoing staffing needs. The Executive Recommendation provides for the Agency Request as well as reflects position reduction of one (1) A/D Mechanic based on the personnel evaluation.

The Legislative Recommendation concurs with the Executive Recommendation with the addition of three (3) Forest Ranger II (Grade C114) positions, one (1) Telecommunications Specialist (Grade C114) position, and one (1) Aircraft Pilot (Grade C115) position. These additions have no budgetary impact.

Appropriation Summary

Appropriation: 37N - Forestry-Operations-Special

Funding Sources: SDF - State Forestry Fund

Commitment Item		2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Regular Salaries	5010000	5,133,390	5,253,767	5,584,764	5,067,437	5,042,169	5,042,169	5,069,737	5,044,469	5,044,469
#Positions		144	145	157	141	140	145	141	140	145
Extra Help	5010001	103,755	85,855	255,855	85,855	85,855	85,855	85,855	85,855	85,855
#Extra Help		22	86	86	86	86	86	86	86	86
Personal Services Matching	5010003	1,882,566	2,076,461	2,076,461	1,883,108	1,883,108	1,883,108	1,883,633	1,883,633	1,883,633
Overtime	5010006	25,907	52,400	52,400	52,400	52,400	52,400	52,400	52,400	52,400
Uniform Allowance	5010016	53,400	55,000	55,000	55,000	55,000	55,000	55,000	55,000	55,000
Operating Expenses	5020002	1,648,745	1,292,020	4,245,681	1,292,020	1,292,020	1,292,020	1,292,020	1,292,020	1,292,020
Conference & Travel Expenses	5050009	0	50,000	50,000	50,000	50,000	50,000	50,000	50,000	50,000
Professional Fees	5060010	307,489	325,000	325,000	325,000	325,000	325,000	325,000	325,000	325,000
Data Processing	5090012	0	0	0	0	0	0	0	0	0
Grants and Aid	5100004	15,000	15,000	15,000	15,000	15,000	15,000	15,000	15,000	15,000
Capital Outlay	5120011	773,940	743,000	743,000	743,000	743,000	743,000	743,000	743,000	743,000
Federal Initiative Program	5900047	19,854	138,512	138,512	138,512	138,512	138,512	138,512	138,512	138,512
Total		9,964,046	10,087,015	13,541,673	9,707,332	9,682,064	9,682,064	9,710,157	9,684,889	9,684,889

Funding Sources										
Fund Balance	4000005	3,355,105	1,807,955		490,940	490,940	490,940	26,608	51,876	51,876
Federal Revenue	4000020	1,866,522	2,270,000		2,000,000	2,000,000	2,000,000	2,000,000	2,000,000	2,000,000
Special Revenue	4000030	6,342,132	6,500,000		7,243,000	7,243,000	7,243,000	7,243,000	7,243,000	7,243,000
DFA Motor Vehicle Acquisition	4000184	136,517	0		0	0	0	0	0	0
M & R Sales	4000340	71,725	0		0	0	0	0	0	0
Total Funding		11,772,001	10,577,955		9,733,940	9,733,940	9,733,940	9,269,608	9,294,876	9,294,876
Excess Appropriation/(Funding)		(1,807,955)	(490,940)		(26,608)	(51,876)	(51,876)	440,549	390,013	390,013
Grand Total		9,964,046	10,087,015		9,707,332	9,682,064	9,682,064	9,710,157	9,684,889	9,684,889

Analysis of Budget Request

Appropriation: 37P - Forestry-Rural Comm Fire Protection-Fed

Funding Sources: FIT - Federal Funds

The Forestry Commission's Rural Community Fire Protection Program employs federal funds with state and local matches to assist volunteer fire departments and local communities with fire-fighting equipment purchases and upgrades. Funding consists of federal funding from the United States Department of Agriculture Forest Service Agency (USDA-FSA).

Base Level Regular Salaries and Personal Services Matching include the continuation of the previously authorized 2017 Salaries and Career Service Payments for eligible employees. Personal Services Matching includes the monthly contribution for State employee's health insurance for a total State match per budgeted employee of \$420 per month. Base Level salaries and matching do not include appropriation for a Cost of Living Adjustment or Merit Pay Increases.

The Agency Base Level Request includes appropriation of \$854,239 with two (2) Regular positions each year of the biennium.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: 37P - Forestry-Rural Comm Fire Protection-Fed

Funding Sources: FIT - Federal Funds

Commitment Item		2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Regular Salaries	5010000	68,524	68,350	81,565	67,510	67,510	67,510	67,510	67,510	67,510
#Positions		2	2	2	2	2	2	2	2	2
Personal Services Matching	5010003	25,734	25,115	28,864	25,453	25,453	25,453	25,453	25,453	25,453
Operating Expenses	5020002	241,523	366,566	366,566	366,566	366,566	366,566	366,566	366,566	366,566
Conference & Travel Expenses	5050009	0	0	0	0	0	0	0	0	0
Professional Fees	5060010	30,000	30,000	30,000	30,000	30,000	30,000	30,000	30,000	30,000
Data Processing	5090012	0	0	0	0	0	0	0	0	0
Grants and Aid	5100004	147,605	364,710	364,710	364,710	364,710	364,710	364,710	364,710	364,710
Capital Outlay	5120011	328,214	330,000	330,000	0	0	0	0	0	0
Total		841,600	1,184,741	1,201,705	854,239	854,239	854,239	854,239	854,239	854,239
Funding Sources										
Federal Revenue	4000020	841,600	1,184,741		854,239	854,239	854,239	854,239	854,239	854,239
Total Funding		841,600	1,184,741		854,239	854,239	854,239	854,239	854,239	854,239
Excess Appropriation/(Funding)		0	0		0	0	0	0	0	0
Grand Total		841,600	1,184,741		854,239	854,239	854,239	854,239	854,239	854,239

Analysis of Budget Request

Appropriation: 37Q - Forestry-Urban Forestry Services-Federal

Funding Sources: SDF - State Forestry Fund

The Federal Urban Forestry Services program provides matching grants to support forestry services in urban areas. Grant awards are made in five categories: Local Government Program Development (tree ordinance development, tree inventories, management plans, etc.), Site Specific Projects (tree planting on public land, tree protection and maintenance projects), Non Profit Administration (personnel costs to help nonprofit groups support local tree management programs), Information and Education (educational programs, workshops and training sessions) and Urban Forestry or Arboricultural Training (to provide cost share funding for the development of new or continuing education or degree track courses in urban forestry).

Funding consists of federal funding from the United States Department of Agriculture (USDA) Forest Service Grant for Urban and Community Forestry.

Base Level is \$199,500 each year of the biennium.

The Agency Change Level Request provides for reallocation of \$45,000 from Grants & Aid to Professional Fees due to a change from providing grants to communities to hiring professional arborists and foresters to provide services to the communities.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: 37Q - Forestry-Urban Forestry Services-Federal

Funding Sources: SDF - State Forestry Fund

Commitment Item		2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Operating Expenses	5020002	25,940	67,500	68,000	67,500	67,500	67,500	67,500	67,500	67,500
Conference & Travel Expenses	5050009	0	0	0	0	0	0	0	0	0
Professional Fees	5060010	4,225	5,000	5,000	50,000	50,000	50,000	50,000	50,000	50,000
Data Processing	5090012	0	0	0	0	0	0	0	0	0
Grants and Aid	5100004	74,646	127,000	127,000	82,000	82,000	82,000	82,000	82,000	82,000
Capital Outlay	5120011	0	0	0	0	0	0	0	0	0
Total		104,811	199,500	200,000	199,500	199,500	199,500	199,500	199,500	199,500
Funding Sources										
Federal Revenue	4000020	104,811	199,500		199,500	199,500	199,500	199,500	199,500	199,500
Total Funding		104,811	199,500		199,500	199,500	199,500	199,500	199,500	199,500
Excess Appropriation/(Funding)		0	0		0	0	0	0	0	0
Grand Total		104,811	199,500		199,500	199,500	199,500	199,500	199,500	199,500

Analysis of Budget Request

Appropriation: 37R - Forestry-Rural Fire Protection Service Loans

Funding Sources: MRF - Rural Fire Protection Revolving Fund

The Rural Fire Protection Service Loans Program provides loans to local fire departments for the purchase of fire-fighting equipment. Funding consists of repayments of rural fire protection loans.

The Agency requests Base Level of \$1,200,000 each year of the biennium.

The Executive Recommendation provides for the Agency Request. Expenditure of appropriation is contingent upon available funding.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: 37R - Forestry-Rural Fire Protection Service Loans

Funding Sources: MRF - Rural Fire Protection Revolving Fund

Commitment Item	2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
	Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Loans 5120029	486,130	1,200,000	1,200,000	1,200,000	1,200,000	1,200,000	1,200,000	1,200,000	1,200,000
Total	486,130	1,200,000	1,200,000	1,200,000	1,200,000	1,200,000	1,200,000	1,200,000	1,200,000

Funding Sources									
Fund Balance 4000005	460,347	539,969		39,969	39,969	39,969	0	0	0
Non-Revenue Receipts 4000040	565,752	700,000		700,000	700,000	700,000	700,000	700,000	700,000
Total Funding	1,026,099	1,239,969		739,969	739,969	739,969	700,000	700,000	700,000
Excess Appropriation/(Funding)	(539,969)	(39,969)		460,031	460,031	460,031	500,000	500,000	500,000
Grand Total	486,130	1,200,000		1,200,000	1,200,000	1,200,000	1,200,000	1,200,000	1,200,000

Analysis of Budget Request

Appropriation: 37S - Forestry-St Forestry Trust Program

Funding Sources: TZT - State Forestry Trust Fund

The State Forestry Trust Program is used for the acquisition and management of state forests, the purchase of fire-fighting equipment, other forest fire suppression activities, improvements at State Forestry Commission nurseries and the seedling storage and distribution system and any other purpose as may be authorized by law (A.C.A. §19-5-927). Funding consists of income derived from the management of state forests and state nurseries to the extent that this income is not needed to fund the general operations of the Commission.

Base Level is \$1,500,000 each year of the biennium.

The Agency Change Level Request is for Capital Outlay of \$1,000,000 each year of the biennium to replace worn and outdated firefighting aviation equipment and firefighting environmental cab dozers.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: 37S - Forestry-St Forestry Trust Program

Funding Sources: TZT - State Forestry Trust Fund

Commitment Item	2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
	Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Operating Expenses 5020002	53,754	200,000	200,000	200,000	200,000	200,000	200,000	200,000	200,000
Conference & Travel Expenses 5050009	0	0	0	0	0	0	0	0	0
Professional Fees 5060010	0	100,000	100,000	100,000	100,000	100,000	100,000	100,000	100,000
Data Processing 5090012	0	0	0	0	0	0	0	0	0
Capital Outlay 5120011	0	1,000,000	1,000,000	1,000,000	1,000,000	1,000,000	1,000,000	1,000,000	1,000,000
Fire Control/Communicate 5900046	828,249	900,000	900,000	900,000	900,000	900,000	900,000	900,000	900,000
Management & Operations 5900047	298,448	300,000	300,000	300,000	300,000	300,000	300,000	300,000	300,000
Total	1,180,451	2,500,000	2,500,000	2,500,000	2,500,000	2,500,000	2,500,000	2,500,000	2,500,000
Funding Sources									
Fund Balance 4000005	2,328,738	3,036,392		1,536,392	1,536,392	1,536,392	36,392	36,392	36,392
Trust Fund 4000050	1,888,105	1,000,000		1,000,000	1,000,000	1,000,000	1,000,000	1,000,000	1,000,000
Total Funding	4,216,843	4,036,392		2,536,392	2,536,392	2,536,392	1,036,392	1,036,392	1,036,392
Excess Appropriation/(Funding)	(3,036,392)	(1,536,392)		(36,392)	(36,392)	(36,392)	1,463,608	1,463,608	1,463,608
Grand Total	1,180,451	2,500,000		2,500,000	2,500,000	2,500,000	2,500,000	2,500,000	2,500,000

Analysis of Budget Request

Appropriation: 37T - Forestry-Southern Pine Beetle Prevention

Funding Sources: FIT - Federal Funds

The Southern Pine Beetle (SPB) program provides for a cost share program to allow low density pine plantings, pre-commercial thinning and pre-commercial SPB suppression. The Arkansas Forestry Commission conducts aerial and ground surveys to identify high hazard stands. Funding consists of a federal grant from the United States Department of Agriculture Forest Service Agency (USDA-FSA).

The Agency Base Level Request includes appropriation of \$150,000 each year of the biennium.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: 37T - Forestry-Southern Pine Beetle Prevention

Funding Sources: FIT - Federal Funds

Commitment Item		2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Operating Expenses	5020002	0	0	100,000	0	0	0	0	0	0
Conference & Travel Expenses	5050009	0	0	0	0	0	0	0	0	0
Professional Fees	5060010	0	0	0	0	0	0	0	0	0
Data Processing	5090012	0	0	0	0	0	0	0	0	0
Grants and Aid	5100004	170,256	150,000	650,000	150,000	150,000	150,000	150,000	150,000	150,000
Capital Outlay	5120011	0	0	0	0	0	0	0	0	0
Total		170,256	150,000	750,000	150,000	150,000	150,000	150,000	150,000	150,000
Funding Sources										
Federal Revenue	4000020	170,256	150,000		150,000	150,000	150,000	150,000	150,000	150,000
Total Funding		170,256	150,000		150,000	150,000	150,000	150,000	150,000	150,000
Excess Appropriation/(Funding)		0	0		0	0	0	0	0	0
Grand Total		170,256	150,000		150,000	150,000	150,000	150,000	150,000	150,000

Analysis of Budget Request

Appropriation: 37X - Forestry-Forest Legacy

Funding Sources: FIT - Federal Funds

The Forest Legacy Program is a conservation program administered by states to conserve environmentally significant privately owned forest lands that are threatened by conversion to non-forest uses. States that enter this program are able to acquire conservation easements of critical forest lands to meet the objectives outlined in the state's Assessment of Need document as submitted to and approved by the Secretary of the United States Department of Agriculture.

The Agency requests Base Level of \$6,599 each year of the biennium.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: 37X - Forestry-Forest Legacy

Funding Sources: FIT - Federal Funds

Commitment Item		2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Operating Expenses	5020002	3,552	6,599	6,599	6,599	6,599	6,599	6,599	6,599	6,599
Conference & Travel Expenses	5050009	0	0	0	0	0	0	0	0	0
Professional Fees	5060010	0	0	0	0	0	0	0	0	0
Data Processing	5090012	0	0	0	0	0	0	0	0	0
Capital Outlay	5120011	0	0	0	0	0	0	0	0	0
Total		3,552	6,599	6,599	6,599	6,599	6,599	6,599	6,599	6,599
Funding Sources										
Federal Revenue	4000020	3,552	6,599		6,599	6,599	6,599	6,599	6,599	6,599
Total Funding		3,552	6,599		6,599	6,599	6,599	6,599	6,599	6,599
Excess Appropriation/(Funding)		0	0		0	0	0	0	0	0
Grand Total		3,552	6,599		6,599	6,599	6,599	6,599	6,599	6,599

Analysis of Budget Request

Appropriation: 37Y - Forestry-Silvctrl Non-Point Program

Funding Sources: FIT - Federal Funds

The Silvicultural Nonpoint Program provides for a partnership between the state foresters and state water quality agencies to ensure nonpoint source water pollution from forestry activities are kept to a minimum and reduced where possible. This program assists with Best Management Practices (BMPs), provides Implementation Assessments and conducts training for loggers, foresters, and forest landowners. Federal funding consists of an Agroforestry (AFT) Grant from the United States Department of Agriculture (USDA) and grants from Natural Resource Conservation Service.

The Agency requests Base Level of \$3,200 each year of the biennium.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: 37Y - Forestry-Silvctrl Non-Point Program

Funding Sources: FIT - Federal Funds

Commitment Item		2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Operating Expenses	5020002	11,148	3,200	21,800	3,200	3,200	3,200	3,200	3,200	3,200
Conference & Travel Expenses	5050009	0	0	0	0	0	0	0	0	0
Professional Fees	5060010	0	0	0	0	0	0	0	0	0
Data Processing	5090012	0	0	0	0	0	0	0	0	0
Capital Outlay	5120011	24,965	0	0	0	0	0	0	0	0
Total		36,113	3,200	21,800	3,200	3,200	3,200	3,200	3,200	3,200
Funding Sources										
Federal Revenue	4000020	36,113	3,200		3,200	3,200	3,200	3,200	3,200	3,200
Total Funding		36,113	3,200		3,200	3,200	3,200	3,200	3,200	3,200
Excess Appropriation/(Funding)		0	0		0	0	0	0	0	0
Grand Total		36,113	3,200		3,200	3,200	3,200	3,200	3,200	3,200

Analysis of Budget Request

Appropriation: ASP - PIB-Univ Scholarship Program

Funding Sources: SDP - Plant Board Fund

The Agriculture Scholarship Program was created by Act 687 of 2003 for the purpose of providing grants for internships and scholarships to the following:

- University of Arkansas - \$5,000
- Arkansas State University - \$5,000
- Arkansas Tech University - \$5,000
- Southern Arkansas University - \$5,000

Funding consists of civil penalties collected by the State Plant Board.

The Agency requests the continuation of Base Level appropriation each year of the biennium.

The Executive Recommendation provides for Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: ASP - PIB-Univ Scholarship Program

Funding Sources: SDP - Plant Board Fund

Commitment Item		2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
AR Tech Agri Scholarships	5100004	0	5,000	5,000	5,000	5,000	5,000	5,000	5,000	5,000
ASU Agri Scholarships	5100004	5,000	5,000	5,000	5,000	5,000	5,000	5,000	5,000	5,000
SAU Agri Scholarships	5100004	5,000	5,000	5,000	5,000	5,000	5,000	5,000	5,000	5,000
U of A Agri Scholarships	5100004	5,000	5,000	5,000	5,000	5,000	5,000	5,000	5,000	5,000
Total		15,000	20,000	20,000	20,000	20,000	20,000	20,000	20,000	20,000
Funding Sources										
Special Revenue	4000030	15,000	20,000		20,000	20,000	20,000	20,000	20,000	20,000
Total Funding		15,000	20,000		20,000	20,000	20,000	20,000	20,000	20,000
Excess Appropriation/(Funding)		0	0		0	0	0	0	0	0
Grand Total		15,000	20,000		20,000	20,000	20,000	20,000	20,000	20,000

Analysis of Budget Request

Appropriation: D24 - L&P Poultry Indemnities-Cash

Funding Sources: 125 - Livestock & Poultry - Cash

The Arkansas Livestock & Poultry Commission's Poultry Indemnities cash appropriation is used to provide indemnities (payments) to the owners of diseased poultry flocks for accomplishing depopulation, thereby lessening the threat of exposure and spread of disease into the state's commercial industry. This appropriation is funded entirely from donations from the poultry industry.

The Agency requests Base Level of \$10,000 each year of the biennium.

The Executive Recommendation provides for the Agency Request. Expenditure of appropriation is contingent upon available funding.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: D24 - L&P Poultry Indemnities-Cash

Funding Sources: 125 - Livestock & Poultry - Cash

Commitment Item	2015-2016 Actual	2016-2017 Budget	2016-2017 Authorized	2017-2018			2018-2019		
				Agency	Executive	Legislative	Agency	Executive	Legislative
Grants and Aid 5100004	0	10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000
Total	0	10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000

Funding Sources									
Cash Fund 4000045	0	10,000		10,000	10,000	10,000	10,000	10,000	10,000
Total Funding	0	10,000		10,000	10,000	10,000	10,000	10,000	10,000
Excess Appropriation/(Funding)	0	0		0	0	0	0	0	0
Grand Total	0	10,000		10,000	10,000	10,000	10,000	10,000	10,000

Analysis of Budget Request

Appropriation: D25 - PB Refunds/Transfers

Funding Sources: 164 - Plant Board Cash

The State Plant Board's cash fund is used for transfer of special revenue fee collections to the State Treasury after necessary refunds have been made and the University of Arkansas' share of fertilizer and lime tonnage fees has been paid per A.C.A. §2-19-209 and §2-19-211.

The Agency requests Base Level of \$6,765,600 each year of the biennium.

The Executive Recommendation provides for the Agency Request. Expenditure of appropriation is contingent upon available funding.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: D25 - PB Refunds/Transfers

Funding Sources: 164 - Plant Board Cash

Commitment Item		2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Operating Expenses	5020002	0	500	500	500	500	500	500	500	500
Conference & Travel Expenses	5050009	0	0	0	0	0	0	0	0	0
Professional Fees	5060010	0	0	0	0	0	0	0	0	0
Data Processing	5090012	0	0	0	0	0	0	0	0	0
Refunds/Reimbursements	5110014	0	6,765,100	6,765,100	6,765,100	6,765,100	6,765,100	6,765,100	6,765,100	6,765,100
Capital Outlay	5120011	0	0	0	0	0	0	0	0	0
Total		0	6,765,600	6,765,600	6,765,600	6,765,600	6,765,600	6,765,600	6,765,600	6,765,600

Funding Sources										
Fund Balance	4000005	47,057	47,086		47,086	47,086	47,086	47,086	47,086	47,086
Cash Fund	4000045	29	6,765,600		6,765,600	6,765,600	6,765,600	6,765,600	6,765,600	6,765,600
Total Funding		47,086	6,812,686		6,812,686	6,812,686	6,812,686	6,812,686	6,812,686	6,812,686
Excess Appropriation/(Funding)		(47,086)	(47,086)		(47,086)	(47,086)	(47,086)	(47,086)	(47,086)	(47,086)
Grand Total		0	6,765,600		6,765,600	6,765,600	6,765,600	6,765,600	6,765,600	6,765,600

Analysis of Budget Request

Appropriation: N47 - Agri Cash Operations

Funding Sources: NAD - Agri Cash Operations

The Arkansas Agriculture Cash Operations appropriation is used for program and marketing activities that promote Arkansas' agriculture industry and support Arkansans involved in agriculture. This appropriation is funded through donations.

The Agency requests Base Level of \$60,000 each year of the biennium.

The Executive Recommendation provides for the Agency Request. Expenditure of appropriation is contingent upon available funding.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: N47 - Agri Cash Operations

Funding Sources: NAD - Agri Cash Operations

Commitment Item		2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Operating Expenses	5020002	17,103	50,000	50,000	50,000	50,000	50,000	50,000	50,000	50,000
Conference & Travel Expenses	5050009	0	0	0	0	0	0	0	0	0
Professional Fees	5060010	0	0	0	0	0	0	0	0	0
Data Processing	5090012	0	0	0	0	0	0	0	0	0
Promotional Items	5090028	4,647	10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000
Capital Outlay	5120011	0	0	0	0	0	0	0	0	0
Total		21,750	60,000	60,000	60,000	60,000	60,000	60,000	60,000	60,000

Funding Sources										
Fund Balance	4000005	13,141	17,631		0	0	0	0	0	0
Private Donations	4000380	26,240	42,369		35,000	35,000	35,000	35,000	35,000	35,000
Total Funding		39,381	60,000		35,000	35,000	35,000	35,000	35,000	35,000
Excess Appropriation/(Funding)		(17,631)	0		25,000	25,000	25,000	25,000	25,000	25,000
Grand Total		21,750	60,000		60,000	60,000	60,000	60,000	60,000	60,000

Department Appropriation Summary

Historical Data

Agency Request and Executive/Legislative Recommendation

Appropriation	2015-2016		2016-2017		2016-2017		2017-2018						2018-2019					
	Actual	Pos	Budget	Pos	Authorized	Pos	Agency	Pos	Executive	Pos	Legislative	Pos	Agency	Pos	Executive	Pos	Legislative	Pos
1VC Real Property Reappraisal Program	14,565,213	0	15,750,000	0	15,750,000	0	15,750,000	0	15,750,000	0	15,750,000	0	15,750,000	0	15,750,000	0	15,750,000	0
215 County Assessors Continuing Education	0	0	60,000	0	60,000	0	60,000	0	60,000	0	60,000	0	60,000	0	60,000	0	60,000	0
258 Assessment Coordination-State Operations	3,159,277	34	3,319,288	36	3,056,350	36	3,331,436	36	3,331,436	36	3,331,436	36	3,331,684	36	3,331,684	36	3,331,684	36
99Z Cash Operations	0	0	55,000	0	55,000	0	55,000	0	55,000	0	55,000	0	55,000	0	55,000	0	55,000	0
Total	17,724,490	34	19,184,288	36	18,921,350	36	19,196,436	36	19,196,436	36	19,196,436	36	19,196,684	36	19,196,684	36	19,196,684	36

Funding Sources		%		%		%		%		%		%		%		%	
Fund Balance	4000005	3,206,997	15.7	2,755,662	13.8			785,930	4.4	785,930	4.4	785,930	4.4	294,604	1.7	294,604	1.7
General Revenue	4000010	534,449	2.6	534,449	2.7			534,449	3.0	534,449	3.0	534,449	3.0	534,449	3.1	534,449	3.1
Cash Fund	4000045	18,921	0.1	20,000	0.1			20,000	0.1	20,000	0.1	20,000	0.1	20,000	0.1	20,000	0.1
Merit Adjustment Fund	4000055	0	0.0	17,607	0.1			0	0.0	0	0.0	0	0.0	0	0.0	0	0.0
Ad Valorem Tax	4000060	2,425,063	11.8	2,350,500	11.8			2,350,500	13.1	2,350,500	13.1	2,350,500	13.1	2,350,500	13.4	2,350,500	13.4
County Assessors Cont Educ	4000170	44,722	0.2	42,000	0.2			42,000	0.2	42,000	0.2	42,000	0.2	42,000	0.2	42,000	0.2
Intra-agency Fund Transfer	4000317	0	0.0	0	0.0			0	0.0	0	0.0	0	0.0	0	0.0	0	0.0
Real Property Reappraisal	4000405	14,250,000	69.6	14,250,000	71.4			14,250,000	79.2	14,250,000	79.2	14,250,000	79.2	14,250,000	81.5	14,250,000	81.5
Total Funds		20,480,152	100.0	19,970,218	100.0			17,982,879	100.0	17,982,879	100.0	17,982,879	100.0	17,491,553	100.0	17,491,553	100.0
Excess Appropriation/(Funding)		(2,755,662)		(785,930)				1,213,557		1,213,557		1,213,557		1,705,131		1,705,131	
Grand Total		17,724,490		19,184,288				19,196,436		19,196,436		19,196,436		19,196,684		19,196,684	

Analysis of Budget Request

Appropriation: 1VC - Real Property Reappraisal Program

Funding Sources: GPR - Real Property Reappraisal Fund

The Assessment Coordination Department administers the Real Property Reappraisal Program in which the market value of real property in all of the State's 75 counties is refigured every three to five years for taxation purposes, as mandated by Act 1185 of 1999 (A.C.A. §26-26-1902 et seq.). Current special language provides for funding of this program by proportional transfers from the Public School Fund (76%), the County Aid Fund (16%), and the Municipal Aid Fund (8%) up to a total of \$14,250,000.

Agency's Base Level request is \$15,750,000 for each year of the biennium.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: 1VC - Real Property Reappraisal Program

Funding Sources: GPR - Real Property Reappraisal Fund

Commitment Item	2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
	Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Real Property Reappraisal 5900046	14,565,213	15,750,000	15,750,000	15,750,000	15,750,000	15,750,000	15,750,000	15,750,000	15,750,000
Total	14,565,213	15,750,000	15,750,000	15,750,000	15,750,000	15,750,000	15,750,000	15,750,000	15,750,000

Funding Sources									
Intra-agency Fund Transfer 4000317	315,213	1,500,000		1,500,000	1,500,000	1,500,000	1,500,000	1,500,000	1,500,000
Real Property Reappraisal 4000405	14,250,000	14,250,000		14,250,000	14,250,000	14,250,000	14,250,000	14,250,000	14,250,000
Total Funding	14,565,213	15,750,000		15,750,000	15,750,000	15,750,000	15,750,000	15,750,000	15,750,000
Excess Appropriation/(Funding)	0	0		0	0	0	0	0	0
Grand Total	14,565,213	15,750,000		15,750,000	15,750,000	15,750,000	15,750,000	15,750,000	15,750,000

Analysis of Budget Request

Appropriation: 215 - County Assessors Continuing Education

Funding Sources: TCA - County Assessors Continuing Education Fund

The Assessment Coordination Department's County Assessors Continuing Education Program is funded by \$600 assessments collected annually from the counties, as authorized by Arkansas Code §19-5-944. These proceeds are used to provide educational courses for local assessment personnel.

Agency's Base Level request is \$60,000 for each year of the biennium.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: 215 - County Assessors Continuing Education

Funding Sources: TCA - County Assessors Continuing Education Fund

Commitment Item		2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Operating Expenses	5020002	0	51,600	51,600	51,600	51,600	51,600	51,600	51,600	51,600
Conference & Travel Expenses	5050009	0	0	0	0	0	0	0	0	0
Professional Fees	5060010	0	8,400	8,400	8,400	8,400	8,400	8,400	8,400	8,400
Data Processing	5090012	0	0	0	0	0	0	0	0	0
Capital Outlay	5120011	0	0	0	0	0	0	0	0	0
Total		0	60,000	60,000	60,000	60,000	60,000	60,000	60,000	60,000
Funding Sources										
Fund Balance	4000005	212,246	256,968		238,968	238,968	238,968	220,968	220,968	220,968
County Assessors Cont Educ	4000170	44,722	42,000		42,000	42,000	42,000	42,000	42,000	42,000
Total Funding		256,968	298,968		280,968	280,968	280,968	262,968	262,968	262,968
Excess Appropriation/(Funding)		(256,968)	(238,968)		(220,968)	(220,968)	(220,968)	(202,968)	(202,968)	(202,968)
Grand Total		0	60,000		60,000	60,000	60,000	60,000	60,000	60,000

Analysis of Budget Request

Appropriation: 258 - Assessment Coordination-State Operations

Funding Sources: HUA - Miscellaneous Agencies Fund

The Assessment Coordination Department's State Operations appropriation is funded by a mix of general revenues and Ad Valorem Taxes that are authorized by A.C.A. §19-5-906.

Base Level Regular Salaries and Personal Services Matching include the continuation of the previously authorized 2017 Salaries and Career Service Payments for eligible employees. Personal Services Matching includes the monthly contribution for State employee's health insurance for a total State match per budgeted employee of \$420 per month. Base Level salaries and matching do not include appropriation for a Cost of Living Adjustment or Merit Pay Increases.

Agency's Base Level request is \$3,331,436 in FY2018 and \$3,331,684 in FY2019.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: 258 - Assessment Coordination-State Operations

Funding Sources: HUA - Miscellaneous Agencies Fund

Commitment Item		2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Regular Salaries	5010000	1,688,148	1,709,082	1,502,496	1,711,582	1,711,582	1,711,582	1,711,782	1,711,782	1,711,782
#Positions		34	36	36	36	36	36	36	36	36
Extra Help	5010001	0	2,500	2,500	2,500	2,500	2,500	2,500	2,500	2,500
#Extra Help		0	3	3	3	3	3	3	3	3
Personal Services Matching	5010003	555,604	575,597	519,245	585,245	585,245	585,245	585,293	585,293	585,293
Operating Expenses	5020002	519,142	622,240	622,240	622,240	622,240	622,240	622,240	622,240	622,240
Conference & Travel Expenses	5050009	43,226	49,869	49,869	49,869	49,869	49,869	49,869	49,869	49,869
Professional Fees	5060010	0	10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000
Data Processing	5090012	0	0	0	0	0	0	0	0	0
Capital Outlay	5120011	0	0	0	0	0	0	0	0	0
Assessor's School	5900046	224,829	200,000	200,000	200,000	200,000	200,000	200,000	200,000	200,000
Assessment Educ Incentive	5900047	128,328	150,000	150,000	150,000	150,000	150,000	150,000	150,000	150,000
Total		3,159,277	3,319,288	3,056,350	3,331,436	3,331,436	3,331,436	3,331,684	3,331,684	3,331,684

Funding Sources										
Fund Balance	4000005	2,870,036	2,355,058		438,326	438,326	438,326	0	0	0
General Revenue	4000010	534,449	534,449		534,449	534,449	534,449	534,449	534,449	534,449
Merit Adjustment Fund	4000055	0	17,607		0	0	0	0	0	0
Ad Valorem Tax	4000060	2,425,063	2,350,500		2,350,500	2,350,500	2,350,500	2,350,500	2,350,500	2,350,500
Intra-agency Fund Transfer	4000317	(315,213)	(1,500,000)		(1,500,000)	(1,500,000)	(1,500,000)	(1,500,000)	(1,500,000)	(1,500,000)
Total Funding		5,514,335	3,757,614		1,823,275	1,823,275	1,823,275	1,384,949	1,384,949	1,384,949
Excess Appropriation/(Funding)		(2,355,058)	(438,326)		1,508,161	1,508,161	1,508,161	1,946,735	1,946,735	1,946,735
Grand Total		3,159,277	3,319,288		3,331,436	3,331,436	3,331,436	3,331,684	3,331,684	3,331,684

FY17 Budget amount in Regular Salaries and Personal Services Matching exceeds the authorized amount due to salary and matching rate adjustments during the 2015-2017 Biennium.

Analysis of Budget Request

Appropriation: 99Z - Cash Operations

Funding Sources: NCA - Assessment Coordination - Cash in Treasury

The Assessment Coordination Department's Cash in Treasury appropriation is funded by proceeds from the sales of property assessment and appraisal publications to parties in the private sector. Tuition is also collected from private citizens who enroll in assessment and appraisal courses conducted by the Department. These resources are used to purchase educational materials, defray printing costs, and pay for evaluations of agency methods and procedures to determine their compliance with guidelines of the International Association of Assessing Officers.

Agency's Base Level request is \$55,000 for each year of the biennium.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: 99Z - Cash Operations

Funding Sources: NCA - Assessment Coordination - Cash in Treasury

Commitment Item		2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Operating Expenses	5020002	0	33,000	33,000	33,000	33,000	33,000	33,000	33,000	33,000
Conference & Travel Expenses	5050009	0	5,000	5,000	5,000	5,000	5,000	5,000	5,000	5,000
Professional Fees	5060010	0	17,000	17,000	17,000	17,000	17,000	17,000	17,000	17,000
Data Processing	5090012	0	0	0	0	0	0	0	0	0
Capital Outlay	5120011	0	0	0	0	0	0	0	0	0
Total		0	55,000	55,000	55,000	55,000	55,000	55,000	55,000	55,000
Funding Sources										
Fund Balance	4000005	124,715	143,636		108,636	108,636	108,636	73,636	73,636	73,636
Cash Fund	4000045	18,921	20,000		20,000	20,000	20,000	20,000	20,000	20,000
Total Funding		143,636	163,636		128,636	128,636	128,636	93,636	93,636	93,636
Excess Appropriation/(Funding)		(143,636)	(108,636)		(73,636)	(73,636)	(73,636)	(38,636)	(38,636)	(38,636)
Grand Total		0	55,000		55,000	55,000	55,000	55,000	55,000	55,000

Analysis of Budget Request

Appropriation: 051 - State Bank Department-Operations

Funding Sources: SIB - Bank Department Fund

The State Bank Department is funded entirely by special revenue fees assessed and collected on a semi-annual basis, as authorized in Arkansas Code §19-6-412.

Base Level Regular Salaries and Personal Services Matching include the continuation of the previously authorized 2017 Salaries and Career Service Payments for eligible employees. Personal Services Matching includes the monthly contribution for State employee's health insurance for a total State match per budgeted employee of \$420 per month. Base Level salaries and matching do not include appropriation for a Cost of Living Adjustment or Merit Pay Increases. The Base Level salary of unclassified positions reflects the FY17 line item maximum plus the previously authorized 2016 1% Cost of Living Adjustment authorized by Act 1007 (3 (B)) of 2015.

Base Level request is \$9,248,029 in FY18 and \$9,250,671 in FY19.

The Agency's net Change level request is \$90,000 each year of the 2017-2019 Biennium and is summarized as follows:

- Professional Services decrease of \$10,000 each year to properly align expenses,
- Capital Outlay increase of \$80,000 each year to replace state vehicles and fully depreciated equipment, also an increase of \$20,000 each year for replacement of obsolete information technology equipment according to the Department's three year replacement plan. The request is noted in the Department's IT plan.

The Executive Recommendation provides for the Agency Request, which also provides for the Agency Request for Capital Outlay to replace aging, high mileage vehicles in accordance with A.C.A. §22-8-201 et seq., Automobile and Pickup Truck Acquisition Act, which establishes guidelines for automobile replacement.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: 051 - State Bank Department-Operations

Funding Sources: SIB - Bank Department Fund

Commitment Item		2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Regular Salaries	5010000	5,082,190	5,619,787	5,619,787	5,623,088	5,623,088	5,623,088	5,624,888	5,624,888	5,624,888
#Positions		70	72	72	72	72	72	72	72	72
Extra Help	5010001	0	5,000	5,000	5,000	5,000	5,000	5,000	5,000	5,000
#Extra Help		0	1	1	1	1	1	1	1	1
Personal Services Matching	5010003	1,485,289	1,606,710	1,630,043	1,627,523	1,627,523	1,627,523	1,628,365	1,628,365	1,628,365
Operating Expenses	5020002	1,110,162	1,490,193	1,490,193	1,490,193	1,490,193	1,490,193	1,490,193	1,490,193	1,490,193
Conference & Travel Expenses	5050009	266,163	332,225	332,225	332,225	332,225	332,225	332,225	332,225	332,225
Professional Fees	5060010	45,937	170,000	170,000	160,000	160,000	160,000	160,000	160,000	160,000
Data Processing	5090012	0	0	0	0	0	0	0	0	0
Capital Outlay	5120011	123,997	130,000	130,000	100,000	100,000	100,000	100,000	100,000	100,000
Total		8,113,738	9,353,915	9,377,248	9,338,029	9,338,029	9,338,029	9,340,671	9,340,671	9,340,671
Funding Sources										
Fund Balance	4000005	7,039,301	7,634,967		8,671,052	8,671,052	8,671,052	10,281,817	10,281,817	10,281,817
Special Revenue	4000030	8,709,404	10,390,000		10,948,794	10,948,794	10,948,794	11,077,200	11,077,200	11,077,200
Total Funding		15,748,705	18,024,967		19,619,846	19,619,846	19,619,846	21,359,017	21,359,017	21,359,017
Excess Appropriation/(Funding)		(7,634,967)	(8,671,052)		(10,281,817)	(10,281,817)	(10,281,817)	(12,018,346)	(12,018,346)	(12,018,346)
Grand Total		8,113,738	9,353,915		9,338,029	9,338,029	9,338,029	9,340,671	9,340,671	9,340,671

Department Appropriation Summary

Historical Data

Agency Request and Executive/Legislative Recommendation

Appropriation	2015-2016		2016-2017		2016-2017		2017-2018						2018-2019					
	Actual	Pos	Budget	Pos	Authorized	Pos	Agency	Pos	Executive	Pos	Legislative	Pos	Agency	Pos	Executive	Pos	Legislative	Pos
076 School for the Blind-State Operations	7,019,775	102	6,897,598	105	7,172,138	105	7,368,192	105	6,864,106	104	6,864,106	104	7,369,899	105	6,865,813	104	6,865,813	104
077 School for the Blind-Federal Operations	151,345	1	610,372	1	569,422	1	722,099	1	722,099	1	711,334	1	722,099	1	722,099	1	711,334	1
086 Braille Textbooks	129,428	0	173,024	0	223,024	0	223,024	0	223,024	0	223,024	0	223,024	0	223,024	0	223,024	0
A19 School for the Blind-Cash Operations	43,780	0	424,508	0	424,508	0	474,508	0	474,508	0	474,508	0	474,508	0	474,508	0	474,508	0
F70 ASB-Demolition	0	0	200,000	0	450,000	0	200,000	0	200,000	0	200,000	0	200,000	0	200,000	0	200,000	0
Total	7,344,328	103	8,305,502	106	8,839,092	106	8,987,823	106	8,483,737	105	8,472,972	105	8,989,530	106	8,485,444	105	8,474,679	105

Funding Sources		%		%		%		%		%		%		%		%	
Fund Balance	4000005	1,554,166	17.2	1,711,867	18.2	1,120,172	12.5	1,120,172	12.9	1,120,172	12.9	678,477	8.0	678,477	8.2	678,477	8.2
General Revenue	4000010	6,973,345	77.0	7,016,941	74.4	7,276,221	81.2	7,027,135	80.6	7,027,135	80.6	7,277,923	85.4	7,028,837	84.9	7,028,837	84.9
Federal Revenue	4000020	352,826	3.9	643,185	6.8	558,070	6.2	558,070	6.4	558,070	6.4	558,070	6.5	558,070	6.7	558,070	6.7
Cash Fund	4000045	0	0.0	10,000	0.1	9,995	0.1	9,995	0.1	9,995	0.1	10,000	0.1	10,000	0.1	10,000	0.1
Merit Adjustment Fund	4000055	43,683	0.5	43,681	0.5	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0
Other	4000370	132,175	1.5	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0
Total Funds		9,056,195	100.0	9,425,674	100.0	8,964,458	100.0	8,715,372	100.0	8,715,372	100.0	8,524,470	100.0	8,275,384	100.0	8,275,384	100.0
Excess Appropriation/(Funding)		(1,711,867)		(1,120,172)		23,365		(231,635)		(242,400)		465,060		210,060		199,295	
Grand Total		7,344,328		8,305,502		8,987,823		8,483,737		8,472,972		8,989,530		8,485,444		8,474,679	

Variance in fund balance is due to unfunded appropriation in various Fund Centers.

Analysis of Budget Request

Appropriation: 076 - School for the Blind-State Operations

Funding Sources: ESA - State Operations - School for the Blind

The Arkansas School for the Blind (ASB) operates from a combination of general revenue, cash, and federal funds. ASB provides service programs for the visually impaired aged 0 to 21 such as academic and vocational training, independent living training, residential living, and extracurricular activities. All costs associated with this appropriation are funded with stabilized general revenue and provides the majority of support for the school.

Base Level Regular Salaries and Personal Services Matching include the continuation of the previously authorized 2017 Salaries and Career Service Payments for eligible employees. Personal Services Matching includes the monthly contribution for State employee's health insurance for a total State match per budgeted employee of \$420 per month. Base Level salaries and matching do not include appropriation for a Cost of Living Adjustment or Merit Pay Increases. The Base Level salary of unclassified positions reflects the FY17 line item maximum plus the previously authorized 2016 1% Cost of Living Adjustment authorized by Act 1007 (3 (B)) of 2015. The Base Level request for Regular Salaries includes board member stipend payments.

The Base Level Request is \$6,897,043 for FY18 and \$6,898,750 in FY19.

The Agency's Change Level Request is for appropriation of \$471,149 in FY18 and FY19 with new general funding of \$216,149 in FY18 and FY19, and includes the following:

- Salaries and Personal Services Matching of \$64,590 to cover the cost of stipends for staff who participate in leading extra-curricular activities.
- Extra Help and Personal Services Matching of \$7,559 in unfunded appropriation to meet any temporary, short term needs.
- Overtime of \$10,000 in unfunded appropriation to allow for any unforeseen costs related to after hour events or emergencies due to ASB being a residential campus.
- Operating Expenses of \$104,000 for the following:
 - \$25,000 for electric costs. Currently, the Arkansas School for the Blind has full responsibility of its power lines and is unable to do the needed repairs. The increase would allow ASB to sell the power lines to Entergy.
 - \$25,000 for food purchases. The increase will accommodate for the rising cost of food.
 - \$9,000 for vehicle insurance. During the ASB/ASD split in FY 2015, ASB did not receive any allocation to cover insurance costs on its vehicles.
 - \$40,000 for education supplies and materials for the purchase of textbooks, supplemental materials, and lab/classroom supplies to meet requirements by the Arkansas Department of Education.
 - \$5,000 for Telecommunications Wired - Land Lines to accommodate an increase due to the E-Rate program being phased out for

Arkansas public schools.

- Travel and Conference of \$5,000 to allow staff to meet their required professional development hours.
- Professional Fees of \$30,000 for physical, occupational, and speech therapy. Lack of these services could result in the Arkansas School for the Blind to be involved in litigation as these services are required by law through Public Law 94-142.
- Capital Outlay of \$40,000 unfunded appropriation for the commitment item to be restored at its previously authorized level and an additional \$10,000 for library holding to replace damaged inventory and to purchase new items.
- Special Maintenance of \$200,000 in unfunded appropriation to allow for any unforeseen needs or emergencies related to the buildings on the school campus

Subsequent to Agency's initial Budget Request, the Office of Personnel Management and Agency personnel evaluated the Agency's position usage and ongoing staffing needs. The Executive Recommendation reflects position reductions based on the personnel evaluation. The Executive Recommendation provides for Base Level plus a decrease of (\$32,932) in Regular Salaries and Personal Services Matching for the reduction of (1) one C110 - Public Safety Security Officer.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: 076 - School for the Blind-State Operations

Funding Sources: ESA - State Operations - School for the Blind

Commitment Item		2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Regular Salaries	5010000	3,860,597	3,901,892	3,940,193	3,964,558	3,881,639	3,881,639	3,965,958	3,883,039	3,883,039
#Positions		102	105	105	105	104	104	105	104	104
Extra Help	5010001	680	5,000	8,200	10,000	5,000	5,000	10,000	5,000	5,000
#Extra Help		2	5	5	5	5	5	5	5	5
Personal Services Matching	5010003	1,375,510	1,376,035	1,395,906	1,384,963	1,367,796	1,367,796	1,385,270	1,368,103	1,368,103
Overtime	5010006	2,048	10,000	19,220	20,000	10,000	10,000	20,000	10,000	10,000
Operating Expenses	5020002	1,213,828	1,173,656	1,217,604	1,277,656	1,173,656	1,173,656	1,277,656	1,173,656	1,173,656
Conference & Travel Expenses	5050009	19,015	17,015	17,015	22,015	17,015	17,015	22,015	17,015	17,015
Professional Fees	5060010	99,000	99,000	99,000	129,000	99,000	99,000	129,000	99,000	99,000
Data Processing	5090012	0	0	0	0	0	0	0	0	0
Capital Outlay	5120011	77,167	5,000	50,000	50,000	0	0	50,000	0	0
Special Maintenance	5120032	313,497	200,000	315,000	400,000	200,000	200,000	400,000	200,000	200,000
Vocational Workstudy	5900046	8,269	10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000
Summer Projects	5900048	50,164	100,000	100,000	100,000	100,000	100,000	100,000	100,000	100,000
Total		7,019,775	6,897,598	7,172,138	7,368,192	6,864,106	6,864,106	7,369,899	6,865,813	6,865,813

Funding Sources										
General Revenue	4000010	6,843,917	6,843,917		7,103,197	6,854,111	6,854,111	7,104,899	6,855,813	6,855,813
Cash Fund	4000045	0	10,000		9,995	9,995	9,995	10,000	10,000	10,000
Merit Adjustment Fund	4000055	43,683	43,681		0	0	0	0	0	0
Other	4000370	132,175	0		0	0	0	0	0	0
Total Funding		7,019,775	6,897,598		7,113,192	6,864,106	6,864,106	7,114,899	6,865,813	6,865,813
Excess Appropriation/(Funding)		0	0		255,000	0	0	255,000	0	0
Grand Total		7,019,775	6,897,598		7,368,192	6,864,106	6,864,106	7,369,899	6,865,813	6,865,813

Analysis of Budget Request

Appropriation: 077 - School for the Blind-Federal Operations

Funding Sources: FEC - Federal Operations - School for the Blind

This appropriation represents the primary federal operations support for the Arkansas School for the Blind (ASB). The funds support for this appropriation is, among others, Chapter VI-B Pass-Through, Carl Perkins Federal Vocational Grants, Medicaid reimbursements, and an Adaptive Technology Grant received through the State Department of Education.

Base Level Regular Salaries and Personal Services Matching include the continuation of the previously authorized 2017 Salaries and Career Service Payments for eligible employees. Personal Services Matching includes the monthly contribution for State employee's health insurance for a total State match per budgeted employee of \$420 per month. Base Level salaries and matching do not include appropriation for a Cost of Living Adjustment or Merit Pay Increases.

The Base Level Request is \$525,257 for both years of the biennium.

The Agency's Change Level Request is for appropriation of \$196,842 in FY18 and FY19 and includes the following:

- Salaries and Personal Services Matching of \$10,765 in FY18 and FY19 to cover the ADE Mentoring Program for both years of the biennium. Funding is provided by the Arkansas Department of Education
- Extra Help of \$1,077 along Personal Services Matching to restore Extra Help back to its original authorized amount for both years of the biennium.
- Operating Expenses of \$50,000 to allow for any increase in federal funding.
- Professional Fees of \$50,000 to allow for any increase in federal funding.
- Capital Outlay restoration of \$85,000 for the purchase of adaptive technology for both years of the biennium.

The Executive Recommendation provides for Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation with the exception of Salaries and Personal Services Matching request for the ADE Mentoring Program in FY18 and FY19.

Appropriation Summary

Appropriation: 077 - School for the Blind-Federal Operations

Funding Sources: FEC - Federal Operations - School for the Blind

Commitment Item		2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Regular Salaries	5010000	37,173	36,324	53,949	46,192	46,192	36,192	46,192	46,192	36,192
#Positions		1	1	1	1	1	1	1	1	1
Extra Help	5010001	0	14,000	15,000	15,000	15,000	15,000	15,000	15,000	15,000
#Extra Help		0	12	12	12	12	12	12	12	12
Personal Services Matching	5010003	7,999	15,679	23,157	16,538	16,538	15,773	16,538	16,538	15,773
Operating Expenses	5020002	48,689	227,712	227,712	277,712	277,712	277,712	277,712	277,712	277,712
Conference & Travel Expenses	5050009	6,316	61,382	61,382	61,382	61,382	61,382	61,382	61,382	61,382
Professional Fees	5060010	44,868	170,275	103,222	220,275	220,275	220,275	220,275	220,275	220,275
Data Processing	5090012	0	0	0	0	0	0	0	0	0
Capital Outlay	5120011	6,300	85,000	85,000	85,000	85,000	85,000	85,000	85,000	85,000
Total		151,345	610,372	569,422	722,099	722,099	711,334	722,099	722,099	711,334
Funding Sources										
Federal Revenue	4000020	151,345	610,372		525,257	525,257	525,257	525,257	525,257	525,257
Total Funding		151,345	610,372		525,257	525,257	525,257	525,257	525,257	525,257
Excess Appropriation/(Funding)		0	0		196,842	196,842	186,077	196,842	196,842	186,077
Grand Total		151,345	610,372		722,099	722,099	711,334	722,099	722,099	711,334

Budget exceeds Authorized Appropriation in Professional Fees due to a transfer from the Miscellaneous Federal Grant Holding Account.

Analysis of Budget Request

Appropriation: 086 - Braille Textbooks

Funding Sources: ESA - State Operations - School for the Blind

The School for the Blind (ASB) utilizes this appropriation to purchase and distribute Braille and Large Print textbooks for visually impaired students attending public schools. ASB serves as a clearinghouse to public schools, purchasing and distributing new books on an as-needed basis as they are adopted by the school districts, and redistributing used texts when applicable. In addition to purchases, this appropriation is used to pay for copying, postage and freight costs associated with shipping the materials to various public schools. This appropriation is funded from general revenue.

Base Level for the appropriation is \$173,024 for both years of the biennium.

The Agency's Change Level Request is for appropriation of \$50,000 in FY18 and FY19 with no new general revenue funding and includes the following:

- Operating Expenses of \$50,000 in FY18 and FY19 to restore appropriation back to its previously authorized level.

The Executive Recommendation provides for Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: 086 - Braille Textbooks

Funding Sources: ESA - State Operations - School for the Blind

Commitment Item		2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Braille Textbooks	5900046	129,428	173,024	223,024	223,024	223,024	223,024	223,024	223,024	223,024
Total		129,428	173,024	223,024	223,024	223,024	223,024	223,024	223,024	223,024

Funding Sources										
General Revenue	4000010	129,428	173,024		173,024	173,024	173,024	173,024	173,024	173,024
Total Funding		129,428	173,024		173,024	173,024	173,024	173,024	173,024	173,024
Excess Appropriation/(Funding)		0	0		50,000	50,000	50,000	50,000	50,000	50,000
Grand Total		129,428	173,024		223,024	223,024	223,024	223,024	223,024	223,024

Analysis of Budget Request

Appropriation: A19 - School for the Blind-Cash Operations

Funding Sources: 114 - Cash Operations - School for the Blind

The Arkansas School for the Blind (ASB) uses their cash appropriation to supplement general revenues as needed for provision of required services for the blind and visually impaired student population. Cash funds are primarily received from USDA Reimbursements, interest on cash investments, and legacy donations.

The Base Level Request is \$424,508 for each year of the 2017-2019 Biennium.

The Agency's Change Level Request is for appropriation of \$50,000 in FY18 and FY19, and includes the following:

- Capital Outlay of \$50,000 in FY18 and FY19 for the purchase of equipment.

The Executive Recommendation provides for Agency Request. Expenditures are contingent on available funding.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: A19 - School for the Blind-Cash Operations

Funding Sources: 114 - Cash Operations - School for the Blind

Commitment Item		2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Operating Expenses	5020002	41,859	186,508	186,508	186,508	186,508	186,508	186,508	186,508	186,508
Conference & Travel Expenses	5050009	1,921	13,000	13,000	13,000	13,000	13,000	13,000	13,000	13,000
Professional Fees	5060010	0	100,000	100,000	100,000	100,000	100,000	100,000	100,000	100,000
Data Processing	5090012	0	0	0	0	0	0	0	0	0
Capital Outlay	5120011	0	0	0	50,000	50,000	50,000	50,000	50,000	50,000
Special Maintenance	5120032	0	125,000	125,000	125,000	125,000	125,000	125,000	125,000	125,000
Total		43,780	424,508	424,508	474,508	474,508	474,508	474,508	474,508	474,508

Funding Sources										
Fund Balance	4000005	1,354,166	1,511,867		1,120,172	1,120,172	1,120,172	678,477	678,477	678,477
Federal Revenue	4000020	201,481	32,813		32,813	32,813	32,813	32,813	32,813	32,813
Total Funding		1,555,647	1,544,680		1,152,985	1,152,985	1,152,985	711,290	711,290	711,290
Excess Appropriation/(Funding)		(1,511,867)	(1,120,172)		(678,477)	(678,477)	(678,477)	(236,782)	(236,782)	(236,782)
Grand Total		43,780	424,508		474,508	474,508	474,508	474,508	474,508	474,508

Analysis of Budget Request

Appropriation: F70 - ASB-Demolition

Funding Sources: 114 - ASB Demolition- Cash Fund

The ASB Demolition appropriation provides for the demolition of an Arkansas School for the Blind owned building located off campus. The building must first undergo Asbestos removal before demolition can begin. Funding received thus far was from the Office of the Attorney General Consumer Education Enforcement Account.

The Agency is requesting Base Level of \$200,000 for each year of the 2017-2019 Biennium.

The Executive Recommendation provides for Agency Request. Expenditures are contingent on available funding.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: F70 - ASB-Demolition

Funding Sources: 114 - ASB Demolition- Cash Fund

Commitment Item	2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
	Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Maintenance and General Operating5900046	0	200,000	450,000	200,000	200,000	200,000	200,000	200,000	200,000
Total	0	200,000	450,000	200,000	200,000	200,000	200,000	200,000	200,000

Funding Sources									
Fund Balance	4000005	200,000	200,000		0	0	0	0	0
Total Funding		200,000	200,000		0	0	0	0	0
Excess Appropriation/(Funding)		(200,000)	0		200,000	200,000	200,000	200,000	200,000
Grand Total		0	200,000		200,000	200,000	200,000	200,000	200,000

Department Appropriation Summary

Historical Data						Agency Request and Executive/Legislative Recommendation												
Appropriation	2015-2016		2016-2017		2016-2017		2017-2018					2018-2019						
	Actual	Pos	Budget	Pos	Authorized	Pos	Agency	Pos	Executive	Pos	Legislative	Pos	Agency	Pos	Executive	Pos	Legislative	Pos
179 High-Tech Scholarship Program	8,250	0	10,000	0	10,000	0	10,000	0	10,000	0	10,000	0	10,000	0	10,000	0	10,000	0
35S Housing Construction Program	0	0	329,613	0	329,613	0	329,613	0	329,613	0	329,613	0	329,613	0	329,613	0	329,613	0
640 Vo Tech Admin-Operations	6,345,295	56	6,698,035	58	6,674,637	58	6,702,131	58	6,702,131	58	6,702,131	58	6,703,049	58	6,703,049	58	6,703,049	58
641 Fed Voc Educ-Operations	11,372,686	11	16,535,791	18	19,592,925	18	16,036,613	18	15,883,168	15	15,883,168	15	16,036,613	18	15,883,168	15	15,883,168	15
644 Adult Basic Education	448,009	7	550,069	9	540,134	9	551,167	9	551,167	9	551,167	9	551,289	9	551,289	9	551,289	9
645 Fed-Adult Basic Education	5,346,821	3	8,292,042	2	8,292,042	2	8,293,166	2	8,293,166	2	8,293,166	2	8,293,166	2	8,293,166	2	8,293,166	2
647 Fed Equipment & Training-Operations	1,376	0	14,800	0	14,800	0	14,800	0	14,800	0	14,800	0	14,800	0	14,800	0	14,800	0
649 Fed-Veteran's Approving Agency	275,618	4	308,794	4	307,159	4	308,904	4	308,904	4	308,904	4	309,149	4	309,149	4	309,149	4
755 Construction Craft	811,523	1	885,928	1	885,485	1	885,958	1	885,958	1	885,958	1	885,958	1	885,958	1	885,958	1
82V LESO Program	12,090	0	75,000	0	75,000	0	75,000	0	75,000	0	75,000	0	75,000	0	75,000	0	75,000	0
A88 Alternate Retirement Plan	18,193	0	122,520	0	122,522	0	122,520	0	122,520	0	122,520	0	122,520	0	122,520	0	122,520	0
F48 AR Works - School Districts	892,175	0	86,000	0	1,537,500	0	0	0	0	0	0	0	0	0	0	0	0	0
N61 Office of Skills Development	1,301,448	1	26,530,242	2	32,526,669	2	26,330,505	2	26,330,505	2	26,330,505	2	26,330,505	2	26,330,505	2	26,330,505	2
Total	26,833,484	82	60,438,834	94	70,908,486	94	59,660,377	94	59,506,932	91	59,506,932	91	59,661,662	94	59,508,217	91	59,508,217	91

Funding Sources		%		%		%		%		%		%		%		%	
Fund Balance	4000005	2,519,033	5.1	23,002,568	37.1	1,962,626	4.8	1,962,626	4.9	1,962,626	4.9	1,577,980	3.9	1,577,980	3.9	1,577,980	3.9
General Revenue	4000010	4,376,507	8.8	4,790,510	7.7	4,834,623	11.9	4,834,623	12.0	4,834,623	12.0	4,835,663	12.0	4,835,663	12.1	4,835,663	12.1
Federal Revenue	4000020	16,989,235	34.1	25,108,469	40.4	24,619,179	60.7	24,465,734	60.5	24,465,734	60.5	24,621,921	61.3	24,468,476	61.2	24,468,476	61.2
Special Revenue	4000030	740,094	1.5	650,000	1.0	670,000	1.7	670,000	1.7	670,000	1.7	640,000	1.6	640,000	1.6	640,000	1.6
Cash Fund	4000045	960,885	1.9	55,000	0.1	53,700	0.1	53,700	0.1	53,700	0.1	53,065	0.1	53,065	0.1	53,065	0.1
Merit Adjustment Fund	4000055	0	0.0	38,919	0.1	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0
DFA Motor Vehicle Acquisition	4000184	20,203	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0
Educational Excellence Fund	4000220	3,706,077	7.4	4,549,141	7.3	4,549,141	11.2	4,549,141	11.3	4,549,141	11.3	4,549,141	11.3	4,549,141	11.4	4,549,141	11.4
Inter-agency Fund Transfer	4000316	13,160,608	26.4	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0
M & R Sales	4000340	540	0.0	800	0.0	800	0.0	800	0.0	800	0.0	800	0.0	800	0.0	800	0.0
Transfer From DWS	4000527	2,500,000	5.0	2,500,000	4.0	2,500,000	6.2	2,500,000	6.2	2,500,000	6.2	2,500,000	6.2	2,500,000	6.2	2,500,000	6.2
Workforce 2000	4000740	4,862,870	9.8	1,386,513	2.2	1,386,513	3.4	1,386,513	3.4	1,386,513	3.4	1,386,513	3.5	1,386,513	3.5	1,386,513	3.5
Total Funds		49,836,052	100.0	62,081,920	100.0	40,576,582	100.0	40,423,137	100.0	40,423,137	100.0	40,165,083	100.0	40,011,638	100.0	40,011,638	100.0
Excess Appropriation/(Funding)		(23,002,568)		(1,643,086)		19,083,795		19,083,795		19,083,795		19,496,579		19,496,579		19,496,579	
Grand Total		26,833,484		60,438,834		59,660,377		59,506,932		59,506,932		59,661,662		59,508,217		59,508,217	

Variance in fund balance due to unfunded appropriation.

Analysis of Budget Request

Appropriation: 179 - High-Tech Scholarship Program

Funding Sources: EGB - Career Education Fund

Scholarships are awarded to eligible students who are state residents attending Arkansas educational institutions as required under A.C.A. § 6-82-401 et seq. Scholarships of \$500 shall be awarded for one (1) academic year and may be renewed annually for up to three (3) years. For FY16, fifteen (15) full scholarships and three (3) half scholarships were awarded. This a general revenue funded appropriation.

The Agency Request is for Base Level of \$10,000 for each year of the 2017-2019 Biennium.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: 179 - High-Tech Scholarship Program

Funding Sources: EGB - Career Education Fund

Commitment Item	2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
	Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Scholarships 5100030	8,250	10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000
Total	8,250	10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000

Funding Sources									
General Revenue 4000010	8,250	10,000		10,000	10,000	10,000	10,000	10,000	10,000
Total Funding	8,250	10,000		10,000	10,000	10,000	10,000	10,000	10,000
Excess Appropriation/(Funding)	0	0		0	0	0	0	0	0
Grand Total	8,250	10,000		10,000	10,000	10,000	10,000	10,000	10,000

Analysis of Budget Request

Appropriation: 35S - Housing Construction Program

Funding Sources: MTR - Building Trades Revolving Fund

This revolving loan program allows the Department of Career Education to make loans available to secondary area technical centers or comprehensive lifelong learning centers to purchase lots, building materials, supplies, and fixtures necessary to construct dwellings on such lots as set out in A.C.A. § 6-51-501 et seq. Funds are appropriated for the building trades program from the sale of dwelling units or other building projects constructed under the provisions of § 6-51-501 et seq.

The Agency Request is for Base Level of \$329,613 for each year of the 2017-2019 Biennium.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: 35S - Housing Construction Program

Funding Sources: MTR - Building Trades Revolving Fund

Commitment Item	2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
	Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Loans 5120029	0	329,613	329,613	329,613	329,613	329,613	329,613	329,613	329,613
Total	0	329,613	329,613	329,613	329,613	329,613	329,613	329,613	329,613

Funding Sources									
Fund Balance 4000005	329,613	329,613		329,613	329,613	329,613	329,613	329,613	329,613
Total Funding	329,613	329,613		329,613	329,613	329,613	329,613	329,613	329,613
Excess Appropriation/(Funding)	(329,613)	0		0	0	0	0	0	0
Grand Total	0	329,613		329,613	329,613	329,613	329,613	329,613	329,613

Expenditure of appropriation is contingent upon available funding carried forward from the previous year.

Analysis of Budget Request

Appropriation: 640 - Vo Tech Admin-Operations

Funding Sources: EGB - Career Education Fund

This appropriation supports the administrative functions of the Department of Career Education. Programs such as the Plumbing Apprenticeship program, is included in the activities of this appropriation. In addition to general revenue, Educational Excellence funds are used to provide support.

Base Level Regular Salaries and Personal Services Matching include the continuation of the previously authorized 2017 Salaries and Career Service Payments to eligible employees. Personal Services Matching includes the monthly contribution for State employee's health insurance for a total State match per budgeted employee of \$420 per month. Base Level salaries and matching do not include appropriation for a Cost of Living Adjustment or Merit Pay Increases. The Base Level salary of unclassified positions reflects the FY17 line item maximum plus the previously authorized 2016 1% Cost of Living Adjustment authorized by Act 1007 (3 (B)) of 2015. The Base Level request for Regular Salaries includes board member stipend payments.

The Agency Request is for Base Level of \$6,702,131 for FY18 and \$6,703,049 for FY19.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: 640 - Vo Tech Admin-Operations

Funding Sources: EGB - Career Education Fund

Commitment Item		2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Regular Salaries	5010000	2,943,222	3,094,159	3,064,359	3,095,475	3,095,475	3,095,475	3,095,875	3,095,875	3,095,875
#Positions		56	58	58	58	58	58	58	58	58
Extra Help	5010001	5,773	13,923	13,541	13,923	13,923	13,923	13,923	13,923	13,923
#Extra Help		1	69	69	69	69	69	69	69	69
Personal Services Matching	5010003	965,687	959,873	966,657	962,653	962,653	962,653	963,171	963,171	963,171
Operating Expenses	5020002	773,996	979,873	979,873	979,873	979,873	979,873	979,873	979,873	979,873
Conference & Travel Expenses	5050009	22,970	36,251	36,251	36,251	36,251	36,251	36,251	36,251	36,251
Professional Fees	5060010	0	0	0	0	0	0	0	0	0
Data Processing	5090012	0	0	0	0	0	0	0	0	0
Capital Outlay	5120011	20,203	0	0	0	0	0	0	0	0
Apprenticeship Program	5900047	1,611,456	1,611,456	1,611,456	1,611,456	1,611,456	1,611,456	1,611,456	1,611,456	1,611,456
Motor Vehicle Education Prgm	5900048	1,988	2,500	2,500	2,500	2,500	2,500	2,500	2,500	2,500
Total		6,345,295	6,698,035	6,674,637	6,702,131	6,702,131	6,702,131	6,703,049	6,703,049	6,703,049

Funding Sources										
General Revenue	4000010	2,619,015	2,938,327		2,972,223	2,972,223	2,972,223	2,973,141	2,973,141	2,973,141
Merit Adjustment Fund	4000055	0	29,800		0	0	0	0	0	0
DFA Motor Vehicle Acquisition	4000184	20,203	0		0	0	0	0	0	0
Educational Excellence Fund	4000220	3,706,077	3,729,908		3,729,908	3,729,908	3,729,908	3,729,908	3,729,908	3,729,908
Total Funding		6,345,295	6,698,035		6,702,131	6,702,131	6,702,131	6,703,049	6,703,049	6,703,049
Excess Appropriation/(Funding)		0	0		0	0	0	0	0	0
Grand Total		6,345,295	6,698,035		6,702,131	6,702,131	6,702,131	6,703,049	6,703,049	6,703,049

FY17 Budget amount in Regular Salaries and Extra Help exceeds the authorized amount due to salary adjustments during the 2015-2017 Biennium.

Analysis of Budget Request

Appropriation: 641 - Fed Voc Educ-Operations

Funding Sources: FEV - Federal Vocational Education

This is the federal counterpart to the Vo Tech Administration-Operations appropriation (640); together they serve as the basis of administrative support for the agency. Funds are provided by the U.S. Department of Education through the Vocational Education-Basic Grants to States (PL 109-270 1 Carl D. Perkins Career and Technical Education Act of 2006. 20 U.S.C. 2301 et seq.).

The Vo Tech Administration-Operations appropriation (640) provides the match to the 5% administrative funds in the Carl Perkins Basic Grant.

Base Level Regular Salaries and Personal Services Matching include the continuation of the previously authorized 2017 Salaries and Career Service Payments for eligible employees. Personal Services Matching includes the monthly contribution for State employee's health insurance for a total state match per budgeted employee of \$420 per month. Base Level salaries and matching do not include appropriation for a Cost of Living Adjustment or Merit Pay Increases.

The Base Level Request is \$16,536,613 for each year of the 2017-2019 Biennium.

The Agency Requests a Change Level reduction of \$500,000 each year as follows:

- Grants and Aid reduction of \$500,000 due to reduction of federal grants from the Department of Higher Education for adult education programs.

The Executive Recommendation provides for the Agency Request; and subsequent to the Agency's Budget Request, the Office of Personnel Management and Agency personnel evaluated the Agency's position usage and ongoing staffing needs. The Executive Recommendation reflects a reduction of three (3) positions based on the personnel evaluations.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: 641 - Fed Voc Educ-Operations

Funding Sources: FEV - Federal Vocational Education

Commitment Item		2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Regular Salaries	5010000	475,542	720,174	908,515	720,774	607,147	607,147	720,774	607,147	607,147
#Positions		11	18	18	18	15	15	18	15	15
Extra Help	5010001	0	13,923	14,305	13,923	13,923	13,923	13,923	13,923	13,923
#Extra Help		0	4	4	4	4	4	4	4	4
Personal Services Matching	5010003	180,280	248,084	310,152	248,306	208,488	208,488	248,306	208,488	208,488
Operating Expenses	5020002	278,632	666,755	1,673,381	666,755	666,755	666,755	666,755	666,755	666,755
Conference & Travel Expenses	5050009	39,734	46,175	46,175	46,175	46,175	46,175	46,175	46,175	46,175
Professional Fees	5060010	9,911	100,000	100,000	100,000	100,000	100,000	100,000	100,000	100,000
Data Processing	5090012	0	0	0	0	0	0	0	0	0
Grants and Aid	5100004	10,388,587	14,740,680	16,540,397	14,240,680	14,240,680	14,240,680	14,240,680	14,240,680	14,240,680
Capital Outlay	5120011	0	0	0	0	0	0	0	0	0
Total		11,372,686	16,535,791	19,592,925	16,036,613	15,883,168	15,883,168	16,036,613	15,883,168	15,883,168
Funding Sources										
Federal Revenue	4000020	11,372,686	16,535,791		16,036,613	15,883,168	15,883,168	16,036,613	15,883,168	15,883,168
Total Funding		11,372,686	16,535,791		16,036,613	15,883,168	15,883,168	16,036,613	15,883,168	15,883,168
Excess Appropriation/(Funding)		0	0		0	0	0	0	0	0
Grand Total		11,372,686	16,535,791		16,036,613	15,883,168	15,883,168	16,036,613	15,883,168	15,883,168

Analysis of Budget Request

Appropriation: 644 - Adult Basic Education

Funding Sources: EGB - Career Education Fund

Administration of the State's adult education programs is provided through this appropriation. These programs are generally found in adult education centers, community colleges, post-secondary vocational institutions, and area high schools. This appropriation is funded by general revenue.

Base Level Salaries and Personal Services Matching include the continuation of the previously authorized 2017 Salaries and Career Service Payments for eligible employees. Personal Services Matching includes the monthly contribution for State employee's health insurance for a total state match per budgeted employee of \$420 per month. Base Level salaries and matching do not include appropriation for a Cost of Living Adjustment or Merit Pay Increases.

The Agency Request is for Base Level of \$551,167 for FY18 and \$551,289 for FY19.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: 644 - Adult Basic Education

Funding Sources: EGB - Career Education Fund

Commitment Item		2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Regular Salaries	5010000	317,726	396,122	392,990	396,812	396,812	396,812	396,912	396,912	396,912
#Positions		7	9	9	9	9	9	9	9	9
Personal Services Matching	5010003	105,977	129,440	122,637	129,848	129,848	129,848	129,870	129,870	129,870
Operating Expenses	5020002	24,306	24,507	24,507	24,507	24,507	24,507	24,507	24,507	24,507
Conference & Travel Expenses	5050009	0	0	0	0	0	0	0	0	0
Professional Fees	5060010	0	0	0	0	0	0	0	0	0
Data Processing	5090012	0	0	0	0	0	0	0	0	0
Capital Outlay	5120011	0	0	0	0	0	0	0	0	0
Total		448,009	550,069	540,134	551,167	551,167	551,167	551,289	551,289	551,289
Funding Sources										
General Revenue	4000010	448,009	540,950		551,167	551,167	551,167	551,289	551,289	551,289
Merit Adjustment Fund	4000055	0	9,119		0	0	0	0	0	0
Total Funding		448,009	550,069		551,167	551,167	551,167	551,289	551,289	551,289
Excess Appropriation/(Funding)		0	0		0	0	0	0	0	0
Grand Total		448,009	550,069		551,167	551,167	551,167	551,289	551,289	551,289

FY17 Budget amount in Regular Salaries and Personal Services Matching exceeds the authorized amount due to salary and matching rate adjustments during the 2015-2017 Biennium.

Analysis of Budget Request

Appropriation: 645 - Fed-Adult Basic Education

Funding Sources: FEA - Federal Adult Basic Education

This appropriation is used for administration of federal adult education programs. The U.S. Department of Education provides funding and requires a 25% State match. The match requirement is provided by the Adult Basic Education appropriation (644), as well as Public School Funds received by the Agency.

Base Level Regular Salaries and Personal Services Matching include the continuation of the previously authorized 2017 Salaries and Career Service Payments to eligible employees. Personal Services Matching includes the monthly contribution for State employee's health insurance for a total State match per budgeted employee of \$420 per month. Base Level salaries and matching do not include appropriation for at Cost of Living Adjustment or Merit Pay Increases. The Base Level of unclassified positions reflects the FY17 line item maximum plus the previously authorized 2016 1% Cost of Living Adjustment authorized by Act 1007 (3 (B)) of 2015.

The Agency Request is for Base Level of \$8,293,166 for each year of the 2017-2019 Biennium.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: 645 - Fed-Adult Basic Education

Funding Sources: FEA - Federal Adult Basic Education

Commitment Item		2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Regular Salaries	5010000	146,465	148,765	76,472	149,596	149,596	149,596	149,596	149,596	149,596
#Positions		3	2	2	2	2	2	2	2	2
Personal Services Matching	5010003	44,520	41,450	27,624	41,743	41,743	41,743	41,743	41,743	41,743
Operating Expenses	5020002	6	77,467	77,467	77,467	77,467	77,467	77,467	77,467	77,467
Conference & Travel Expenses	5050009	16,276	25,200	25,200	25,200	25,200	25,200	25,200	25,200	25,200
Professional Fees	5060010	0	9,000	9,000	9,000	9,000	9,000	9,000	9,000	9,000
Data Processing	5090012	0	0	0	0	0	0	0	0	0
Grants and Aid	5100004	5,139,554	7,990,160	8,076,279	7,990,160	7,990,160	7,990,160	7,990,160	7,990,160	7,990,160
Capital Outlay	5120011	0	0	0	0	0	0	0	0	0
Total		5,346,821	8,292,042	8,292,042	8,293,166	8,293,166	8,293,166	8,293,166	8,293,166	8,293,166
Funding Sources										
Federal Revenue	4000020	5,346,821	8,292,042		8,293,166	8,293,166	8,293,166	8,293,166	8,293,166	8,293,166
Total Funding		5,346,821	8,292,042		8,293,166	8,293,166	8,293,166	8,293,166	8,293,166	8,293,166
Excess Appropriation/(Funding)		0	0		0	0	0	0	0	0
Grand Total		5,346,821	8,292,042		8,293,166	8,293,166	8,293,166	8,293,166	8,293,166	8,293,166

Analysis of Budget Request

Appropriation: 647 - Fed Equipment & Training-Operations

Funding Sources: FEM - Federal Equipment & Training Operations

This appropriation is used for inventory control and is funded from Marketing & Redistribution (M&R) Proceeds from the sale of equipment purchased with federal funds.

The Agency Request is for Base Level of \$14,800 for each year of the 2017-2019 Biennium.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: 647 - Fed Equipment & Training-Operations

Funding Sources: FEM - Federal Equipment & Training Operations

Commitment Item		2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Operating Expenses	5020002	0	14,800	14,800	14,800	14,800	14,800	14,800	14,800	14,800
Conference & Travel Expenses	5050009	0	0	0	0	0	0	0	0	0
Professional Fees	5060010	0	0	0	0	0	0	0	0	0
Data Processing	5090012	0	0	0	0	0	0	0	0	0
Capital Outlay	5120011	1,376	0	0	0	0	0	0	0	0
Total		1,376	14,800	14,800	14,800	14,800	14,800	14,800	14,800	14,800
Funding Sources										
Fund Balance	4000005	20,200	19,364		5,364	5,364	5,364	0	0	0
M & R Sales	4000340	540	800		800	800	800	800	800	800
Total Funding		20,740	20,164		6,164	6,164	6,164	800	800	800
Excess Appropriation/(Funding)		(19,364)	(5,364)		8,636	8,636	8,636	14,000	14,000	14,000
Grand Total		1,376	14,800		14,800	14,800	14,800	14,800	14,800	14,800

FY16 Capital Outlay appropriation and expenditure authorized under ACA § 22-8-206 regarding sales tax payment for vehicle purchases.

Analysis of Budget Request

Appropriation: 649 - Fed-Veteran's Approving Agency

Funding Sources: FEW - Federal Veteran's Approving Agency

Educational programs or courses offered at a school or training facility other than an installation of the federal government must be approved by the Arkansas State Approving Agency before an eligible veteran, service person, or eligible dependent can receive education benefits. The Approving Agency evaluates public and private schools, as well as specialized training programs, such as apprenticeship and on-the-job training programs. Funding is provided by the U.S. Veterans Administration.

Base Level Salaries and Personal Services Matching includes the continuation of the previously authorized 2017 Salaries and Career Service Payments for eligible employees. Personal Services Matching includes the monthly contribution for State employee's health insurance for a total State match per budgeted employee of \$420 per month. Base Level salaries and matching do not include appropriation for a Cost of Living Adjustment or Merit Pay Increases.

The Agency Request is for Base Level of \$308,904 for FY18 and \$309,149 for FY19.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: 649 - Fed-Veteran's Approving Agency

Funding Sources: FEW - Federal Veteran's Approving Agency

Commitment Item		2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Regular Salaries	5010000	193,071	184,846	183,035	184,846	184,846	184,846	185,046	185,046	185,046
	#Positions	4	4	4	4	4	4	4	4	4
Personal Services Matching	5010003	62,662	60,179	60,355	60,289	60,289	60,289	60,334	60,334	60,334
Operating Expenses	5020002	12,488	53,546	53,546	53,546	53,546	53,546	53,546	53,546	53,546
Conference & Travel Expenses	5050009	7,397	9,623	9,623	9,623	9,623	9,623	9,623	9,623	9,623
Professional Fees	5060010	0	600	600	600	600	600	600	600	600
Data Processing	5090012	0	0	0	0	0	0	0	0	0
Capital Outlay	5120011	0	0	0	0	0	0	0	0	0
Total		275,618	308,794	307,159	308,904	308,904	308,904	309,149	309,149	309,149
Funding Sources										
Fund Balance	4000005	479,398	473,508		445,350	445,350	445,350	425,846	425,846	425,846
Federal Revenue	4000020	269,728	280,636		289,400	289,400	289,400	292,142	292,142	292,142
Total Funding		749,126	754,144		734,750	734,750	734,750	717,988	717,988	717,988
Excess Appropriation/(Funding)		(473,508)	(445,350)		(425,846)	(425,846)	(425,846)	(408,839)	(408,839)	(408,839)
Grand Total		275,618	308,794		308,904	308,904	308,904	309,149	309,149	309,149

FY17 Budget amount in Regular Salaries exceeds the authorized amount due to salary adjustments during the 2015-2017 Biennium.

Analysis of Budget Request

Appropriation: 755 - Construction Craft

Funding Sources: TCI - Construction Industry Craft Training Trust Fund

This appropriation is funded by a \$0.50 surcharge per each one thousand dollars (\$1,000) of construction authorized on any nonresidential construction permit issued by any political subdivision of the state. The maximum surcharge for any construction project permitted is one thousand dollars (\$1,000). The State Apprenticeship Coordination Steering Committee is authorized to develop a plan to include, but not limited to, formulas and administrative procedures to be used in distribution of funds to construction craft training programs.

Base Level Salaries and Personal Services Matching include the continuation of the previously authorized 2017 Salaries and Career Service Payments for eligible employees. Personal Services Matching includes the monthly contribution for State employee's health insurance for a total State match per budgeted employee of \$420 per month. Base Level salaries and matching do not include appropriation for a Cost of Living Adjustment or Merit Pay Increases.

The Agency Request is for Base Level of \$885,958 for each year of the 2017-2019 Biennium.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: 755 - Construction Craft

Funding Sources: TCI - Construction Industry Craft Training Trust Fund

Commitment Item		2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Regular Salaries	5010000	52,694	50,463	49,971	50,463	50,463	50,463	50,463	50,463	50,463
	#Positions	1	1	1	1	1	1	1	1	1
Personal Services Matching	5010003	16,639	15,965	16,014	15,995	15,995	15,995	15,995	15,995	15,995
Operating Expenses	5020002	4	12,000	12,000	12,000	12,000	12,000	12,000	12,000	12,000
Conference & Travel Expenses	5050009	0	7,500	7,500	7,500	7,500	7,500	7,500	7,500	7,500
Professional Fees	5060010	0	0	0	0	0	0	0	0	0
Data Processing	5090012	0	0	0	0	0	0	0	0	0
Grants and Aid	5100004	742,186	800,000	800,000	800,000	800,000	800,000	800,000	800,000	800,000
Capital Outlay	5120011	0	0	0	0	0	0	0	0	0
Total		811,523	885,928	885,485	885,958	885,958	885,958	885,958	885,958	885,958
Funding Sources										
Fund Balance	4000005	1,041,823	970,394		734,466	734,466	734,466	518,508	518,508	518,508
Special Revenue	4000030	740,094	650,000		670,000	670,000	670,000	640,000	640,000	640,000
Total Funding		1,781,917	1,620,394		1,404,466	1,404,466	1,404,466	1,158,508	1,158,508	1,158,508
Excess Appropriation/(Funding)		(970,394)	(734,466)		(518,508)	(518,508)	(518,508)	(272,550)	(272,550)	(272,550)
Grand Total		811,523	885,928		885,958	885,958	885,958	885,958	885,958	885,958

FY17 Budget amount in Regular Salaries exceeds the authorized amount due to salary adjustments during the 2015-2017 Biennium.

Analysis of Budget Request

Appropriation: 82V - LESO Program

Funding Sources: NCE - Cash in Treasury

The Law Enforcement Safety Office (LESO) program assists local law enforcement agencies in acquisition of federal property for qualified participants to assist them in performing their mission with special emphasis given to counter drug and counter terrorism. The Department collects a fee on each property transaction.

The Agency Request is for Base Level of \$75,000 for each year of the 2017-2019 Biennium.

The Executive Recommendation provides for the Agency Request.

Expenditure of appropriation is contingent upon available funding.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: 82V - LESO Program

Funding Sources: NCE - Cash in Treasury

Commitment Item	2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
	Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Law Enforcement Safety Program 5900046	12,090	75,000	75,000	75,000	75,000	75,000	75,000	75,000	75,000
Total	12,090	75,000	75,000	75,000	75,000	75,000	75,000	75,000	75,000

Funding Sources										
Fund Balance	4000005	255,418	265,083		210,083	210,083	210,083	153,583	153,583	153,583
Cash Fund	4000045	21,755	20,000		18,500	18,500	18,500	19,200	19,200	19,200
Total Funding		277,173	285,083		228,583	228,583	228,583	172,783	172,783	172,783
Excess Appropriation/(Funding)		(265,083)	(210,083)		(153,583)	(153,583)	(153,583)	(97,783)	(97,783)	(97,783)
Grand Total		12,090	75,000		75,000	75,000	75,000	75,000	75,000	75,000

Analysis of Budget Request

Appropriation: A88 - Alternate Retirement Plan

Funding Sources: 150 - Vo Tech Retirement

This appropriation provides for administration of various retirement plans available to their employees. Funding is provided by employee deductions and matching for retirement which are forwarded to the companies offering the retirement plans.

The Agency Request is for Base Level of \$122,520 for each year of the 2017-2019 Biennium.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: A88 - Alternate Retirement Plan

Funding Sources: 150 - Vo Tech Retirement

Commitment Item		2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Personal Services Matching	5010003	18,135	110,220	110,222	110,220	110,220	110,220	110,220	110,220	110,220
Operating Expenses	5020002	58	12,300	12,300	12,300	12,300	12,300	12,300	12,300	12,300
Conference & Travel Expenses	5050009	0	0	0	0	0	0	0	0	0
Professional Fees	5060010	0	0	0	0	0	0	0	0	0
Data Processing	5090012	0	0	0	0	0	0	0	0	0
Capital Outlay	5120011	0	0	0	0	0	0	0	0	0
Total		18,193	122,520	122,522	122,520	122,520	122,520	122,520	122,520	122,520

Funding Sources										
Fund Balance	4000005	323,431	325,270		237,750	237,750	237,750	150,430	150,430	150,430
Cash Fund	4000045	20,032	35,000		35,200	35,200	35,200	33,865	33,865	33,865
Total Funding		343,463	360,270		272,950	272,950	272,950	184,295	184,295	184,295
Excess Appropriation/(Funding)		(325,270)	(237,750)		(150,430)	(150,430)	(150,430)	(61,775)	(61,775)	(61,775)
Grand Total		18,193	122,520		122,520	122,520	122,520	122,520	122,520	122,520

Analysis of Budget Request

Appropriation: F48 - AR Works - School Districts

Funding Sources: NCE - Cash in Treasury

The Department of Career Education is the administrative agency for the Arkansas Works Initiative for career coaches program. To support the career coach positions serving middle and high schools in twenty-one counties and the Little Rock school district, school districts submit a portion of the funding to the Department. The Department then reimburses the participating two-year colleges and cooperative education center in the form of grants, for costs associated with travel, training, supplies and services, utilizing this appropriation.

The Base Level Request is \$85,000 for each year of the 2017-2019 Biennium.

The Agency Request is for a Change Level reduction of \$86,000 each year as follows:

- Grants and Aid reduction of \$86,000 each year due to completion of this portion of the program and funds expended by the end of FY17. Any remaining/unused funds will be returned to the schools/districts by the end of FY17.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: F48 - AR Works - School Districts

Funding Sources: NCE - Cash in Treasury

Commitment Item		2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Grants and Aid	5100004	892,175	86,000	1,537,500	0	0	0	0	0	0
Total		892,175	86,000	1,537,500	0	0	0	0	0	0
Funding Sources										
Fund Balance	4000005	69,150	96,073		0	0	0	0	0	0
Cash Fund	4000045	919,098	0		0	0	0	0	0	0
Total Funding		988,248	96,073		0	0	0	0	0	0
Excess Appropriation/(Funding)		(96,073)	(10,073)		0	0	0	0	0	0
Grand Total		892,175	86,000		0	0	0	0	0	0

Any remaining/unused funds will be returned to the schools/districts by the end of FY17.

Department Appropriation Summary

Historical Data

Agency Request and Executive/Legislative Recommendation

Appropriation	2015-2016		2016-2017		2016-2017		2017-2018						2018-2019					
	Actual	Pos	Budget	Pos	Authorized	Pos	Agency	Pos	Executive	Pos	Legislative	Pos	Agency	Pos	Executive	Pos	Legislative	Pos
200 Vocational Start-Up Grants	2,369,876	0	2,370,000	0	2,370,000	0	7,070,000	0	2,370,000	0	2,370,000	0	7,070,000	0	2,370,000	0	2,370,000	0
201 Vocational Center Aid	20,274,280	0	20,436,383	0	20,436,383	0	20,436,383	0	20,436,383	0	20,436,383	0	20,436,383	0	20,436,383	0	20,436,383	0
427 Governor's Commission on Adult Literacy	780,298	1	769,218	1	793,688	1	769,234	1	769,234	1	769,234	1	769,234	1	769,234	1	769,234	1
453 Adult Basic & General Education	19,631,329	0	19,860,569	0	19,860,569	0	20,920,569	0	19,860,569	0	19,860,569	0	20,920,569	0	19,860,569	0	19,860,569	0
681 Coordinated Career Education Services	1,119,374	0	1,119,433	0	1,119,433	0	1,119,433	0	1,119,433	0	1,119,433	0	1,119,433	0	1,119,433	0	1,119,433	0
F86 GED Testing	277,000	0	1,870,000	0	1,870,000	0	788,326	0	788,326	0	788,326	0	788,326	0	788,326	0	788,326	0
M77 Career Coaches Public School Fund	222,147	1	857,794	1	972,753	1	2,653,812	1	857,812	1	857,812	1	2,653,812	1	857,812	1	857,812	1
Total	44,674,304	2	47,283,397	2	47,422,826	2	53,757,757	2	46,201,757	2	46,201,757	2	53,757,757	2	46,201,757	2	46,201,757	2

Funding Sources		%		%		%		%		%		%		%		%			
Fund Balance	4000005	3,223,885	6.8	3,033,595	6.4			305,801	0.6	305,801	0.7	305,801	0.7	305,801	0.6	170,886	0.4	170,886	0.4
Educational Excellence Fund	4000220	12,348,673	25.9	12,294,292	25.8			12,294,292	22.7	12,294,292	27.4	12,294,292	27.4	12,294,292	22.7	12,294,292	27.5	12,294,292	27.5
Miscellaneous Adjustments	4000345	170,886	0.4	0	0.0			0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0
Career Ed PSF	4000745	31,964,455	67.0	32,261,311	67.8			41,463,465	76.7	32,261,327	71.9	32,261,327	71.9	41,463,465	76.7	32,261,327	72.1	32,261,327	72.1
Total Funds		47,707,899	100.0	47,589,198	100.0			54,063,558	100.0	44,861,420	100.0	44,861,420	100.0	54,063,558	100.0	44,726,505	100.0	44,726,505	100.0
Excess Appropriation/(Funding)		(3,033,595)		(305,801)				(305,801)		1,340,337		1,340,337		(305,801)		1,475,252		1,475,252	
Grand Total		44,674,304		47,283,397				53,757,757		46,201,757		46,201,757		53,757,757		46,201,757		46,201,757	

Variance in fund balance due to unfunded appropriation.

Analysis of Budget Request

Appropriation: 200 - Vocational Start-Up Grants

Funding Sources: JWE - Career Education Public School Fund

Vocational start up grants are awarded to schools to purchase capital equipment, non-consumable supplies, and program software to start newly approved vocational programs of the occupational program areas, support the minimum required equipment to meet program standards, and support short-term adult skills training classes. This program is funded by the Career Education Public School Fund.

The Base Level Request is \$2,370,000 for each year of the 2017-2019 Biennium.

The Agency Request is for a Change Level increase of \$4,700,000 each year as follows:

- Grants and Aid of \$4,700,000 to meet the needs of school districts and to develop and implement new high-skill, high-wage programs. New programs and equipment requests averaged \$6 million per year for the past seven (7) years.

The Executive Recommendation provides for Base Level.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: 200 - Vocational Start-Up Grants
Funding Sources: JWE - Career Education Public School Fund

Commitment Item	2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
	Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Grants and Aid 5100004	2,369,876	2,370,000	2,370,000	7,070,000	2,370,000	2,370,000	7,070,000	2,370,000	2,370,000
Total	2,369,876	2,370,000	2,370,000	7,070,000	2,370,000	2,370,000	7,070,000	2,370,000	2,370,000

Funding Sources									
Career Ed PSF 4000745	2,369,876	2,370,000		7,070,000	2,370,000	2,370,000	7,070,000	2,370,000	2,370,000
Total Funding	2,369,876	2,370,000		7,070,000	2,370,000	2,370,000	7,070,000	2,370,000	2,370,000
Excess Appropriation/(Funding)	0	0		0	0	0	0	0	0
Grand Total	2,369,876	2,370,000		7,070,000	2,370,000	2,370,000	7,070,000	2,370,000	2,370,000

Analysis of Budget Request

Appropriation: 201 - Vocational Center Aid

Funding Sources: JWE - Career Education Public School Fund

Distribution of aid to vocational centers, in a partnership with public high schools and two-year colleges, is based upon full-time equivalency under the rules and regulations of the State Board. Vocational centers provide high school students affordable training for entry-level skills in areas where employment opportunities exist or need to be developed. Programs are approved on the basis of student interest and local economic development opportunities. This program is funded by the Career Education Public School Fund.

The Agency Request is for Base Level of \$20,436,383 for each year of the 2017-2019 Biennium.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: 201 - Vocational Center Aid
Funding Sources: JWE - Career Education Public School Fund

Commitment Item	2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
	Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Grants and Aid 5100004	20,274,280	20,436,383	20,436,383	20,436,383	20,436,383	20,436,383	20,436,383	20,436,383	20,436,383
Total	20,274,280	20,436,383	20,436,383	20,436,383	20,436,383	20,436,383	20,436,383	20,436,383	20,436,383

Funding Sources									
Career Ed PSF 4000745	20,274,280	20,436,383		20,436,383	20,436,383	20,436,383	20,436,383	20,436,383	20,436,383
Total Funding	20,274,280	20,436,383		20,436,383	20,436,383	20,436,383	20,436,383	20,436,383	20,436,383
Excess Appropriation/(Funding)	0	0		0	0	0	0	0	0
Grand Total	20,274,280	20,436,383		20,436,383	20,436,383	20,436,383	20,436,383	20,436,383	20,436,383

Analysis of Budget Request

Appropriation: 427 - Governor's Commission on Adult Literacy

Funding Sources: JWE - Career Education Public School Fund

Grants from the Governor's Commission on Adult Literacy are awarded to literacy councils. This program is funded by the Career Education Public School Fund.

Base Level Regular Salaries and Personal Services Matching include the continuation of the previously authorized 2017 Salaries and Career Service Payments for eligible employees. Personal Services Matching includes the monthly contribution for State employee's health insurance for a total State match per budgeted employee of \$420 per month. Base Level salaries and matching do not include appropriation for a Cost of Living Adjustment or Merit Pay Increases.

The Agency Request is for Base Level of \$769,234 for each year of the 2017-2019 Biennium.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: 427 - Governor's Commission on Adult Literacy

Funding Sources: JWE - Career Education Public School Fund

Commitment Item		2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Regular Salaries	5010000	24,644	27,499	26,410	27,499	27,499	27,499	27,499	27,499	27,499
#Positions		1	1	1	1	1	1	1	1	1
Personal Services Matching	5010003	8,646	8,472	9,031	8,488	8,488	8,488	8,488	8,488	8,488
Operating Expenses	5020002	46,090	52,242	52,242	52,242	52,242	52,242	52,242	52,242	52,242
Conference & Travel Expenses	5050009	918	6,005	6,005	6,005	6,005	6,005	6,005	6,005	6,005
Professional Fees	5060010	0	0	0	0	0	0	0	0	0
Data Processing	5090012	0	0	0	0	0	0	0	0	0
Grants and Aid	5100004	700,000	675,000	700,000	675,000	675,000	675,000	675,000	675,000	675,000
Capital Outlay	5120011	0	0	0	0	0	0	0	0	0
Total		780,298	769,218	793,688	769,234	769,234	769,234	769,234	769,234	769,234
Funding Sources										
Career Ed PSF	4000745	780,298	769,218		769,234	769,234	769,234	769,234	769,234	769,234
Total Funding		780,298	769,218		769,234	769,234	769,234	769,234	769,234	769,234
Excess Appropriation/(Funding)		0	0		0	0	0	0	0	0
Grand Total		780,298	769,218		769,234	769,234	769,234	769,234	769,234	769,234

FY17 Budget amount in Regular Salaries exceeds the authorized amount due to salary adjustments during the 2015-2017 Biennium.

Analysis of Budget Request

Appropriation: 453 - Adult Basic & General Education

Funding Sources: JWE - Career Education Public School Fund

This Adult Basic and General Education program provides grants for educating those adults with less than a high school equivalency and for retraining those already in the workforce. Adult education serves learners through adult basic education classes designed for adults functioning up to the 8th grade level. General adult education classes prepare adults who score at the 9th to 12th grade levels. This program is funded by the Career Education Public School Fund.

The Base Level Request is \$19,860,569 for each year of the 2017-2019 Biennium.

The Agency Requests a Change Level increase of \$1,060,000 for each year as follows:

- Grants and Aid of \$1,060,000 for an additional 36 teachers to staff the programs offered throughout the state. There has been no funding increase since 1992, despite increases in teacher salaries, operating expenses, and administrative costs. This has resulted in a reduction in the number of teachers, classes, and instructional materials and equipment.

The Executive Recommendation provides for Base Level.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: 453 - Adult Basic & General Education

Funding Sources: JWE - Career Education Public School Fund

Commitment Item		2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Grants and Aid	5100004	19,631,329	19,860,569	19,860,569	20,920,569	19,860,569	19,860,569	20,920,569	19,860,569	19,860,569
Total		19,631,329	19,860,569	19,860,569	20,920,569	19,860,569	19,860,569	20,920,569	19,860,569	19,860,569

Funding Sources										
Fund Balance	4000005	0	170,886		170,886	170,886	170,886	170,886	170,886	170,886
Educational Excellence Fund	4000220	12,348,673	12,294,292		12,294,292	12,294,292	12,294,292	12,294,292	12,294,292	12,294,292
Miscellaneous Adjustments	4000345	170,886	0		0	0	0	0	0	0
Career Ed PSF	4000745	7,282,656	7,566,277		8,626,277	7,566,277	7,566,277	8,626,277	7,566,277	7,566,277
Total Funding		19,802,215	20,031,455		21,091,455	20,031,455	20,031,455	21,091,455	20,031,455	20,031,455
Excess Appropriation/(Funding)		(170,886)	(170,886)		(170,886)	(170,886)	(170,886)	(170,886)	(170,886)	(170,886)
Grand Total		19,631,329	19,860,569		20,920,569	19,860,569	19,860,569	20,920,569	19,860,569	19,860,569

Analysis of Budget Request

Appropriation: 681 - Coordinated Career Education Services

Funding Sources: JWE - Career Education Public School Fund

Coordinated Career Education Services provides grants to career education programs in which special needs students attend academic classes in the morning and work in the afternoon. Special needs programs provide projects and adaptive equipment for secondary and post-secondary career and technical education students with disabilities and vocational counselors at secondary area vocational centers. Funding is provided by the Career Education Public School Fund.

The Agency Request is for Base Level of \$1,119,433 for each year of the 2017-2019 Biennium.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: 681 - Coordinated Career Education Services

Funding Sources: JWE - Career Education Public School Fund

Commitment Item	2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
	Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Grants and Aid 5100004	1,119,374	1,119,433	1,119,433	1,119,433	1,119,433	1,119,433	1,119,433	1,119,433	1,119,433
Total	1,119,374	1,119,433	1,119,433	1,119,433	1,119,433	1,119,433	1,119,433	1,119,433	1,119,433

Funding Sources									
Career Ed PSF 4000745	1,119,374	1,119,433		1,119,433	1,119,433	1,119,433	1,119,433	1,119,433	1,119,433
Total Funding	1,119,374	1,119,433		1,119,433	1,119,433	1,119,433	1,119,433	1,119,433	1,119,433
Excess Appropriation/(Funding)	0	0		0	0	0	0	0	0
Grand Total	1,119,374	1,119,433		1,119,433	1,119,433	1,119,433	1,119,433	1,119,433	1,119,433

Analysis of Budget Request

Appropriation: F86 - GED Testing

Funding Sources: JWE - Career Education Public School Fund

In January 2014, the GED® Testing Service introduced a new computer-based test eliminating the paper-and-pencil test. The new test is more expensive to administer and the increased costs will be passed on to test-takers, unless funding is provided. The Department of Career Education utilizes this program to defer the increased practice test and test costs for test-takers.

The program is currently funded by the Career Education Public School Fund fund balance.

The Base Level Request is \$1,870,000 for each year of the 2017-2019 Biennium.

The Agency Request is for a Change Level reduction of \$1,081,674 each year as follows:

- GED Test Costs reduction of \$1,081,674 each year due to the reduced number of test takers from 2014. The agency estimates ~7,400 test takers in FY17 and estimates an increase of ~10% each year in test takers. The agency requests appropriation and funding of \$788,326 for each year of the biennium.

The Executive Recommendation provides for Agency Request, appropriation only.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: F86 - GED Testing

Funding Sources: JWE - Career Education Public School Fund

Commitment Item	2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
	Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
GED Test Costs 5900046	277,000	1,870,000	1,870,000	788,326	788,326	788,326	788,326	788,326	788,326
Total	277,000	1,870,000	1,870,000	788,326	788,326	788,326	788,326	788,326	788,326

Funding Sources									
Fund Balance 4000005	2,147,000	1,870,000		0	0	0	0	0	0
Career Ed PSF 4000745	0	0		788,326	0	0	788,326	0	0
Total Funding	2,147,000	1,870,000		788,326	0	0	788,326	0	0
Excess Appropriation/(Funding)	(1,870,000)	0		0	788,326	788,326	0	788,326	788,326
Grand Total	277,000	1,870,000		788,326	788,326	788,326	788,326	788,326	788,326

Analysis of Budget Request

Appropriation: M77 - Career Coaches Public School Fund

Funding Sources: JWE - Career Education Public School Fund

The Department of Career Education is the administrative agency for the Arkansas College and Career Coaches Program. The College and Career Coaches Program was established by Act 1285 of 2013 (A.C.A. § 6-1-601 et seq.) to assist students in middle and high school preparing for post-secondary education or careers. Postsecondary institutions, education service cooperatives, or nonprofit entities, in partnership with school districts, are eligible to receive administrative and supplemental grants from the department. A school district may use national school lunch state categorical funds to support participation in the program. Participation and grant awards are contingent upon the availability of funding from the Career Education Public School Fund and the Office of Skills Development Fund.

Base Level Regular Salaries and Personal Services Matching include the continuation of the previously authorized Salaries and Career Service Payments for eligible employees. Personal Services Matching includes the monthly contribution for State employee's health insurance for a total state match per budgeted employee of \$420 per month. Base Level salaries and matching do not include appropriation for a Cost of Living Adjustment or Merit Pay Increases.

The Base Level Request is \$875,812 for each year of the 2017-2019 Biennium.

This program is currently funded by the Career Education Public School Fund fund balance.

The Agency Request is for a Change Level increase of \$1,796,000 each year as follows:

- Operating Expenses increase of \$120,000 to continue support and maintenance of the on-line college and career planning system.
- Grants and Aid increase of \$1,676,000 to expand the College and Career Coach program statewide. The program provides career coaches in 43 counties and is supported by school districts, postsecondary entities, and temporary funding and aid.

The Executive Recommendation provides for Base Level.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: M77 - Career Coaches Public School Fund

Funding Sources: JWE - Career Education Public School Fund

Commitment Item		2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Regular Salaries	5010000	31,806	31,035	81,266	31,035	31,035	31,035	31,035	31,035	31,035
#Positions		1	1	1	1	1	1	1	1	1
Personal Services Matching	5010003	12,058	11,759	26,487	11,777	11,777	11,777	11,777	11,777	11,777
Operating Expenses	5020002	2,058	7,000	50,000	127,000	7,000	7,000	127,000	7,000	7,000
Conference & Travel Expenses	5050009	0	8,000	15,000	8,000	8,000	8,000	8,000	8,000	8,000
Professional Fees	5060010	0	0	0	0	0	0	0	0	0
Data Processing	5090012	0	0	0	0	0	0	0	0	0
Grants and Aid	5100004	176,225	800,000	800,000	2,476,000	800,000	800,000	2,476,000	800,000	800,000
Capital Outlay	5120011	0	0	0	0	0	0	0	0	0
Total		222,147	857,794	972,753	2,653,812	857,812	857,812	2,653,812	857,812	857,812
Funding Sources										
Fund Balance	4000005	1,076,885	992,709		134,915	134,915	134,915	134,915	0	0
Career Ed PSF	4000745	137,971	0		2,653,812	0	0	2,653,812	0	0
Total Funding		1,214,856	992,709		2,788,727	134,915	134,915	2,788,727	0	0
Excess Appropriation/(Funding)		(992,709)	(134,915)		(134,915)	722,897	722,897	(134,915)	857,812	857,812
Grand Total		222,147	857,794		2,653,812	857,812	857,812	2,653,812	857,812	857,812

Department Appropriation Summary

Historical Data

Agency Request and Executive/Legislative Recommendation

Appropriation	2015-2016		2016-2017		2016-2017		2017-2018					2018-2019						
	Actual	Pos	Budget	Pos	Authorized	Pos	Agency	Pos	Executive	Pos	Legislative	Pos	Agency	Pos	Executive	Pos	Legislative	Pos
128 Rehab Services - Operations	51,119,543	488	62,648,596	527	63,461,259	527	61,869,266	527	60,748,638	500	60,448,638	500	61,884,411	527	60,763,659	500	60,463,659	500
1VB Increase Capabilities Access Network	955	0	298,690	0	298,690	0	298,690	0	298,690	0	298,690	0	298,690	0	298,690	0	298,690	0
374 Statewide Disability Telecomm	447,206	3	528,598	3	530,019	3	528,598	3	496,510	2	496,510	2	528,723	3	496,635	2	496,635	2
743 People w/Disabilities	9,500	0	45,000	0	45,000	0	45,000	0	45,000	0	45,000	0	45,000	0	45,000	0	45,000	0
902 Tech Equipment - Treasury	558,001	0	1,580,000	0	1,580,000	0	1,580,000	0	1,580,000	0	1,580,000	0	1,580,000	0	1,580,000	0	1,580,000	0
903 Rehab Services - Treasury Pay	0	0	863,400	0	863,400	0	563,400	0	563,400	0	563,400	0	563,400	0	563,400	0	563,400	0
M89 Promise Grant	410,247	8	453,086	8	380,680	7	454,045	8	454,045	8	454,045	8	454,789	8	454,789	8	454,789	8
Total	52,545,452	499	66,417,370	538	67,159,048	537	65,338,999	538	64,186,283	510	63,886,283	510	65,355,013	538	64,202,173	510	63,902,173	510

Funding Sources		%		%		%		%		%		%		%		%		%	
Fund Balance	4000005	1,583,738	2.9	1,223,246	1.8			1,603,801	2.3	1,603,801	2.4	1,603,801	2.4	4,003,464	5.6	4,035,552	5.7	4,335,552	6.1
General Revenue	4000010	13,126,651	24.4	13,126,651	19.3			13,126,651	18.9	12,897,526	18.9	12,897,526	18.9	13,126,651	18.3	12,897,500	18.3	12,897,500	18.2
Federal Revenue	4000020	38,298,636	71.2	51,608,057	75.9			51,909,016	74.9	51,017,513	74.8	51,017,513	74.8	51,909,760	72.4	51,018,159	72.2	51,018,159	71.9
Special Revenue	4000030	458,710	0.9	328,979	0.5			330,000	0.5	330,000	0.5	330,000	0.5	330,000	0.5	330,000	0.5	330,000	0.5
Cash Fund	4000045	385,484	0.7	1,734,238	2.5			2,360,000	3.4	2,360,000	3.5	2,360,000	3.5	2,360,000	3.3	2,360,000	3.3	2,360,000	3.3
DFA Motor Vehicle Acquisition	4000184	(89,066)	(0.2)	0	0.0			0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0
M & R Sales	4000340	4,545	0.0	0	0.0			0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0
Total Funds		53,768,698	100.0	68,021,171	100.0			69,329,468	100.0	68,208,840	100.0	68,208,840	100.0	71,729,875	100.0	70,641,211	100.0	70,941,211	100.0
Excess Appropriation/(Funding)		(1,223,246)		(1,603,801)				(3,990,469)		(4,022,557)		(4,322,557)		(6,374,862)		(6,439,038)		(7,039,038)	
Grand Total		52,545,452		66,417,370				65,338,999		64,186,283		63,886,283		65,355,013		64,202,173		63,902,173	

FY17 Budget exceeds authorized appropriation in the Promise Grant (M89) due to a transfer from the Miscellaneous Federal Grant Holding Account.

FY17 Budget number of positions may exceed the Authorized Number in the Promise Grant (M89) due to transfers from the Miscellaneous Federal Grant Holding Account.

Variance in fund balance due to unfunded appropriation in People w/Disabilities (743) and Rehab Services-Treasury Pay (903).

Analysis of Budget Request

Appropriation: 128 - Rehab Services - Operations

Funding Sources: PER - Educational Rehabilitation Pay - Admin

The Office of Rehabilitation Services (ARS) carries out its responsibilities through a field program that reaches all 75 counties from 19 field offices across the state. They also operate the Hot Springs Rehabilitation Center (HSRC), a comprehensive, state-owned rehabilitation facility - one of only nine in the country and the only one in the country west of the Mississippi River. The center is comprised of a medical unit providing traumatic care and comprehensive physical and occupational therapy. ARS also includes the Arkansas Career Training Institute (ACTI), which provides vocational training and support in a number of training programs. Funding for this appropriation is a combination of general revenue and federal funding. Federal funds account for approximately 80% of the total funding.

Base Level Regular Salaries and Personal Services Matching include the continuation of the previously authorized 2017 Salaries and Career Service Payments for eligible employees. Personal Services Matching also includes the monthly contribution for State employee's health insurance for a total State match per budgeted employee of \$420 per month. Base Level salaries and matching do not include appropriation for a Cost of Living Adjustment or Merit Pay Increases. The Base Level salary of unclassified positions reflects the FY17 line item maximum plus the previously authorized 2016 1% Cost of Living Adjustment authorized by Act 1007 (3 (B)) of 2015.

The Base Level Request is \$61,569,266 for FY18 and \$61,584,411 for FY19.

The Agency Request is a Change Level increase of \$300,000 for each year as follows:

- Operating Expenses increase of \$300,000 through a reallocation of resources from Rehab Services - Cash in Treasury (903) to consolidate agency marketing and communications in support of the overall agency communications plan. This will allow more efficient use of agency funds and better support agency goals.

The Executive Recommendation provides for the Agency Request; and subsequent to the Agency's Budget Request, the Office of Personnel Management and Agency personnel evaluated the Agency's position usage and ongoing staffing needs. The Executive Recommendation reflects a reduction of twenty-seven (27) positions based on the personnel evaluations.

The Legislative Recommendation concurs with the Executive Recommendation with the exception of Operating Expenses, which is recommended at Base Level, or \$8,691,380.

Appropriation Summary

Appropriation: 128 - Rehab Services - Operations

Funding Sources: PER - Educational Rehabilitation Pay - Admin

Commitment Item		2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Regular Salaries	5010000	16,595,470	19,199,459	19,729,585	19,215,617	18,421,114	18,421,114	19,227,317	18,432,714	18,432,714
#Positions		488	527	527	527	500	500	527	500	500
Extra Help	5010001	206,339	252,000	252,000	252,000	252,000	252,000	252,000	252,000	252,000
#Extra Help		18	19	19	19	19	19	19	19	19
Personal Services Matching	5010003	6,471,044	7,268,229	7,550,766	7,272,741	6,946,616	6,946,616	7,276,186	6,950,037	6,950,037
Extra Salaries	5010008	0	8,000	8,000	8,000	8,000	8,000	8,000	8,000	8,000
Operating Expenses	5020002	7,439,692	8,691,380	8,691,380	8,991,380	8,991,380	8,691,380	8,991,380	8,991,380	8,691,380
Conference & Travel Expenses	5050009	124,589	155,506	155,506	155,506	155,506	155,506	155,506	155,506	155,506
Professional Fees	5060010	311,764	882,029	882,029	882,029	882,029	882,029	882,029	882,029	882,029
Data Processing	5090012	0	0	0	0	0	0	0	0	0
Grants and Aid	5100004	1,388,421	1,900,000	1,900,000	1,900,000	1,900,000	1,900,000	1,900,000	1,900,000	1,900,000
Capital Outlay	5120011	346,655	1,100,000	1,100,000	0	0	0	0	0	0
Contract Services	5900043	17,608,894	20,941,993	20,941,993	20,941,993	20,941,993	20,941,993	20,941,993	20,941,993	20,941,993
Data Processing Services	5900044	0	100,000	100,000	100,000	100,000	100,000	100,000	100,000	100,000
Arkansas Kidney Disease Commission	5900046	626,675	950,000	950,000	950,000	950,000	950,000	950,000	950,000	950,000
Project Search	5900047	0	1,200,000	1,200,000	1,200,000	1,200,000	1,200,000	1,200,000	1,200,000	1,200,000
Total		51,119,543	62,648,596	63,461,259	61,869,266	60,748,638	60,448,638	61,884,411	60,763,659	60,463,659

Funding Sources										
Fund Balance	4000005	216,446	26,467		1,278,803	1,278,803	1,278,803	3,610,469	3,610,469	3,910,469
General Revenue	4000010	13,126,651	13,126,651		13,126,651	12,897,526	12,897,526	13,126,651	12,897,500	12,897,500
Federal Revenue	4000020	37,887,434	50,774,281		51,074,281	50,182,778	50,182,778	51,074,281	50,182,680	50,182,680
DFA Motor Vehicle Acquisition	4000184	(89,066)	0		0	0	0	0	0	0
M & R Sales	4000340	4,545	0		0	0	0	0	0	0
Total Funding		51,146,010	63,927,399		65,479,735	64,359,107	64,359,107	67,811,401	66,690,649	66,990,649
Excess Appropriation/(Funding)		(26,467)	(1,278,803)		(3,610,469)	(3,610,469)	(3,910,469)	(5,926,990)	(5,926,990)	(6,526,990)
Grand Total		51,119,543	62,648,596		61,869,266	60,748,638	60,448,638	61,884,411	60,763,659	60,463,659

Analysis of Budget Request

Appropriation: 1VB - Increase Capabilities Access Network

Funding Sources: PER - Educational Rehabilitation Pay - Admin

Increasing Capabilities Access Network, a federally funded program of Arkansas Rehabilitation Services, is designed to make technology available and accessible for all who need it. ICAN is a funding information resource and provides information on new and existing technology free to any person regardless of age or disability.

ICAN supports several service programs under one umbrella that target different areas of need for assistive technology. These specific strategies assist individuals in locating and/or receiving assistive devices or services. ICAN maintains an equipment AT4ALL database which list hundreds of items available for loan, demonstration, or giveaway.

ICAN sponsors many training events, conferences and networking events year-round. ICAN is committed to researching all funding sources and to overcoming obstacles that prevent people from getting the technology they need. ICAN keeps up to date on the newest advances in technology and provides information to anyone requesting assistance.

The Agency Request is for Base Level of \$298,690 for each year of the 2017-2019 Biennium.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: 1VB - Increase Capabilities Access Network

Funding Sources: PER - Educational Rehabilitation Pay - Admin

Commitment Item		2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Operating Expenses	5020002	955	291,500	291,500	291,500	291,500	291,500	291,500	291,500	291,500
Conference & Travel Expenses	5050009	0	7,190	7,190	7,190	7,190	7,190	7,190	7,190	7,190
Professional Fees	5060010	0	0	0	0	0	0	0	0	0
Data Processing	5090012	0	0	0	0	0	0	0	0	0
Capital Outlay	5120011	0	0	0	0	0	0	0	0	0
Total		955	298,690	298,690	298,690	298,690	298,690	298,690	298,690	298,690
Funding Sources										
Federal Revenue	4000020	955	298,690		298,690	298,690	298,690	298,690	298,690	298,690
Total Funding		955	298,690		298,690	298,690	298,690	298,690	298,690	298,690
Excess Appropriation/(Funding)		0	0		0	0	0	0	0	0
Grand Total		955	298,690		298,690	298,690	298,690	298,690	298,690	298,690

Analysis of Budget Request

Appropriation: 374 - Statewide Disability Telecomm

Funding Sources: STC - Telecommunications Equipment Fund

The Statewide Disability Telecommunications Equipment Program is authorized to provide telecommunication devices for persons who are deaf, hard of hearing, blind, or speech impaired. Funding for this appropriation is provided through the Arkansas Public Service Commission, pursuant to A.C.A. § 23-17-119, which authorizes a surcharge of \$0.02 per subject access line per month and \$0.02 per working subject telephone number per month.

Base Level Regular Salaries and Personal Services Matching include the continuation of the previously authorized 2017 Salaries and Career Service Payments for eligible employees. Personal Services Matching includes the monthly contribution for State employee's health insurance for a total State match per budgeted employee of \$420 per month. Base Level salaries and matching do not include appropriation for a Cost of Living Adjustment or Merit Pay Increases.

The Agency Request is for Base Level of \$528,598 for FY18 and \$528,723 for FY19.

The Executive Recommendation provides for the Agency Request; and subsequent to the Agency's Budget Request, the Office of Personnel Management and Agency personnel evaluated the Agency's position usage and ongoing staffing needs. The Executive Recommendation reflects one (1) position reduction based on the personnel evaluations.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: 374 - Statewide Disability Telecomm
Funding Sources: STC - Telecommunications Equipment Fund

Commitment Item		2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Regular Salaries	5010000	82,766	102,065	102,549	102,065	80,238	80,238	102,165	80,338	80,338
#Positions		3	3	3	3	2	2	3	2	2
Personal Services Matching	5010003	28,790	39,533	40,470	39,533	29,272	29,272	39,558	29,297	29,297
Operating Expenses	5020002	30,585	70,000	70,000	70,000	70,000	70,000	70,000	70,000	70,000
Conference & Travel Expenses	5050009	3,386	7,000	7,000	7,000	7,000	7,000	7,000	7,000	7,000
Professional Fees	5060010	46,681	5,000	5,000	5,000	5,000	5,000	5,000	5,000	5,000
Data Processing	5090012	0	0	0	0	0	0	0	0	0
Grants and Aid	5100004	254,998	305,000	305,000	305,000	305,000	305,000	305,000	305,000	305,000
Capital Outlay	5120011	0	0	0	0	0	0	0	0	0
Total		447,206	528,598	530,019	528,598	496,510	496,510	528,723	496,635	496,635
Funding Sources										
Fund Balance	4000005	551,497	551,496		322,898	322,898	322,898	94,300	126,388	126,388
Special Revenue	4000030	447,205	300,000		300,000	300,000	300,000	300,000	300,000	300,000
Total Funding		998,702	851,496		622,898	622,898	622,898	394,300	426,388	426,388
Excess Appropriation/(Funding)		(551,496)	(322,898)		(94,300)	(126,388)	(126,388)	134,423	70,247	70,247
Grand Total		447,206	528,598		528,598	496,510	496,510	528,723	496,635	496,635

Analysis of Budget Request

Appropriation: 743 - People w/Disabilities

Funding Sources: SPD - People with Disabilities Fund

The Governor's Commission on People with Disabilities provides scholarships to students with disabilities. The Access to Parking for Persons With Disabilities Act, A.C.A. § 27-15-301 et seq., provides for 30% of all fines collected shall be used to fund the activities of the Governor's Commission on People with Disabilities.

The Agency Request is for Base Level of \$45,000 each year for the 2017-2019 Biennium.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: 743 - People w/Disabilities

Funding Sources: SPD - People with Disabilities Fund

Commitment Item		2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Operating Expenses	5020002	9,500	45,000	45,000	45,000	45,000	45,000	45,000	45,000	45,000
Conference & Travel Expenses	5050009	0	0	0	0	0	0	0	0	0
Professional Fees	5060010	0	0	0	0	0	0	0	0	0
Data Processing	5090012	0	0	0	0	0	0	0	0	0
Capital Outlay	5120011	0	0	0	0	0	0	0	0	0
Total		9,500	45,000	45,000	45,000	45,000	45,000	45,000	45,000	45,000
Funding Sources										
Fund Balance	4000005	16,021	18,026		2,005	2,005	2,005	0	0	0
Special Revenue	4000030	11,505	28,979		30,000	30,000	30,000	30,000	30,000	30,000
Total Funding		27,526	47,005		32,005	32,005	32,005	30,000	30,000	30,000
Excess Appropriation/(Funding)		(18,026)	(2,005)		12,995	12,995	12,995	15,000	15,000	15,000
Grand Total		9,500	45,000		45,000	45,000	45,000	45,000	45,000	45,000

Analysis of Budget Request

Appropriation: 902 - Tech Equipment - Treasury

Funding Sources: NRS - Cash in Treasury

The purpose of this program is to provide loans to individuals with disabilities for essential assistive technology, adaptive equipment, and for loan administration by the Office of Rehabilitation Services. The principal amount was transferred from the original treasury loan fund. Additional funding is earned from interest on the loans.

The Agency Request is for Base Level of \$1,580,000 for each year of the 2017-2019 Biennium.

The Executive Recommendation provides for the Agency Request.

Expenditure of appropriation is contingent upon available funding.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: 902 - Tech Equipment - Treasury

Funding Sources: NRS - Cash in Treasury

Commitment Item	2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
	Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Loans 5120029	558,001	1,580,000	1,580,000	1,580,000	1,580,000	1,580,000	1,580,000	1,580,000	1,580,000
Total	558,001	1,580,000	1,580,000	1,580,000	1,580,000	1,580,000	1,580,000	1,580,000	1,580,000

Funding Sources									
Fund Balance 4000005	794,001	621,389		0	0	0	0	0	0
Cash Fund 4000045	385,389	958,611		1,580,000	1,580,000	1,580,000	1,580,000	1,580,000	1,580,000
Total Funding	1,179,390	1,580,000		1,580,000	1,580,000	1,580,000	1,580,000	1,580,000	1,580,000
Excess Appropriation/(Funding)	(621,389)	0		0	0	0	0	0	0
Grand Total	558,001	1,580,000		1,580,000	1,580,000	1,580,000	1,580,000	1,580,000	1,580,000

Analysis of Budget Request

Appropriation: 903 - Rehab Services - Treasury Pay

Funding Sources: NRS - Cash in Treasury

The Rehabilitation Cash Fund receives revenues from various sources including cafeteria fees, contributions, reimbursement fees, hospital medical fees, interest income, and institutional services. These revenues are defined as program income and are governed by Vocational Rehabilitation Program regulations.

No expenditures were made in FY16 due to an overall decrease in vocational rehabilitation expenditures, due to a shortage of available counselors to process services. Subsequent hiring of qualified counselors has restored the level of services to their clients.

The Base Level Request is \$863,400 for each year of the 2017-2019 Biennium.

The Agency Request is for a Change Level decrease of \$300,000 for each year as follows:

- Operating Expenses decrease of \$300,000 through a reallocation of resources to Rehabilitation Services-Operations (128) to consolidate agency marketing and communications for support of the overall agency communications plan. This will allow more efficient use of agency funds and better support agency goals.

The Executive Recommendation provides for the Agency Request.

Expenditure of appropriation is contingent upon availability of funding.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: 903 - Rehab Services - Treasury Pay

Funding Sources: NRS - Cash in Treasury

Commitment Item		2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Operating Expenses	5020002	0	741,400	741,400	441,400	441,400	441,400	441,400	441,400	441,400
Conference & Travel Expenses	5050009	0	10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000
Professional Fees	5060010	0	112,000	112,000	112,000	112,000	112,000	112,000	112,000	112,000
Data Processing	5090012	0	0	0	0	0	0	0	0	0
Capital Outlay	5120011	0	0	0	0	0	0	0	0	0
Total		0	863,400	863,400	563,400	563,400	563,400	563,400	563,400	563,400

Funding Sources										
Fund Balance	4000005	5,773	5,868		95	95	95	298,695	298,695	298,695
Federal Revenue	4000020	0	82,000		82,000	82,000	82,000	82,000	82,000	82,000
Cash Fund	4000045	95	775,627		780,000	780,000	780,000	780,000	780,000	780,000
Total Funding		5,868	863,495		862,095	862,095	862,095	1,160,695	1,160,695	1,160,695
Excess Appropriation/(Funding)		(5,868)	(95)		(298,695)	(298,695)	(298,695)	(597,295)	(597,295)	(597,295)
Grand Total		0	863,400		563,400	563,400	563,400	563,400	563,400	563,400

Analysis of Budget Request

Appropriation: M89 - Promise Grant

Funding Sources: FER - Promise Grant

Arkansas is one of five states participating in the five-year PROMISE (Promoting Readiness of Minors in Supplemental Security Income) Initiative grant awarded by the U.S. Department of Education. The purpose of the PROMISE grant is for each state to establish and operate model demonstration projects designed to improve the education and employment outcomes of child Supplemental Security Income (SSI) recipients and their families.

Base Level Regular Salaries and Personal Services Matching include the continuation of the previously authorized 2017 Salaries and Career Service Payments for eligible employees. Personal Services Matching includes the monthly contribution for State employee's health insurance for a total State match per budgeted employee of \$420 per month. Base Level salaries do not include appropriation for a Cost of Living Adjustment or Merit Pay Increases.

The Base Level Request is \$390,829 for FY18 and \$391,573 for FY19.

The Agency Request is for a Change Level increase of \$63,216 for each year as follows:

- Regular Salaries and Personal Services Matching increase of \$50,216 for continuation of one (1) Certified Vocational Rehabilitation Counselor to serve program participants.
- Operating Expenses of \$13,000 for travel related expenses for administration of services to program participants.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: M89 - Promise Grant

Funding Sources: FER - Promise Grant

Commitment Item		2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Regular Salaries	5010000	274,491	294,529	248,878	295,129	295,129	295,129	295,729	295,729	295,729
#Positions		8	8	7	8	8	8	8	8	8
Personal Services Matching	5010003	97,168	110,557	96,802	110,916	110,916	110,916	111,060	111,060	111,060
Operating Expenses	5020002	38,588	48,000	0	48,000	48,000	48,000	48,000	48,000	48,000
Conference & Travel Expenses	5050009	0	0	35,000	0	0	0	0	0	0
Professional Fees	5060010	0	0	0	0	0	0	0	0	0
Data Processing	5090012	0	0	0	0	0	0	0	0	0
Capital Outlay	5120011	0	0	0	0	0	0	0	0	0
Total		410,247	453,086	380,680	454,045	454,045	454,045	454,789	454,789	454,789
Funding Sources										
Federal Revenue	4000020	410,247	453,086		454,045	454,045	454,045	454,789	454,789	454,789
Total Funding		410,247	453,086		454,045	454,045	454,045	454,789	454,789	454,789
Excess Appropriation/(Funding)		0	0		0	0	0	0	0	0
Grand Total		410,247	453,086		454,045	454,045	454,045	454,789	454,789	454,789

Budget exceeds Authorized Appropriation in Regular Salaries, Personal Services Matching, and Operating Expenses due to a transfer from the Miscellaneous Federal Grant Holding Account.

Budget exceeds Authorized appropriation in Operating Expenses by authority of a Budget Classification Transfer.

Budget number of Positions may exceed the Authorized Number due to transfers from the Miscellaneous Federal Grant Holding Account.

Department Appropriation Summary

Historical Data

Agency Request and Executive/Legislative Recommendation

Appropriation	2015-2016		2016-2017		2016-2017		2017-2018						2018-2019					
	Actual	Pos	Budget	Pos	Authorized	Pos	Agency	Pos	Executive	Pos	Legislative	Pos	Agency	Pos	Executive	Pos	Legislative	Pos
227 Claims Operations	551,392	10	541,124	10	595,163	10	542,960	10	542,960	10	542,960	10	543,697	10	543,697	10	543,697	10
228 Various Claims	1,311,258	0	1,750,000	0	1,750,000	0	1,750,000	0	1,750,000	0	1,750,000	0	1,750,000	0	1,750,000	0	1,750,000	0
Total	1,862,650	10	2,291,124	10	2,345,163	10	2,292,960	10	2,292,960	10	2,292,960	10	2,293,697	10	2,293,697	10	2,293,697	10

Funding Sources		%		%		%		%		%		%		%		%	
State Central Services 4000035	551,392	29.6	541,124	23.6		542,960	23.7	542,960	23.7	542,960	23.7	543,697	23.7	543,697	23.7	543,697	23.7
Miscellaneous Revolving 4000350	1,311,258	70.4	1,750,000	76.4		1,750,000	76.3	1,750,000	76.3	1,750,000	76.3	1,750,000	76.3	1,750,000	76.3	1,750,000	76.3
Total Funds	1,862,650	100.0	2,291,124	100.0		2,292,960	100.0	2,292,960	100.0	2,292,960	100.0	2,293,697	100.0	2,293,697	100.0	2,293,697	100.0
Excess Appropriation/(Funding)	0		0			0		0		0		0		0		0	
Grand Total	1,862,650		2,291,124			2,292,960		2,292,960		2,292,960		2,293,697		2,293,697		2,293,697	

Analysis of Budget Request

Appropriation: 227 - Claims Operations

Funding Sources: HSC - State Central Services

This appropriation provides personal services and operating expenses of the State Claims Commission. The Commission is a quasi-judicial body established to hear claims against the State of Arkansas and its agencies, boards, commissions, and institutions, unless otherwise exempted by statute. The Commission consists of a staff of 10 positions, including 5 commissioners appointed by the Governor. The appropriation is funded from the State Central Services fund.

Base Level Regular Salaries and Personal Services Matching include the continuation of the previously authorized 2017 Salaries and Career Service Payments for eligible employees. Personal Services Matching includes the monthly contribution for State employee's health insurance for a total State match per budgeted employee of \$420 per month. Base Level salaries and matching do not include appropriation for a Cost of Living Adjustment or Merit Pay Increases. The Base Level salary of unclassified positions reflects the FY17 line item maximum plus the previously authorized 2016 1% Cost of Living Adjustment authorized by Act 1007 (3 (B)) of 2015.

The Agency is requesting Base Level of \$542,960 for FY18 and \$543,697 for FY19.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: 227 - Claims Operations

Funding Sources: HSC - State Central Services

Commitment Item		2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Regular Salaries	5010000	334,116	322,986	359,930	323,086	323,086	323,086	323,686	323,686	323,686
#Positions		10	10	10	10	10	10	10	10	10
Personal Services Matching	5010003	126,961	122,748	139,843	124,484	124,484	124,484	124,621	124,621	124,621
Operating Expenses	5020002	84,629	92,390	92,390	92,390	92,390	92,390	92,390	92,390	92,390
Conference & Travel Expenses	5050009	0	3,000	3,000	3,000	3,000	3,000	3,000	3,000	3,000
Professional Fees	5060010	0	0	0	0	0	0	0	0	0
Data Processing	5090012	0	0	0	0	0	0	0	0	0
Capital Outlay	5120011	5,686	0	0	0	0	0	0	0	0
Total		551,392	541,124	595,163	542,960	542,960	542,960	543,697	543,697	543,697
Funding Sources										
State Central Services	4000035	551,392	541,124		542,960	542,960	542,960	543,697	543,697	543,697
Total Funding		551,392	541,124		542,960	542,960	542,960	543,697	543,697	543,697
Excess Appropriation/(Funding)		0	0		0	0	0	0	0	0
Grand Total		551,392	541,124		542,960	542,960	542,960	543,697	543,697	543,697

Analysis of Budget Request

Appropriation: 228 - Various Claims

Funding Sources: MTA - Miscellaneous Revolving Fund

This appropriation provides for the payment of Small Controversial Claims, Non-Controversial Claims, and Death Benefit Awards to the surviving spouses and/or dependent children of policemen, firemen, correctional officers, and specified state employees killed in the official line of duty. Payment of the claims is from the Miscellaneous Revolving Fund.

The Agency is requesting Base Level of \$1,750,000 each year of the 2017-2019 Biennium.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: 228 - Various Claims

Funding Sources: MTA - Miscellaneous Revolving Fund

Commitment Item	2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
	Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Claims 5110015	1,311,258	1,750,000	1,750,000	1,750,000	1,750,000	1,750,000	1,750,000	1,750,000	1,750,000
Total	1,311,258	1,750,000	1,750,000	1,750,000	1,750,000	1,750,000	1,750,000	1,750,000	1,750,000

Funding Sources									
Miscellaneous Revolving 4000350	1,311,258	1,750,000		1,750,000	1,750,000	1,750,000	1,750,000	1,750,000	1,750,000
Total Funding	1,311,258	1,750,000		1,750,000	1,750,000	1,750,000	1,750,000	1,750,000	1,750,000
Excess Appropriation/(Funding)	0	0		0	0	0	0	0	0
Grand Total	1,311,258	1,750,000		1,750,000	1,750,000	1,750,000	1,750,000	1,750,000	1,750,000

Department Appropriation Summary

Historical Data

Agency Request and Executive/Legislative Recommendation

Appropriation	2015-2016		2016-2017		2016-2017		2017-2018						2018-2019					
	Actual	Pos	Budget	Pos	Authorized	Pos	Agency	Pos	Executive	Pos	Legislative	Pos	Agency	Pos	Executive	Pos	Legislative	Pos
1BA Community Correction - Federal	418,229	6	399,409	6	438,493	7	1,900,352	6	1,900,352	6	1,900,352	6	1,900,352	6	1,900,352	6	1,900,352	6
1BR Residents Cash Treasury	1,942,828	0	2,659,646	0	2,722,516	0	3,159,646	0	3,159,646	0	3,159,646	0	3,159,646	0	3,159,646	0	3,159,646	0
2GH Community Correction-Special	5,334,524	49	8,812,885	65	8,740,233	65	9,832,760	65	8,832,760	65	8,832,760	65	9,836,215	65	8,836,215	65	8,836,215	65
2GK County Jail Reimbursement	1,306,828	0	3,000,000	0	3,109,636	0	3,000,000	0	3,000,000	0	3,000,000	0	3,000,000	0	3,000,000	0	3,000,000	0
510 Community Correction - State	82,099,304	1,391	88,426,204	1,382	98,787,483	1,578	106,866,586	1,541	88,690,955	1,382	88,690,955	1,384	106,619,023	1,599	88,902,000	1,382	88,902,000	1,384
86Y Best Practices	3,449,267	0	4,000,000	0	4,000,000	0	4,000,000	0	4,000,000	0	4,000,000	0	4,000,000	0	4,000,000	0	4,000,000	0
N57 Court Accountability Grants	1,100,681	0	1,699,319	0	2,800,000	0	0	0	1,400,000	0	1,400,000	0	0	0	1,400,000	0	1,400,000	0
N58 Pay for Success Program	100,000	0	0	0	3,000,000	0	20,000,000	0	3,000,000	0	3,000,000	0	20,000,000	0	3,000,000	0	3,000,000	0
Total	95,751,661	1,446	108,997,463	1,453	123,598,361	1,650	148,759,344	1,612	113,983,713	1,453	113,983,713	1,455	148,515,236	1,670	114,198,213	1,453	114,198,213	1,455

Funding Sources		%		%		%		%		%		%		%		%	
Fund Balance	4000005	7,588,883	6.9	14,729,942	12.9			5,261,587	4.1	5,261,587	4.8	5,261,587	4.8	2,811,444	2.2	3,811,444	3.5
General Revenue	4000010	79,917,457	72.3	81,610,629	71.4			109,508,086	85.5	91,640,955	83.2	91,640,955	83.2	109,260,523	87.1	91,852,000	84.3
Federal Revenue	4000020	446,417	0.4	399,409	0.3			400,352	0.3	400,352	0.4	400,352	0.4	400,352	0.3	400,352	0.4
Special Revenue	4000030	10,565,567	9.6	9,900,000	8.7			11,400,000	8.9	11,400,000	10.3	11,400,000	10.3	11,400,000	9.1	11,400,000	10.5
Cash Fund	4000045	1,735,629	1.6	1,503,877	1.3			1,503,877	1.2	1,503,877	1.4	1,503,877	1.4	1,503,877	1.2	1,503,877	1.4
Merit Adjustment Fund	4000055	0	0.0	131,789	0.1			0	0.0	0	0.0	0	0.0	0	0.0	0	0.0
DFA Motor Vehicle Acquisition	4000184	408,465	0.4	0	0.0			0	0.0	0	0.0	0	0.0	0	0.0	0	0.0
General Improvement Fund	4000265	9,816,596	8.9	5,983,404	5.2			0	0.0	0	0.0	0	0.0	0	0.0	0	0.0
Intra-agency Fund Transfer	4000317	0	0.0	0	0.0			0	0.0	0	0.0	0	0.0	0	0.0	0	0.0
M & R Sales	4000340	2,589	0.0	0	0.0			0	0.0	0	0.0	0	0.0	0	0.0	0	0.0
Total Funds		110,481,603	100.0	114,259,050	100.0			128,073,902	100.0	110,206,771	100.0	110,206,771	100.0	125,376,196	100.0	108,967,673	100.0
Excess Appropriation/(Funding)		(14,729,942)		(5,261,587)				20,685,442		3,776,942		3,776,942		23,139,040		5,230,540	
Grand Total		95,751,661		108,997,463				148,759,344		113,983,713		113,983,713		148,515,236		114,198,213	

Budget exceeds Authorized Appropriation in FY17 (2GH) due to salary and matching rate adjustments during the 2015-2017 Biennium.
 Variance in fund balance due to unfunded appropriations in (N57) Court Accountability Grants and (N58) Pay for Success Program

Analysis of Budget Request

Appropriation: 1BA - Community Correction - Federal

Funding Sources: FPF - Federal Fund

This appropriation is funded by federal funds and provides support for several federal grant programs. The programs are for offender substance abuse rehabilitation treatment, drug court, serious and violent offenders, transitional housing and preparation for release from incarceration with follow up. The Agency anticipates the grants to continue during the next biennium.

Base Level Regular Salaries and Personal Services Matching include the continuation of the previously authorized 2017 Salaries and Career Service Payments for eligible employees. Personal Services Matching includes the monthly contribution for State employee's health insurance for a total State match per budgeted employee of \$420 per month. Base Level salaries and matching do not include appropriation for a Cost of Living Adjustment or Merit Pay Increases.

The Agency's Base Level appropriation totals \$400,352 in each year of the biennium.

The Agency's Change Level request provides for Operating Expenses increase of \$1,200,000 and an increase in Professional Fees of \$300,000 in each year of the biennium.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: 1BA - Community Correction - Federal

Funding Sources: FPF - Federal Fund

Commitment Item		2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Regular Salaries	5010000	206,783	211,140	253,518	211,028	211,028	211,028	211,028	211,028	211,028
#Positions		6	6	7	6	6	6	6	6	6
Personal Services Matching	5010003	81,653	80,271	76,977	81,326	81,326	81,326	81,326	81,326	81,326
Operating Expenses	5020002	129,268	70,246	70,246	1,270,246	1,270,246	1,270,246	1,270,246	1,270,246	1,270,246
Conference & Travel Expenses	5050009	0	28,313	28,313	28,313	28,313	28,313	28,313	28,313	28,313
Professional Fees	5060010	525	9,439	9,439	309,439	309,439	309,439	309,439	309,439	309,439
Data Processing	5090012	0	0	0	0	0	0	0	0	0
Capital Outlay	5120011	0	0	0	0	0	0	0	0	0
Total		418,229	399,409	438,493	1,900,352	1,900,352	1,900,352	1,900,352	1,900,352	1,900,352
Funding Sources										
Federal Revenue	4000020	418,229	399,409		400,352	400,352	400,352	400,352	400,352	400,352
Total Funding		418,229	399,409		400,352	400,352	400,352	400,352	400,352	400,352
Excess Appropriation/(Funding)		0	0		1,500,000	1,500,000	1,500,000	1,500,000	1,500,000	1,500,000
Grand Total		418,229	399,409		1,900,352	1,900,352	1,900,352	1,900,352	1,900,352	1,900,352

FY17 Budget amount in Personal Services Matching exceeds the authorized amount due to matching rate adjustments during the 2015-2017 Biennium.

Analysis of Budget Request

Appropriation: 1BR - Residents Cash Treasury

Funding Sources: NCC - Cash in Treasury

The Residential Services appropriation provides for the operation of the Community Correction Facilities commissary. These are self-supporting operations in which residents can purchase various commissary supplies, primarily snack foods, in the Department's various centers. This appropriation also utilizes the proceeds from the coin-less telephone program in which the Agency receives partial reimbursement from the telephone company for phone calls made by the residents. The proceeds are used to purchase items of mutual benefit to all residents. The appropriation is also used for inmate assistance projects, security equipment and general operations.

The Agency's Base Level appropriation totals \$2,659,646 in each year of the biennium.

The Agency's Change Level Request is for appropriation of \$500,000 for Capital Outlay in each year of the biennium for equipment purchases that may be necessary for residential centers.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: 1BR - Residents Cash Treasury

Funding Sources: NCC - Cash in Treasury

Commitment Item		2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Operating Expenses	5020002	1,844,467	2,557,846	2,557,846	2,557,846	2,557,846	2,557,846	2,557,846	2,557,846	2,557,846
Conference & Travel Expenses	5050009	0	0	62,870	0	0	0	0	0	0
Professional Fees	5060010	98,361	101,800	101,800	101,800	101,800	101,800	101,800	101,800	101,800
Data Processing	5090012	0	0	0	0	0	0	0	0	0
Capital Outlay	5120011	0	0	0	500,000	500,000	500,000	500,000	500,000	500,000
Total		1,942,828	2,659,646	2,722,516	3,159,646	3,159,646	3,159,646	3,159,646	3,159,646	3,159,646
Funding Sources										
Fund Balance	4000005	1,550,223	1,223,152		17,383	17,383	17,383	0	0	0
Cash Fund	4000045	1,615,757	1,453,877		1,453,877	1,453,877	1,453,877	1,453,877	1,453,877	1,453,877
Total Funding		3,165,980	2,677,029		1,471,260	1,471,260	1,471,260	1,453,877	1,453,877	1,453,877
Excess Appropriation/(Funding)		(1,223,152)	(17,383)		1,688,386	1,688,386	1,688,386	1,705,769	1,705,769	1,705,769
Grand Total		1,942,828	2,659,646		3,159,646	3,159,646	3,159,646	3,159,646	3,159,646	3,159,646

Analysis of Budget Request

Appropriation: 2GH - Community Correction-Special

Funding Sources: SPF - Community Correction Revolving Fund

The Department of Community Correction is responsible for adult probation and parole services. This appropriation is utilized to support these services as well as special programs primarily for alcohol and drug and mental health treatment. The special revenue supporting this appropriation includes fees and sanctions levied by the courts or authorized by the Board of Corrections and paid by offenders. The probation/parole fee is \$25 each month and provide for safety equipment, vehicles, and drug testing supplies.

Base Level Regular Salaries and Personal Services Matching include the continuation of the previously authorized 2017 Salaries and Career Service Payments for eligible employees. Personal Services Matching includes the monthly contribution for State employee's health insurance for a total State match per budgeted employee of \$420 per month. Base Level salaries and matching do not include appropriation for a Cost of Living Adjustment or Merit Pay Increases.

The Agency's Base Level appropriation totals \$8,832,760 for FY18 and \$8,836,215 for FY19 with sixty five (65) budgeted positions.

The Agency's Change Level Request totals \$1,000,000 of appropriation in each year to support needs such as new vehicles and other support that may be needed for supervision staff and area offices.

The Executive Recommendation provides for Base Level appropriation.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: 2GH - Community Correction-Special
Funding Sources: SPF - Community Correction Revolving Fund

Commitment Item		2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Regular Salaries	5010000	1,883,769	2,495,289	2,435,183	2,501,289	2,501,289	2,501,289	2,504,089	2,504,089	2,504,089
#Positions		49	65	65	65	65	65	65	65	65
Personal Services Matching	5010003	754,983	899,020	886,474	912,895	912,895	912,895	913,550	913,550	913,550
Operating Expenses	5020002	0	0	0	0	0	0	0	0	0
Conference & Travel Expenses	5050009	0	0	0	0	0	0	0	0	0
Professional Fees	5060010	0	0	0	0	0	0	0	0	0
Data Processing	5090012	0	0	0	0	0	0	0	0	0
Capital Outlay	5120011	0	0	0	0	0	0	0	0	0
WMSC Parking Srvs from Fees	5900046	10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000
Community Correction Programs	5900047	2,685,772	5,408,576	5,408,576	6,408,576	5,408,576	5,408,576	6,408,576	5,408,576	5,408,576
Total		5,334,524	8,812,885	8,740,233	9,832,760	8,832,760	8,832,760	9,836,215	8,836,215	8,836,215

Funding Sources										
Fund Balance	4000005	2,527,550	5,470,958		3,958,073	3,958,073	3,958,073	1,525,313	2,525,313	2,525,313
Federal Revenue	4000020	28,188	0		0	0	0	0	0	0
Special Revenue	4000030	7,841,279	7,300,000		7,400,000	7,400,000	7,400,000	7,400,000	7,400,000	7,400,000
DFA Motor Vehicle Acquisition	4000184	408,465	0		0	0	0	0	0	0
Total Funding		10,805,482	12,770,958		11,358,073	11,358,073	11,358,073	8,925,313	9,925,313	9,925,313
Excess Appropriation/(Funding)		(5,470,958)	(3,958,073)		(1,525,313)	(2,525,313)	(2,525,313)	910,902	(1,089,098)	(1,089,098)
Grand Total		5,334,524	8,812,885		9,832,760	8,832,760	8,832,760	9,836,215	8,836,215	8,836,215

FY17 Budget amount in Regular Salaries and Personal Services Matching exceeds the authorized amount due to salary and matching rate adjustments during the 2015-2017 Biennium.

Analysis of Budget Request

Appropriation: 2GK - County Jail Reimbursement

Funding Sources: MCJ - County Jail Reimbursement Fund

Arkansas Code §19-5-1045 provides Jail Reimbursement to Counties by the Department of Community Correction. Prior to this legislation, only Department of Correction could provide Jail Reimbursements to the Counties. In the event that the Department of Correction or Department of Community Correction could not accept inmates from county jails due to insufficient bed space, each agency would have to reimburse the counties for housing the inmates. Funding for this appropriation comes from general revenue.

The Agency's Request is for Base Level of \$3,000,000 in each year of the biennium.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: 2GK - County Jail Reimbursement
Funding Sources: MCJ - County Jail Reimbursement Fund

Commitment Item	2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
	Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Refunds/Reimbursements 5110014	1,306,828	3,000,000	3,109,636	3,000,000	3,000,000	3,000,000	3,000,000	3,000,000	3,000,000
Total	1,306,828	3,000,000	3,109,636	3,000,000	3,000,000	3,000,000	3,000,000	3,000,000	3,000,000
Funding Sources									
General Revenue 4000010	1,306,828	3,000,000		3,000,000	3,000,000	3,000,000	3,000,000	3,000,000	3,000,000
Total Funding	1,306,828	3,000,000		3,000,000	3,000,000	3,000,000	3,000,000	3,000,000	3,000,000
Excess Appropriation/(Funding)	0	0		0	0	0	0	0	0
Grand Total	1,306,828	3,000,000		3,000,000	3,000,000	3,000,000	3,000,000	3,000,000	3,000,000

Analysis of Budget Request

Appropriation: 510 - Community Correction - State

Funding Sources: HCP - Department of Community Correction Fund

The Department of Community Correction uses this appropriation for daily operations. Funding for this appropriation comes from general revenue and cash funds received from the rental of buildings at the Texarkana unit to other state agencies.

Base Level Regular Salaries and Personal Services Matching include the continuation of the previously authorized 2017 Salaries and Career Service Payments for eligible employees. Personal Services Matching includes the monthly contribution for State employee's health insurance for a total State match per budgeted employee of \$420 per month. Base Level salaries and matching do not include appropriation for a Cost of Living Adjustment or Merit Pay Increases. The Base Level salary of unclassified positions reflects the FY17 line item maximum plus the previously authorized 2016 1% Cost of Living Adjustment authorized by Act 1007 (3 (B)) of 2015.

Base Level appropriation totals \$88,518,793 in FY18 and \$88,566,909 for FY19 with one thousand three hundred eighty-two (1,382) budgeted positions.

The Agency's Change Level Request is for \$18,347,793 for FY18 and \$18,052,114 in FY19 with new general revenue funding of \$18,039,293 in FY18 and \$17,743,614 in FY19 and unfunded appropriation of \$308,500 in each year of the biennium, and includes the following:

- Regular Salaries and Personal Services Matching of \$7,170,221 for FY18 and \$9,520,104 in FY19 to include one hundred fifty-nine (159) new positions in FY18 and two hundred seventeen (217) new positions in FY19.
- Overtime and Personal Services Matching unfunded appropriation of \$308,500 in each year of the biennium.
- Operating Expenses of \$4,982,602 in FY18 and \$5,827,002 in FY19 for new position operating expenses, maintenance and repairs of the residential centers, cost effective expansions to existing facilities, and training of new staff.
- Professional Fees of \$269,438 in FY18 and \$2,093,493 in FY19 for increased medical contract expenses.
- Capital Outlay of \$5,617,032 for FY18 and \$303,015 in FY19 for information technology (IT) equipment and vehicle purchases. This request is in compliance with the Agency's IT plan.

The Executive Recommendation provides for Base Level in addition to Professional Fees increase of \$172,162 for FY18 and \$335,091 for FY19 in appropriation and general revenue funding.

The Legislative Recommendation concurs with the Executive Recommendation with two additional positions, ADC/DCC Deputy Warden and DCC Parole/Probation Assistant Area Manager, per Personnel Committee Action.

Appropriation Summary

Appropriation: 510 - Community Correction - State
Funding Sources: HCP - Department of Community Correction Fund

Commitment Item		2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Regular Salaries	5010000	45,487,084	48,278,396	49,413,778	53,483,737	48,322,586	48,322,586	55,190,130	48,361,586	48,361,586
#Positions		1,391	1,382	1,578	1,541	1,382	1,384	1,599	1,382	1,384
Extra Help	5010001	7,782	100,000	100,000	100,000	100,000	100,000	100,000	100,000	100,000
#Extra Help		2	10	10	10	10	10	10	10	10
Personal Services Matching	5010003	17,234,720	18,030,064	18,531,095	20,349,433	18,281,863	18,281,863	21,041,039	18,290,979	18,290,979
Overtime	5010006	16,930	10,000	10,000	260,000	10,000	10,000	260,000	10,000	10,000
Operating Expenses	5020002	12,604,889	15,752,479	22,170,874	20,735,081	15,752,479	15,752,479	21,579,481	15,752,479	15,752,479
Conference & Travel Expenses	5050009	2,330	2,000	47,109	2,000	2,000	2,000	2,000	2,000	2,000
Professional Fees	5060010	6,077,267	6,049,865	7,543,170	6,319,303	6,222,027	6,222,027	8,143,358	6,384,956	6,384,956
Data Processing	5090012	0	0	0	0	0	0	0	0	0
Capital Outlay	5120011	668,302	203,400	971,457	5,617,032	0	0	303,015	0	0
Total		82,099,304	88,426,204	98,787,483	106,866,586	88,690,955	88,690,955	106,619,023	88,902,000	88,902,000

Funding Sources										
Fund Balance	4000005	0	5,349,701		0	0	0	0	0	0
General Revenue	4000010	78,610,629	78,610,629		106,508,086	88,640,955	88,640,955	106,260,523	88,852,000	88,852,000
Cash Fund	4000045	119,872	50,000		50,000	50,000	50,000	50,000	50,000	50,000
Merit Adjustment Fund	4000055	0	131,789		0	0	0	0	0	0
General Improvement Fund	4000265	8,715,915	4,284,085		0	0	0	0	0	0
M & R Sales	4000340	2,589	0		0	0	0	0	0	0
Total Funding		87,449,005	88,426,204		106,558,086	88,690,955	88,690,955	106,310,523	88,902,000	88,902,000
Excess Appropriation/(Funding)		(5,349,701)	0		308,500	0	0	308,500	0	0
Grand Total		82,099,304	88,426,204		106,866,586	88,690,955	88,690,955	106,619,023	88,902,000	88,902,000

Analysis of Budget Request

Appropriation: 86Y - Best Practices

Funding Sources: TBP - Best Practices Trust

This appropriation was established by the Public Safety Improvement Act of 2011 also known as Act 570. The special revenue supporting this appropriation includes fees and sanctions levied by the courts or authorized by the Board of Corrections and paid by offenders. The probation/parole fee is \$10 each month. These fees go to support programs and services that implement practices that are proven to reduce the risk of having repeat offenders or recidivism, including programs that address treatment needs of offenders.

The Agency is requesting Base Level of \$4,000,000 each year of the biennium.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: 86Y - Best Practices

Funding Sources: TBP - Best Practices Trust

Commitment Item		2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Community Correction Prgm	5900046	3,449,267	4,000,000	4,000,000	4,000,000	4,000,000	4,000,000	4,000,000	4,000,000	4,000,000
Total		3,449,267	4,000,000	4,000,000	4,000,000	4,000,000	4,000,000	4,000,000	4,000,000	4,000,000
Funding Sources										
Fund Balance	4000005	3,511,110	2,686,131		1,286,131	1,286,131	1,286,131	1,286,131	1,286,131	1,286,131
Special Revenue	4000030	2,724,288	2,600,000		4,000,000	4,000,000	4,000,000	4,000,000	4,000,000	4,000,000
Intra-agency Fund Transfer	4000317	(100,000)	0		0	0	0	0	0	0
Total Funding		6,135,398	5,286,131		5,286,131	5,286,131	5,286,131	5,286,131	5,286,131	5,286,131
Excess Appropriation/(Funding)		(2,686,131)	(1,286,131)		(1,286,131)	(1,286,131)	(1,286,131)	(1,286,131)	(1,286,131)	(1,286,131)
Grand Total		3,449,267	4,000,000		4,000,000	4,000,000	4,000,000	4,000,000	4,000,000	4,000,000

Analysis of Budget Request

Appropriation: N57 - Court Accountability Grants

Funding Sources: TAC - Accountability Court Fund

The Court Accountability Grants appropriation provides for the distribution of grant funds to adult and juvenile specialty court programs as defined under Arkansas Code § 16-10-139. This appropriation is payable from the Accountability Court Fund established by Act 895 of 2015 Section 43. Funding for this appropriation comes from grants funds and any other funds authorized or provided by law.

Base Level appropriation totals \$1,699,319 for both years of the biennium.

The Agency Request that appropriation not be continued for the 2017-2019 Biennium.

The Executive Recommendation provides for \$1,400,000 in appropriation.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: N57 - Court Accountability Grants

Funding Sources: TAC - Accountability Court Fund

Commitment Item		2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Grants and Aid	5100004	1,100,681	1,699,319	2,800,000	0	1,400,000	1,400,000	0	1,400,000	1,400,000
Total		1,100,681	1,699,319	2,800,000	0	1,400,000	1,400,000	0	1,400,000	1,400,000

Funding Sources										
General Improvement Fund	4000265	1,100,681	1,699,319		0	0	0	0	0	0
Total Funding		1,100,681	1,699,319		0	0	0	0	0	0
Excess Appropriation/(Funding)		0	0		0	1,400,000	1,400,000	0	1,400,000	1,400,000
Grand Total		1,100,681	1,699,319		0	1,400,000	1,400,000	0	1,400,000	1,400,000

Analysis of Budget Request

Appropriation: N58 - Pay for Success Program

Funding Sources: TBQ - Social Innovation Fund

The Pay-for-Success Program appropriation provides for the Department of Community Correction to enter into agreements with entities such as community-based behavioral health providers or public universities to create a pay-for-success program for incarcerated or supervised individuals. The Pay-For-Success Program is payable from the Social Innovation Fund established by Act 895 of 2015 section 42. Funding for this appropriation includes grant funds, loans, investments and any other funds authorized by law.

Agency is requesting \$20,000,000 in unfunded appropriation to provide for services and programs associated with Pay for Success. Expenditure of appropriation is contingent upon available funding.

The Executive Recommendation provides for \$3,000,000 in unfunded appropriation.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: N58 - Pay for Success Program

Funding Sources: TBQ - Social Innovation Fund

Commitment Item		2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Pay for Success	5900046	100,000	0	3,000,000	20,000,000	3,000,000	3,000,000	20,000,000	3,000,000	3,000,000
Total		100,000	0	3,000,000	20,000,000	3,000,000	3,000,000	20,000,000	3,000,000	3,000,000

Funding Sources										
Intra-agency Fund Transfer	4000317	100,000	0		0	0	0	0	0	0
Total Funding		100,000	0		0	0	0	0	0	0
Excess Appropriation/(Funding)		0	0		20,000,000	3,000,000	3,000,000	20,000,000	3,000,000	3,000,000
Grand Total		100,000	0		20,000,000	3,000,000	3,000,000	20,000,000	3,000,000	3,000,000

Department Appropriation Summary

Historical Data

Agency Request and Executive/Legislative Recommendation

Appropriation	2015-2016		2016-2017		2016-2017		2017-2018						2018-2019					
	Actual	Pos	Budget	Pos	Authorized	Pos	Agency	Pos	Executive	Pos	Legislative	Pos	Agency	Pos	Executive	Pos	Legislative	Pos
1MJ County Jail Reimbursement	26,069,399	0	13,753,607	0	19,661,227	0	13,453,607	0	13,453,607	0	13,453,607	0	13,453,607	0	13,453,607	0	13,453,607	0
2ZV Work Release Cash	2,973,474	0	6,195,920	0	7,238,920	0	8,046,162	0	8,046,162	0	8,046,162	0	8,025,860	0	8,025,860	0	8,025,860	0
33K ADC Sex Offender Assessment	0	0	25,000	0	25,000	0	25,000	0	25,000	0	25,000	0	25,000	0	25,000	0	25,000	0
4HS Fire Station Treasury Cash	50,883	0	25,000	0	25,000	0	25,000	0	25,000	0	25,000	0	25,000	0	25,000	0	25,000	0
509 Inmate Care & Custody	340,419,754	4,448	350,681,274	4,556	369,072,651	4,600	361,381,696	4,619	359,681,795	4,579	359,681,795	4,579	363,768,020	4,623	361,895,414	4,579	361,895,414	4,579
511 Prison Industry	8,187,429	50	9,860,999	58	11,571,873	58	9,998,540	58	9,998,540	58	9,998,540	58	9,999,520	58	9,999,520	58	9,999,520	58
512 Farm Operations	15,090,507	65	19,110,438	65	20,239,195	65	19,547,594	65	19,483,310	63	19,483,310	63	19,465,323	65	19,401,039	63	19,401,039	63
859 Inmate Welfare Treasury Cash	11,921,250	0	12,976,628	29	13,411,332	29	14,430,805	29	14,430,805	29	14,430,805	29	14,681,800	29	14,681,800	29	14,681,800	29
865 Non-Tax Revenue Receipts	1,931,973	0	2,501,200	0	3,972,500	0	2,501,200	0	2,501,200	0	2,501,200	0	2,501,200	0	2,501,200	0	2,501,200	0
F95 Paws in Prison	63,877	0	150,000	0	150,000	0	150,000	0	150,000	0	150,000	0	150,000	0	150,000	0	150,000	0
Total	406,708,546	4,562	415,280,066	4,708	445,367,698	4,752	429,559,604	4,771	427,795,419	4,729	427,795,419	4,729	432,095,330	4,775	430,158,440	4,729	430,158,440	4,729

Funding Sources		%		%		%		%		%		%		%		%		%	
Fund Balance	4000005	14,813,226	3.5	17,143,285	4.0			10,433,100	2.4	10,433,100	2.5	10,433,100	2.5	3,089,127	0.7	3,089,127	0.7	3,089,127	0.7
General Revenue	4000010	363,195,082	85.7	354,177,392	83.2			368,822,161	86.1	364,846,225	85.9	364,846,225	85.9	371,035,531	87.5	366,639,756	87.4	366,639,756	87.4
Federal Revenue	4000020	382,489	0.1	0	0.0			0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0
Special Revenue	4000030	16,997,001	4.0	20,785,000	4.9			21,896,645	5.1	21,896,645	5.2	21,896,645	5.2	21,900,617	5.2	21,900,617	5.2	21,900,617	5.2
Cash Fund	4000045	20,191,055	4.8	19,521,660	4.6			20,697,145	4.8	20,697,145	4.9	20,697,145	4.9	21,324,445	5.0	21,324,445	5.1	21,324,445	5.1
Merit Adjustment Fund	4000055	406,324	0.1	0	0.0			0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0
Budget Stabilization Trust	4000130	5,600,000	1.3	5,600,000	1.3			5,600,000	1.3	5,600,000	1.3	5,600,000	1.3	5,600,000	1.3	5,600,000	1.3	5,600,000	1.3
DFA Motor Vehicle Acquisition	4000184	177,210	0.0	0	0.0			0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0
General Improvement Fund	4000265	1,978,960	0.5	7,385,829	1.7			0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0
Intra-agency Fund Transfer	4000317	0	0.0	1,000,000	0.2			1,000,000	0.2	1,000,000	0.2	1,000,000	0.2	1,000,000	0.2	1,000,000	0.2	1,000,000	0.2
M & R Sales	4000340	78,431	0.0	0	0.0			0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0
Other	4000370	32,053	0.0	100,000	0.0			100,000	0.0	100,000	0.0	100,000	0.0	100,000	0.0	100,000	0.0	100,000	0.0
Total Funds		423,851,831	100.0	425,713,166	100.0			428,549,051	100.0	424,573,115	100.0	424,573,115	100.0	424,049,720	100.0	419,653,945	100.0	419,653,945	100.0
Excess Appropriation/(Funding)		(17,143,285)		(10,433,100)				1,010,553		3,222,304		3,222,304		8,045,610		10,504,495		10,504,495	
Grand Total		406,708,546		415,280,066				429,559,604		427,795,419		427,795,419		432,095,330		430,158,440		430,158,440	

Variance in fund balance due to unfunded appropriation in appropriations (2ZV) Work Release Cash, (509) Inmate Care & Custody, (511) Prison Industry, (512) Farm Operations, and (859) Inmate Welfare Treasury Cash,

Analysis of Budget Request

Appropriation: 1MJ - County Jail Reimbursement

Funding Sources: MCJ - County Jail Reimbursement Fund

In the event the Arkansas Department of Correction cannot accept inmates from county jails due to insufficient bed space, the Agency reimburses the counties from the County Jail Reimbursement Fund at rates determined by the Chief Fiscal Officer of the State, after consultation with the Division of Legislative Audit and the Department of Correction and upon approval of the Governor, until the appropriation and funding provided for that purpose are exhausted as stipulated in A.C.A. §12-27-114. ADC serves as disbursing officer for this separate Revenue Stabilization Fund and currently pays county jails \$30 per day for housing inmates sentenced to ADC.

The Agency Request Base Level appropriation totals \$13,453,607 each year of the biennium.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: 1MJ - County Jail Reimbursement
Funding Sources: MCJ - County Jail Reimbursement Fund

Commitment Item	2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
	Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Refunds/Reimbursements 5110014	26,069,399	13,753,607	19,661,227	13,453,607	13,453,607	13,453,607	13,453,607	13,453,607	13,453,607
Total	26,069,399	13,753,607	19,661,227	13,453,607	13,453,607	13,453,607	13,453,607	13,453,607	13,453,607
Funding Sources									
Fund Balance 4000005	11,702	474,130		174,130	174,130	174,130	174,130	174,130	174,130
General Revenue 4000010	26,531,827	13,453,607		13,453,607	13,453,607	13,453,607	13,453,607	13,453,607	13,453,607
Total Funding	26,543,529	13,927,737		13,627,737	13,627,737	13,627,737	13,627,737	13,627,737	13,627,737
Excess Appropriation/(Funding)	(474,130)	(174,130)		(174,130)	(174,130)	(174,130)	(174,130)	(174,130)	(174,130)
Grand Total	26,069,399	13,753,607		13,453,607	13,453,607	13,453,607	13,453,607	13,453,607	13,453,607

Analysis of Budget Request

Appropriation: 2ZV - Work Release Cash

Funding Sources: NDC - Cash in Treasury

The Work Release Program allows inmates to hold paid jobs in the community while being housed at a correctional facility. Work Release participants reimburse the Department of Correction \$17 per day to offset the cost for maintenance and operation of the centers. There are currently six Work Release Centers located at Luxora, Springdale, Benton, Texarkana, Wrightsville and Pine Bluff. This is a cash funded appropriation that is supported by each inmate who participates in the Work Release Program.

The Agency's Base Level appropriation totals \$5,695,920 each year of the biennium.

The Agency's Change Level Request totals \$2,350,242 in FY18 and \$2,329,940 in FY19 and consists of the following:

- Operating Expenses of \$219,900 in FY18 and \$302,350 in FY19 including utilities, fuel purchases, mileage, food purchases, firearms, and building maintenance.
- Professional Fees of \$500,000 each year for increases in professional, administrative and legal fees for the work release units.
- Capital Outlay of \$1,630,342 in FY18 and \$1,527,590 in FY19 for the purchase of new equipment for two of the work release units.

The Executive Recommendation provides for the Agency Request. Expenditure of appropriation is contingent upon available funding.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: 2ZV - Work Release Cash

Funding Sources: NDC - Cash in Treasury

Commitment Item		2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Operating Expenses	5020002	1,863,034	5,091,770	5,091,770	5,311,670	5,311,670	5,311,670	5,394,120	5,394,120	5,394,120
Conference & Travel Expenses	5050009	3,669	104,150	104,150	104,150	104,150	104,150	104,150	104,150	104,150
Professional Fees	5060010	135	500,000	500,000	1,000,000	1,000,000	1,000,000	1,000,000	1,000,000	1,000,000
Data Processing	5090012	0	0	0	0	0	0	0	0	0
Capital Outlay	5120011	1,106,636	500,000	1,543,000	1,630,342	1,630,342	1,630,342	1,527,590	1,527,590	1,527,590
Debt Service	5120019	0	0	0	0	0	0	0	0	0
Total		2,973,474	6,195,920	7,238,920	8,046,162	8,046,162	8,046,162	8,025,860	8,025,860	8,025,860

Funding Sources										
Fund Balance	4000005	6,123,199	6,800,492		4,004,572	4,004,572	4,004,572	0	0	0
Cash Fund	4000045	3,579,767	3,400,000		3,400,000	3,400,000	3,400,000	3,400,000	3,400,000	3,400,000
M & R Sales	4000340	71,000	0		0	0	0	0	0	0
Total Funding		9,773,966	10,200,492		7,404,572	7,404,572	7,404,572	3,400,000	3,400,000	3,400,000
Excess Appropriation/(Funding)		(6,800,492)	(4,004,572)		641,590	641,590	641,590	4,625,860	4,625,860	4,625,860
Grand Total		2,973,474	6,195,920		8,046,162	8,046,162	8,046,162	8,025,860	8,025,860	8,025,860

Analysis of Budget Request

Appropriation: 33K - ADC Sex Offender Assessment

Funding Sources: SSC - ADC Sex Offender Assessment Fund

This appropriation request is for UAMS Juvenile Assessment. Funds for this appropriation are derived from collections by the Arkansas Crime Information Center (ACIC) of a \$250.00 fee from each individual who is required by law to register as a Level III or Level IV Sex Offender as required by provisions of ACA §12-12-910 and 12-12-911 et seq. The fees are split between ACIC and the Department of Correction.

The Agency Request is for Base Level of \$25,000 each year of the biennium.

The Executive Recommendation provides for the Agency Request. Expenditure of appropriation is contingent upon available funding.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: 33K - ADC Sex Offender Assessment

Funding Sources: SSC - ADC Sex Offender Assessment Fund

Commitment Item		2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Operating Expenses	5020002	0	25,000	25,000	25,000	25,000	25,000	25,000	25,000	25,000
Conference & Travel Expenses	5050009	0	0	0	0	0	0	0	0	0
Professional Fees	5060010	0	0	0	0	0	0	0	0	0
Data Processing	5090012	0	0	0	0	0	0	0	0	0
Capital Outlay	5120011	0	0	0	0	0	0	0	0	0
Total		0	25,000	25,000	25,000	25,000	25,000	25,000	25,000	25,000
Funding Sources										
Fund Balance	4000005	82,496	111,857		111,857	111,857	111,857	111,857	111,857	111,857
Special Revenue	4000030	29,361	25,000		25,000	25,000	25,000	25,000	25,000	25,000
Total Funding		111,857	136,857		136,857	136,857	136,857	136,857	136,857	136,857
Excess Appropriation/(Funding)		(111,857)	(111,857)		(111,857)	(111,857)	(111,857)	(111,857)	(111,857)	(111,857)
Grand Total		0	25,000		25,000	25,000	25,000	25,000	25,000	25,000

Analysis of Budget Request

Appropriation: 4HS - Fire Station Treasury Cash

Funding Sources: NDC - Cash in Treasury

This appropriation provides for the support of the Fire Station recently constructed at the Cummins Unit. Cash funds are collected through the Fire Protection Revolving Fund as authorized by Act 833 of 1991. The construction of the new Fire Station was completed by Department of Correction's in-house construction division utilizing inmate labor to lower the cost.

The Agency Request is for Base Level of \$25,000 each year of the biennium.

The Executive Recommendation provides for the Agency Request. Expenditure of appropriation is contingent upon available funding.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: 4HS - Fire Station Treasury Cash

Funding Sources: NDC - Cash in Treasury

Commitment Item		2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Operating Expenses	5020002	5,890	25,000	25,000	25,000	25,000	25,000	25,000	25,000	25,000
Conference & Travel Expenses	5050009	0	0	0	0	0	0	0	0	0
Professional Fees	5060010	0	0	0	0	0	0	0	0	0
Data Processing	5090012	0	0	0	0	0	0	0	0	0
Capital Outlay	5120011	44,993	0	0	0	0	0	0	0	0
Total		50,883	25,000	25,000	25,000	25,000	25,000	25,000	25,000	25,000
Funding Sources										
Fund Balance	4000005	51,091	16,695		11,695	11,695	11,695	11,695	11,695	11,695
Cash Fund	4000045	16,487	20,000		25,000	25,000	25,000	25,000	25,000	25,000
Total Funding		67,578	36,695		36,695	36,695	36,695	36,695	36,695	36,695
Excess Appropriation/(Funding)		(16,695)	(11,695)		(11,695)	(11,695)	(11,695)	(11,695)	(11,695)	(11,695)
Grand Total		50,883	25,000		25,000	25,000	25,000	25,000	25,000	25,000

Expenditure of appropriation is contingent upon available funding

Analysis of Budget Request

Appropriation: 509 - Inmate Care & Custody

Funding Sources: HCA - Department of Correction Inmate Care and Custody Fund

The Arkansas Department of Correction (ADC) is responsible for administration of an efficient and humane system of correction for individuals committed to the Department by the courts. In addition to providing for basic physiological and psychological needs of inmates, the Agency operates extensive farming, industry, work release programs, inmate welfare activities, pen stores, and maintenance and construction activities. Cash and special revenues produced by these and other auxiliary activities allow the Department wide discretion in planning and operating new and expanded inmate care and custody programs as well as construction projects.

The Board of Corrections is comprised of seven voting members: five citizen members, the chairperson of the Post Prison Transfer Board and one member of a criminal justice faculty. Each member is appointed by the Governor and serves a seven-year term.

The Agency has five divisions. The divisions and responsibilities are:

Administrative Services provides support to all operational units of the ADC while ensuring Agency compliance with state and federal accounting, budgetary and personnel procedures;

Institutional Services oversees the various Institutions, Work Release Programs, Regional Jails, Transportation Services, Accreditation, Classification and Emergency Preparedness;

Operations directs the Agriculture and Industry Programs, the 309 County Jail Contracts Program (A.C.A. §12-30-401) and also coordinates inmate grievances;

Health and Correctional Programs is responsible for Medical and Mental Health Services, Religious Services, Substance Abuse Treatment Program (SATP) and Reduction of Sexual Victimization Program (RSVP). The Health and Correctional Programs Division also coordinates educational programs provided through the Department of Correction School District, which is accredited and supervised by the Arkansas Department of Education. During the 1999 Legislative Session, responsibility for assessment of sex offenders in prison and living in communities in Arkansas was assigned to ADC. A unit supervised by the Deputy Director of Health and Correctional Programs conducts the assessments as prescribed by the Sex Offender Assessment Committee whose members are appointed by the Governor and prescribed by law;

Construction and Maintenance is responsible for ongoing and preventive maintenance programs at the various units and design and construction projects for the department. Construction of facilities is often completed with inmate labor, which costs substantially less than free-world labor.

Funding for Inmate Care and Custody (ICC) is primarily from general revenue. The opening of the Jefferson and Delta Regional Jail Units in FY92 provided a new fund source for the Department. Legislation specifies that fees collected from contracting with counties for an agreed upon number of beds is to be deposited in the "Regional Facilities Operation Account" and used for payment of debt service on, or operation of, regional facilities. The operation of these facilities is funded within Inmate Care and Custody appropriation with a portion of the cost defrayed by a transfer of the cash funds to the Inmate Care and Custody Fund. The use of cash and special revenue income for Inmate Care & Custody Fund Operations allows the Agency to prepare fiscal year budgets to help meet the contingencies of population growth.

Base Level Regular Salaries and Personal Services Matching include the continuation of the previously authorized 2017 Salaries and Career Service Payments for eligible employees. Personal Services Matching includes the monthly contribution for State employee's health insurance for a total State match per budgeted employee of \$420 per month. Base Level salaries and matching do not include appropriation for a Cost of Living Adjustment or Merit Pay Increases.

The Agency's Base Level appropriation totals \$351,615,496 in FY18 and \$351,761,574 in FY19 with general revenue funding of \$348,765,496 in FY18 and \$348,911,574 in FY19; and includes four thousand five hundred fifty-three (4,556) positions.

The Agency's Change Level Request totals \$9,766,200 in FY18 and \$12,006,446 in FY19 with new general revenue funding of \$6,603,058 in FY18 and \$8,670,350 in FY19, and includes the following:

Medical Contract Incremental Increases

The agency request an increase in Professional Fees of \$2,627,122 in FY18 and \$4,274,575 in FY19. The agency is also requesting \$1,000,000 increase in appropriation only in each year of the biennium.

Agency General Operations

In order to provide the administration of the system as a whole, the Agency request the following:

- Unit Operational Cost - \$1,590,084 in FY18 and \$2,335,784 in FY19 to cover utility, gasoline and diesel, clothing, and general operational cost due to an increase in inmate population.
- Regular Salaries and Personal Services Matching of \$2,789,647 in FY18 and \$2,962,601 FY19 with \$626,505 of additional general revenue funding each year which includes the following:
 1. Restoration of forty four (44) Flex positions (Appropriation Only)
 2. One (1) Lieutenant - (Appropriation Only) - Tucker Unit
 3. One (1) Administrative Specialist I - Delta Unit Maintenance
 4. One (1) Administrative Specialist II - North Central Unit Records Department
 5. Seven (7) Licensed Certified Social Workers
 6. Four (4) Substance Abuse Programs Leaders (Appropriation Only) in FY18 and Eight (8) in FY19.
 7. Five (5) Correctional Corporals - Pine Bluff Unit Complex
- Capital Outlay of \$1,759,347 in FY18 and \$1,433,486 in FY19

Subsequent to Agency's initial Budget Request, the Office of Personnel Management and Agency personnel evaluated the Agency's position usage and ongoing staffing needs.

The Executive Recommendation provides for the Agency Request in appropriation with the exception of the following:

1. One (1) Administrative Specialist I - Delta Unit Maintenance
2. One (1) Administrative Specialist II - North Central Unit Records Department
3. Seven (7) Licensed Certified Social Workers
4. Five (5) Correctional Corporals - Pine Bluff Unit Complex
5. Eighteen (18) Flex positions

The Executive Recommendation also reflects a reduction of eight (8) Base Level positions based on the personnel evaluation.

The Executive Recommendation provides for additional general revenue funding of \$2,627,122 in FY18 and \$4,274,575 in FY19.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: 509 - Inmate Care & Custody

Funding Sources: HCA - Department of Correction Inmate Care and Custody Fund

Commitment Item		2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Regular Salaries	5010000	160,277,704	160,582,860	171,217,279	162,673,091	161,466,435	161,466,435	162,913,443	161,583,935	161,583,935
#Positions		4,448	4,556	4,600	4,619	4,579	4,579	4,623	4,579	4,579
Extra Help	5010001	82,133	100,000	100,000	100,000	100,000	100,000	100,000	100,000	100,000
#Extra Help		17	168	168	168	168	168	168	168	168
Personal Services Matching	5010003	59,776,049	61,346,169	65,773,449	62,979,807	62,486,562	62,486,562	63,058,487	62,515,389	62,515,389
Overtime	5010006	646,066	1,550,000	1,550,000	1,550,000	1,550,000	1,550,000	1,550,000	1,550,000	1,550,000
Operating Expenses	5020002	54,007,300	55,585,458	56,980,708	57,175,542	57,175,542	57,175,542	57,921,242	57,921,242	57,921,242
Conference & Travel Expenses	5050009	118,551	155,398	155,398	155,398	155,398	155,398	155,398	155,398	155,398
Professional Fees	5060010	61,624,493	65,401,253	65,401,253	69,028,375	69,028,375	69,028,375	70,675,828	70,675,828	70,675,828
Data Processing	5090012	0	0	0	0	0	0	0	0	0
Capital Outlay	5120011	680,105	0	1,934,428	1,759,347	1,759,347	1,759,347	1,433,486	1,433,486	1,433,486
JAIL CONTRACTS	5900047	1,228,393	1,533,000	1,533,000	1,533,000	1,533,000	1,533,000	1,533,000	1,533,000	1,533,000
OUT-OF-STATE BEDS	5900048	1,978,960	4,427,136	4,427,136	4,427,136	4,427,136	4,427,136	4,427,136	4,427,136	4,427,136
Total		340,419,754	350,681,274	369,072,651	361,381,696	359,681,795	359,681,795	363,768,020	361,895,414	361,895,414

Funding Sources										
General Revenue	4000010	336,663,255	340,723,785		355,368,554	351,392,618	351,392,618	357,581,924	353,186,149	353,186,149
Federal Revenue	4000020	382,489	0		0	0	0	0	0	0
Cash Fund	4000045	858,351	2,571,660		2,850,000	2,850,000	2,850,000	2,850,000	2,850,000	2,850,000
Merit Adjustment Fund	4000055	406,324	0		0	0	0	0	0	0
DFA Motor Vehicle Acquisition	4000184	127,442	0		0	0	0	0	0	0
General Improvement Fund	4000265	1,978,960	7,385,829		0	0	0	0	0	0
M & R Sales	4000340	2,933	0		0	0	0	0	0	0
Total Funding		340,419,754	350,681,274		358,218,554	354,242,618	354,242,618	360,431,924	356,036,149	356,036,149
Excess Appropriation/(Funding)		0	0		3,163,142	5,439,177	5,439,177	3,336,096	5,859,265	5,859,265
Grand Total		340,419,754	350,681,274		361,381,696	359,681,795	359,681,795	363,768,020	361,895,414	361,895,414

Analysis of Budget Request

Appropriation: 511 - Prison Industry

Funding Sources: SDD - Department of Correction Prison Industry Fund

Correctional Industries exists as a self-supporting operation within the ADC and is funded by special revenues generated by the sale of products to public agencies and nonprofit organizations. The primary goal of the Industries program is to administer and operate the various industry programs in an efficient and cost-effective manner that provides inmates with productive and significant training opportunities. More than 500 inmates participate in the various work programs. Principal operations include printing and graphic arts, digital imaging, engraving, janitorial product manufacturing, school bus/fire truck repair, furniture manufacturing, refinishing and upholstery, vinyl products and athletic equipment. Prison Industry Enhancement (PIE) Programs at the McPherson and Pine Bluff Units are a partnership with private sector companies operating within prison fences and employing inmates at prevailing wages.

Base Level Regular Salaries and Personal Services Matching include the continuation of the previously authorized 2017 Salaries and Career Service Payments for eligible employees. Personal Services Matching includes the monthly contribution for State employee's health insurance for a total State match per budgeted employee of \$420 per month. Base Level salaries and matching do not include appropriation for a Cost of Living Adjustment or Merit Pay Increases.

The Agency's Base Level appropriation totals \$9,871,645 in FY18 and \$9,875,617 in FY19 and includes fifty eight (58) positions.

The Agency's Change Level Request totals \$126,895 in FY18 and \$123,903 for FY19 in Capital Outlay for acquisition of new and existing equipment.

The Executive Recommendation provides for the Agency Request

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: 511 - Prison Industry

Funding Sources: SDD - Department of Correction Prison Industry Fund

Commitment Item		2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Regular Salaries	5010000	1,723,772	2,022,619	2,151,641	2,023,019	2,023,019	2,023,019	2,026,219	2,026,219	2,026,219
#Positions		50	58	58	58	58	58	58	58	58
Extra Help	5010001	0	10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000
#Extra Help		0	1	1	1	1	1	1	1	1
Personal Services Matching	5010003	712,818	773,887	835,739	784,133	784,133	784,133	784,905	784,905	784,905
Overtime	5010006	104	8,000	8,000	8,000	8,000	8,000	8,000	8,000	8,000
Operating Expenses	5020002	5,699,833	7,005,213	8,220,213	7,005,213	7,005,213	7,005,213	7,005,213	7,005,213	7,005,213
Conference & Travel Expenses	5050009	8,447	41,280	41,280	41,280	41,280	41,280	41,280	41,280	41,280
Professional Fees	5060010	0	0	0	0	0	0	0	0	0
Data Processing	5090012	0	0	0	0	0	0	0	0	0
Capital Outlay	5120011	42,455	0	305,000	126,895	126,895	126,895	123,903	123,903	123,903
Total		8,187,429	9,860,999	11,571,873	9,998,540	9,998,540	9,998,540	9,999,520	9,999,520	9,999,520

Funding Sources										
Fund Balance	4000005	1,971,956	2,091,060		990,061	990,061	990,061	863,166	863,166	863,166
Special Revenue	4000030	8,281,873	8,760,000		9,871,645	9,871,645	9,871,645	9,875,617	9,875,617	9,875,617
DFA Motor Vehicle Acquisition	4000184	23,091	0		0	0	0	0	0	0
M & R Sales	4000340	1,569	0		0	0	0	0	0	0
Total Funding		10,278,489	10,851,060		10,861,706	10,861,706	10,861,706	10,738,783	10,738,783	10,738,783
Excess Appropriation/(Funding)		(2,091,060)	(990,061)		(863,166)	(863,166)	(863,166)	(739,263)	(739,263)	(739,263)
Grand Total		8,187,429	9,860,999		9,998,540	9,998,540	9,998,540	9,999,520	9,999,520	9,999,520

Analysis of Budget Request

Appropriation: 512 - Farm Operations

Funding Sources: SDC - Department of Correction Farm Fund

The agricultural operation of the ADC is a self-supported division. The Agricultural Division is involved in almost every area of farming providing fresh and frozen vegetables, meat, milk and eggs which are consumed by the inmate population and generates revenue by selling products such as soybeans, rice, cotton and wheat. The primary goal of the Farm Program is to provide useful and meaningful work for inmates, produce sufficient cost-effective food for inmate consumption, and maximize revenues from production and sales of marketable field crops and livestock. A Vegetable Processing facility is located at the Varner Unit and annually provides approximately 2.4 million pounds of vegetables for inmate consumption. A Cold Storage facility located at the Cummins Unit provides beef and pork products to all units for consumption. A state of the art Creamery operation is also located at the Cummins Unit and provides milk and juice products. Approximately 30,000 acres are devoted to cash crops, vegetables, hay production and livestock. FY14 cash crop sales totaled \$7.5 million. The Farm Program provides jobs for approximately 400 inmates. The Livestock Division consists of 2,300 beef cows, a 319-cow dairy, swine production facilities, and egg layer operation as well as responsibility for all the horses being used in the cattle operation and at various units around the state for security and regional maintenance.

Base Level Regular Salaries and Personal Services Matching include the continuation of the previously authorized 2017 Salaries and Career Service Payments for eligible employees. Personal Services Matching includes the monthly contribution for State employee's health insurance for a total State match per budgeted employee of \$420 per month. Base Level salaries and matching do not include appropriation for a Cost of Living Adjustment or Merit Pay Increases.

The Agency's Base Level appropriation totals \$18,937,594 in FY18 and \$18,940,323 in FY19 and includes sixty five (65) positions.

The Agency's Change Level Request totals \$610,000 in FY18 and \$525,000 in FY19 for Capital Outlay to purchase new and replacement equipment.

The Executive Recommendation provides for Agency Request in appropriation. Subsequent to Agency's initial Budget Request, the Office of Personnel Management and Agency personnel evaluated the Agency's position usage and ongoing staffing needs. The Executive Recommendation reflects two (2) position reductions based on the personnel evaluation.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: 512 - Farm Operations

Funding Sources: SDC - Department of Correction Farm Fund

Commitment Item		2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Regular Salaries	5010000	2,543,623	2,633,861	2,597,733	2,635,461	2,591,807	2,591,807	2,637,661	2,594,007	2,594,007
#Positions		65	65	65	65	63	63	65	63	63
Extra Help	5010001	0	10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000
#Extra Help		0	1	1	1	1	1	1	1	1
Personal Services Matching	5010003	942,238	951,956	963,889	965,512	944,882	944,882	966,041	945,411	945,411
Operating Expenses	5020002	10,895,430	14,495,257	14,500,209	14,495,257	14,495,257	14,495,257	14,495,257	14,495,257	14,495,257
Conference & Travel Expenses	5050009	4,263	53,010	53,010	53,010	53,010	53,010	53,010	53,010	53,010
Professional Fees	5060010	124,327	128,354	128,354	128,354	128,354	128,354	128,354	128,354	128,354
Data Processing	5090012	0	0	0	0	0	0	0	0	0
Capital Outlay	5120011	229,256	188,000	1,336,000	610,000	610,000	610,000	525,000	525,000	525,000
Purchase Cattle/Meat	5900047	351,370	650,000	650,000	650,000	650,000	650,000	650,000	650,000	650,000
Total		15,090,507	19,110,438	20,239,195	19,547,594	19,483,310	19,483,310	19,465,323	19,401,039	19,401,039

Funding Sources										
Fund Balance	4000005	1,939,760	1,163,084		652,646	652,646	652,646	0	0	0
Special Revenue	4000030	8,685,767	12,000,000		12,000,000	12,000,000	12,000,000	12,000,000	12,000,000	12,000,000
Budget Stabilization Trust	4000130	5,600,000	5,600,000		5,600,000	5,600,000	5,600,000	5,600,000	5,600,000	5,600,000
DFA Motor Vehicle Acquisition	4000184	26,677	0		0	0	0	0	0	0
Intra-agency Fund Transfer	4000317	0	1,000,000		1,000,000	1,000,000	1,000,000	1,000,000	1,000,000	1,000,000
M & R Sales	4000340	1,387	0		0	0	0	0	0	0
Total Funding		16,253,591	19,763,084		19,252,646	19,252,646	19,252,646	18,600,000	18,600,000	18,600,000
Excess Appropriation/(Funding)		(1,163,084)	(652,646)		294,948	230,664	230,664	865,323	801,039	801,039
Grand Total		15,090,507	19,110,438		19,547,594	19,483,310	19,483,310	19,465,323	19,401,039	19,401,039

Analysis of Budget Request

Appropriation: 859 - Inmate Welfare Treasury Cash

Funding Sources: NDC - Cash in Treasury

Self-supported Pen Store operations within institutions provide the opportunity for inmates to purchase various commissary supplies such as hygiene items, paper and stamps as well as various snack foods. A centralized banking system manages inmate funds, and the profits from the stores are used to purchase items that benefit inmates such as tables and chairs for visitation, televisions and recreational equipment for inmate use.

Base Level Regular Salaries and Personal Services Matching include the continuation of the previously authorized 2017 Salaries and Career Service Payments for eligible employees. Personal Services Matching includes the monthly contribution for State employee's health insurance for a total State match per budgeted employee of \$420 per month. Base Level salaries and matching do not include appropriation for a Cost of Living Adjustment or Merit Pay Increases.

The Agency's Base Level appropriation totals \$12,930,805 in FY18 and \$12,931,800 in FY19 and includes twenty nine (29) positions.

The Agency's Change Level Request appropriation of \$1,500,000 in FY18 and \$1,750,000 in FY19 which includes the following:

- Operating Expenses of \$1,000,000 in FY18 and \$1,250,000 in FY19 for inflationary operating cost increases.
- Capital Outlay of \$500,000 in each year of the biennium for anticipated needs for unit expansions.

The Executive Recommendation provides for the Agency Request. Expenditure of appropriation is contingent upon available funding.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: 859 - Inmate Welfare Treasury Cash

Funding Sources: NDC - Cash in Treasury

Commitment Item		2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Regular Salaries	5010000	0	809,827	795,228	809,927	809,927	809,927	810,727	810,727	810,727
#Positions		0	29	29	29	29	29	29	29	29
Personal Services Matching	5010003	0	337,841	337,144	341,918	341,918	341,918	342,113	342,113	342,113
Operating Expenses	5020002	11,921,250	11,778,960	11,778,960	12,778,960	12,778,960	12,778,960	13,028,960	13,028,960	13,028,960
Conference & Travel Expenses	5050009	0	0	0	0	0	0	0	0	0
Professional Fees	5060010	0	0	0	0	0	0	0	0	0
Data Processing	5090012	0	0	0	0	0	0	0	0	0
Capital Outlay	5120011	0	50,000	500,000	500,000	500,000	500,000	500,000	500,000	500,000
Total		11,921,250	12,976,628	13,411,332	14,430,805	14,430,805	14,430,805	14,681,800	14,681,800	14,681,800
Funding Sources										
Fund Balance	4000005	3,705,740	4,933,957		4,157,329	4,157,329	4,157,329	1,926,524	1,926,524	1,926,524
Cash Fund	4000045	13,149,467	12,200,000		12,200,000	12,200,000	12,200,000	12,500,000	12,500,000	12,500,000
Total Funding		16,855,207	17,133,957		16,357,329	16,357,329	16,357,329	14,426,524	14,426,524	14,426,524
Excess Appropriation/(Funding)		(4,933,957)	(4,157,329)		(1,926,524)	(1,926,524)	(1,926,524)	255,276	255,276	255,276
Grand Total		11,921,250	12,976,628		14,430,805	14,430,805	14,430,805	14,681,800	14,681,800	14,681,800

Expenditure of appropriation is contingent upon available funding.

Analysis of Budget Request

Appropriation: 865 - Non-Tax Revenue Receipts

Funding Sources: NDC - Cash in Treasury

This cash appropriation is funded by proceeds derived from contractual agreement with a telephone service provider for the operation of a coin-less telephone system that was implemented in the 1995-97 Biennium. The program allows inmates to call family or friends collect with a portion of the receipts from such calls paid to the Department of Correction by the telephone company. The appropriation is used for inmate assistance projects, security equipment, long term needs and general operations as annually approved by the Arkansas Board of Corrections.

The Agency Request Base Level appropriation of \$2,501,200 in each year of the biennium.

The Executive Recommendation provides for Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: 865 - Non-Tax Revenue Receipts

Funding Sources: NDC - Cash in Treasury

Commitment Item		2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Operating Expenses	5020002	1,069,542	601,000	1,480,500	601,000	601,000	601,000	601,000	601,000	601,000
Conference & Travel Expenses	5050009	0	0	0	0	0	0	0	0	0
Professional Fees	5060010	48,112	30,000	200,000	30,000	30,000	30,000	30,000	30,000	30,000
Construction	5090005	727,156	1,870,200	1,992,000	1,870,200	1,870,200	1,870,200	1,870,200	1,870,200	1,870,200
Data Processing	5090012	0	0	0	0	0	0	0	0	0
Capital Outlay	5120011	87,163	0	300,000	0	0	0	0	0	0
Total		1,931,973	2,501,200	3,972,500	2,501,200	2,501,200	2,501,200	2,501,200	2,501,200	2,501,200
Funding Sources										
Fund Balance	4000005	854,783	1,510,255		309,055	309,055	309,055	0	0	0
Cash Fund	4000045	2,585,903	1,300,000		2,192,145	2,192,145	2,192,145	2,501,200	2,501,200	2,501,200
M & R Sales	4000340	1,542	0		0	0	0	0	0	0
Total Funding		3,442,228	2,810,255		2,501,200	2,501,200	2,501,200	2,501,200	2,501,200	2,501,200
Excess Appropriation/(Funding)		(1,510,255)	(309,055)		0	0	0	0	0	0
Grand Total		1,931,973	2,501,200		2,501,200	2,501,200	2,501,200	2,501,200	2,501,200	2,501,200

Analysis of Budget Request

Appropriation: F95 - Paws in Prison

Funding Sources: NDC - Cash in Treasury

This cash appropriation is funded by marketing and distribution proceeds and cash donations. This non-profit program supports the training of rescue dogs by inmates and allows for the dogs to eventually be adopted as pets.

The Agency Request Base Level appropriation of \$150,000 in each year of the biennium.

The Executive Recommendation provides for Agency Request. Expenditure of appropriation is contingent upon available funding.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: F95 - Paws in Prison

Funding Sources: NDC - Cash in Treasury

Commitment Item		2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Paws In Prison	5900046	63,877	150,000	150,000	150,000	150,000	150,000	150,000	150,000	150,000
Total		63,877	150,000	150,000	150,000	150,000	150,000	150,000	150,000	150,000

Funding Sources										
Fund Balance	4000005	72,499	41,755		21,755	21,755	21,755	1,755	1,755	1,755
Cash Fund	4000045	1,080	30,000		30,000	30,000	30,000	48,245	48,245	48,245
Other	4000370	32,053	100,000		100,000	100,000	100,000	100,000	100,000	100,000
Total Funding		105,632	171,755		151,755	151,755	151,755	150,000	150,000	150,000
Excess Appropriation/(Funding)		(41,755)	(21,755)		(1,755)	(1,755)	(1,755)	0	0	0
Grand Total		63,877	150,000		150,000	150,000	150,000	150,000	150,000	150,000

Department Appropriation Summary

Historical Data

Agency Request and Executive/Legislative Recommendation

Appropriation	2015-2016		2016-2017		2016-2017		2017-2018						2018-2019					
	Actual	Pos	Budget	Pos	Authorized	Pos	Agency	Pos	Executive	Pos	Legislative	Pos	Agency	Pos	Executive	Pos	Legislative	Pos
171 ACIC - Operations	6,300,471	70	7,477,900	75	8,040,594	75	8,002,959	75	7,439,023	73	7,439,023	74	8,008,511	75	7,444,575	73	7,444,575	74
739 Sex/Child Offender Registration	15,508	0	150,000	0	150,000	0	150,000	0	150,000	0	150,000	0	150,000	0	150,000	0	150,000	0
86Z Scrap Metal Logbook	150,000	0	150,000	0	150,000	0	150,000	0	150,000	0	150,000	0	150,000	0	150,000	0	150,000	0
944 Systems Conf-Cash in Treasury	51,506	0	60,000	0	60,000	0	60,000	0	60,000	0	60,000	0	60,000	0	60,000	0	60,000	0
M69 Sorna Project-2013	115,316	1	13,330	0	0	0	8,935	0	8,935	0	8,935	0	8,935	0	8,935	0	8,935	0
NOT REQUESTED FOR THE BIENNIUM																		
927 Criminal History Imprv-Federal	4,446	1	0	0	134,898	0	0	0	0	0	0	0	0	0	0	0	0	0
Total	6,637,247	72	7,851,230	75	8,535,492	75	8,371,894	75	7,807,958	73	7,807,958	74	8,377,446	75	7,813,510	73	7,813,510	74

Funding Sources		%		%		%		%		%		%		%		%		%
Fund Balance	4000005	5,784,549	43.6	6,630,283	49.8	5,467,424	44.8	5,467,424	44.8	5,467,424	44.8	3,836,844	36.2	4,400,780	39.4	4,400,780	39.4	
General Revenue	4000010	3,759,593	28.3	3,759,593	28.2	3,784,888	31.0	3,784,888	31.0	3,784,888	31.0	3,791,299	35.8	3,791,299	34.0	3,791,299	34.0	
Federal Revenue	4000020	115,316	0.9	13,330	0.1	8,935	0.1	8,935	0.1	8,935	0.1	8,935	0.1	8,935	0.1	8,935	0.1	
Special Revenue	4000030	3,319,971	25.0	2,610,000	19.6	2,639,427	21.6	2,639,427	21.6	2,639,427	21.6	2,652,500	25.0	2,652,500	23.8	2,652,500	23.8	
Cash Fund	4000045	50,624	0.4	60,000	0.5	60,000	0.5	60,000	0.5	60,000	0.5	60,000	0.6	60,000	0.5	60,000	0.5	
Merit Adjustment Fund	4000055	0	0.0	31,706	0.2	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	
Fees & Fed Reimbursements	4000250	4,337	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	
Other	4000370	19,398	0.1	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	
Transfer State Admn of Justice	4000570	63,742	0.5	63,742	0.5	98,064	0.8	98,064	0.8	98,064	0.8	98,064	0.9	98,064	0.9	98,064	0.9	
Various Program Support	4000730	150,000	1.1	150,000	1.1	150,000	1.2	150,000	1.2	150,000	1.2	150,000	1.4	150,000	1.3	150,000	1.3	
Total Funds		13,267,530	100.0	13,318,654	100.0	12,208,738	100.0	12,208,738	100.0	12,208,738	100.0	10,597,642	100.0	11,161,578	100.0	11,161,578	100.0	
Excess Appropriation/(Funding)		(6,630,283)		(5,467,424)		(3,836,844)		(4,400,780)		(4,400,780)		(2,220,196)		(3,348,068)		(3,348,068)		
Grand Total		6,637,247		7,851,230		8,371,894		7,807,958		7,807,958		8,377,446		7,813,510		7,813,510		

Variance in fund balance due to unfunded appropriation in (739) Sex/Child Offender Registration. The source of Various Program Support funding for (86Z) Scrap Metal Logbook is a transfer from ADEQ. FY2016 Actual and FY 2017 Budgeted Appropriations that receive Administration of Justice Funds have been reduced proportionately based on available funding in accordance with A.C.A. 16-10-312. Base level appropriations reflect the maximum allocations authorized by Act 251 (60) of 2016.

Analysis of Budget Request

Appropriation: 171 - ACIC - Operations

Funding Sources: MJA - Crime Information System Fund

The Arkansas Crime Information Center is responsible for the state's law enforcement and criminal justice information management system. This appropriation is used for personal services and operating expenses of the Agency. Funding comes from general revenue and special revenue. Special revenue consists of background check fees and DWI court fines.

Base Level Regular Salaries and Personal Services Matching include the continuation of the previously authorized 2017 Salaries and Career Service Payments for eligible employees. Personal Services Matching includes the monthly contribution for State employee's health insurance for a total State match per budgeted employee of \$420 per month. Base Level salaries and matching do not include appropriation for a Cost of Living Adjustment or Merit Pay Increases.

The Agency's Change Level request is for appropriation of \$550,000 in each year of the biennium and reflects the following:

- Capital Outlay of \$50,000 each year for the purchase of hardware, firewall, and services and to replace or add equipment necessary to provide the Criminal Justice Information System as stated in the Agency IT plan;
- Contingency of \$500,000 each year to restore appropriation to FY17 authorized level.

The Executive Recommendation provides for Base Level in addition to \$50,000 in appropriation only for Capital Outlay each year of the biennium. Subsequent to Agency's initial Budget Request, the Office of Personnel Management and Agency personnel evaluated the Agency's position usage and ongoing staffing needs. The Executive Recommendation reflects position reductions of two (2) Administrative Specialist II positions based on the personnel evaluation.

The Legislative Recommendation concurs with the Executive Recommendation and provides for two additional positions (22165270 and 22165271) and for the surrender of one position (22147152).

Appropriation Summary

Appropriation: 171 - ACIC - Operations

Funding Sources: MJA - Crime Information System Fund

Commitment Item		2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Regular Salaries	5010000	2,531,499	2,661,782	2,709,772	2,669,998	2,626,344	2,626,344	2,674,498	2,630,844	2,630,844
#Positions		70	75	75	75	73	74	75	73	74
Personal Services Matching	5010003	945,895	984,350	999,054	1,001,193	980,911	980,911	1,002,245	981,963	981,963
Operating Expenses	5020002	1,884,175	1,970,041	1,970,041	1,970,041	1,970,041	1,970,041	1,970,041	1,970,041	1,970,041
Conference & Travel Expenses	5050009	25,585	40,000	40,000	40,000	40,000	40,000	40,000	40,000	40,000
Professional Fees	5060010	0	450,692	450,692	450,692	450,692	450,692	450,692	450,692	450,692
Data Processing	5090012	0	0	0	0	0	0	0	0	0
Capital Outlay	5120011	20,759	50,000	50,000	50,000	50,000	50,000	50,000	50,000	50,000
Contingency	5130018	0	0	500,000	500,000	0	0	500,000	0	0
Data Processing	5900044	892,558	1,201,035	1,201,035	1,201,035	1,201,035	1,201,035	1,201,035	1,201,035	1,201,035
Update/Expand	5900046	0	120,000	120,000	120,000	120,000	120,000	120,000	120,000	120,000
Total		6,300,471	7,477,900	8,040,594	8,002,959	7,439,023	7,439,023	8,008,511	7,444,575	7,444,575

Funding Sources										
Fund Balance	4000005	5,746,040	6,578,911		5,456,052	5,456,052	5,456,052	3,836,045	4,399,981	4,399,981
General Revenue	4000010	3,759,593	3,759,593		3,784,888	3,784,888	3,784,888	3,791,299	3,791,299	3,791,299
Special Revenue	4000030	3,290,609	2,500,000		2,500,000	2,500,000	2,500,000	2,502,500	2,502,500	2,502,500
Merit Adjustment Fund	4000055	0	31,706		0	0	0	0	0	0
Other	4000370	19,398	0		0	0	0	0	0	0
Transfer State Admn of Justice	4000570	63,742	63,742		98,064	98,064	98,064	98,064	98,064	98,064
Total Funding		12,879,382	12,933,952		11,839,004	11,839,004	11,839,004	10,227,908	10,791,844	10,791,844
Excess Appropriation/(Funding)		(6,578,911)	(5,456,052)		(3,836,045)	(4,399,981)	(4,399,981)	(2,219,397)	(3,347,269)	(3,347,269)
Grand Total		6,300,471	7,477,900		8,002,959	7,439,023	7,439,023	8,008,511	7,444,575	7,444,575

FY2016 Actual and FY2017 Budgeted Appropriations that receive Administration of Justice Funds have been reduced proportionately based on available funding in accordance with A.C.A. 16-10-312. Base level appropriations reflect the maximum allocations authorized by Act 251 (60) of 2016. Other funding is a transfer from the Motor Vehicle Acquisition Fund.

Analysis of Budget Request

Appropriation: 739 - Sex/Child Offender Registration

Funding Sources: SSC - Sex and Child Offender Registration Fund

The Sex and Child Offender Registration Fund was established in 1997 per A.C.A. §12-12-911. This appropriation is funded through fines received by those persons required to register as sex offenders. The funds are used by the Arkansas Crime Information Center for the administration of the Sex and Child Offender Registration program.

The Agency Request is for Base Level in each year of the biennium.

The Executive Recommendation provides for Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: 739 - Sex/Child Offender Registration

Funding Sources: SSC - Sex and Child Offender Registration Fund

Commitment Item		2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Operating Expenses	5020002	15,508	150,000	150,000	150,000	150,000	150,000	150,000	150,000	150,000
Conference & Travel Expenses	5050009	0	0	0	0	0	0	0	0	0
Professional Fees	5060010	0	0	0	0	0	0	0	0	0
Data Processing	5090012	0	0	0	0	0	0	0	0	0
Capital Outlay	5120011	0	0	0	0	0	0	0	0	0
Total		15,508	150,000	150,000	150,000	150,000	150,000	150,000	150,000	150,000
Funding Sources										
Fund Balance	4000005	36,719	50,573		10,573	10,573	10,573	0	0	0
Special Revenue	4000030	29,362	110,000		139,427	139,427	139,427	150,000	150,000	150,000
Total Funding		66,081	160,573		150,000	150,000	150,000	150,000	150,000	150,000
Excess Appropriation/(Funding)		(50,573)	(10,573)		0	0	0	0	0	0
Grand Total		15,508	150,000		150,000	150,000	150,000	150,000	150,000	150,000

Analysis of Budget Request

Appropriation: 86Z - Scrap Metal Logbook

Funding Sources: MJA - Crime Information System Fund

Agency uses this appropriation for maintenance and operation expenses of the Arkansas Real-Time Scrap Metal Logbook. Funds for this appropriation comes from fees collected from A.C.A. § 8-6-607(5).

The Agency Request is for Base Level in each year of the biennium.

The Executive Recommendation provides for Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: 86Z - Scrap Metal Logbook

Funding Sources: MJA - Crime Information System Fund

Commitment Item		2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Scrap Metal Logbook	5900046	150,000	150,000	150,000	150,000	150,000	150,000	150,000	150,000	150,000
Total		150,000	150,000	150,000	150,000	150,000	150,000	150,000	150,000	150,000

Funding Sources										
Various Program Support	4000730	150,000	150,000		150,000	150,000	150,000	150,000	150,000	150,000
Total Funding		150,000	150,000		150,000	150,000	150,000	150,000	150,000	150,000
Excess Appropriation/(Funding)		0	0		0	0	0	0	0	0
Grand Total		150,000	150,000		150,000	150,000	150,000	150,000	150,000	150,000

Analysis of Budget Request

Appropriation: 944 - Systems Conf-Cash in Treasury

Funding Sources: NCD - ACIC Conference - Cash in Treasury

The Agency supports two state wide conferences from this fund: the Systems Conference and the NIBRS (National Incidence Based Reporting System) Conference. Funding is provided by registration fees charged to participants and fees paid by vendors for rental of booth space.

The Agency Request is for continuation of Base Level in each year of the biennium.

The Executive Recommendation provides for Agency Request. Expenditure of appropriation is contingent upon available funding.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: 944 - Systems Conf-Cash in Treasury

Funding Sources: NCD - ACIC Conference - Cash in Treasury

Commitment Item		2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Operating Expenses	5020002	48,149	50,000	50,000	50,000	50,000	50,000	50,000	50,000	50,000
Conference & Travel Expenses	5050009	3,357	10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000
Professional Fees	5060010	0	0	0	0	0	0	0	0	0
Data Processing	5090012	0	0	0	0	0	0	0	0	0
Capital Outlay	5120011	0	0	0	0	0	0	0	0	0
Total		51,506	60,000	60,000	60,000	60,000	60,000	60,000	60,000	60,000
Funding Sources										
Fund Balance	4000005	1,681	799		799	799	799	799	799	799
Cash Fund	4000045	50,624	60,000		60,000	60,000	60,000	60,000	60,000	60,000
Total Funding		52,305	60,799		60,799	60,799	60,799	60,799	60,799	60,799
Excess Appropriation/(Funding)		(799)	(799)		(799)	(799)	(799)	(799)	(799)	(799)
Grand Total		51,506	60,000		60,000	60,000	60,000	60,000	60,000	60,000

Analysis of Budget Request

Appropriation: M69 - Sorna Project-2013

Funding Sources: FAC - DOJ Federal Funds

The Arkansas Crime Information Center will use the SORNA, Sex Offender Registration and Notification Act, reallocated federal funds to enhance Arkansas' ability to become more compliant with SORNA requirements. These supplemental funds are being used to pay salary for one employee to convert all paper files into electronic files for quicker, accurate access by law enforcement and courts; purchase equipment needed for this purpose; and pay programming costs necessary to create an electronic, real time notification to law enforcement agencies of Sex Offender Status Changes.

Base Level Regular Salaries and Personal Services Matching include the continuation of the previously authorized 2017 Salaries and Career Service Payments for eligible employees. Personal Services Matching includes the monthly contribution for State employee's health insurance for a total State match per budgeted employee of \$420 per month. Base Level salaries and matching do not include appropriation for a Cost of Living Adjustment or Merit Pay Increases.

The Agency requests continuation of appropriation approved through a Miscellaneous Federal Grant (MFG) during FY2016 and FY2017.

The Executive Recommendation provides for Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: M69 - Sorna Project-2013

Funding Sources: FAC - DOJ Federal Funds

Commitment Item		2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Regular Salaries	5010000	16,637	5,189	0	3,637	3,637	3,637	3,637	3,637	3,637
#Positions		1	0	0	0	0	0	0	0	0
Personal Services Matching	5010003	5,793	4,532	0	1,689	1,689	1,689	1,689	1,689	1,689
Operating Expenses	5020002	67,458	3,609	0	3,609	3,609	3,609	3,609	3,609	3,609
Professional Fees	5060010	20,000	0	0	0	0	0	0	0	0
Data Processing	5090012	0	0	0	0	0	0	0	0	0
Capital Outlay	5120011	5,428	0	0	0	0	0	0	0	0
Total		115,316	13,330	0	8,935	8,935	8,935	8,935	8,935	8,935
Funding Sources										
Federal Revenue	4000020	115,316	13,330		8,935	8,935	8,935	8,935	8,935	8,935
Total Funding		115,316	13,330		8,935	8,935	8,935	8,935	8,935	8,935
Excess Appropriation/(Funding)		0	0		0	0	0	0	0	0
Grand Total		115,316	13,330		8,935	8,935	8,935	8,935	8,935	8,935

Budget exceeds authorized amount in Regular Salaries, Personal Services Matching, and Operating Expenses due to a transfer from the Miscellaneous Federal Grant Holding Account.

Department Appropriation Summary

Historical Data

Agency Request and Executive/Legislative Recommendation

Appropriation	2015-2016		2016-2017		2016-2017		2017-2018						2018-2019					
	Actual	Pos	Budget	Pos	Authorized	Pos	Agency	Pos	Executive	Pos	Legislative	Pos	Agency	Pos	Executive	Pos	Legislative	Pos
1ED Crime Lab-Federal	787,956	7	2,749,817	7	2,745,548	7	2,751,501	7	2,751,501	7	0	0	2,751,501	7	2,751,501	7	0	0
1VM Equipment	694,840	0	1,000,000	0	1,000,000	0	1,000,000	0	1,000,000	0	0	0	1,000,000	0	1,000,000	0	0	0
498 Crime Lab State	10,656,653	136	10,928,285	137	11,154,705	137	10,937,978	137	10,937,978	137	0	0	10,946,592	137	10,946,592	137	0	0
788 DNA Special	850,021	0	990,520	0	990,520	0	1,252,270	0	1,252,270	0	0	0	1,252,270	0	1,252,270	0	0	0
Total	12,989,470	143	15,668,622	144	15,890,773	144	15,941,749	144	15,941,749	144	0	0	15,950,363	144	15,950,363	144	0	0

Funding Sources		%		%		%		%		%		%		%		%	
Fund Balance	4000005	2,213,925	14.3	2,513,382	14.0	2,275,130	13.0	2,275,130	13.0	0	0	1,507,860	9.0	1,507,860	9.0	0	0
General Revenue	4000010	8,760,417	56.5	8,756,326	48.8	8,764,099	50.2	8,764,099	50.2	0	0	8,764,099	52.2	8,764,099	52.2	0	0
Federal Revenue	4000020	787,956	5.1	2,749,817	15.3	2,751,501	15.8	2,751,501	15.8	0	0	2,751,501	16.4	2,751,501	16.4	0	0
Special Revenue	4000030	3,357,851	21.7	3,494,995	19.5	3,081,891	17.7	3,081,891	17.7	0	0	3,175,000	18.9	3,175,000	18.9	0	0
Merit Adjustment Fund	4000055	0	0.0	54,190	0.3	0	0.0	0	0.0	0	0	0	0.0	0	0.0	0	0
M & R Sales	4000340	7,661	0.0	0	0.0	0	0.0	0	0.0	0	0	0	0.0	0	0.0	0	0
Transfer State Admn of Justice	4000570	375,042	2.4	375,042	2.1	576,988	3.3	576,988	3.3	0	0	576,988	3.4	576,988	3.4	0	0
Total Funds		15,502,852	100.0	17,943,752	100.0	17,449,609	100.0	17,449,609	100.0	0	0	16,775,448	100.0	16,775,448	100.0	0	0
Excess Appropriation/(Funding)		(2,513,382)		(2,275,130)		(1,507,860)		(1,507,860)		0		(825,085)		(825,085)		0	
Grand Total		12,989,470		15,668,622		15,941,749		15,941,749		0		15,950,363		15,950,363		0	

FY17 Budget amount exceeds the authorized amount in (1ED) Crime Lab - Federal due to salary and matching rate adjustments during the 2015-2017 Biennium.

No Legislative Recommendation was made.

Analysis of Budget Request

Appropriation: 1ED - Crime Lab-Federal

Funding Sources: FCL - State Crime Lab Federal

This appropriation is funded by grants from the United States Department of Justice. These funds enable the State Crime Lab to out-source backlog DNA casework thus allowing State Crime Lab analysts to process current DNA cases and keep the Lab's backlog at a minimum. These funds are also used to provide the training for analysts and medical examiners necessary for the Lab to maintain its accreditation status. Finally, these funds are used to pay for overtime for analysts that work in screening evidence for biological fluids prior to the actual DNA testing.

Base Level Regular Salaries and Personal Services Matching include the continuation of the previously authorized 2017 Salaries and Career Service Payments for eligible employees. Personal Services Matching includes the monthly contribution for State employee's health insurance for a total State match per budgeted employee of \$420 per month. Base Level salaries and matching do not include appropriation for a Cost of Living Adjustment or Merit Pay Increases.

The Agency's Change Level request is for \$1,000,000 each year of the biennium in Capital Outlay for the purchase of new laboratory equipment and to replace outdated equipment. Funding will be made available through the United States Department of Justice.

The Executive Recommendation provides for the Agency Request.

No Legislative Recommendation was made on this Appropriation.

Appropriation Summary

Appropriation: 1ED - Crime Lab-Federal

Funding Sources: FCL - State Crime Lab Federal

Commitment Item		2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Regular Salaries	5010000	215,735	263,197	259,031	263,197	263,197	0	263,197	263,197	0
#Positions		7	7	7	7	7	0	7	7	0
Personal Services Matching	5010003	78,062	105,966	105,863	107,650	107,650	0	107,650	107,650	0
Overtime	5010006	0	54,493	54,493	54,493	54,493	0	54,493	54,493	0
Operating Expenses	5020002	310,844	655,000	655,000	655,000	655,000	0	655,000	655,000	0
Conference & Travel Expenses	5050009	38,711	171,161	171,161	171,161	171,161	0	171,161	171,161	0
Professional Fees	5060010	50	500,000	500,000	500,000	500,000	0	500,000	500,000	0
Data Processing	5090012	0	0	0	0	0	0	0	0	0
Capital Outlay	5120011	144,554	1,000,000	1,000,000	1,000,000	1,000,000	0	1,000,000	1,000,000	0
Total		787,956	2,749,817	2,745,548	2,751,501	2,751,501	0	2,751,501	2,751,501	0
Funding Sources										
Federal Revenue	4000020	787,956	2,749,817		2,751,501	2,751,501	0	2,751,501	2,751,501	0
Total Funding		787,956	2,749,817		2,751,501	2,751,501	0	2,751,501	2,751,501	0
Excess Appropriation/(Funding)		0	0		0	0	0	0	0	0
Grand Total		787,956	2,749,817		2,751,501	2,751,501	0	2,751,501	2,751,501	0

FY17 Budget amount in Regular Salaries and Personal Services Matching exceeds the authorized amount due to salary and matching rate adjustments during the 2015-2017 Biennium.

No Legislative Recommendation was made on this Appropriation.

Analysis of Budget Request

Appropriation: 1VM - Equipment

Funding Sources: SCE - Crime Lab Equipment Fund

This appropriation is funded by Special Revenue generated from forfeitures of funds and property derived through court proceedings taken in cases involving the illegal manufacture and/or distribution of narcotics. The Arkansas State Crime Laboratory receives twenty percent (20%) of all forfeitures over the first \$20,000 of forfeitures per county, per year. This appropriation is utilized to purchase equipment and replacement equipment for the regional drug labs.

The Agency Request is continuation of Base Level each year of the biennium.

The Executive Recommendation provides for Agency Request.

No Legislative Recommendation was made on this Appropriation.

Appropriation Summary

Appropriation: 1VM - Equipment
Funding Sources: SCE - Crime Lab Equipment Fund

Commitment Item		2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Crime Lab Equip/Pur/Replace	5900046	694,840	1,000,000	1,000,000	1,000,000	1,000,000	0	1,000,000	1,000,000	0
Total		694,840	1,000,000	1,000,000	1,000,000	1,000,000	0	1,000,000	1,000,000	0
Funding Sources										
Fund Balance	4000005	1,275,840	1,107,369		632,368	632,368	0	182,368	182,368	0
Special Revenue	4000030	526,369	524,999		550,000	550,000	0	575,000	575,000	0
Total Funding		1,802,209	1,632,368		1,182,368	1,182,368	0	757,368	757,368	0
Excess Appropriation/(Funding)		(1,107,369)	(632,368)		(182,368)	(182,368)	0	242,632	242,632	0
Grand Total		694,840	1,000,000		1,000,000	1,000,000	0	1,000,000	1,000,000	0

No Legislative Recommendation was made on this Appropriation.

Analysis of Budget Request

Appropriation: 498 - Crime Lab State

Funding Sources: HUA - Miscellaneous Agencies Fund

The Arkansas State Crime Laboratory was created by Act 517 of 1977, to provide forensic and scientific support to the criminal justice system in Arkansas. The Executive Director of the State Crime Lab is appointed by the Governor. Act 383 of 1991 created the State Crime Laboratory Board, made up of eight (8) members, including the Dean of the UAMS College of Medicine and seven (7) members appointed by the Governor with confirmation of the Senate. The Board members' terms are for seven (7) years. The Board has the authority to employ and remove the State Medical Examiner. The Arkansas State Crime Laboratory provides complete forensic laboratory services and corroborative testimony for the state's law enforcement and criminal justice community to assist in the apprehension and conviction of individuals involved in criminal cases. This appropriation supports primary operations for the Arkansas State Crime Laboratory. It is funded by general revenue through the Miscellaneous Agencies Fund, a portion of uniform filing fees collected in circuit court (A.C.A. § 16-10-313) and through a fund transfer from the Administration of Justice Fund.

Base Level Regular Salaries and Personal Services Matching include the continuation of the previously authorized 2017 Salaries and Career Service Payments for eligible employees. Personal Services Matching includes the monthly contribution for State employee's health insurance for a total State match per budgeted employee of \$420 per month. Base Level salaries and matching do not include appropriation for a Cost of Living Adjustment or Merit Pay Increases.

The Agency Request is continuation of Base Level each year of the biennium.

The Executive Recommendation provides for the Agency Request.

No Legislative Recommendation was made on this Appropriation.

Appropriation Summary

Appropriation: 498 - Crime Lab State

Funding Sources: HUA - Miscellaneous Agencies Fund

Commitment Item		2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Regular Salaries	5010000	6,662,728	6,839,991	6,926,115	6,815,975	6,815,975	0	6,820,875	6,820,875	0
#Positions		136	137	137	137	137	0	137	137	0
Personal Services Matching	5010003	2,153,765	2,185,270	2,255,566	2,218,979	2,218,979	0	2,222,693	2,222,693	0
Operating Expenses	5020002	1,745,981	1,782,559	1,782,559	1,782,559	1,782,559	0	1,782,559	1,782,559	0
Conference & Travel Expenses	5050009	30,464	56,750	56,750	56,750	56,750	0	56,750	56,750	0
Professional Fees	5060010	63,715	63,715	63,715	63,715	63,715	0	63,715	63,715	0
Data Processing	5090012	0	0	0	0	0	0	0	0	0
Grants and Aid	5100004	0	0	60,000	0	0	0	0	0	0
Capital Outlay	5120011	0	0	10,000	0	0	0	0	0	0
Total		10,656,653	10,928,285	11,154,705	10,937,978	10,937,978	0	10,946,592	10,946,592	0

Funding Sources										
Fund Balance	4000005	316,018	407,185		534,454	534,454	0	369,454	369,454	0
General Revenue	4000010	8,760,417	8,756,326		8,764,099	8,764,099	0	8,764,099	8,764,099	0
Special Revenue	4000030	1,604,700	1,869,996		1,431,891	1,431,891	0	1,500,000	1,500,000	0
Merit Adjustment Fund	4000055	0	54,190		0	0	0	0	0	0
M & R Sales	4000340	7,661	0		0	0	0	0	0	0
Transfer State Admn of Justice	4000570	375,042	375,042		576,988	576,988	0	576,988	576,988	0
Total Funding		11,063,838	11,462,739		11,307,432	11,307,432	0	11,210,541	11,210,541	0
Excess Appropriation/(Funding)		(407,185)	(534,454)		(369,454)	(369,454)	0	(263,949)	(263,949)	0
Grand Total		10,656,653	10,928,285		10,937,978	10,937,978	0	10,946,592	10,946,592	0

FY2016 Actual and FY2017 Budgeted Appropriations that receive Administration of Justice Funds have been reduced proportionately based on available funding in accordance with A.C.A. 16-10-312. Base level appropriations reflect the maximum allocations authorized by Act 251 (60) of 2016.

No Legislative Recommendation was made on this Appropriation.

Analysis of Budget Request

Appropriation: 788 - DNA Special

Funding Sources: SDN - DNA Detection Fund

This appropriation provides for personal services and operating expenses to support the DNA database, as authorized by Act 737 of 1997, the "DNA Detection of Sexual and Violent Offenders Act", which is codified at A.C.A. § 12-12-1101 et seq. Funding for this appropriation is Special Revenue generated by a mandatory fine of not less than \$250 for persons required to submit to a DNA sample under the provisions of this legislation. The sentencing court has the discretion to waive the fine, if in its opinion the imposition of the fine would cause undue hardship.

The Agency's Change Level request is for appropriation only of \$261,750 in each year of the biennium, and includes the following:

- Operating Expenses of \$223,000 each year for increased operating costs of the DNA section due to increased the case load;
- Conference and Travel Expenses of \$28,750 each year in order to support accreditation requirements for analysts to attend training as well as keep up with changing technologies; and
- Professional Fees of \$10,000 each year to purchase proficiency tests.

The Executive Recommendation provides for Agency Request.

No Legislative Recommendation was made on this Appropriation.

Appropriation Summary

Appropriation: 788 - DNA Special

Funding Sources: SDN - DNA Detection Fund

Commitment Item		2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Operating Expenses	5020002	833,438	960,520	960,520	1,183,520	1,183,520	0	1,183,520	1,183,520	0
Conference & Travel Expenses	5050009	2,520	5,000	5,000	33,750	33,750	0	33,750	33,750	0
Professional Fees	5060010	14,063	25,000	25,000	35,000	35,000	0	35,000	35,000	0
Data Processing	5090012	0	0	0	0	0	0	0	0	0
Capital Outlay	5120011	0	0	0	0	0	0	0	0	0
Total		850,021	990,520	990,520	1,252,270	1,252,270	0	1,252,270	1,252,270	0
Funding Sources										
Fund Balance	4000005	622,067	998,828		1,108,308	1,108,308	0	956,038	956,038	0
Special Revenue	4000030	1,226,782	1,100,000		1,100,000	1,100,000	0	1,100,000	1,100,000	0
Total Funding		1,848,849	2,098,828		2,208,308	2,208,308	0	2,056,038	2,056,038	0
Excess Appropriation/(Funding)		(998,828)	(1,108,308)		(956,038)	(956,038)	0	(803,768)	(803,768)	0
Grand Total		850,021	990,520		1,252,270	1,252,270	0	1,252,270	1,252,270	0

No Legislative Recommendation was made on this Appropriation.

Department Appropriation Summary

Historical Data

Agency Request and Executive/Legislative Recommendation

Appropriation	2015-2016		2016-2017		2016-2017		2017-2018						2018-2019					
	Actual	Pos	Budget	Pos	Authorized	Pos	Agency	Pos	Executive	Pos	Legislative	Pos	Agency	Pos	Executive	Pos	Legislative	Pos
056 School for the Deaf-State Operations	10,145,216	148	10,231,686	159	10,887,230	159	13,503,875	193	10,239,226	159	10,239,226	159	13,069,172	193	10,245,523	159	10,245,523	159
058 School for the Deaf-Federal Operations	211,427	2	660,000	2	730,091	2	660,018	2	660,018	2	660,018	2	660,018	2	660,018	2	660,018	2
A10 School for the Deaf-Cash Operations	110,857	0	390,000	0	442,136	0	390,000	0	390,000	0	390,000	0	390,000	0	390,000	0	390,000	0
Total	10,467,500	150	11,281,686	161	12,059,457	161	14,553,893	195	11,289,244	161	11,289,244	161	14,119,190	195	11,295,541	161	11,295,541	161

Funding Sources		%		%		%		%		%		%		%		%		%	
Fund Balance	4000005	271,659	2.5	298,414	2.6			53,414	0.4	53,414	0.5	53,414	0.5	0	0.0	0	0.0	0	0.0
General Revenue	4000010	10,142,113	94.2	10,142,113	89.5			13,474,875	93.5	10,210,226	91.6	10,210,226	91.6	13,040,172	93.7	10,216,523	92.0	10,216,523	92.0
Federal Revenue	4000020	322,284	3.0	780,000	6.9			780,018	5.4	780,018	7.0	780,018	7.0	780,018	5.6	780,018	7.0	780,018	7.0
Cash Fund	4000045	26,755	0.2	25,000	0.2			75,000	0.5	75,000	0.7	75,000	0.7	75,000	0.5	75,000	0.7	75,000	0.7
Merit Adjustment Fund	4000055	0	0.0	60,573	0.5			0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0
Other	4000370	3,103	0.0	29,000	0.3			29,000	0.2	29,000	0.3	29,000	0.3	29,000	0.2	29,000	0.3	29,000	0.3
Total Funds		10,765,914	100.0	11,335,100	100.0			14,412,307	100.0	11,147,658	100.0	11,147,658	100.0	13,924,190	100.0	11,100,541	100.0	11,100,541	100.0
Excess Appropriation/(Funding)		(298,414)		(53,414)				141,586		141,586		141,586		195,000		195,000		195,000	
Grand Total		10,467,500		11,281,686				14,553,893		11,289,244		11,289,244		14,119,190		11,295,541		11,295,541	

Variance in fund balance is due to unfunded appropriation.

Analysis of Budget Request

Appropriation: 056 - School for the Deaf-State Operations

Funding Sources: EVA - State Operations - School for the Deaf

The Arkansas School for the Deaf (ASD) provides a variety of educational programs for the deaf and hard of hearing students through the age of 21 years. The State Operations appropriation is used to provide for all security, transportation, and administrative needs of both the Schools for the Deaf and Blind. The security needs of both schools include patrolling a campus of 92 acres and 35 buildings. Maintenance work is necessary for these buildings. Daily transportation is provided through local school districts for non-residential students. Transportation involves bussing all residential students home each weekend and returning them to school on Sunday afternoon. Joint services for such administrative functions as business, accounting, personnel, etc. are provided to both schools through the use of a Board approved paying account permitting the pooling of funds from each agency based on student ratio population at each school. Legislation approved by the General Assembly provides for the use of the shared services arrangement. The primary source of funding for this appropriation is general revenue.

Base Level Regular Salaries and Personal Services Matching include the continuation of the previously authorized 2017 Salaries and Career Service Payments for eligible employees. Personal Services Matching includes the monthly contribution for State employee's health insurance for a total State match per budgeted employee of \$420 per month. Base Level salaries and matching do not include appropriation for a Cost of Living Adjustment or Merit Pay Increases. The Base Level salary of unclassified positions reflects the FY17 line item maximum plus the previously authorized 2016 1% Cost of Living Adjustment authorized by Act 1007 (3 (B)) of 2015. The Base Level request for Regular Salaries includes board member stipend payments.

Base Level funding for the agency is \$10,239,226 for FY18 and \$10,245,523 for FY19.

Arkansas School for the Deaf is requesting an increase in appropriation and funding of \$3,264,649 in FY18 and \$2,823,649 in FY19. The change level requests are composed of the following items:

- \$1,452,649 in Regular Salaries and related Personal Service Matching for both years of the biennium. The agency has requested 34 new positions that will be used to reduce the student to residential staff ratio, expand the outreach program, support transportation needs, and provide job training for the students. Twenty-Seven of the requested positions are for the expansion of ASD's outreach program.
- \$718,000 for FY18 and \$467,000 for FY19 in Operating Expenses that will accommodate for the growth in number of students, expansion of the outreach program, and the continue maintenance/repairs to the buildings.
- \$6,000 in Conference & Travel Expenses both years of the biennium for continuing education that will be required for the new staff for the expansion of the outreach program.
- \$30,000 in Professional Fees both years of the biennium for engineer and architecture fees associated with major building repairs.

\$500,000 in Capital Outlay both years of the biennium to allow for replacement of handicap vans, buses, kitchen equipment, basketball bleachers, and lawn equipment.

- \$475,000 for FY18 and \$275,000 for FY19 in Special Maintenance to address preventive maintenance and repairs on 20 buildings. Roofs, boiler maintenance, and water infiltration are some of the issues.
- \$23,000 for FY18 and \$33,000 for FY19 in SCPI/ASL increases are needed due to ASD requesting all employees become fluent in American Sign Language. When employees pass the proficiency test for SCPI/ASL they are given an increase in their pay up to 10%.
- \$60,000 increase in Miscellaneous Activities for both years of the Biennium due to an increase of students attending summer school and the requested expansion of ASD's outreach program.

The Executive Recommendation provides for Base Level.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: 056 - School for the Deaf-State Operations

Funding Sources: EVA - State Operations - School for the Deaf

Commitment Item		2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Regular Salaries	5010000	5,150,147	5,739,545	5,947,684	6,781,790	5,744,226	5,744,226	6,786,890	5,749,326	5,749,326
#Positions		148	159	159	193	159	159	193	159	159
Extra Help	5010001	106,224	99,325	99,325	99,325	99,325	99,325	99,325	99,325	99,325
#Extra Help		16	52	52	52	52	52	52	52	52
Personal Services Matching	5010003	1,977,733	2,162,554	2,169,938	2,580,498	2,165,413	2,165,413	2,581,695	2,166,610	2,166,610
Overtime	5010006	21,071	25,000	25,000	25,000	25,000	25,000	25,000	25,000	25,000
Operating Expenses	5020002	1,864,467	1,431,262	1,666,283	2,149,262	1,431,262	1,431,262	1,898,262	1,431,262	1,431,262
Conference & Travel Expenses	5050009	21,500	21,500	21,500	27,500	21,500	21,500	27,500	21,500	21,500
Professional Fees	5060010	64,944	50,000	80,000	80,000	50,000	50,000	80,000	50,000	50,000
Data Processing	5090012	0	0	0	0	0	0	0	0	0
Capital Outlay	5120011	74,717	0	75,000	500,000	0	0	500,000	0	0
Special Maintenance	5120032	522,649	340,000	385,000	815,000	340,000	340,000	615,000	340,000	340,000
Vocational Workstudy	5900046	3,013	7,500	7,500	7,500	7,500	7,500	7,500	7,500	7,500
SCPI/ASL	5900047	253,257	285,000	285,000	308,000	285,000	285,000	318,000	285,000	285,000
Miscellaneous Activities	5900048	85,494	70,000	125,000	130,000	70,000	70,000	130,000	70,000	70,000
Total		10,145,216	10,231,686	10,887,230	13,503,875	10,239,226	10,239,226	13,069,172	10,245,523	10,245,523

Funding Sources										
General Revenue	4000010	10,142,113	10,142,113		13,474,875	10,210,226	10,210,226	13,040,172	10,216,523	10,216,523
Merit Adjustment Fund	4000055	0	60,573		0	0	0	0	0	0
Other	4000370	3,103	29,000		29,000	29,000	29,000	29,000	29,000	29,000
Total Funding		10,145,216	10,231,686		13,503,875	10,239,226	10,239,226	13,069,172	10,245,523	10,245,523
Excess Appropriation/(Funding)		0	0		0	0	0	0	0	0
Grand Total		10,145,216	10,231,686		13,503,875	10,239,226	10,239,226	13,069,172	10,245,523	10,245,523

FY16 Budget amount in Operating Expenses exceeds the FY17 authorized amount due to Supplemental Appropriation received during the 2015-2017 Biennium.

Analysis of Budget Request

Appropriation: 058 - School for the Deaf-Federal Operations

Funding Sources: FEB - Federal Operations - School for the Deaf

This appropriation represents the primary federal operations support for the Arkansas School for the Deaf (ASD). Essential funding for this appropriation is received from the State Department of Education Area Services, a Carl Perkins Vocational Grant from the Department of Workforce Education, and Chapter VI-B Pass-Through. Medicaid reimbursements are also received and are used to assist in providing for the administrative needs of the Agency.

Base Level Regular Salaries and Personal Services Matching include the continuation of the previously authorized 2017 Salaries and Career Service Payments for eligible employees. Personal Services Matching includes the monthly contribution for State employee's health insurance for a total State match per budgeted employee of \$420 per month. Base Level salaries and matching do not include appropriation for a Cost of Living Adjustment or Merit Pay Increases.

The Agency is requesting a Base Level of \$660,018 both years of the biennium.

The Executive Recommendation provides for Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: 058 - School for the Deaf-Federal Operations

Funding Sources: FEB - Federal Operations - School for the Deaf

Commitment Item		2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Regular Salaries	5010000	51,528	48,853	89,505	48,853	48,853	48,853	48,853	48,853	48,853
#Positions		2	2	2	2	2	2	2	2	2
Extra Help	5010001	7,358	9,000	14,500	9,000	9,000	9,000	9,000	9,000	9,000
#Extra Help		3	3	3	3	3	3	3	3	3
Personal Services Matching	5010003	22,787	22,392	36,866	22,410	22,410	22,410	22,410	22,410	22,410
Operating Expenses	5020002	58,746	231,444	240,909	231,444	231,444	231,444	231,444	231,444	231,444
Conference & Travel Expenses	5050009	28,908	62,111	62,111	62,111	62,111	62,111	62,111	62,111	62,111
Professional Fees	5060010	42,100	286,200	286,200	286,200	286,200	286,200	286,200	286,200	286,200
Data Processing	5090012	0	0	0	0	0	0	0	0	0
Capital Outlay	5120011	0	0	0	0	0	0	0	0	0
Total		211,427	660,000	730,091	660,018	660,018	660,018	660,018	660,018	660,018
Funding Sources										
Federal Revenue	4000020	211,427	660,000		660,018	660,018	660,018	660,018	660,018	660,018
Total Funding		211,427	660,000		660,018	660,018	660,018	660,018	660,018	660,018
Excess Appropriation/(Funding)		0	0		0	0	0	0	0	0
Grand Total		211,427	660,000		660,018	660,018	660,018	660,018	660,018	660,018

Analysis of Budget Request

Appropriation: A10 - School for the Deaf-Cash Operations

Funding Sources: 137 - Cash Operations - School for the Deaf

The Arkansas School for the Deaf (ASD) uses their cash appropriation to meet needs associated with the cafeteria as well as any other institutional services deemed necessary for the students. Cash funds are primarily received from USDA Breakfast and School Lunch reimbursements, interest on cash investments, and legacy donations.

The Base Level Request is \$390,000 both years of the Biennium.

The Executive Recommendation provides for Agency Request. Expenditures are contingent on available funding.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: A10 - School for the Deaf-Cash Operations

Funding Sources: 137 - Cash Operations - School for the Deaf

Commitment Item		2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Operating Expenses	5020002	99,557	147,136	147,136	147,136	147,136	147,136	147,136	147,136	147,136
Conference & Travel Expenses	5050009	11,300	25,000	25,000	25,000	25,000	25,000	25,000	25,000	25,000
Professional Fees	5060010	0	28,000	50,000	28,000	28,000	28,000	28,000	28,000	28,000
Data Processing	5090012	0	0	0	0	0	0	0	0	0
Capital Outlay	5120011	0	0	0	0	0	0	0	0	0
Special Maintenance	5120032	0	189,864	220,000	189,864	189,864	189,864	189,864	189,864	189,864
Total		110,857	390,000	442,136	390,000	390,000	390,000	390,000	390,000	390,000
Funding Sources										
Fund Balance	4000005	271,659	298,414		53,414	53,414	53,414	0	0	0
Federal Revenue	4000020	110,857	120,000		120,000	120,000	120,000	120,000	120,000	120,000
Cash Fund	4000045	26,755	25,000		75,000	75,000	75,000	75,000	75,000	75,000
Total Funding		409,271	443,414		248,414	248,414	248,414	195,000	195,000	195,000
Excess Appropriation/(Funding)		(298,414)	(53,414)		141,586	141,586	141,586	195,000	195,000	195,000
Grand Total		110,857	390,000		390,000	390,000	390,000	390,000	390,000	390,000

Department Appropriation Summary

Historical Data

Agency Request and Executive/Legislative Recommendation

Appropriation	2015-2016		2016-2017		2016-2017		2017-2018						2018-2019					
	Actual	Pos	Budget	Pos	Authorized	Pos	Agency	Pos	Executive	Pos	Legislative	Pos	Agency	Pos	Executive	Pos	Legislative	Pos
A57 ADFa-Cash Operations	15,904,057	60	30,381,326	62	30,317,750	62	30,199,377	60	30,199,377	60	30,199,377	60	30,200,423	60	30,200,423	60	30,200,423	60
C57 AR Housing Trust Advisory Comm	30,244	0	15,718	0	45,718	0	15,475	0	15,475	0	15,475	0	15,475	0	15,475	0	15,475	0
Total	15,934,301	60	30,397,044	62	30,363,468	62	30,214,852	60	30,214,852	60	30,214,852	60	30,215,898	60	30,215,898	60	30,215,898	60

Funding Sources		%		%		%		%		%		%		%		%
Fund Balance 4000005	81,792	0.5	81,792	0.3			18,216	0.1	18,216	0.1	18,216	0.1	18,216	0.1	18,216	0.1
Federal Revenue 4000020	10,355,195	64.7	24,341,215	80.0			24,341,215	80.5	24,341,215	80.5	24,341,215	80.5	24,341,215	80.5	24,341,215	80.5
Cash Fund 4000045	5,579,106	34.8	5,992,253	19.7			5,873,637	19.4	5,873,637	19.4	5,873,637	19.4	5,874,683	19.4	5,874,683	19.4
Total Funds	16,016,093	100.0	30,415,260	100.0			30,233,068	100.0	30,233,068	100.0	30,233,068	100.0	30,234,114	100.0	30,234,114	100.0
Excess Appropriation/(Funding)	(81,792)		(18,216)				(18,216)		(18,216)		(18,216)		(18,216)		(18,216)	
Grand Total	15,934,301		30,397,044				30,214,852		30,214,852		30,214,852		30,215,898		30,215,898	

Budget exceeds Authorized amount in (A57) ADFa-Cash Operations due to salary and matching rate adjustments during the 2015-2017 Biennium.

Analysis of Budget Request

Appropriation: A57 - ADFA-Cash Operations

Funding Sources: 123 - Arkansas Development Finance Authority Cash

A.C.A. §15-5-201 created the Arkansas Development Finance Authority along with a Board of Directors that was created in A.C.A. §15-5-202. The Board of Directors is composed of the Director of the Department Finance and Administration, State Treasurer, President of ADFA and eleven (11) public members appointed by the Governor with the advice and consent of the Senate. Duties and responsibilities of the Board may include but are not limited to, powers to sue; make and issue rules, regulations, and bylaws; acquire, hold, and dispose of real and personal property for corporate purposes; appoint officers, agents, and employees; borrow money; issue notes and bonds on behalf of state agencies and political subdivisions; make secured or unsecured loans; sell mortgages and security interests, collect fees and charges in connection with its loans, bond guarantees; and invest moneys of the Authority.

This appropriation reflects all operational costs of the Authority including the Federal Housing Assistance Program, HUD Home Program, and other financial programs. Funding for this appropriation is derived primarily from federal funds with other funding from bond proceeds.

Base Level Regular Salaries and Personal Services Matching include the continuation of the previously authorized 2017 Salaries and Career Service Payments for eligible employees. Personal Services Matching includes the monthly contribution for State employee's health insurance for a total State match per budgeted employee of \$420 per month. Base Level salaries and matching do not include appropriation for a Cost of Living Adjustment or Merit Pay Increases. The Base Level salary of unclassified positions reflects the FY17 line item maximum plus the previously authorized 2016 1% Cost of Living Adjustment authorized by Act 1007 (3 (B)) of 2015.

The Agency's Change level request is decrease of (\$72,622) each year of the 2017-2019 Biennium and includes the following:

- Regular Salaries and Personal Services Matching decrease of (\$82,643) each year for discontinuing two (2) positions that were surrendered to the OPM growth pool and an increase of \$110,021 each year for restoration of one (1) growth pool position,
- Operating Expenses decrease of (\$100,000) each year to align with expenses.

The Executive Recommendation provides for the Agency Request. Expenditure of appropriation is contingent upon available funding.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: A57 - ADFA-Cash Operations

Funding Sources: 123 - Arkansas Development Finance Authority Cash

Commitment Item		2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Regular Salaries	5010000	3,451,601	3,575,855	3,515,530	3,520,426	3,520,426	3,520,426	3,520,926	3,520,926	3,520,926
#Positions		60	62	62	60	60	60	60	60	60
Extra Help	5010001	7,673	40,000	40,000	40,000	40,000	40,000	40,000	40,000	40,000
#Extra Help		3	5	5	5	5	5	5	5	5
Personal Services Matching	5010003	1,072,795	1,105,761	1,102,510	1,102,241	1,102,241	1,102,241	1,102,787	1,102,787	1,102,787
Operating Expenses	5020002	623,787	825,458	825,458	725,458	725,458	725,458	725,458	725,458	725,458
Conference & Travel Expenses	5050009	31,341	81,715	81,715	81,715	81,715	81,715	81,715	81,715	81,715
Professional Fees	5060010	102,623	123,810	123,810	123,810	123,810	123,810	123,810	123,810	123,810
Data Processing	5090012	0	0	0	0	0	0	0	0	0
Grants and Aid	5100004	0	6,600,000	6,600,000	6,600,000	6,600,000	6,600,000	6,600,000	6,600,000	6,600,000
Capital Outlay	5120011	0	23,000	23,000	0	0	0	0	0	0
Data Processing Services	5900044	259,039	264,512	264,512	264,512	264,512	264,512	264,512	264,512	264,512
Hud Home Program	5900046	10,355,198	16,341,215	16,341,215	16,341,215	16,341,215	16,341,215	16,341,215	16,341,215	16,341,215
Federal Housing Programs	5900047	0	1,400,000	1,400,000	1,400,000	1,400,000	1,400,000	1,400,000	1,400,000	1,400,000
Total		15,904,057	30,381,326	30,317,750	30,199,377	30,199,377	30,199,377	30,200,423	30,200,423	30,200,423

Funding Sources									
Fund Balance	4000005	81,792	81,792		18,216	18,216	18,216	18,216	18,216
Federal Revenue	4000020	10,355,195	24,341,215		24,341,215	24,341,215	24,341,215	24,341,215	24,341,215
Cash Fund	4000045	5,548,862	5,976,535		5,858,162	5,858,162	5,858,162	5,859,208	5,859,208
Total Funding		15,985,849	30,399,542		30,217,593	30,217,593	30,217,593	30,218,639	30,218,639
Excess Appropriation/(Funding)		(81,792)	(18,216)		(18,216)	(18,216)	(18,216)	(18,216)	(18,216)
Grand Total		15,904,057	30,381,326		30,199,377	30,199,377	30,199,377	30,200,423	30,200,423

FY17 Budget amount in Regular Salaries and Personal Services Matching exceeds the authorized amount due to salary and matching rate adjustments during the 2015-2017 Biennium. Expenditure of appropriation is contingent upon available funding.

Analysis of Budget Request

Appropriation: C57 - AR Housing Trust Advisory Comm

Funding Sources: 123 - Arkansas Development Finance Authority Cash

The Arkansas Housing Trust Fund Arkansas Housing Trust Fund Advisory Committee was established by Act 661 of 2009, as amended (A.C.A. §15-5-1701) to provide a source of funds for communities to address affordable housing needs. Act 661 of 2009 also created the Arkansas Housing Trust Fund Advisory Committee to provide advice to the Authority's Board of Directors on matters relating the Housing Trust Fund and its programs. Act 764 of 2012 provided a "one time transfer" from unexpended balances of funds received by the Division of Check Cashing of the State Board of Collections Agencies under the Check-Cashers Act. Program funding is contingent on the Arkansas Housing Trust Fund Advisory Committee securing a dedicated funding source.

The Authority uses this appropriation to provide for personal services and operating expenses for the Housing Trust Fund Advisory Committee.

Base Level for this appropriation is \$15,718 each year of the 2017-2019 Biennium. The Agency's Change level request is (\$243) each year to reduce appropriation down to the funding level.

The Executive Recommendation provides for the Agency Request. Expenditure of appropriation is contingent upon available funding.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: C57 - AR Housing Trust Advisory Comm

Funding Sources: 123 - Arkansas Development Finance Authority Cash

Commitment Item	2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
	Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Ar Housing Trust Fund 5900046	30,244	15,718	45,718	15,475	15,475	15,475	15,475	15,475	15,475
Total	30,244	15,718	45,718	15,475	15,475	15,475	15,475	15,475	15,475

Funding Sources									
Cash Fund 4000045	30,244	15,718		15,475	15,475	15,475	15,475	15,475	15,475
Total Funding	30,244	15,718		15,475	15,475	15,475	15,475	15,475	15,475
Excess Appropriation/(Funding)	0	0		0	0	0	0	0	0
Grand Total	30,244	15,718		15,475	15,475	15,475	15,475	15,475	15,475

Expenditure of appropriation is contingent upon available funding.

Analysis of Budget Request

Appropriation: 2QQ - DDSSA-Operations

Funding Sources: FSD - Disability Determination - Federal

Disability Determination for Social Security Administration (DDSSA) is the State Agency responsible for determining the eligibility of Arkansans for disability and other payments in accordance with federal Social Security laws, regulations and instructions. The Agency makes determinations for disability benefits under Titles II and XVI of the Social Security Act and investigates suspected cases of fraud or abuse. Title II claimants are those who have contributed FICA taxes on wages for five of the past ten years prior to the date of alleged disability. Title XVI (Supplemental Security Income) claimants are those who have established the fact that they have low income and resources and are alleging disability.

Base Level Regular Salaries and Personal Services Matching include the continuation of the previously authorized 2017 Salaries and Career Service Payments for eligible employees. Personal Services Matching includes the monthly contribution for State employee's health insurance for a total State match per budgeted employee of \$420 per month. Base Level salaries and matching do not include appropriation for a Cost of Living Adjustment or Merit Pay Increases. The Base Level salary of unclassified positions reflects the FY17 line item maximum plus the previously authorized 2016 1% Cost of Living Adjustment authorized by Act 1007 (3 (B)) of 2015.

The Base Level request is for appropriation of \$53,440,763 in FY18 and \$53,486,032 in FY19.

The Agency's Change Level request is for appropriation of \$2,383,196 in FY18 and \$2,383,629 in FY19, and includes the following:

- Regular Salaries and related Personal Services Matching of \$1,669,946 in FY18 and \$1,670,379 in FY19 for the restoration of sixteen (16) DDSSA Adjudicative Assistant C113 positions, six (6) DDSSA Medical Consultant N916 positions, and one (1) DDSSA Medical Specialist N919 position, which were unbudgeted in FY17. These positions will allow the Agency to meet demands brought on by the federal SSA office.
- Overtime and related Personal Services Matching of \$613,250 each fiscal year to help the Agency meet workload goals assigned by federal SSA office.
- Capital Outlay of \$100,000 each fiscal year for desks, cubicles, and other office equipment for one of the adjudicative units.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: 2QQ - DDSSA-Operations

Funding Sources: FSD - Disability Determination - Federal

Commitment Item		2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Regular Salaries	5010000	22,187,347	24,898,800	26,037,436	26,176,373	26,176,373	26,176,373	26,201,273	26,201,273	26,201,273
#Positions		452	456	479	479	479	479	479	479	479
Extra Help	5010001	345,038	390,000	390,000	390,000	390,000	390,000	390,000	390,000	390,000
#Extra Help		14	20	20	20	20	20	20	20	20
Personal Services Matching	5010003	7,178,657	8,088,044	8,484,141	8,641,486	8,641,486	8,641,486	8,662,288	8,662,288	8,662,288
Overtime	5010006	1,172,091	1,360,000	860,000	1,360,000	1,360,000	1,360,000	1,360,000	1,360,000	1,360,000
Operating Expenses	5020002	2,814,353	3,984,400	3,984,400	3,984,400	3,984,400	3,984,400	3,984,400	3,984,400	3,984,400
Conference & Travel Expenses	5050009	6,738	26,500	26,500	26,500	26,500	26,500	26,500	26,500	26,500
Professional Fees	5060010	11,409,499	15,145,200	15,145,200	15,145,200	15,145,200	15,145,200	15,145,200	15,145,200	15,145,200
Data Processing	5090012	0	0	0	0	0	0	0	0	0
Refunds/Reimbursements	5110014	0	0	0	0	0	0	0	0	0
Capital Outlay	5120011	85,427	100,000	100,000	100,000	100,000	100,000	100,000	100,000	100,000
Total		45,199,150	53,992,944	55,027,677	55,823,959	55,823,959	55,823,959	55,869,661	55,869,661	55,869,661
Funding Sources										
Federal Revenue	4000020	45,199,150	53,992,944		55,823,959	55,823,959	55,823,959	55,869,661	55,869,661	55,869,661
Total Funding		45,199,150	53,992,944		55,823,959	55,823,959	55,823,959	55,869,661	55,869,661	55,869,661
Excess Appropriation/(Funding)		0	0		0	0	0	0	0	0
Grand Total		45,199,150	53,992,944		55,823,959	55,823,959	55,823,959	55,869,661	55,869,661	55,869,661

Budget exceeds Authorized Appropriation in Overtime due to a transfer from the Miscellaneous Federal Grant Holding Account.

Analysis of Budget Request

Appropriation: 052 - Disabled Veterans - State Operations

Funding Sources: HUA - Miscellaneous Agencies Fund

The Disabled Veterans Service Office offers assistance to veterans in the preparation of their claims to the U.S. Government for compensation and other benefits, and is primarily supported by the Disabled American Veterans Service Office. The Office also provides transportation services to veterans for outpatient appointments when no other options are available. The State provides appropriation and general revenue funding for one clerical position, as well as for Operating Expenses and Conference & Travel Expenses.

Base Level Regular Salaries and Personal Services Matching include the continuation of the previously authorized 2017 Salaries and Career Service Payments for eligible employees. Personal Services Matching includes the monthly contribution for State employee's health insurance for a total State match per budgeted employee of \$420 per month. Base Level salaries and matching do not include appropriation for a Cost of Living Adjustment or Merit Pay Increases.

The Agency's Base Level and total request is for appropriation of \$33,853 each year of the 2017-2019 Biennium.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: 052 - Disabled Veterans - State Operations

Funding Sources: HUA - Miscellaneous Agencies Fund

Commitment Item		2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Regular Salaries	5010000	18,503	21,827	22,045	21,827	21,827	21,827	21,827	21,827	21,827
#Positions		1	1	1	1	1	1	1	1	1
Personal Services Matching	5010003	9,041	9,875	9,994	9,998	9,998	9,998	9,998	9,998	9,998
Operating Expenses	5020002	866	1,304	1,304	1,304	1,304	1,304	1,304	1,304	1,304
Conference & Travel Expenses	5050009	0	724	724	724	724	724	724	724	724
Professional Fees	5060010	0	0	0	0	0	0	0	0	0
Data Processing	5090012	0	0	0	0	0	0	0	0	0
Capital Outlay	5120011	0	0	0	0	0	0	0	0	0
Total		28,410	33,730	34,067	33,853	33,853	33,853	33,853	33,853	33,853
Funding Sources										
General Revenue	4000010	28,410	33,730		33,853	33,853	33,853	33,853	33,853	33,853
Total Funding		28,410	33,730		33,853	33,853	33,853	33,853	33,853	33,853
Excess Appropriation/(Funding)		0	0		0	0	0	0	0	0
Grand Total		28,410	33,730		33,853	33,853	33,853	33,853	33,853	33,853

Department Appropriation Summary

Historical Data

Agency Request and Executive/Legislative Recommendation

Appropriation	2015-2016		2016-2017		2016-2017		2017-2018					2018-2019						
	Actual	Pos	Budget	Pos	Authorized	Pos	Agency	Pos	Executive	Pos	Legislative	Pos	Agency	Pos	Executive	Pos	Legislative	Pos
1MZ Super Projects	0	0	200,000,000	0	200,000,000	0	200,000,000	0	200,000,000	0	200,000,000	0	200,000,000	0	200,000,000	0	200,000,000	0
2SK State Operations	8,912,292	71	12,934,147	72	26,253,076	72	13,600,840	72	13,600,840	72	13,600,840	72	13,603,486	72	13,603,486	72	13,603,486	72
2SQ Community Assistance-Federal	18,384,746	9	29,292,946	8	36,248,043	8	36,255,640	8	36,255,640	8	36,255,640	8	36,256,271	8	36,256,271	8	36,256,271	8
2ST State Energy Plan-Federal	679,454	4	875,496	5	1,283,818	5	1,223,315	5	1,223,315	5	1,223,315	5	1,224,053	5	1,224,053	5	1,224,053	5
55L Technology Development	0	0	30,000,000	0	30,000,000	0	30,000,000	0	30,000,000	0	30,000,000	0	30,000,000	0	30,000,000	0	30,000,000	0
56N Energy Efficiency Arkansas-Cash	431,756	2	1,406,567	2	1,406,946	2	1,407,003	2	1,407,003	2	1,407,003	2	1,407,003	2	1,407,003	2	1,407,003	2
F11 Clean Cities	38,275	0	189,005	0	189,005	0	189,005	0	189,005	0	189,005	0	189,005	0	189,005	0	189,005	0
F99 Weatherization Program	4,304,390	5	5,850,052	5	8,304,767	5	5,851,010	5	5,851,010	5	5,851,010	5	5,851,133	5	5,851,133	5	5,851,133	5
H07 Quick Action Closing	0	0	50,000,000	0	50,000,000	0	75,000,000	0	75,000,000	0	75,000,000	0	75,000,000	0	75,000,000	0	75,000,000	0
M70 New Markets Performance Program	192,969	0	200,000	0	875,781	0	875,781	0	875,781	0	875,781	0	875,781	0	875,781	0	875,781	0
T88 AEDC-Rural Service Div-State Operations	764,184	2	919,120	2	1,258,003	2	1,243,767	2	1,243,767	2	1,243,767	2	1,243,767	2	1,243,767	2	1,243,767	2
T89 AEDC-Rural Services Div-Animal Rescue	0	0	5,328	0	5,328	0	5,328	0	5,328	0	5,328	0	5,328	0	5,328	0	5,328	0
T90 AEDC-Rural Services Div-Admin Fee	1,400	0	45,395	0	45,395	0	45,395	0	45,395	0	45,395	0	45,395	0	45,395	0	45,395	0
T93 AEDC-RS Unpaved Road Program	250,000	0	250,000	0	250,000	0	250,000	0	250,000	0	250,000	0	250,000	0	250,000	0	250,000	0
U08 AR Manufacturing Extension Network-State	255,710	0	257,182	0	257,182	0	257,182	0	257,182	0	257,182	0	257,182	0	257,182	0	257,182	0
U09 Seed Capital Investment-Cash in Treasury	0	0	1,900,000	0	1,900,000	0	1,900,000	0	1,900,000	0	1,900,000	0	1,900,000	0	1,900,000	0	1,900,000	0
U11 Science & Technology-State Operations	2,454,980	13	2,821,008	12	8,283,342	12	8,432,526	12	8,432,526	12	8,432,526	12	8,433,264	12	8,433,264	12	8,433,264	12
U12 New AMS - Cash in Treasury	418,714	0	1,470,867	9	1,455,986	9	1,474,748	9	1,415,952	8	1,415,952	8	1,474,748	9	1,415,952	8	1,415,952	8
U13 Energy Efficiency - Cash in Treasury	47,028	0	150,000	0	150,000	0	150,000	0	150,000	0	150,000	0	150,000	0	150,000	0	150,000	0
U14 AR Manufacturing Extension Network-Fed	1,113,327	8	931,081	4	941,110	4	932,534	4	814,928	3	814,928	3	932,534	4	814,928	3	814,928	3
U16 Arkansas Acceleration Fund	1,050,000	0	18,700,000	0	18,700,000	0	18,700,000	0	18,700,000	0	18,700,000	0	18,700,000	0	18,700,000	0	18,700,000	0
U17 STEM Education - Cash	5,040	0	0	0	66,021	0	40,000	0	40,000	0	40,000	0	40,000	0	40,000	0	40,000	0
U18 EPSCoR RII - Track 2 Plant Bioimaging	1,245,279	0	3,132,830	0	3,150,000	0	3,132,830	0	3,132,830	0	3,132,830	0	3,132,830	0	3,132,830	0	3,132,830	0
U20 Innovate Arkansas	0	0	0	0	5,000,000	0	5,000,000	0	5,000,000	0	5,000,000	0	5,000,000	0	5,000,000	0	5,000,000	0
U28 Rural Services Conference Cash	72,355	0	75,000	0	75,000	0	100,000	0	100,000	0	100,000	0	100,000	0	100,000	0	100,000	0
U34 EPSCoR Track III	2,123,346	2	20,000,000	2	0	0	20,000,000	2	20,000,000	2	20,000,000	2	20,000,000	2	20,000,000	2	20,000,000	2
NOT REQUESTED FOR THE BIENNIUM																		
U10 AR EPSCoR-Federal	3,265,313	1	0	0	3,994,815	2	0	0	0	0	0	0	0	0	0	0	0	0
Total	46,010,558	117	381,406,024	121	400,093,618	121	426,066,904	121	425,890,502	119	425,890,502	119	426,071,780	121	425,895,378	119	425,895,378	119

Funding Sources		%		%		%		%		%		%		%		%	
Fund Balance	4000005	34,109,355	46.5	27,317,248	6.7			24,918,098	6.0	24,918,098	6.0	24,918,098	6.0	1,324,200	0.3	1,324,200	0.3
General Revenue	4000010	12,387,166	16.9	16,167,742	4.0			16,863,374	4.1	16,863,374	4.1	16,863,374	4.1	16,866,758	4.3	16,866,758	4.3

Funding Sources		%		%		%		%		%		%		%		%	
Federal Revenue	4000020	31,168,855	42.5	90,196,410	22.2	97,509,334	23.4	97,391,728	23.4	97,391,728	23.4	97,510,826	24.9	97,393,220	24.8	97,393,220	24.8
Cash Fund	4000045	694,499	0.9	2,683,612	0.7	2,481,751	0.6	2,481,751	0.6	2,481,751	0.6	2,481,751	0.6	2,481,751	0.6	2,481,751	0.6
Merit Adjustment Fund	4000055	0	0.0	48,915	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0
Bond Proceeds	4000125	0	0.0	200,000,000	49.2	200,000,000	48.1	200,000,000	48.1	200,000,000	48.1	200,000,000	51.0	200,000,000	51.0	200,000,000	51.0
General Improvement Fund	4000265	1,400	0.0	50,045,395	12.3	55,045,395	13.2	55,045,395	13.2	55,045,395	13.2	55,045,395	14.0	55,045,395	14.0	55,045,395	14.0
Grant/SubGrant Refunds	4000273	150,000	0.2	150,000	0.0	150,000	0.0	150,000	0.0	150,000	0.0	150,000	0.0	150,000	0.0	150,000	0.0
Inter-agency Fund Transfer	4000316	3,169,866	4.3	100,000	0.0	100,000	0.0	100,000	0.0	100,000	0.0	100,000	0.0	100,000	0.0	100,000	0.0
Intra-agency Fund Transfer	4000317	40,468	0.1	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0
Miscellaneous Revolving	4000350	192,969	0.3	200,000	0.0	200,000	0.0	200,000	0.0	200,000	0.0	200,000	0.1	200,000	0.1	200,000	0.1
Other	4000370	0	0.0	19,414,800	4.8	18,700,000	4.5	18,700,000	4.5	18,700,000	4.5	18,700,000	4.8	18,700,000	4.8	18,700,000	4.8
Transfer from General Imprv	4000540	2,100,026	2.9	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0
Transfers / Adjustments	4000683	(10,686,798)	(14.6)	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0
Total Funds		73,327,806	100.0	406,324,122	100.0	415,967,952	100.0	415,850,346	100.0	415,850,346	100.0	392,378,930	100.0	392,261,324	100.0	392,261,324	100.0
Excess Appropriation/(Funding)		(27,317,248)		(24,918,098)		10,098,952		10,040,156		10,040,156		33,692,850		33,634,054		33,634,054	
Grand Total		46,010,558		381,406,024		426,066,904		425,890,502		425,890,502		426,071,780		425,895,378		425,895,378	

Variances in fund balance due to unfunded appropriation in (2SK) State Operation, (F11) Clean Cities, (H07) Quick Action Closing Fund, (M70) New Markets Performance Program, (T88) AEDC- Rural Service Div-State Operations, (T89) AEDC- Rural Services Div- Animal Rescue, (U09) Seed Capital Investment-Cash in Treasury, (U11) Science & Technology-State Operations, (U12) New AMS- Cash in Treasury, (U13) Energy Efficiency- Cash in Treasury, and (U17) STEM Education-Cash.

FY17 Budget exceeds Authorized in (U12) New AMS- Cash in Treasury due to salary and matching rate adjustments during the 2015-2017 Biennium.

FY17 Budget exceeds Authorized in (U34) EPSCOR Track III due to a transfew from the Miscellaneous Federal Grant Holding Account.

Analysis of Budget Request

Appropriation: 1MZ - Super Projects

Funding Sources: TSP - Department of Economic Development Super Projects Fund

The Super Projects Program was established by the A.C.A. §15-4-3001 et seq. to provide resources in support of industries that indicate the intention to invest in the State of Arkansas. To be classified as a Super Project requires the project's sponsor to invest at minimum four hundred million dollars (\$400,000,000) into the State and provided 400 new full time jobs.

Funding for these projects may be attained in General Obligations Bonds approved by the public or the General Assembly. Amendment 82 to the current State Constitution authorizes up to 5% of general revenues to be applied toward amortization of bonded indebtedness for large economic development projects. During the General Election of 2010, Amendment 90 was adopted that allowed for the General Assembly to issues bonds under the 82nd Amendment without voter approval.

The Super Project Program fund is to be utilized for payments on part of or all of the debt service on bonds issued or on a pay-as-you-go basis should bonds neither be approved nor issued.

The Agency is requesting Base Level of \$200,000,000 each year of the 2017-2019 Biennium.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: 1MZ - Super Projects

Funding Sources: TSP - Department of Economic Development Super Projects Fund

Commitment Item	2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
	Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Super Projects 5900046	0	200,000,000	200,000,000	200,000,000	200,000,000	200,000,000	200,000,000	200,000,000	200,000,000
Total	0	200,000,000	200,000,000	200,000,000	200,000,000	200,000,000	200,000,000	200,000,000	200,000,000

Funding Sources									
Bond Proceeds 4000125	0	200,000,000		200,000,000	200,000,000	200,000,000	200,000,000	200,000,000	200,000,000
Total Funding	0	200,000,000		200,000,000	200,000,000	200,000,000	200,000,000	200,000,000	200,000,000
Excess Appropriation/(Funding)	0	0		0	0	0	0	0	0
Grand Total	0	200,000,000		200,000,000	200,000,000	200,000,000	200,000,000	200,000,000	200,000,000

Analysis of Budget Request

Appropriation: 2SK - State Operations

Funding Sources: HOA - Department of Economic Development Fund

This is the primary operating appropriation for the Arkansas Economic Development Commission and is funded by general revenues. In addition to the Director's Office, there are four functional groups within the Agency that utilize this State Operations appropriation. They are: (1) Administration and Finance, (2) Global Business, (3) Marketing and Communications, and (4) Energy Office.

Base Level Regular Salaries and Personal Services Matching include the continuation of the previously authorized 2017 Salaries and Career Service Payments for eligible employees. Personal Services Matching includes the monthly contribution for State employee's health insurance for a total State match per budgeted employee of \$420 per month. Base Level salaries and matching do not include appropriation for a Cost of Living Adjustment or Merit Pay Increases. The Base Level salary of unclassified positions reflects the FY17 line item maximum plus the previously authorized 2016 1% Cost of Living Adjustment authorized by Act 1007 (3 (B)) of 2015.

Base Level is \$12,859,289 in FY18 and \$12,861,935 in FY19 in appropriation and general revenue funding.

The Agency's Change Level Request is \$741,551 each year of the biennium in appropriation only for the following:

- Professional Fees reallocation of \$450,000 each year to Global Business Initiatives to allow for better classification of these expenditures.
- Grants and Aid increase of \$641,551 each year for grants to economic development projects and regional partnerships as saving from other areas allow.
- Capital Outlay of \$100,000 each year of for replacement of aging equipment and purchase emergency backup systems as saving from other areas allows.

The Technology related requests are documented in the Agency's Information Technology (IT) Plan.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: 2SK - State Operations

Funding Sources: HOA - Department of Economic Development Fund

Commitment Item		2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Regular Salaries	5010000	4,207,923	4,355,550	4,474,533	4,357,050	4,357,050	4,357,050	4,358,850	4,358,850	4,358,850
#Positions		71	72	72	72	72	72	72	72	72
Extra Help	5010001	0	30,000	30,000	30,000	30,000	30,000	30,000	30,000	30,000
#Extra Help		0	6	6	6	6	6	6	6	6
Personal Services Matching	5010003	1,336,535	1,342,124	1,393,733	1,365,766	1,365,766	1,365,766	1,366,612	1,366,612	1,366,612
Operating Expenses	5020002	1,453,425	1,548,238	1,548,238	1,548,238	1,548,238	1,548,238	1,548,238	1,548,238	1,548,238
Conference & Travel Expenses	5050009	132,287	141,486	141,486	141,486	141,486	141,486	141,486	141,486	141,486
Professional Fees	5060010	1,260,270	2,215,000	2,215,000	1,765,000	1,765,000	1,765,000	1,765,000	1,765,000	1,765,000
Data Processing	5090012	0	0	0	0	0	0	0	0	0
Grants and Aid	5100004	56,716	358,449	1,000,000	1,000,000	1,000,000	1,000,000	1,000,000	1,000,000	1,000,000
Capital Outlay	5120011	99,158	100,000	100,000	100,000	100,000	100,000	100,000	100,000	100,000
Far East Trade Ind Recruitment	5900046	0	0	0	0	0	0	0	0	0
Global Business Initiatives	5900046	150,000	150,000	150,000	600,000	600,000	600,000	600,000	600,000	600,000
Military Affairs Grant Program	5900047	0	750,000	750,000	750,000	750,000	750,000	750,000	750,000	750,000
Industry Training Program	5900049	215,978	1,714,800	14,221,586	1,714,800	1,714,800	1,714,800	1,714,800	1,714,800	1,714,800
For State Matching of Federal Funds	5900050	0	228,500	228,500	228,500	228,500	228,500	228,500	228,500	228,500
Total		8,912,292	12,934,147	26,253,076	13,600,840	13,600,840	13,600,840	13,603,486	13,603,486	13,603,486

Funding Sources										
General Revenue	4000010	8,912,292	12,170,432		12,859,289	12,859,289	12,859,289	12,861,935	12,861,935	12,861,935
Merit Adjustment Fund	4000055	0	48,915		0	0	0	0	0	0
Other	4000370	0	714,800		0	0	0	0	0	0
Total Funding		8,912,292	12,934,147		12,859,289	12,859,289	12,859,289	12,861,935	12,861,935	12,861,935
Excess Appropriation/(Funding)		0	0		741,551	741,551	741,551	741,551	741,551	741,551
Grand Total		8,912,292	12,934,147		13,600,840	13,600,840	13,600,840	13,603,486	13,603,486	13,603,486

Analysis of Budget Request

Appropriation: 2SQ - Community Assistance-Federal

Funding Sources: FAK - Economic Development - Federal

This is a federally funded appropriation used to operate the Community Development Block Grant Program at the Arkansas Economic Development Commission. Funding is provided by grants from the Department of Housing and Urban Development and through repayments of previous loans.

Base Level Regular Salaries and Personal Services Matching include the continuation of the previously authorized 2017 Salaries and Career Service Payments for eligible employees. Personal Services Matching includes the monthly contribution for State employee's health insurance for a total State match per budgeted employee of \$420 per month. Base Level salaries and matching do not include appropriation for a Cost of Living Adjustment or Merit Pay Increases.

Base Level is \$29,294,564 in FY18 and \$29,295,212 in FY19.

The Agency Change Level Request totals \$6,961,076 in FY18 and \$6,961,059 in FY19 to restore appropriation to the FY17 Authorized Levels. The changes are reflected in the following line items:

- Grants and Aid of \$6,958,852 each year of the biennium.
- Storm Recovery Grant Program of \$2,224 in FY18 and \$2,207 in FY19.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: 2SQ - Community Assistance-Federal

Funding Sources: FAK - Economic Development - Federal

Commitment Item		2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Regular Salaries	5010000	276,730	302,476	296,222	302,337	302,337	302,337	302,843	302,843	302,843
#Positions		9	8	7	8	8	8	8	8	8
Personal Services Matching	5010003	97,477	100,776	100,897	102,379	102,379	102,379	102,504	102,504	102,504
Operating Expenses	5020002	18,446	60,600	60,600	60,600	60,600	60,600	60,600	60,600	60,600
Conference & Travel Expenses	5050009	11,575	25,000	25,000	25,000	25,000	25,000	25,000	25,000	25,000
Professional Fees	5060010	761	70,000	70,000	70,000	70,000	70,000	70,000	70,000	70,000
Data Processing	5090012	0	0	0	0	0	0	0	0	0
Grants and Aid	5100004	14,975,182	20,541,148	27,500,000	27,500,000	27,500,000	27,500,000	27,500,000	27,500,000	27,500,000
Capital Outlay	5120011	0	0	0	0	0	0	0	0	0
Storm Recovery Grants	5900046	2,935,401	7,577,236	7,579,614	7,579,614	7,579,614	7,579,614	7,579,614	7,579,614	7,579,614
Flood Recovery Grants	5900047	69,174	615,710	615,710	615,710	615,710	615,710	615,710	615,710	615,710
Total		18,384,746	29,292,946	36,248,043	36,255,640	36,255,640	36,255,640	36,256,271	36,256,271	36,256,271
Funding Sources										
Federal Revenue	4000020	18,384,746	29,292,946		36,255,640	36,255,640	36,255,640	36,256,271	36,256,271	36,256,271
Total Funding		18,384,746	29,292,946		36,255,640	36,255,640	36,255,640	36,256,271	36,256,271	36,256,271
Excess Appropriation/(Funding)		0	0		0	0	0	0	0	0
Grand Total		18,384,746	29,292,946		36,255,640	36,255,640	36,255,640	36,256,271	36,256,271	36,256,271

FY17 Budget amount in Regular Salaries exceeds the authorized amount due to salary adjustments during the 2015-2017 Biennium.

Budget Number of Positions may exceed the Authorized Number due to single salary section in appropriation act.

Analysis of Budget Request

Appropriation: 2ST - State Energy Plan-Federal

Funding Sources: FKE - Department of Energy - Federal

This is one of the major federal programs administered by the Arkansas Economic Development Commission. Federal funding for the State Energy Plan is received from the U.S. Department of Energy and is directed at projects that address the State's needs in energy conservation. This appropriation is also used to expend indirect cost obligations for all federal programs administered by the Department.

Base Level Regular Salaries and Personal Services Matching include the continuation of the previously authorized 2017 Salaries and Career Service Payments for eligible employees. Personal Services Matching includes the monthly contribution for State employee's health insurance for a total State match per budgeted employee of \$420 per month. Base Level salaries and matching do not include appropriation for a Cost of Living Adjustment or Merit Pay Increases.

Base Level is \$876,456 in FY18 and \$877,194 in FY19.

The Agency Change Level Request totals \$346,859 each year of the biennium to restore appropriation to the FY17 Authorized and is summarized as follows:

- Professional Fees of \$250,000 each year of the biennium.
- Grants and Aid of \$96,859 each year of the biennium.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: 2ST - State Energy Plan-Federal

Funding Sources: FKE - Department of Energy - Federal

Commitment Item		2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Regular Salaries	5010000	139,478	181,286	226,499	181,286	181,286	181,286	181,886	181,886	181,886
#Positions		4	5	5	5	5	5	5	5	5
Personal Services Matching	5010003	66,936	65,971	82,221	66,931	66,931	66,931	67,069	67,069	67,069
Operating Expenses	5020002	11,570	118,273	118,273	118,273	118,273	118,273	118,273	118,273	118,273
Conference & Travel Expenses	5050009	4,004	36,788	36,788	36,788	36,788	36,788	36,788	36,788	36,788
Professional Fees	5060010	2,555	18,085	268,085	268,085	268,085	268,085	268,085	268,085	268,085
Data Processing	5090012	0	0	0	0	0	0	0	0	0
Grants and Aid	5100004	454,911	455,093	551,952	551,952	551,952	551,952	551,952	551,952	551,952
Capital Outlay	5120011	0	0	0	0	0	0	0	0	0
Total		679,454	875,496	1,283,818	1,223,315	1,223,315	1,223,315	1,224,053	1,224,053	1,224,053
Funding Sources										
Federal Revenue	4000020	679,454	875,496		1,223,315	1,223,315	1,223,315	1,224,053	1,224,053	1,224,053
Total Funding		679,454	875,496		1,223,315	1,223,315	1,223,315	1,224,053	1,224,053	1,224,053
Excess Appropriation/(Funding)		0	0		0	0	0	0	0	0
Grand Total		679,454	875,496		1,223,315	1,223,315	1,223,315	1,224,053	1,224,053	1,224,053

Analysis of Budget Request

Appropriation: 55L - Technology Development

Funding Sources: MTL - Technology Acceleration Fund

The Technology Development Program was established by Act 806 of 2009 to provide a means to deliver investment incentives to attract and retain development in the State by high technology centered businesses. Any use of this program requires a proposal made by this agency, the Arkansas Science and Technology Authority, and the Arkansas Development Finance Authority, that is approved by the Governor. Funding may be received from several sources, such as gifts, bequests, grants, emergency funds, bond proceeds, service charges, or interagency transfers, but centers on the probability of federal funding from the U.S. Department of Commerce.

The Agency is requesting Base Level of \$30,000,000 each year of the biennium.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: 55L - Technology Development

Funding Sources: MTL - Technology Acceleration Fund

Commitment Item	2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
	Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Technology Acceleration Prgm 5900046	0	30,000,000	30,000,000	30,000,000	30,000,000	30,000,000	30,000,000	30,000,000	30,000,000
Total	0	30,000,000	30,000,000	30,000,000	30,000,000	30,000,000	30,000,000	30,000,000	30,000,000

Funding Sources									
Federal Revenue 4000020	0	30,000,000		30,000,000	30,000,000	30,000,000	30,000,000	30,000,000	30,000,000
Total Funding	0	30,000,000		30,000,000	30,000,000	30,000,000	30,000,000	30,000,000	30,000,000
Excess Appropriation/(Funding)	0	0		0	0	0	0	0	0
Grand Total	0	30,000,000		30,000,000	30,000,000	30,000,000	30,000,000	30,000,000	30,000,000

Analysis of Budget Request

Appropriation: 56N - Energy Efficiency Arkansas-Cash

Funding Sources: NDE - Energy Efficiency - Cash in Treasury

The Energy Efficiency Arkansas - Cash in Treasury appropriation was originally authorized by request from the Cash Fund Holding Account in January, 2008. Funding for this program is received from various energy companies operating within the State for the Quick Start Statewide Energy Efficiency Program mandated by the Public Service Commission.

Base Level Regular Salaries and Personal Services Matching include the continuation of the previously authorized 2017 Salaries and Career Service Payments for eligible employees. Personal Services Matching includes the monthly contribution for State employee's health insurance for a total State match per budgeted employee of \$420 per month. Base Level salaries and matching do not include appropriation for a Cost of Living Adjustment or Merit Pay Increases.

The Agency is requesting Base Level of \$1,407,003 each year of the biennium.

The Executive Recommendation provides for the Agency Request. Expenditure of appropriation is contingent upon available funding.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: 56N - Energy Efficiency Arkansas-Cash

Funding Sources: NDE - Energy Efficiency - Cash in Treasury

Commitment Item		2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Regular Salaries	5010000	85,325	82,119	82,119	82,119	82,119	82,119	82,119	82,119	82,119
#Positions		2	2	2	2	2	2	2	2	2
Personal Services Matching	5010003	29,362	28,548	28,927	28,984	28,984	28,984	28,984	28,984	28,984
Operating Expenses	5020002	90,635	93,900	93,900	93,900	93,900	93,900	93,900	93,900	93,900
Conference & Travel Expenses	5050009	1,018	2,000	2,000	2,000	2,000	2,000	2,000	2,000	2,000
Professional Fees	5060010	22,916	750,000	750,000	750,000	750,000	750,000	750,000	750,000	750,000
Data Processing	5090012	0	0	0	0	0	0	0	0	0
Grants and Aid	5100004	202,500	450,000	450,000	450,000	450,000	450,000	450,000	450,000	450,000
Capital Outlay	5120011	0	0	0	0	0	0	0	0	0
Total		431,756	1,406,567	1,406,946	1,407,003	1,407,003	1,407,003	1,407,003	1,407,003	1,407,003
Funding Sources										
Fund Balance	4000005	338,847	218,608		218,608	218,608	218,608	218,608	218,608	218,608
Cash Fund	4000045	311,517	1,406,567		1,407,003	1,407,003	1,407,003	1,407,003	1,407,003	1,407,003
Total Funding		650,364	1,625,175		1,625,611	1,625,611	1,625,611	1,625,611	1,625,611	1,625,611
Excess Appropriation/(Funding)		(218,608)	(218,608)		(218,608)	(218,608)	(218,608)	(218,608)	(218,608)	(218,608)
Grand Total		431,756	1,406,567		1,407,003	1,407,003	1,407,003	1,407,003	1,407,003	1,407,003

Expenditure of appropriation is contingent upon available funding.

Analysis of Budget Request

Appropriation: F11 - Clean Cities

Funding Sources: NDE - Clean Cities Coalition - Cash in Treasury

The Arkansas Clean Cities Coalition Program - Cash In Treasury was established by a Cash Fund Holding Account request that was approved in June, 2012. This program facilitates working groups to explore issues associated with the use of alternative fuels and alternative fuel vehicles, to initiate education and training programs, to encourage vehicle manufacturers to participate in the Arkansas market, and to promote research, development, and investment in alternative fuel vehicle projects.

Funding is derived from grants administered by various pass through agencies, contracted by the nationwide Clean Cities Program by the U.S. Department of Energy.

The Agency Request is for Base Level of \$189,005 each year of the biennium.

The Executive Recommendation provides for the Agency Request. Expenditure of appropriation is contingent upon available funding.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: F11 - Clean Cities

Funding Sources: NDE - Clean Cities Coalition - Cash in Treasury

Commitment Item		2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Operating Expenses	5020002	1,846	20,000	20,000	20,000	20,000	20,000	20,000	20,000	20,000
Conference & Travel Expenses	5050009	3,876	8,750	8,750	8,750	8,750	8,750	8,750	8,750	8,750
Professional Fees	5060010	32,553	105,255	105,255	105,255	105,255	105,255	105,255	105,255	105,255
Data Processing	5090012	0	0	0	0	0	0	0	0	0
Grants and Aid	5100004	0	55,000	55,000	55,000	55,000	55,000	55,000	55,000	55,000
Capital Outlay	5120011	0	0	0	0	0	0	0	0	0
Total		38,275	189,005	189,005	189,005	189,005	189,005	189,005	189,005	189,005

Funding Sources										
Fund Balance	4000005	67,920	82,645		7,645	7,645	7,645	0	0	0
Federal Revenue	4000020	53,000	114,005		114,005	114,005	114,005	114,005	114,005	114,005
Total Funding		120,920	196,650		121,650	121,650	121,650	114,005	114,005	114,005
Excess Appropriation/(Funding)		(82,645)	(7,645)		67,355	67,355	67,355	75,000	75,000	75,000
Grand Total		38,275	189,005		189,005	189,005	189,005	189,005	189,005	189,005

Expenditure of appropriation is contingent upon available funding.

Analysis of Budget Request

Appropriation: F99 - Weatherization Program

Funding Sources: FKE - Weatherization Program - Federal

The Weatherization Assistance Program (WAP) is funded by the U.S. Department of Energy. Low Income Home Energy Assistance Program (LAHEAP) is funded by a grant from the Department of Human Services. WAP was transferred from the Department of Human Service to the Commission by Act 1111 of 2013. Both programs administer grants to assist low income Arkansans to improve the energy efficiency of their homes.

Base Level Regular Salaries and Personal Services Matching include the continuation of the previously authorized 2017 Salaries and Career Service Payments for eligible employees. Personal Services Matching includes the monthly contribution for State employee's health insurance for a total State match per budgeted employee of \$420 per month. Base Level salaries and matching do not include appropriation for a Cost of Living Adjustment or Merit Pay Increases.

The Agency Request is for Base Level of \$5,851,010 for FY18 and \$5,851,133 for FY19.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: F99 - Weatherization Program

Funding Sources: FKE - Weatherization Program - Federal

Commitment Item		2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Regular Salaries	5010000	136,177	180,881	193,426	180,881	180,881	180,881	180,981	180,981	180,981
	#Positions	5	5	5	5	5	5	5	5	5
Personal Services Matching	5010003	56,137	65,880	69,591	66,838	66,838	66,838	66,861	66,861	66,861
Operating Expenses	5020002	18,903	19,500	19,500	19,500	19,500	19,500	19,500	19,500	19,500
Conference & Travel Expenses	5050009	0	6,750	6,750	6,750	6,750	6,750	6,750	6,750	6,750
Professional Fees	5060010	0	13,500	13,500	13,500	13,500	13,500	13,500	13,500	13,500
Data Processing	5090012	0	0	0	0	0	0	0	0	0
Capital Outlay	5120011	0	0	0	0	0	0	0	0	0
Data Processing Services	5900044	0	2,000	2,000	2,000	2,000	2,000	2,000	2,000	2,000
Weatherization Assistance Program	5900046	4,093,173	5,561,541	8,000,000	5,561,541	5,561,541	5,561,541	5,561,541	5,561,541	5,561,541
Total		4,304,390	5,850,052	8,304,767	5,851,010	5,851,010	5,851,010	5,851,133	5,851,133	5,851,133
Funding Sources										
Federal Revenue	4000020	4,304,390	5,850,052		5,851,010	5,851,010	5,851,010	5,851,133	5,851,133	5,851,133
Total Funding		4,304,390	5,850,052		5,851,010	5,851,010	5,851,010	5,851,133	5,851,133	5,851,133
Excess Appropriation/(Funding)		0	0		0	0	0	0	0	0
Grand Total		4,304,390	5,850,052		5,851,010	5,851,010	5,851,010	5,851,133	5,851,133	5,851,133

Analysis of Budget Request

Appropriation: H07 - Quick Action Closing

Funding Sources: MQA - Quick Action Closing Fund

Established by Arkansas Code 19-5-1231 The Quick Action Closing Fund is comprised mainly of funding transferred from the General Revenue Allotment Reserve Fund. The Fund is utilized by the Arkansas Economic Development Commission, in conjunction with other incentives, to attract new businesses and economic development to the state and to retain existing businesses. This appropriation was originally established as a capital project.

Base Level is \$50,000,000 each year of the biennium.

The Agency's Change Level request is \$25,000,000 each year in appropriation only. This will be the sole appropriation for the Governor's Quick Action Closing Fund, rather than having it reappropriated each year.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: H07 - Quick Action Closing

Funding Sources: MQA - Quick Action Closing Fund

Commitment Item		2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Grants and Aid	5100004	0	50,000,000	50,000,000	75,000,000	75,000,000	75,000,000	75,000,000	75,000,000	75,000,000
Total		0	50,000,000	50,000,000	75,000,000	75,000,000	75,000,000	75,000,000	75,000,000	75,000,000

Funding Sources										
Fund Balance	4000005	33,702,588	23,015,790		23,015,790	23,015,790	23,015,790	0	0	0
General Improvement Fund	4000265	0	50,000,000		50,000,000	50,000,000	50,000,000	50,000,000	50,000,000	50,000,000
Transfers / Adjustments	4000683	(10,686,798)	0		0	0	0	0	0	0
Total Funding		23,015,790	73,015,790		73,015,790	73,015,790	73,015,790	50,000,000	50,000,000	50,000,000
Excess Appropriation/(Funding)		(23,015,790)	(23,015,790)		1,984,210	1,984,210	1,984,210	25,000,000	25,000,000	25,000,000
Grand Total		0	50,000,000		75,000,000	75,000,000	75,000,000	75,000,000	75,000,000	75,000,000

Analysis of Budget Request

Appropriation: M70 - New Markets Performance Program

Funding Sources: MNM - New Markets Performance Program

Arkansas Economic Development Commission administers the New Market Tax Credit program created by Act 1474 of 2013. The program allows business entities to earn credits against their state premium tax liability based on equity investments in community development entities that are invested in low income community businesses. Revenues in the fund are derived from application fees and a refundable performance fee.

Base Level is \$200,000 each year of the biennium.

The Agency's Change Level request totals \$675,781 each year for the restoration of appropriation to FY2017 authorized level.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: M70 - New Markets Performance Program

Funding Sources: MNM - New Markets Performance Program

Commitment Item		2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Refunds/Reimbursements	5110014	192,969	200,000	875,781	875,781	875,781	875,781	875,781	875,781	875,781
Total		192,969	200,000	875,781	875,781	875,781	875,781	875,781	875,781	875,781

Funding Sources										
Miscellaneous Revolving	4000350	192,969	200,000		200,000	200,000	200,000	200,000	200,000	200,000
Total Funding		192,969	200,000		200,000	200,000	200,000	200,000	200,000	200,000
Excess Appropriation/(Funding)		0	0		675,781	675,781	675,781	675,781	675,781	675,781
Grand Total		192,969	200,000		875,781	875,781	875,781	875,781	875,781	875,781

Analysis of Budget Request

Appropriation: T88 - AEDC-Rural Service Div-State Operations

Funding Sources: HUA - Miscellaneous Agencies Fund

The Arkansas Economic Development Commission's Rural Services Division serves as a single point of contact for all organizations and individuals with a desire to enhance the quality of life for rural citizens. Working under the guidance of the Arkansas Rural Development Commission (ARDC), the Division assists citizens of rural Arkansas by providing rural grant programs and information sharing and educational opportunities through regional forums and the annual Arkansas Rural Development Conference. This appropriation provides for the operations of the division and is funded by general revenue.

Base Level Regular Salaries and Personal Services Matching include the continuation of the previously authorized 2017 Salaries and Career Service Payments for eligible employees. Personal Services Matching includes the monthly contribution for State employee's health insurance for a total State match per budgeted employee of \$420 per month. Base Level salaries and matching do not include appropriation for a Cost of Living Adjustment or Merit Pay Increases. The Base Level salary of unclassified positions reflects the FY17 line item maximum plus the previously authorized 2016 1% Cost of Living Adjustment authorized by Act 1007 (3 (B)) of 2015.

Base Level is \$920,895 for each year of the biennium in appropriation and general revenue funding.

The Agency's Change Level request is for appropriation only of \$322,872 each year in Grants and Aid to restore appropriation to the FY17 Authorized level.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: T88 - AEDC-Rural Service Div-State Operations

Funding Sources: HUA - Miscellaneous Agencies Fund

Commitment Item		2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Regular Salaries	5010000	136,134	125,410	138,249	126,312	126,312	126,312	126,312	126,312	126,312
#Positions		2	2	2	2	2	2	2	2	2
Extra Help	5010001	0	2,000	2,000	2,000	2,000	2,000	2,000	2,000	2,000
#Extra Help		0	1	1	1	1	1	1	1	1
Personal Services Matching	5010003	50,700	38,444	41,616	39,317	39,317	39,317	39,317	39,317	39,317
Operating Expenses	5020002	20,029	72,038	72,038	72,038	72,038	72,038	72,038	72,038	72,038
Conference & Travel Expenses	5050009	3,912	4,100	4,100	4,100	4,100	4,100	4,100	4,100	4,100
Grants and Aid	5100004	171,232	77,128	400,000	400,000	400,000	400,000	400,000	400,000	400,000
Rural Fire Protection Grants	5900046	333,989	500,000	500,000	500,000	500,000	500,000	500,000	500,000	500,000
County Fair Improvement Grants	5900048	48,188	100,000	100,000	100,000	100,000	100,000	100,000	100,000	100,000
Total		764,184	919,120	1,258,003	1,243,767	1,243,767	1,243,767	1,243,767	1,243,767	1,243,767
Funding Sources										
General Revenue	4000010	764,184	919,120		920,895	920,895	920,895	920,895	920,895	920,895
Total Funding		764,184	919,120		920,895	920,895	920,895	920,895	920,895	920,895
Excess Appropriation/(Funding)		0	0		322,872	322,872	322,872	322,872	322,872	322,872
Grand Total		764,184	919,120		1,243,767	1,243,767	1,243,767	1,243,767	1,243,767	1,243,767

Analysis of Budget Request

Appropriation: T89 - AEDC-Rural Services Div-Animal Rescue

Funding Sources: TRS - Animal Rescue and Shelter Trust Fund

Act 692 of the 87th Regular Session of 2009 amended ACA 27-24-1409 to authorize the Department of Finance and Administration to issue a new special license plate with a \$25 design fee that will be remitted monthly to the Treasurer of the State for deposit into the State Treasury as special revenues for the Animal Rescue and Shelter Trust Fund. The Act further amended ACA 19-5-1136 to create the Animal Rescue and Shelter Trust Fund to be distributed as follows:

- 35% to be distributed and used by the counties for construction, maintenance or operation of registered governmentally owned animal rescue shelters;
- 35% to be distributed and used by municipalities for construction, maintenance or operation of registered governmentally owned animal rescue shelters
- 30% to be distributed to the AEDC Division of Rural Services to provide grants to a county or municipality based only on the infrastructure needs for any animal rescue or animal shelter (not limited to registered governmentally owned rescue shelters.)

The Agency Request is for Base Level of \$5,328 each year of the biennium.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: T89 - AEDC-Rural Services Div-Animal Rescue

Funding Sources: TRS - Animal Rescue and Shelter Trust Fund

Commitment Item		2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Grants and Aid	5100004	0	5,328	5,328	5,328	5,328	5,328	5,328	5,328	5,328
Total		0	5,328	5,328	5,328	5,328	5,328	5,328	5,328	5,328

Funding Sources										
Fund Balance	4000005	0	7,353		2,025	2,025	2,025	0	0	0
Inter-agency Fund Transfer	4000316	7,353	0		0	0	0	0	0	0
Total Funding		7,353	7,353		2,025	2,025	2,025	0	0	0
Excess Appropriation/(Funding)		(7,353)	(2,025)		3,303	3,303	3,303	5,328	5,328	5,328
Grand Total		0	5,328		5,328	5,328	5,328	5,328	5,328	5,328

Analysis of Budget Request

Appropriation: T90 - AEDC-Rural Services Div-Admin Fee

Funding Sources: HUA - Miscellaneous Agencies Fund

The Administrative Fee Appropriation is used to provide maintenance and general operations support for the Agency's General Improvement Grant appropriations. This appropriation is funded by special language that authorizes the transfer of funds from the agency's various General Improvement sub funds to the Agency's Miscellaneous Agencies Fund.

The Division of Rural Services General Revenue funded Operations appropriation (Funds Center T88) is used to support the Agency's three existing Grant Programs (Community Enhancement Grants, Fire Protection Grants and County Fair Improvement Grants) with a total funded budget of approximately \$516,000. During the 87th Regular Session of 2009, the Division of Rural Services received forty-five (45) General Improvement appropriations for Grants and Aid funded by \$5.7 million in Legislative Division General Improvement Funding. During the 88th Regular Session of 2011, the division received forty-four (44) General Improvement appropriations funded by \$1.8 million.

The addition of the General Improvement Grant Appropriations increased the Agency's Funded Budget for Grants from approximately \$516,000 to over \$2.3 million. To accommodate the administrative requirements associated with this increased grant budget, this new Administrative Fee appropriation was established by Act 803 of the 87th Regular Session of 2009. The appropriation authorizes Maintenance and General Operation appropriation for the division to use to provide administrative support for the large number of General Improvement Grants administered by the Division.

Special Language authorizes the Division to retain and utilize for administrative cost purposes up to 1.5% of the total amount of any General Improvement moneies received for projects authorized for disbursement through the department by the General Assembly. Special Language further authorizes the Chief Financial Officer of the State to transfer up to 1.5% of General Improvement Funds from the various General Improvement sub funds to the Miscellaneous Agencies Fund Account to be made available and utilized solely by the Division of Rural Services for maintenance and general operation costs. Finally, Special Language authorizes the carryforward of any unexpended balances of funds that were transferred from the various General Improvement sub funds to the Miscellaneous Agencies Fund to be used for the same purpose the following fiscal year.

The Agency Request is for Base Level of \$45,395 each year of the biennium.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: T90 - AEDC-Rural Services Div-Admin Fee

Funding Sources: HUA - Miscellaneous Agencies Fund

Commitment Item		2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Operating Expenses	5020002	1,400	45,395	45,395	45,395	45,395	45,395	45,395	45,395	45,395
Total		1,400	45,395	45,395	45,395	45,395	45,395	45,395	45,395	45,395

Funding Sources										
General Improvement Fund	4000265	1,400	45,395		45,395	45,395	45,395	45,395	45,395	45,395
Total Funding		1,400	45,395		45,395	45,395	45,395	45,395	45,395	45,395
Excess Appropriation/(Funding)		0	0		0	0	0	0	0	0
Grand Total		1,400	45,395		45,395	45,395	45,395	45,395	45,395	45,395

Analysis of Budget Request

Appropriation: T93 - AEDC-RS Unpaved Road Program

Funding Sources: MUP- Unpaved Roads Program

The Arkansas Unpaved Roads Program is established to help provide funding for unpaved road projects throughout the state using best management practices. This appropriation is used for Grants and Aid for the AEDC- Rural Services Unpaved Road Program.

The Agency Request is for Base Level of \$250,000 each year of the biennium.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: T93 - AEDC-RS Unpaved Road Program

Funding Sources: MUP- Unpaved Roads Program

Commitment Item	2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
	Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Grants and Aid 5100004	250,000	250,000	250,000	250,000	250,000	250,000	250,000	250,000	250,000
Total	250,000	250,000	250,000	250,000	250,000	250,000	250,000	250,000	250,000

Funding Sources									
Grant/SubGrant Refunds 4000273	150,000	150,000		150,000	150,000	150,000	150,000	150,000	150,000
Inter-agency Fund Transfer 4000316	100,000	100,000		100,000	100,000	100,000	100,000	100,000	100,000
Total Funding	250,000	250,000		250,000	250,000	250,000	250,000	250,000	250,000
Excess Appropriation/(Funding)	0	0		0	0	0	0	0	0
Grand Total	250,000	250,000		250,000	250,000	250,000	250,000	250,000	250,000

Analysis of Budget Request

Appropriation: U08 - AR Manufacturing Extension Network-State

Funding Sources: HUA - Miscellaneous Agencies Fund

The Science and Technology Authority Technology and Manufacturing Extension Program plans strategic state investments in, evaluates proposals and applications for, and supports Manufacturing Extension, Technology Transfer, and Applied Research. The Technology and Manufacturing Program is funded by General Revenue.

The Agency Request is for Base Level of \$257,182 each year of the biennium in appropriation and general revenue funding.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: U08 - AR Manufacturing Extention Network-State

Funding Sources: HUA - Miscellaneous Agencies Fund

Commitment Item	2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
	Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
AR Manufacturing Ext Network 5900046	255,710	257,182	257,182	257,182	257,182	257,182	257,182	257,182	257,182
Total	255,710	257,182	257,182	257,182	257,182	257,182	257,182	257,182	257,182

Funding Sources									
General Revenue 4000010	255,710	257,182		257,182	257,182	257,182	257,182	257,182	257,182
Total Funding	255,710	257,182		257,182	257,182	257,182	257,182	257,182	257,182
Excess Appropriation/(Funding)	0	0		0	0	0	0	0	0
Grand Total	255,710	257,182		257,182	257,182	257,182	257,182	257,182	257,182

Analysis of Budget Request

Appropriation: U09 - Seed Capital Investment-Cash in Treasury

Funding Sources: NST - Cash in Treasury

This program is used for investment in technology-based businesses in accordance with Arkansas Code, §15-3-101 through §15-3-123. Funds are loaned to businesses, with a maximum amount of \$500,000 for any one project. As businesses repay the loans, AEDC deposits the repayments into a revolving fund.

The Agency Request is for Base Level of \$1,900,000 each year of the biennium.

The Executive Recommendation provides for the Agency Request. Expenditure of appropriation is contingent upon available funding.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: U09 - Seed Capital Investment-Cash in Treasury

Funding Sources: NST - Cash in Treasury

Commitment Item		2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Investments	5120013	0	1,900,000	1,900,000	1,900,000	1,900,000	1,900,000	1,900,000	1,900,000	1,900,000
Total		0	1,900,000	1,900,000	1,900,000	1,900,000	1,900,000	1,900,000	1,900,000	1,900,000

Funding Sources									
Fund Balance	4000005	0	1,193,822		0	0	0	0	0
Cash Fund	4000045	0	706,178		500,000	500,000	500,000	500,000	500,000
Inter-agency Fund Transfer	4000316	1,193,822	0		0	0	0	0	0
Total Funding		1,193,822	1,900,000		500,000	500,000	500,000	500,000	500,000
Excess Appropriation/(Funding)		(1,193,822)	0		1,400,000	1,400,000	1,400,000	1,400,000	1,400,000
Grand Total		0	1,900,000		1,900,000	1,900,000	1,900,000	1,900,000	1,900,000

Expenditure of appropriation is contingent upon available funding.

Analysis of Budget Request

Appropriation: U11 - Science & Technology-State Operations

Funding Sources: HUA - Miscellaneous Agencies Fund

The AEDC-Science and Technology Authority was created to develop and promote Arkansas' technological resources and to encourage the use of advanced technology in the State's business and agricultural communities. The Authority offers a variety of programs emphasizing three areas: project financing, company financing, and technology extension/development. This appropriation is funded by general revenue.

Base Level Regular Salaries and Personal Services Matching include the continuation of the previously authorized 2017 Salaries and Career Service Payments for eligible employees. Personal Services Matching includes the monthly contribution for State employee's health insurance for a total State match per budgeted employee of \$420 per month. Base Level salaries and matching do not include appropriation for a Cost of Living Adjustment or Merit Pay Increases. The Base Level salary of unclassified positions reflects the FY17 line item maximum plus the previously authorized 2016 1% Cost of Living Adjustment authorized by Act 1007 (3 (B)) of 2015.

Base Level is \$2,826,008 for FY18 and \$2,826,746 for FY19 in appropriation and general revenue funding.

The Agency's Change Level request is for appropriation only of \$5,606,518 each year. The request is for the Arkansas Acceleration Fund Programs line item to restore appropriation to the FY17 authorized level.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: U11 - Science & Technology-State Operations

Funding Sources: HUA - Miscellaneous Agencies Fund

Commitment Item		2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Regular Salaries	5010000	521,396	692,712	584,717	693,788	693,788	693,788	694,388	694,388	694,388
#Positions		13	12	12	12	12	12	12	12	12
Extra Help	5010001	0	12,000	12,000	12,000	12,000	12,000	12,000	12,000	12,000
#Extra Help		0	2	2	2	2	2	2	2	2
Personal Services Matching	5010003	182,903	217,230	181,041	221,154	221,154	221,154	221,292	221,292	221,292
Operating Expenses	5020002	174,006	218,703	218,703	218,703	218,703	218,703	218,703	218,703	218,703
Conference & Travel Expenses	5050009	6,137	27,800	27,800	27,800	27,800	27,800	27,800	27,800	27,800
Professional Fees	5060010	16,074	16,800	16,800	16,800	16,800	16,800	16,800	16,800	16,800
Grants and Aid	5100004	292,653	292,653	292,653	292,653	292,653	292,653	292,653	292,653	292,653
Technology	5900046	156,975	156,975	156,975	156,975	156,975	156,975	156,975	156,975	156,975
Seed Capital Investments	5900047	292,653	292,653	292,653	292,653	292,653	292,653	292,653	292,653	292,653
Arkansas Acceleration Fund Prog	5900048	812,183	893,482	6,500,000	6,500,000	6,500,000	6,500,000	6,500,000	6,500,000	6,500,000
Total		2,454,980	2,821,008	8,283,342	8,432,526	8,432,526	8,432,526	8,433,264	8,433,264	8,433,264

Funding Sources										
General Revenue	4000010	2,454,980	2,821,008		2,826,008	2,826,008	2,826,008	2,826,746	2,826,746	2,826,746
Total Funding		2,454,980	2,821,008		2,826,008	2,826,008	2,826,008	2,826,746	2,826,746	2,826,746
Excess Appropriation/(Funding)		0	0		5,606,518	5,606,518	5,606,518	5,606,518	5,606,518	5,606,518
Grand Total		2,454,980	2,821,008		8,432,526	8,432,526	8,432,526	8,433,264	8,433,264	8,433,264

FY17 Budget amount in Regular Salaries and Personal Services Matching exceeds the authorized amount due to salary and matching rate adjustments during the 2015-2017 Biennium.

Analysis of Budget Request

Appropriation: U12 - New AMS - Cash in Treasury

Funding Sources: NST - Cash in Treasury

The Science and Technology's Arkansas Manufacturing Extension Network program provides a statewide industry driven Manufacturing Extension Network for the delivery of technical and management assistance. Funding is provided by client (cash) service agreements and training class revenue.

Base Level Regular Salaries and Personal Services Matching include the continuation of the previously authorized 2017 Salaries and Career Service Payments for eligible employees. Personal Services Matching includes the monthly contribution for State employee's health insurance for a total State match per budgeted employee of \$420 per month. Base Level salaries and matching do not include appropriation for a Cost of Living Adjustment or Merit Pay Increases.

The Agency Request is for Base Level of \$1,474,748 each year of the biennium.

Subsequent to Agency's initial Budget Request, the Office of Personnel Management and Agency personnel evaluated the Agency's position usage and ongoing staffing needs. The Executive Recommendation, in addition to the Agency Request, reflects the reduction of one (1) Field Engineer (N902). Expenditure of appropriation is contingent upon available funding.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: U12 - New AMS - Cash in Treasury

Funding Sources: NST - Cash in Treasury

Commitment Item		2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Regular Salaries	5010000	0	593,260	579,828	593,860	548,794	548,794	593,860	548,794	548,794
#Positions		0	9	9	9	8	8	9	8	8
Personal Services Matching	5010003	40,767	178,777	177,328	182,058	168,328	168,328	182,058	168,328	168,328
Operating Expenses	5020002	286,188	543,200	543,200	543,200	543,200	543,200	543,200	543,200	543,200
Conference & Travel Expenses	5050009	30,880	67,360	67,360	67,360	67,360	67,360	67,360	67,360	67,360
Professional Fees	5060010	0	75,000	75,000	75,000	75,000	75,000	75,000	75,000	75,000
Data Processing	5090012	0	0	0	0	0	0	0	0	0
Grants and Aid	5100004	60,879	13,270	13,270	13,270	13,270	13,270	13,270	13,270	13,270
Capital Outlay	5120011	0	0	0	0	0	0	0	0	0
Total		418,714	1,470,867	1,455,986	1,474,748	1,415,952	1,415,952	1,474,748	1,415,952	1,415,952
Funding Sources										
Fund Balance	4000005	0	1,492,741		492,741	492,741	492,741	0	0	0
Cash Fund	4000045	318,860	470,867		474,748	474,748	474,748	474,748	474,748	474,748
Inter-agency Fund Transfer	4000316	1,592,595	0		0	0	0	0	0	0
Total Funding		1,911,455	1,963,608		967,489	967,489	967,489	474,748	474,748	474,748
Excess Appropriation/(Funding)		(1,492,741)	(492,741)		507,259	448,463	448,463	1,000,000	941,204	941,204
Grand Total		418,714	1,470,867		1,474,748	1,415,952	1,415,952	1,474,748	1,415,952	1,415,952

FY17 Budget amount in Regular Salaries and Personal Services Matching exceeds the authorized amount due to salary and matching rate adjustments during the 2015-2017 Biennium.

Expenditure of appropriation is contingent upon available funding.

Analysis of Budget Request

Appropriation: U13 - Energy Efficiency - Cash in Treasury

Funding Sources: NST - Cash in Treasury

The Science and Technology Division is contracted to develop, plan, and execute the logistical details for the Energy Efficiency program workshops and/or conferences for Arkansas manufacturers. Funding is provided by a grant from the Arkansas Economic Development Commission.

The Agency Request is for Base Level of \$150,000 each year of the biennium.

The Executive Recommendation provides for the Agency Request. Expenditure of appropriation is contingent upon available funding.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: U13 - Energy Efficiency - Cash in Treasury

Funding Sources: NST - Cash in Treasury

Commitment Item		2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Operating Expenses	5020002	12,528	60,000	60,000	60,000	60,000	60,000	60,000	60,000	60,000
Grants and Aid	5100004	34,500	90,000	90,000	90,000	90,000	90,000	90,000	90,000	90,000
Total		47,028	150,000	150,000	150,000	150,000	150,000	150,000	150,000	150,000
Funding Sources										
Fund Balance	4000005	0	185,697		35,697	35,697	35,697	0	0	0
Cash Fund	4000045	3,011	0		0	0	0	0	0	0
Inter-agency Fund Transfer	4000316	229,714	0		0	0	0	0	0	0
Total Funding		232,725	185,697		35,697	35,697	35,697	0	0	0
Excess Appropriation/(Funding)		(185,697)	(35,697)		114,303	114,303	114,303	150,000	150,000	150,000
Grand Total		47,028	150,000		150,000	150,000	150,000	150,000	150,000	150,000

Expenditure of appropriation is contingent upon available funding.

Analysis of Budget Request

Appropriation: U14 - AR Manufacturing Extension Network-Fed

Funding Sources: FST - ASTA Federal Programs

The Science and Technology's Arkansas Manufacturing Extension Network program provides a statewide industry driven Manufacturing Extension Network for the delivery of technical and management assistance. The program is funded by the U.S. Department of Commerce's National Institute of Standards and Technology (NIST) and third party reimbursements for field services and technical support from manufacturers supported under this grant.

Base Level Regular Salaries and Personal Services Matching include the continuation of the previously authorized 2017 Salaries and Career Service Payments for eligible employees. Personal Services Matching includes the monthly contribution for State employee's health insurance for a total State match per budgeted employee of \$420 per month. Base Level salaries and matching do not include appropriation for a Cost of Living Adjustment or Merit Pay Increases.

The Agency Request is for Base Level of \$932,534 each year of the biennium.

Subsequent to Agency's initial Budget Request, the Office of Personnel Management and Agency personnel evaluated the Agency's position usage and ongoing staffing needs. The Executive Recommendation in addition to the Agency Request reflects the reduction of one (1) Field Engineer (N902).

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: U14 - AR Manufacturing Extension Network-Fed

Funding Sources: FST - ASTA Federal Programs

Commitment Item		2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Regular Salaries	5010000	492,525	274,007	281,580	274,007	183,873	183,873	274,007	183,873	183,873
#Positions		8	4	4	4	3	3	4	3	3
Personal Services Matching	5010003	135,340	81,790	84,246	83,243	55,771	55,771	83,243	55,771	55,771
Operating Expenses	5020002	10,284	10,284	10,284	10,284	10,284	10,284	10,284	10,284	10,284
Professional Fees	5060010	39,500	0	0	0	0	0	0	0	0
Grants and Aid	5100004	435,678	240,000	240,000	240,000	240,000	240,000	240,000	240,000	240,000
Field Services	5900046	0	325,000	325,000	325,000	325,000	325,000	325,000	325,000	325,000
Total		1,113,327	931,081	941,110	932,534	814,928	814,928	932,534	814,928	814,928
Funding Sources										
Federal Revenue	4000020	1,113,327	931,081		932,534	814,928	814,928	932,534	814,928	814,928
Total Funding		1,113,327	931,081		932,534	814,928	814,928	932,534	814,928	814,928
Excess Appropriation/(Funding)		0	0		0	0	0	0	0	0
Grand Total		1,113,327	931,081		932,534	814,928	814,928	932,534	814,928	814,928

Analysis of Budget Request

Appropriation: U16 - Arkansas Acceleration Fund

Funding Sources: MST - Arkansas Acceleration Fund

The Science & Technology Division uses this fund for support and assistance for the accelerated growth of knowledge-based and high-technology jobs in the state through funding of the state's initiatives and programs defined under §15-3-501 et seq. Among those included, are initiatives and programs authorized by the Arkansas Research Alliance, Innovate Arkansas, and Arkansas Risk Capital Matching.

The Fund shall consist of funds provided by law and grants made by any person or federal government agency.

The Agency Request is for Base Level of \$18,700,000 for the each year of the biennium.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: U16 - Arkansas Acceleration Fund

Funding Sources: MST - Arkansas Acceleration Fund

Commitment Item		2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Grants and Aid	5100004	1,050,000	18,700,000	18,700,000	18,700,000	18,700,000	18,700,000	18,700,000	18,700,000	18,700,000
Total		1,050,000	18,700,000	18,700,000	18,700,000	18,700,000	18,700,000	18,700,000	18,700,000	18,700,000

Funding Sources										
Fund Balance	4000005	0	1,050,026		1,050,026	1,050,026	1,050,026	1,050,026	1,050,026	1,050,026
Other	4000370	0	18,700,000		18,700,000	18,700,000	18,700,000	18,700,000	18,700,000	18,700,000
Transfer from General Imprv	4000540	2,100,026	0		0	0	0	0	0	0
Total Funding		2,100,026	19,750,026		19,750,026	19,750,026	19,750,026	19,750,026	19,750,026	19,750,026
Excess Appropriation/(Funding)		(1,050,026)	(1,050,026)		(1,050,026)	(1,050,026)	(1,050,026)	(1,050,026)	(1,050,026)	(1,050,026)
Grand Total		1,050,000	18,700,000		18,700,000	18,700,000	18,700,000	18,700,000	18,700,000	18,700,000

Analysis of Budget Request

Appropriation: U17 - STEM Education - Cash

Funding Sources: NST - Cash in Treasury

The Arkansas STEM Works is an initiative of the Governor's Workforce Cabinet to improve science, technology, engineering, and mathematics education statewide.

The Agency's Change Level Request is for \$40,000 each year to establish a STEM Program Expenses line item giving the agency the flexibility to cover and STEM related expenses that may arise.

The Executive Recommendation provides for the Agency Request. Expenditure of appropriation is contingent upon available funding.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: U17 - STEM Education - Cash

Funding Sources: NST - Cash in Treasury

Commitment Item		2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Regular Salaries	5010000	0	0	50,701	0	0	0	0	0	0
#Positions		0	0	0	0	0	0	0	0	0
Personal Services Matching	5010003	5,040	0	15,320	0	0	0	0	0	0
STEM Program Expenses	5900046	0	0	0	40,000	40,000	40,000	40,000	40,000	40,000
Total		5,040	0	66,021	40,000	40,000	40,000	40,000	40,000	40,000
Funding Sources										
Fund Balance	4000005	0	41,342		41,342	41,342	41,342	1,342	1,342	1,342
Inter-agency Fund Transfer	4000316	46,382	0		0	0	0	0	0	0
Total Funding		46,382	41,342		41,342	41,342	41,342	1,342	1,342	1,342
Excess Appropriation/(Funding)		(41,342)	(41,342)		(1,342)	(1,342)	(1,342)	38,658	38,658	38,658
Grand Total		5,040	0		40,000	40,000	40,000	40,000	40,000	40,000

Expenditure of appropriation is contingent upon available funding.

Analysis of Budget Request

Appropriation: U18 - EPSCoR RII - Track 2 Plant Bioimaging

Funding Sources: FST- ASTA Federal Programs

The Collaborative Research on Plant (EPSCoR RII:Track-2), funded by the National Science Foundation is a cooperative agreement from the National Science Foundation to make resources accessible to a plant biology network of more than 130 researchers across the region.

The Agency Request is for Base Level of \$3,132,830 each year of the biennium.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: U18 - EPSCoR RII - Track 2 Plant Bioimaging

Funding Sources: FST- ASTA Federal Programs

Commitment Item		2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Regular Salaries	5010000	3,190	0	13,218	0	0	0	0	0	0
#Positions		0	0	0	0	0	0	0	0	0
Personal Services Matching	5010003	708	0	3,952	0	0	0	0	0	0
Operating Expenses	5020002	16,239	34,280	34,280	34,280	34,280	34,280	34,280	34,280	34,280
Conference & Travel Expenses	5050009	299	133,200	133,200	133,200	133,200	133,200	133,200	133,200	133,200
Professional Fees	5060010	11,612	55,500	55,500	55,500	55,500	55,500	55,500	55,500	55,500
Data Processing	5090012	0	0	0	0	0	0	0	0	0
Grants and Aid	5100004	1,213,231	2,909,850	2,909,850	2,909,850	2,909,850	2,909,850	2,909,850	2,909,850	2,909,850
Capital Outlay	5120011	0	0	0	0	0	0	0	0	0
Total		1,245,279	3,132,830	3,150,000	3,132,830	3,132,830	3,132,830	3,132,830	3,132,830	3,132,830
Funding Sources										
Federal Revenue	4000020	1,245,279	3,132,830		3,132,830	3,132,830	3,132,830	3,132,830	3,132,830	3,132,830
Total Funding		1,245,279	3,132,830		3,132,830	3,132,830	3,132,830	3,132,830	3,132,830	3,132,830
Excess Appropriation/(Funding)		0	0		0	0	0	0	0	0
Grand Total		1,245,279	3,132,830		3,132,830	3,132,830	3,132,830	3,132,830	3,132,830	3,132,830

Analysis of Budget Request

Appropriation: U20 - Innovate Arkansas

Funding Sources: MST - Arkansas Acceleration Fund

This appropriation covers personal services and operating expenses of the Arkansas Economic Development Commission-Innovate Arkansas. The fund shall be used by the Arkansas Economic Development Commission for the sole support of a contract between the commission and the entity selected to provide support and assistance for development and growth of knowledge-based and technology-based companies in the State of Arkansas.

The Agency Request is for Base Level of \$5,000,000 each year of the biennium.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: U20 - Innovate Arkansas

Funding Sources: MST - Arkansas Acceleration Fund

Commitment Item	2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
	Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Innovate Arkansas Transfer 5900046	0	0	5,000,000	5,000,000	5,000,000	5,000,000	5,000,000	5,000,000	5,000,000
Total	0	0	5,000,000	5,000,000	5,000,000	5,000,000	5,000,000	5,000,000	5,000,000

Funding Sources									
General Improvement Fund 4000265	0	0		5,000,000	5,000,000	5,000,000	5,000,000	5,000,000	5,000,000
Total Funding	0	0		5,000,000	5,000,000	5,000,000	5,000,000	5,000,000	5,000,000
Excess Appropriation/(Funding)	0	0		0	0	0	0	0	0
Grand Total	0	0		5,000,000	5,000,000	5,000,000	5,000,000	5,000,000	5,000,000

Base Level appropriation has been restored to FY17 Authorized Amount.

Analysis of Budget Request

Appropriation: U28 - Rural Services Conference Cash

Funding Sources: NDE - Cash in Treasury

This appropriation is used for Rural Services Conference Expenses for an annual conference and several one-day seminars for local governments. The annual conference attendance numbers range from 400-650 each year with topic of discussion including finance, community marketing strategies, infrastructure and crime. This appropriation is funded from cash.

Base Level is \$75,000 each year of the biennium.

The Agency's Change Level Request is \$25,000 each year for the Rural Services and Small Minority Business Divisions to conduct their respective annual conferences.

The Executive Recommendation provides for the Agency Request. Expenditure of appropriation is contingent upon available funding.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: U28 - Rural Services Conference Cash

Funding Sources: NDE - Cash in Treasury

Commitment Item		2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Conference Expenses	5900046	72,355	75,000	75,000	100,000	100,000	100,000	100,000	100,000	100,000
Total		72,355	75,000	75,000	100,000	100,000	100,000	100,000	100,000	100,000
Funding Sources										
Fund Balance	4000005	0	29,224		54,224	54,224	54,224	54,224	54,224	54,224
Cash Fund	4000045	61,111	100,000		100,000	100,000	100,000	100,000	100,000	100,000
Intra-agency Fund Transfer	4000317	40,468	0		0	0	0	0	0	0
Total Funding		101,579	129,224		154,224	154,224	154,224	154,224	154,224	154,224
Excess Appropriation/(Funding)		(29,224)	(54,224)		(54,224)	(54,224)	(54,224)	(54,224)	(54,224)	(54,224)
Grand Total		72,355	75,000		100,000	100,000	100,000	100,000	100,000	100,000

Expenditure of appropriation is contingent upon available funding.

Analysis of Budget Request

Appropriation: U34 - EPSCOR Track III

Funding Sources: FST- ASTA Federal

The Experimental Program to Stimulate Competitive Research (EPSCOR), funded by the National Science Foundation is a statewide multi-university collaborative research initiative addressing three research areas: 1) plant-based bioproduction, 2) solar cell efficiency, and 3) smart grid testing. This program is the next phase

Base Level Regular Salaries and Personal Services Matching include the continuation of the previously authorized 2017 Salaries and Career Service Payments for eligible employees. Personal Services Matching includes the monthly contribution for State employee's health insurance for a total State match per budgeted employee of \$420 per month. Base Level salaries and matching do not include appropriation for a Cost of Living Adjustment or Merit Pay Increases.

The Agency's Change Level Request totals \$20,000,000 for the restoration of the Miscellaneous Federal Grant appropriation to the level approved during the June Legislative Council meeting.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: U34 - EPSCOR Track III

Funding Sources: FST- ASTA Federal

Commitment Item		2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Regular Salaries	5010000	73,726	1,054,921	0	1,054,921	1,054,921	1,054,921	1,054,921	1,054,921	1,054,921
#Positions		2	2	0	2	2	2	2	2	2
Personal Services Matching	5010003	22,021	295,378	0	295,378	295,378	295,378	295,378	295,378	295,378
Operating Expenses	5020002	62,723	1,050,173	0	1,050,173	1,050,173	1,050,173	1,050,173	1,050,173	1,050,173
Conference & Travel Expenses	5050009	5,289	0	0	0	0	0	0	0	0
Professional Fees	5060010	0	0	0	0	0	0	0	0	0
Data Processing	5090012	0	0	0	0	0	0	0	0	0
Grants and Aid	5100004	1,918,944	17,169,528	0	17,169,528	17,169,528	17,169,528	17,169,528	17,169,528	17,169,528
Capital Outlay	5120011	0	0	0	0	0	0	0	0	0
Indirect Cost Allocation	5900046	0	30,000	0	30,000	30,000	30,000	30,000	30,000	30,000
External Evaluators	5900047	40,643	400,000	0	400,000	400,000	400,000	400,000	400,000	400,000
Total		2,123,346	20,000,000	0	20,000,000	20,000,000	20,000,000	20,000,000	20,000,000	20,000,000

Funding Sources									
Federal Revenue	4000020	2,123,346	20,000,000		20,000,000	20,000,000	20,000,000	20,000,000	20,000,000
Total Funding		2,123,346	20,000,000		20,000,000	20,000,000	20,000,000	20,000,000	20,000,000
Excess Appropriation/(Funding)		0	0		0	0	0	0	0
Grand Total		2,123,346	20,000,000		20,000,000	20,000,000	20,000,000	20,000,000	20,000,000

Base Level position totals reflect positions which were authorized in FY17 in a separate appropriation that is no longer being requested, and consequently budgeted with appropriation authorized by a transfer from the Miscellaneous Federal Grant holding account.

Department Appropriation Summary

Historical Data

Agency Request and Executive/Legislative Recommendation

Appropriation	2015-2016		2016-2017		2016-2017		2017-2018					2018-2019						
	Actual	Pos	Budget	Pos	Authorized	Pos	Agency	Pos	Executive	Pos	Legislative	Pos	Agency	Pos	Executive	Pos	Legislative	Pos
2DD Conference-Treasury	183,754	0	475,000	0	475,000	0	475,000	0	475,000	0	475,000	0	475,000	0	475,000	0	475,000	0
35V Vision Screening Program	0	0	5,508	0	5,508	0	5,508	0	5,508	0	5,508	0	5,508	0	5,508	0	5,508	0
435 Federal Grants Administration	865,814	8	996,416	8	946,794	8	996,416	8	996,416	8	996,416	8	996,416	8	996,416	8	996,416	8
4HF Medicaid Adm-Cash in Treasury	13,100,394	0	18,000,000	0	15,000,000	0	18,000,000	0	18,000,000	0	18,000,000	0	18,000,000	0	18,000,000	0	18,000,000	0
56P Professional Licensure Standards Board	892,348	10	1,532,293	13	1,521,607	13	1,532,415	13	1,307,415	13	1,307,415	13	1,532,415	13	1,307,415	13	1,307,415	13
620 State Operations	21,716,786	244	20,467,060	261	24,702,199	265	24,506,698	261	23,117,768	257	23,117,768	259	24,520,735	261	23,131,805	257	23,131,805	259
630 Building Maintenance	7,006	0	500,000	0	500,000	0	500,000	0	500,000	0	500,000	0	500,000	0	500,000	0	500,000	0
631 Revolving Loan Certification	148,624	1	13,097,857	1	13,097,234	1	13,097,857	1	13,097,857	1	13,097,857	1	13,097,857	1	13,097,857	1	13,097,857	1
637 Child Nutrition	207,171,316	23	188,404,780	23	188,231,896	23	258,405,024	23	258,405,024	23	258,405,024	23	258,405,877	23	258,405,877	23	258,405,877	23
650 Fed Elem & Sec Education	330,134,322	47	523,398,397	50	524,146,582	51	523,496,348	51	523,496,348	51	523,496,348	51	523,498,786	51	523,498,786	51	523,498,786	51
85J Open Enrollment Charter School Closure	80,379	0	300,000	0	300,000	0	300,000	0	300,000	0	300,000	0	300,000	0	300,000	0	300,000	0
885 Multiple Grant Award Program	311,366	0	2,726,375	0	2,726,375	0	2,726,375	0	2,726,375	0	2,726,375	0	2,726,375	0	2,726,375	0	2,726,375	0
893 Medicaid Reimbursement	160,912	0	5,010,500	0	5,010,500	0	7,010,500	0	7,010,500	0	7,010,500	0	7,010,500	0	7,010,500	0	7,010,500	0
899 Alternative Certification Program	153,609	0	1,349,212	0	1,349,212	0	1,349,212	0	1,349,212	0	1,349,212	0	1,349,212	0	1,349,212	0	1,349,212	0
U58 Succeed Scholarship Program	0	0	0	0	800,000	0	800,000	0	800,000	0	800,000	0	800,000	0	800,000	0	800,000	0
NOT REQUESTED FOR THE BIENNIUM																		
1XY Fish/Wildlife Conservation	0	0	0	0	800,000	0	0	0	0	0	0	0	0	0	0	0	0	0
Total	574,926,630	333	776,263,398	356	779,612,907	361	853,201,353	357	851,587,423	353	851,587,423	355	853,218,681	357	851,604,751	353	851,604,751	355

Funding Sources		%		%		%		%		%		%		%		%		%
Fund Balance	4000005	30,442,319	5.0	30,282,640	3.8													
General Revenue	4000010	16,162,434	2.7	16,162,434	2.0													
Federal Revenue	4000020	537,305,638	88.8	711,803,177	88.3													
Cash Fund	4000045	14,030,928	2.3	29,393,380	3.6													
Trust Fund	4000050	869,132	0.1	13,597,857	1.7													
DFA Motor Vehicle Acquisition	4000184	53,806	0.0	0	0.0													
Educational Adequacy Fund	4000210	6,266,222	1.0	3,266,222	0.4													
Educational Excellence Fund	4000220	989,781	0.2	1,038,404	0.1													
Federal Indirect Costs	4000240	811,044	0.1	996,416	0.1													
Interest	4000300	6,060	0.0	0	0.0													
Intra-agency Fund Transfer	4000317	(996,661)	(0.2)	0	0.0													
M & R Sales	4000340	10,688	0.0	0	0.0													
Miscellaneous Adjustments	4000345	(94,738)	0.0	0	0.0													

Funding Sources		%		%		%		%		%		%		%		%
Transfer to General Education	4000630	(647,383)	(0.1)	0	0.0											
Total Funds		605,209,270	100.0	806,540,530	100.0											
Excess Appropriation/(Funding)		(30,282,640)		(30,277,132)												
Grand Total		574,926,630		776,263,398												

FY17 Budget exceeds the authorized amount in Federal Grants Administration (435), Professional Licensure Standards Board (56P), Revolving Loan Certification (631), and Child Nutrition (637) due to salary and matching rate adjustments during the 2015-2017 Biennium.

FY17 Budget exceeds the authorized amount in Medicaid Admin-Cash in Treasury (4HF) due to a transfer from the Cash Fund Holding Account.

Variance in fund balance is due to unfunded appropriation.

Analysis of Budget Request

Appropriation: 2DD - Conference-Treasury

Funding Sources: NED - Cash in Treasury

This appropriation is used to pay expenses of conferences sponsored by the Department. Funding is provided from registration fees charged to participants.

The Agency Request is for Base Level of \$475,000 for each year of the 2017-2019 Biennium.

The Executive Recommendation provides for the Agency Request.

Expenditure of appropriation is contingent upon available funding.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: 2DD - Conference-Treasury

Funding Sources: NED - Cash in Treasury

Commitment Item		2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Operating Expenses	5020002	176,141	400,000	400,000	400,000	400,000	400,000	400,000	400,000	400,000
Conference & Travel Expenses	5050009	0	25,000	25,000	25,000	25,000	25,000	25,000	25,000	25,000
Professional Fees	5060010	7,613	50,000	50,000	50,000	50,000	50,000	50,000	50,000	50,000
Data Processing	5090012	0	0	0	0	0	0	0	0	0
Capital Outlay	5120011	0	0	0	0	0	0	0	0	0
Total		183,754	475,000	475,000	475,000	475,000	475,000	475,000	475,000	475,000
Funding Sources										
Cash Fund	4000045	183,754	475,000		475,000	475,000	475,000	475,000	475,000	475,000
Total Funding		183,754	475,000		475,000	475,000	475,000	475,000	475,000	475,000
Excess Appropriation/(Funding)		0	0		0	0	0	0	0	0
Grand Total		183,754	475,000		475,000	475,000	475,000	475,000	475,000	475,000

Analysis of Budget Request

Appropriation: 35V - Vision Screening Program

Funding Sources: SCV - School Age Children Eye and Vision Care Fund

This appropriation for the Vision Screening Program provides operating expenses for the Arkansas Commission on Eye and Vision Care of School Age Children.

The duties of the Commission are to study the vision needs of children, evaluate screening programs in schools, determine whether children are receiving adequate vision care, and to study the effects of inadequate vision on classroom performance.

The Agency Request is for Base Level of \$5,508 for each year of the 2017-2019 Biennium.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: 35V - Vision Screening Program

Funding Sources: SCV - School Age Children Eye and Vision Care Fund

Commitment Item		2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Vision Screening and Care	5900046	0	5,508	5,508	5,508	5,508	5,508	5,508	5,508	5,508
Total		0	5,508	5,508	5,508	5,508	5,508	5,508	5,508	5,508

Funding Sources										
Fund Balance	4000005	5,508	5,508		5,508	5,508	5,508	5,508	5,508	5,508
Total Funding		5,508	5,508		5,508	5,508	5,508	5,508	5,508	5,508
Excess Appropriation/(Funding)		(5,508)	0		0	0	0	0	0	0
Grand Total		0	5,508		5,508	5,508	5,508	5,508	5,508	5,508

Expenditure of appropriation is contingent upon available funding carried forward from the previous fiscal year.

Analysis of Budget Request

Appropriation: 435 - Federal Grants Administration

Funding Sources: FHA - Federal Grants Administration

This appropriation provides administration, accounting, purchasing and record keeping services for federal programs. It is funded by indirect cost charges levied against the federal programs operated by the Department.

Base Level Regular Salaries and Personal Services Matching include the continuation of the previously authorized 2017 Salaries and Career Service Payments for eligible employees. Personal Services Matching includes the monthly contribution for State employee's health insurance for a total State match per budgeted employee of \$420 per month. Base Level salaries and matching do not include appropriation for a Cost of Living Adjustment or Merit Pay Increases.

The Agency Request is for Base Level of \$996,416 for each year of the 2017-2019 Biennium.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: 435 - Federal Grants Administration

Funding Sources: FHA - Federal Grants Administration

Commitment Item		2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Regular Salaries	5010000	413,930	513,614	478,041	513,614	513,614	513,614	513,614	513,614	513,614
#Positions		8	8	8	8	8	8	8	8	8
Personal Services Matching	5010003	129,002	153,160	139,111	153,160	153,160	153,160	153,160	153,160	153,160
Operating Expenses	5020002	30,698	49,970	49,970	49,970	49,970	49,970	49,970	49,970	49,970
Conference & Travel Expenses	5050009	500	19,672	19,672	19,672	19,672	19,672	19,672	19,672	19,672
Professional Fees	5060010	237,878	260,000	260,000	260,000	260,000	260,000	260,000	260,000	260,000
Data Processing	5090012	0	0	0	0	0	0	0	0	0
Capital Outlay	5120011	53,806	0	0	0	0	0	0	0	0
Total		865,814	996,416	946,794	996,416	996,416	996,416	996,416	996,416	996,416
Funding Sources										
DFA Motor Vehicle Acquisition	4000184	53,806	0		0	0	0	0	0	0
Federal Indirect Costs	4000240	811,044	996,416		996,416	996,416	996,416	996,416	996,416	996,416
M & R Sales	4000340	964	0		0	0	0	0	0	0
Total Funding		865,814	996,416		996,416	996,416	996,416	996,416	996,416	996,416
Excess Appropriation/(Funding)		0	0		0	0	0	0	0	0
Grand Total		865,814	996,416		996,416	996,416	996,416	996,416	996,416	996,416

FY17 Budget amount in Regular Salaries and Personal Services Matching exceeds the authorized amount due to salary and matching rate adjustments during the 2015-2017 Biennium.

Analysis of Budget Request

Appropriation: 4HF - Medicaid Adm-Cash in Treasury

Funding Sources: NED - Cash in Treasury

The Special Education Unit with the Department of Human Services-Division of Medical Services, received approval from the Centers for Medicare and Medicaid Services to coordinate and manage a statewide Medicaid administrative claiming program referred to as Arkansas Medicaid Administrative Claiming. This program allows school districts to receive reimbursement for costs associated with certain administrative activities that directly support the Arkansas Medicaid program. The services provided include occupational/physical/speech therapy, personal care, private duty nursing, school-based mental health, targeted case management, and vision/hearing screens.

The Base Level Request is \$15,000,000 for each year.

The Agency Request is for a Change Level increase of \$3,000,000 each year as follows:

- AR Medicaid Admin Claims increase of \$3,000,000 of unfunded appropriation due to the increase in the number of Medicaid eligible students requiring additional appropriation to process reimbursements to the school districts for the program.

The Executive Recommendation provides for the Agency Request.

Expenditure of appropriation is contingent upon available funding.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: 4HF - Medicaid Adm-Cash in Treasury

Funding Sources: NED - Cash in Treasury

Commitment Item		2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
AR Medicaid Admin Claims	5900046	13,100,394	18,000,000	15,000,000	18,000,000	18,000,000	18,000,000	18,000,000	18,000,000	18,000,000
Total		13,100,394	18,000,000	15,000,000	18,000,000	18,000,000	18,000,000	18,000,000	18,000,000	18,000,000

Funding Sources										
Fund Balance	4000005	1,146,697	12,846		12,846	12,846	12,846	12,846	12,846	12,846
Cash Fund	4000045	11,966,543	18,000,000		18,000,000	18,000,000	18,000,000	18,000,000	18,000,000	18,000,000
Total Funding		13,113,240	18,012,846		18,012,846	18,012,846	18,012,846	18,012,846	18,012,846	18,012,846
Excess Appropriation/(Funding)		(12,846)	(12,846)		(12,846)	(12,846)	(12,846)	(12,846)	(12,846)	(12,846)
Grand Total		13,100,394	18,000,000		18,000,000	18,000,000	18,000,000	18,000,000	18,000,000	18,000,000

Budget exceeds Authorized Appropriation in AR Medicaid Admin Claims due to a transfer from the Cash Fund Holding Account.

Analysis of Budget Request

Appropriation: 56P - Professional Licensure Standards Board

Funding Sources: NED - Cash in Treasury

The Professional Licensure Standards Board (PLSB) was created by Act 846 of 2007. Pursuant to Ark. Code Ann. § 6-17-422, the PLSB develops minimum college level preparatory and grade point average requirements for all teachers, and administers a Code of Ethics for administrators and teachers. This appropriation supports 13 positions that investigate violations of the ethics code and conduct audits of licensure programs of study in all Arkansas institutions of higher education. Grant funds from this appropriation provide for the edTPA (Education Teacher Performance Assessment) program, a performance-based assessment and support system for teachers and teacher candidates.

Base Level Regular Salaries and Personal Services Matching include continuation of the previously authorized 2017 Salaries and Career Service Payments for eligible employees. Personal Services Matching includes the monthly contribution for State employee's health insurance for a total State match per budgeted employee of \$420 per month. Base Level salaries and matching do not include appropriation for a Cost of Living Adjustment or Merit Pay Increases.

The Base Level Request is for \$1,257,415 for each year of the 2017-2019 Biennium.

The Agency Request is for a Change Level increase of \$275,000 each year as follows:

- Capital Outlay increase of \$275,000 of unfunded appropriation to restore appropriation to the FY17 authorized amount.

The Executive Recommendation provides for the Base Level Request and a Capital Outlay increase of \$50,000 of unfunded appropriation.

Expenditure of appropriation is contingent upon available funding.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: 56P - Professional Licensure Standards Board

Funding Sources: NED - Cash in Treasury

Commitment Item		2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Regular Salaries	5010000	441,210	570,585	562,977	570,685	570,685	570,685	570,685	570,685	570,685
	#Positions	10	13	13	13	13	13	13	13	13
Personal Services Matching	5010003	161,369	190,878	187,800	190,900	190,900	190,900	190,900	190,900	190,900
Operating Expenses	5020002	260,174	376,325	376,325	376,325	376,325	376,325	376,325	376,325	376,325
Conference & Travel Expenses	5050009	6,452	10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000
Professional Fees	5060010	0	9,505	9,505	9,505	9,505	9,505	9,505	9,505	9,505
Data Processing	5090012	0	0	0	0	0	0	0	0	0
Grants and Aid	5100004	1,319	100,000	100,000	100,000	100,000	100,000	100,000	100,000	100,000
Capital Outlay	5120011	21,824	275,000	275,000	275,000	50,000	50,000	275,000	50,000	50,000
Total		892,348	1,532,293	1,521,607	1,532,415	1,307,415	1,307,415	1,532,415	1,307,415	1,307,415
Funding Sources										
Fund Balance	4000005	1,814,524	1,801,476		1,801,476	1,801,476	1,801,476	1,801,354	2,026,354	2,026,354
Cash Fund	4000045	879,300	1,532,293		1,532,293	1,532,293	1,532,293	1,532,293	1,532,293	1,532,293
Total Funding		2,693,824	3,333,769		3,333,769	3,333,769	3,333,769	3,333,647	3,558,647	3,558,647
Excess Appropriation/(Funding)		(1,801,476)	(1,801,476)		(1,801,354)	(2,026,354)	(2,026,354)	(1,801,232)	(2,251,232)	(2,251,232)
Grand Total		892,348	1,532,293		1,532,415	1,307,415	1,307,415	1,532,415	1,307,415	1,307,415

FY17 Budget amount in Regular Salaries and Personal Services Matching exceeds the authorized amount due to salary and matching rate adjustments during the 2015-2017 Biennium.

Analysis of Budget Request

Appropriation: 620 - State Operations

Funding Sources: EGA - Department of Education Fund

This appropriation provides state funded resources for the operations of the Department of Education and assistance to Arkansas' public schools. Operational activities include legal services, information technology, public relations and fiscal management. Assistance to school districts includes the "School Report Card," fiscal and administrative support, curriculum and instruction, and special education assistance and compliance monitoring. To provide the operations of the Department and assistance to schools, the Department is separated into 6 units. These units are: Central Administration, Division of Fiscal and Administrative Services, Division of Educator Effectiveness/Licensure, Division of Learning Services, Division of Academic Accountability, and the Division of Research and Technology.

Base Level Regular Salaries and Personal Services Matching include the continuation of the previously authorized 2017 Salaries and Career Service Payments for eligible employees. Personal Services Matching includes the monthly contribution for State employee's health insurance for a total State match per budgeted employee of \$420 per month. Base Level salaries and matching do not include appropriation for a Cost of Living Adjustment or Merit Pay Increases. The Base Level salary of unclassified positions reflects the FY17 line item maximum plus the previously authorized 2016 1% Cost of Living Adjustment authorized by Act 1007 (3 (B)) of 2015. The Base Level request for Regular Salaries includes board member stipend payments.

The Base Level Request is \$20,480,426 for FY18 and \$20,494,463 for FY19.

The Agency Request is for a Change Level increase of \$4,026,272 of unfunded appropriation to restore appropriation budgeted subsequent to the FY17 annual operations plan, for each year as follows:

- Extra Help and Personal Services Matching of \$161,288.
- Operating Expenses of \$1,823,786.
- Conference and Travel of \$188,663.
- Professional Fees of \$302,535.
- Grants and Aid of \$450,000.
- Reading Recovery of \$100,000.

Arkansas Leadership Academy of \$900,000.

The Executive Recommendation provides for the Agency Request, with the following exceptions:

- Operating Expenses recommended increase of \$944,343,
- Conference and Travel recommended increase of \$82,133, and
- Professional Fees recommended increase of \$96,966.

Subsequent to the Agency's initial Budget Request, the Office of Personnel Management and Agency personnel evaluated the Agency's position usage and ongoing staffing needs. The Executive Recommendation reflects four (4) position reductions based on the personnel evaluations.

The Legislative Recommendation concurs with the Executive Recommendation in addition to the following:

- Two (2) Public School Program Managers (C126), from the Central Growth Pool.

Appropriation Summary

Appropriation: 620 - State Operations

Funding Sources: EGA - Department of Education Fund

Commitment Item		2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Regular Salaries	5010000	13,388,687	14,327,934	14,513,343	14,338,639	14,193,335	14,193,335	14,349,439	14,204,135	14,204,135
#Positions		244	261	265	261	257	259	261	257	259
Extra Help	5010001	19,130	10,618	160,000	160,000	160,000	160,000	160,000	160,000	160,000
#Extra Help		5	8	8	8	8	8	8	8	8
Personal Services Matching	5010003	4,214,678	4,451,950	4,487,314	4,466,517	4,414,433	4,414,433	4,469,754	4,417,670	4,417,670
Operating Expenses	5020002	2,516,213	1,655,657	3,479,443	3,479,443	2,600,000	2,600,000	3,479,443	2,600,000	2,600,000
Conference & Travel Expenses	5050009	76,025	17,867	206,530	206,530	100,000	100,000	206,530	100,000	100,000
Professional Fees	5060010	36,414	3,034	305,569	305,569	100,000	100,000	305,569	100,000	100,000
Data Processing	5090012	0	0	0	0	0	0	0	0	0
Grants and Aid	5100004	450,000	0	450,000	450,000	450,000	450,000	450,000	450,000	450,000
Capital Outlay	5120011	15,639	0	100,000	100,000	100,000	100,000	100,000	100,000	100,000
Reading Recovery	5900046	100,000	0	100,000	100,000	100,000	100,000	100,000	100,000	100,000
AR Leadership Academy	5900049	900,000	0	900,000	900,000	900,000	900,000	900,000	900,000	900,000
Total		21,716,786	20,467,060	24,702,199	24,506,698	23,117,768	23,117,768	24,520,735	23,131,805	23,131,805

Funding Sources										
Fund Balance	4000005	9,189,496	10,267,497		10,267,497	10,267,497	10,267,497	6,241,225	7,630,155	7,630,155
General Revenue	4000010	16,162,434	16,162,434		16,175,800	16,175,800	16,175,800	16,189,837	16,189,837	16,189,837
Educational Adequacy Fund	4000210	6,266,222	3,266,222		3,266,222	3,266,222	3,266,222	3,266,222	3,266,222	3,266,222
Educational Excellence Fund	4000220	989,781	1,038,404		1,038,404	1,038,404	1,038,404	1,038,404	1,038,404	1,038,404
M & R Sales	4000340	9,724	0		0	0	0	0	0	0
Miscellaneous Adjustments	4000345	14,009	0		0	0	0	0	0	0
Transfer to General Education	4000630	(647,383)	0		0	0	0	0	0	0
Total Funding		31,984,283	30,734,557		30,747,923	30,747,923	30,747,923	26,735,688	28,124,618	28,124,618
Excess Appropriation/(Funding)		(10,267,497)	(10,267,497)		(6,241,225)	(7,630,155)	(7,630,155)	(2,214,953)	(4,992,813)	(4,992,813)
Grand Total		21,716,786	20,467,060		24,506,698	23,117,768	23,117,768	24,520,735	23,131,805	23,131,805

Analysis of Budget Request

Appropriation: 630 - Building Maintenance

Funding Sources: TEB - Educational Buildings Maintenance Fund

The Building Maintenance program provides financing for building and grounds maintenance, equipment maintenance contracts, insurance and janitorial services for the various buildings in the Education complex. This appropriation is funded from rent charged to the various non-federal units at the Department.

The Agency Request is for Base Level of \$500,000 for each year of the 2017-2019 Biennium.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: 630 - Building Maintenance

Funding Sources: TEB - Educational Buildings Maintenance Fund

Commitment Item		2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Operating Expenses	5020002	7,006	500,000	500,000	500,000	500,000	500,000	500,000	500,000	500,000
Conference & Travel Expenses	5050009	0	0	0	0	0	0	0	0	0
Professional Fees	5060010	0	0	0	0	0	0	0	0	0
Data Processing	5090012	0	0	0	0	0	0	0	0	0
Capital Outlay	5120011	0	0	0	0	0	0	0	0	0
Total		7,006	500,000	500,000	500,000	500,000	500,000	500,000	500,000	500,000

Funding Sources										
Fund Balance	4000005	3,498,773	2,550,035		2,550,035	2,550,035	2,550,035	2,550,035	2,550,035	2,550,035
Trust Fund	4000050	157,616	500,000		500,000	500,000	500,000	500,000	500,000	500,000
Interest	4000300	6,060	0		0	0	0	0	0	0
Intra-agency Fund Transfer	4000317	(996,661)	0		0	0	0	0	0	0
Miscellaneous Adjustments	4000345	(108,747)	0		0	0	0	0	0	0
Total Funding		2,557,041	3,050,035		3,050,035	3,050,035	3,050,035	3,050,035	3,050,035	3,050,035
Excess Appropriation/(Funding)		(2,550,035)	(2,550,035)		(2,550,035)	(2,550,035)	(2,550,035)	(2,550,035)	(2,550,035)	(2,550,035)
Grand Total		7,006	500,000		500,000	500,000	500,000	500,000	500,000	500,000

Analysis of Budget Request

Appropriation: 631 - Revolving Loan Certification

Funding Sources: TEM - Education Revolving Loan Certificates Fund

The Revolving Loan Certification program within the Department of Education issues revolving loan certificates through the State Treasury in order to finance loans up to \$500,000 each to school districts for construction and the purchase of equipment or buses.

The Agency Request is for Base Level of \$13,097,857 for each year of the 2017-2019 Biennium.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: 631 - Revolving Loan Certification

Funding Sources: TEM - Education Revolving Loan Certificates Fund

Commitment Item		2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Regular Salaries	5010000	43,778	43,303	42,881	43,303	43,303	43,303	43,303	43,303	43,303
#Positions		1	1	1	1	1	1	1	1	1
Personal Services Matching	5010003	14,551	14,554	14,353	14,554	14,554	14,554	14,554	14,554	14,554
Operating Expenses	5020002	2,335	27,500	27,500	27,500	27,500	27,500	27,500	27,500	27,500
Conference & Travel Expenses	5050009	0	2,500	2,500	2,500	2,500	2,500	2,500	2,500	2,500
Professional Fees	5060010	0	10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000
Data Processing	5090012	0	0	0	0	0	0	0	0	0
Capital Outlay	5120011	0	0	0	0	0	0	0	0	0
Loans	5120029	87,960	13,000,000	13,000,000	13,000,000	13,000,000	13,000,000	13,000,000	13,000,000	13,000,000
Total		148,624	13,097,857	13,097,234	13,097,857	13,097,857	13,097,857	13,097,857	13,097,857	13,097,857
Funding Sources										
Fund Balance	4000005	11,403,487	11,966,379		11,966,379	11,966,379	11,966,379	11,966,379	11,966,379	11,966,379
Trust Fund	4000050	711,516	13,097,857		13,097,857	13,097,857	13,097,857	13,097,857	13,097,857	13,097,857
Total Funding		12,115,003	25,064,236		25,064,236	25,064,236	25,064,236	25,064,236	25,064,236	25,064,236
Excess Appropriation/(Funding)		(11,966,379)	(11,966,379)		(11,966,379)	(11,966,379)	(11,966,379)	(11,966,379)	(11,966,379)	(11,966,379)
Grand Total		148,624	13,097,857		13,097,857	13,097,857	13,097,857	13,097,857	13,097,857	13,097,857

FY17 Budget amount in Regular Salaries and Personal Services Matching exceeds the authorized amount due to salary and matching rate adjustments during the 2015-2017 Biennium.

Analysis of Budget Request

Appropriation: 637 - Child Nutrition

Funding Sources: FHB - DOE Food Service Federal

The Child Nutrition Program of the Department of Education provides administrative services and reimbursement to the local school districts that participate in the school lunch, school breakfast or special milk programs. This program also promotes nutrition education by conducting courses in methods and materials for teaching nutrition education. The Fresh Fruit and Vegetable program is included in the program. The Child Nutrition Program is funded with federal funds from the United States Department of Agriculture.

Base Level Regular Salaries and Personal Services Matching include the continuation of the previously authorized 2017 Salaries and Career Service Payments for eligible employees. Personal Services Matching includes the monthly contribution for State employee's health insurance for a total State match per budgeted employee of \$420 per month. Base Level salaries and matching do not include appropriation for a Cost of Living Adjustment or Merit Pay Increases.

The Base Level Request is \$188,355,024 for FY18 and \$188,355,877 for FY19.

The Agency Request is for a Change Level increase of \$70,050,000 for each year as follows:

- Grants and Aid increase of \$70,000,000 to accommodate increased reimbursements to school districts due to an increase in meals served. The community eligibility program and alternative breakfast have increased the number of meals served and reimbursed.
- Capital Outlay of \$50,000 is to restore appropriation to the FY17 authorized amount.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: 637 - Child Nutrition

Funding Sources: FHB - DOE Food Service Federal

Commitment Item		2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Regular Salaries	5010000	1,001,396	1,016,446	888,412	1,016,646	1,016,646	1,016,646	1,017,346	1,017,346	1,017,346
	#Positions	23	23	23	23	23	23	23	23	23
Personal Services Matching	5010003	331,894	339,234	294,384	339,278	339,278	339,278	339,431	339,431	339,431
Operating Expenses	5020002	544,672	1,172,100	1,172,100	1,172,100	1,172,100	1,172,100	1,172,100	1,172,100	1,172,100
Conference & Travel Expenses	5050009	32,613	52,600	52,600	52,600	52,600	52,600	52,600	52,600	52,600
Professional Fees	5060010	82,279	156,400	156,400	156,400	156,400	156,400	156,400	156,400	156,400
Data Processing	5090012	0	0	0	0	0	0	0	0	0
Grants and Aid	5100004	205,167,723	185,168,000	185,168,000	255,168,000	255,168,000	255,168,000	255,168,000	255,168,000	255,168,000
Refunds/Reimbursements	5110014	10,739	450,000	450,000	450,000	450,000	450,000	450,000	450,000	450,000
Capital Outlay	5120011	0	50,000	50,000	50,000	50,000	50,000	50,000	50,000	50,000
Total		207,171,316	188,404,780	188,231,896	258,405,024	258,405,024	258,405,024	258,405,877	258,405,877	258,405,877
Funding Sources										
Federal Revenue	4000020	207,171,316	188,404,780		258,405,024	258,405,024	258,405,024	258,405,877	258,405,877	258,405,877
Total Funding		207,171,316	188,404,780		258,405,024	258,405,024	258,405,024	258,405,877	258,405,877	258,405,877
Excess Appropriation/(Funding)		0	0		0	0	0	0	0	0
Grand Total		207,171,316	188,404,780		258,405,024	258,405,024	258,405,024	258,405,877	258,405,877	258,405,877

FY17 Budget amount in Regular Salaries and Personal Services Matching exceeds the authorized amount due to salary and matching rate adjustments during the 2015-2017 Biennium.

Analysis of Budget Request

Appropriation: 650 - Fed Elem & Sec Education

Funding Sources: FEE - Dept of Education Federal

The Federal Elementary and Secondary Education appropriation for the Department of Education contains the majority of the federal entitlement programs for elementary and secondary education. These programs include Title 1 education services for the educationally disadvantaged, Special Education programs, Early Childhood programs, AIDS Education, Migrant Education, Title IIA professional development, English Language Learners support, charter schools start-up funding, and services for homeless students.

Base Level Regular Salaries and Personal Services Matching include the continuation of the previously authorized 2017 Salaries and Career Service Payments for eligible employees. Personal Services Matching includes the monthly contribution for State employee's health insurance for a total State match per budgeted employee of \$420 per month. Base Level salaries and matching do not include appropriation for a Cost of Living Adjustment or Merit Pay Increases.

The Base Level Request is for \$523,200,713 for FY18 and \$523,203,151 for FY19.

The Agency Request is for a Change Level increase of \$295,635 for each year as follows:

- Regular Salaries and Personal Services Matching increase of \$95,635 to transfer the ADE OERZ Director position from Educational Renewal Zones (2HY), to provide administrative and oversight duties for federal programs.
- Capital Outlay of \$200,000 for restoration of appropriation to the FY17 authorized amount.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: 650 - Fed Elem & Sec Education

Funding Sources: FEE - Dept of Education Federal

Commitment Item		2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Regular Salaries	5010000	2,457,556	2,617,633	2,895,973	2,693,809	2,693,809	2,693,809	2,695,809	2,695,809	2,695,809
#Positions		47	50	51	51	51	51	51	51	51
Extra Help	5010001	0	10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000
#Extra Help		0	4	4	4	4	4	4	4	4
Personal Services Matching	5010003	785,753	827,891	897,736	849,666	849,666	849,666	850,104	850,104	850,104
Operating Expenses	5020002	1,631,729	3,475,900	3,475,900	3,475,900	3,475,900	3,475,900	3,475,900	3,475,900	3,475,900
Conference & Travel Expenses	5050009	219,464	710,500	710,500	710,500	710,500	710,500	710,500	710,500	710,500
Professional Fees	5060010	785,229	18,351,105	18,351,105	18,351,105	18,351,105	18,351,105	18,351,105	18,351,105	18,351,105
Data Processing	5090012	0	0	0	0	0	0	0	0	0
Grants and Aid	5100004	324,154,578	496,095,368	496,095,368	496,095,368	496,095,368	496,095,368	496,095,368	496,095,368	496,095,368
Refunds/Reimbursements	5110014	100,013	1,110,000	1,110,000	1,110,000	1,110,000	1,110,000	1,110,000	1,110,000	1,110,000
Capital Outlay	5120011	0	200,000	200,000	200,000	200,000	200,000	200,000	200,000	200,000
ARRA of 2009	5900052	0	0	400,000	0	0	0	0	0	0
Total		330,134,322	523,398,397	524,146,582	523,496,348	523,496,348	523,496,348	523,498,786	523,498,786	523,498,786
Funding Sources										
Federal Revenue	4000020	330,134,322	523,398,397		523,496,348	523,496,348	523,496,348	523,498,786	523,498,786	523,498,786
Total Funding		330,134,322	523,398,397		523,496,348	523,496,348	523,496,348	523,498,786	523,498,786	523,498,786
Excess Appropriation/(Funding)		0	0		0	0	0	0	0	0
Grand Total		330,134,322	523,398,397		523,496,348	523,496,348	523,496,348	523,498,786	523,498,786	523,498,786

Analysis of Budget Request

Appropriation: 85J - Open Enrollment Charter School Closure

Funding Sources: NED - Cash in Treasury

This appropriation was established to allow the Department of Education to pay outstanding debts incurred by a closed open enrollment charter school. Anytime an open enrollment school is closed, the assets and outstanding debts of that school are transferred to the Department. The funds are collected from the school.

The Agency Request is for Base Level of \$300,000 for each year of the 2017-2019 Biennium.

The Executive Recommendation provides for the Agency Request.

Expenditure of appropriation is contingent upon available funding.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: 85J - Open Enrollment Charter School Closure

Funding Sources: NED - Cash in Treasury

Commitment Item		2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Charter School Closure	5900046	80,379	300,000	300,000	300,000	300,000	300,000	300,000	300,000	300,000
Total		80,379	300,000	300,000	300,000	300,000	300,000	300,000	300,000	300,000

Funding Sources										
Fund Balance	4000005	150,205	71,008		71,008	71,008	71,008	71,008	71,008	71,008
Cash Fund	4000045	1,182	300,000		300,000	300,000	300,000	300,000	300,000	300,000
Total Funding		151,387	371,008		371,008	371,008	371,008	371,008	371,008	371,008
Excess Appropriation/(Funding)		(71,008)	(71,008)		(71,008)	(71,008)	(71,008)	(71,008)	(71,008)	(71,008)
Grand Total		80,379	300,000		300,000	300,000	300,000	300,000	300,000	300,000

Analysis of Budget Request

Appropriation: 885 - Multiple Grant Award Program

Funding Sources: NED - Cash in Treasury

The Department of Education receives grants and awards from private foundations or individuals for program, such as, Teacher of the Year, Milken Educator Awards and Play it Again Arkansas. The Department currently administers approximately 16-20 such grants each year.

The Base Level Request is for \$2,626,375 for each year of the 2017-2019 Biennium.

The Agency Request is for a Change Level increase of \$100,000 for each year as follows:

- Capital Outlay increase of \$100,000 of unfunded appropriation to restore appropriation to the FY17 authorized amount.

The Executive Recommendation provides for the Agency Request.

Expenditure of appropriation is contingent upon available funding.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: 885 - Multiple Grant Award Program

Funding Sources: NED - Cash in Treasury

Commitment Item		2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Operating Expenses	5020002	29,625	122,000	122,000	122,000	122,000	122,000	122,000	122,000	122,000
Conference & Travel Expenses	5050009	2,263	16,500	16,500	16,500	16,500	16,500	16,500	16,500	16,500
Professional Fees	5060010	478	40,000	40,000	40,000	40,000	40,000	40,000	40,000	40,000
Data Processing	5090012	0	0	0	0	0	0	0	0	0
Grants and Aid	5100004	279,000	2,447,875	2,447,875	2,447,875	2,447,875	2,447,875	2,447,875	2,447,875	2,447,875
Capital Outlay	5120011	0	100,000	100,000	100,000	100,000	100,000	100,000	100,000	100,000
Total		311,366	2,726,375	2,726,375	2,726,375	2,726,375	2,726,375	2,726,375	2,726,375	2,726,375

Funding Sources										
Fund Balance	4000005	2,986,833	3,056,229		3,056,229	3,056,229	3,056,229	3,056,229	3,056,229	3,056,229
Cash Fund	4000045	380,762	2,726,375		2,726,375	2,726,375	2,726,375	2,726,375	2,726,375	2,726,375
Total Funding		3,367,595	5,782,604		5,782,604	5,782,604	5,782,604	5,782,604	5,782,604	5,782,604
Excess Appropriation/(Funding)		(3,056,229)	(3,056,229)		(3,056,229)	(3,056,229)	(3,056,229)	(3,056,229)	(3,056,229)	(3,056,229)
Grand Total		311,366	2,726,375		2,726,375	2,726,375	2,726,375	2,726,375	2,726,375	2,726,375

Analysis of Budget Request

Appropriation: 893 - Medicaid Reimbursement

Funding Sources: NED - Cash in Treasury

The Department of Education collects from the various school districts their match as Medicaid providers and then transmits this quarterly to the State Medicaid Office. Reimbursements are for targeted case management and psychological services in addition to the reimbursement for speech-language pathology, physical therapy and occupational therapy.

The Base Level Request is \$5,010,500 for each year of the 2017-2019 Biennium.

The Agency Request is for a Change Level increase of \$2,000,000 each year as follows:

- Refunds/Reimbursements increase of \$2,000,000 each year due to increasing Medicaid matching funds from school districts for reimbursements for speech-language pathology, physical and occupational therapy, and targeted case management.

The Executive Recommendation provides for the Agency Request.

Expenditure of appropriation is contingent upon available funding.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: 893 - Medicaid Reimbursement

Funding Sources: NED - Cash in Treasury

Commitment Item		2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Refunds/Reimbursements	5110014	160,912	5,000,000	5,000,000	7,000,000	7,000,000	7,000,000	7,000,000	7,000,000	7,000,000
Medicaid Admin	5900046	0	10,500	10,500	10,500	10,500	10,500	10,500	10,500	10,500
Total		160,912	5,010,500	5,010,500	7,010,500	7,010,500	7,010,500	7,010,500	7,010,500	7,010,500
Funding Sources										
Fund Balance	4000005	9,766	57,165		57,165	57,165	57,165	57,165	57,165	57,165
Cash Fund	4000045	208,311	5,010,500		7,010,500	7,010,500	7,010,500	7,010,500	7,010,500	7,010,500
Total Funding		218,077	5,067,665		7,067,665	7,067,665	7,067,665	7,067,665	7,067,665	7,067,665
Excess Appropriation/(Funding)		(57,165)	(57,165)		(57,165)	(57,165)	(57,165)	(57,165)	(57,165)	(57,165)
Grand Total		160,912	5,010,500		7,010,500	7,010,500	7,010,500	7,010,500	7,010,500	7,010,500

Analysis of Budget Request

Appropriation: 899 - Alternative Certification Program

Funding Sources: NED - Cash in Treasury

The Department of Education has developed alternative methods for certifying individuals within the State who have expertise and knowledge in particular subject areas but do not have the standard teaching certificate. The prospective teachers are charged a fee for training workshops with the funds used to pay workshop expenses.

The Agency Request is for Base Level of \$1,349,212 for each year of the 2017-2019 Biennium.

The Executive Recommendation provides for the Agency Request.

Expenditure of appropriation is contingent upon available appropriation.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: 899 - Alternative Certification Program

Funding Sources: NED - Cash in Treasury

Commitment Item		2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Operating Expenses	5020002	69,668	515,292	515,292	515,292	515,292	515,292	515,292	515,292	515,292
Conference & Travel Expenses	5050009	1,775	8,500	8,500	8,500	8,500	8,500	8,500	8,500	8,500
Professional Fees	5060010	20,925	125,420	125,420	125,420	125,420	125,420	125,420	125,420	125,420
Data Processing	5090012	0	0	0	0	0	0	0	0	0
Grants and Aid	5100004	61,241	700,000	700,000	700,000	700,000	700,000	700,000	700,000	700,000
Capital Outlay	5120011	0	0	0	0	0	0	0	0	0
Total		153,609	1,349,212	1,349,212	1,349,212	1,349,212	1,349,212	1,349,212	1,349,212	1,349,212

Funding Sources										
Fund Balance	4000005	237,030	494,497		494,497	494,497	494,497	494,497	494,497	494,497
Cash Fund	4000045	411,076	1,349,212		1,349,212	1,349,212	1,349,212	1,349,212	1,349,212	1,349,212
Total Funding		648,106	1,843,709		1,843,709	1,843,709	1,843,709	1,843,709	1,843,709	1,843,709
Excess Appropriation/(Funding)		(494,497)	(494,497)		(494,497)	(494,497)	(494,497)	(494,497)	(494,497)	(494,497)
Grand Total		153,609	1,349,212		1,349,212	1,349,212	1,349,212	1,349,212	1,349,212	1,349,212

Department Appropriation Summary

Historical Data

Agency Request and Executive/Legislative Recommendation

Appropriation	2015-2016		2016-2017		2016-2017		2017-2018						2018-2019					
	Actual	Pos	Budget	Pos	Authorized	Pos	Agency	Pos	Executive	Pos	Legislative	Pos	Agency	Pos	Executive	Pos	Legislative	Pos
2WB Public School Academic Facilities	2,183,514	30	2,509,256	32	2,535,940	32	2,511,452	32	2,511,452	32	2,511,452	32	2,512,307	32	2,512,307	32	2,512,307	32
2ZP Academic Facilities Partnership	90,671,609	0	211,828,951	0	231,500,000	0	211,828,951	0	211,828,951	0	211,828,951	0	211,828,951	0	211,828,951	0	211,828,951	0
4HQ Academic Facilities Catastrophic	0	0	3,511,538	0	3,511,538	0	3,511,538	0	3,511,538	0	3,511,538	0	3,511,538	0	3,511,538	0	3,511,538	0
4HR Academic Facilities ECP	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
4KT Academic Equipment	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
54Y Academic Facilities High Growth	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
NOT REQUESTED FOR THE BIENNIUM																		
F87 Charter Sch Fac Loan	0	0	0	0	5,000,000	0	0	0	0	0	0	0	0	0	0	0	0	0
Total	92,855,123	30	217,849,745	32	242,547,478	32	217,851,941	32	217,851,941	32	217,851,941	32	217,852,796	32	217,852,796	32	217,852,796	32

Funding Sources		%		%		%		%		%		%		%		%		%	
Fund Balance	4000005	175,130,351	64.0	180,734,951	80.3			7,223,413	14.0	7,223,413	14.0	7,223,413	14.0	0	0.0	0	0.0	0	0.0
Div of Acad Fac & Trnsp Fund	4000193	2,183,514	0.8	2,509,256	1.1			2,511,452	4.9	2,511,452	4.9	2,511,452	4.9	2,512,307	5.7	2,512,307	5.7	2,512,307	5.7
Educ Fac Partnership Fund	4000217	41,828,951	15.3	41,828,951	18.6			41,828,951	81.1	41,828,951	81.1	41,828,951	81.1	41,828,951	94.3	41,828,951	94.3	41,828,951	94.3
Trnfr frm DOE Pub School Fund	4000525	14,447,258	5.3	0	0.0			0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0
Transfer from General Imprv	4000540	40,000,000	14.6	0	0.0			0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0
Total Funds		273,590,074	100.0	225,073,158	100.0			51,563,816	100.0	51,563,816	100.0	51,563,816	100.0	44,341,258	100.0	44,341,258	100.0	44,341,258	100.0
Excess Appropriation/(Funding)		(180,734,951)		(7,223,413)				166,288,125		166,288,125		166,288,125		173,511,538		173,511,538		173,511,538	
Grand Total		92,855,123		217,849,745				217,851,941		217,851,941		217,851,941		217,852,796		217,852,796		217,852,796	

ECP-Extraordinary Circumstances Program

Academic Facilities ECP (4HR), Academic Equipment (4KT), and Academic Facilities High Growth (54Y) are requested to continue without appropriation. The Department can request appropriation transfer through special language when needed.

Variance in fund balance is due to unfunded appropriation.

Analysis of Budget Request

Appropriation: 2WB - Public School Academic Facilities

Funding Sources: EFT - Division of Academic Facilities and Transportation Fund

This appropriation provides resources for the operation of the Division of Public School Academic Facilities and Equipment. Act 1327 of 2005 revised the powers and duties of the Division of Public School Academic Facilities and Transportation to include developing and implementing the Arkansas Public School Academic Facilities Partnership Program and overseeing school transportation programs. The Commission for Public School Academic Facilities and Transportation is charged with overseeing the division during the implementation and operation of the Arkansas Public School Academic Facilities Program.

Base Level Regular Salaries and Personal Services Matching include the continuation of the previously authorized 2017 Salaries and Career Service Payments for eligible employees. Personal Services Matching includes the monthly contribution for State employee's health insurance for a total State match per budgeted employee of \$420 per month. Base Level salaries and matching do not include appropriation for a Cost of Living Adjustment or Merit Pay Increases.

The Agency Request is for Base Level of \$2,511,452 for FY18 and \$2,512,307 for FY19.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: 2WB - Public School Academic Facilities

Funding Sources: EFT - Division of Academic Facilities and Transportation Fund

Commitment Item		2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Regular Salaries	5010000	1,323,838	1,478,902	1,501,394	1,480,702	1,480,702	1,480,702	1,481,402	1,481,402	1,481,402
#Positions		30	32	32	32	32	32	32	32	32
Extra Help	5010001	0	2,500	2,500	2,500	2,500	2,500	2,500	2,500	2,500
#Extra Help		0	5	5	5	5	5	5	5	5
Personal Services Matching	5010003	449,017	486,393	487,575	486,789	486,789	486,789	486,944	486,944	486,944
Operating Expenses	5020002	199,817	314,311	323,321	314,311	314,311	314,311	314,311	314,311	314,311
Conference & Travel Expenses	5050009	9,265	19,650	13,650	19,650	19,650	19,650	19,650	19,650	19,650
Professional Fees	5060010	0	0	0	0	0	0	0	0	0
Data Processing	5090012	0	0	0	0	0	0	0	0	0
Capital Outlay	5120011	0	0	0	0	0	0	0	0	0
Safety Training	5900046	201,577	207,500	207,500	207,500	207,500	207,500	207,500	207,500	207,500
Total		2,183,514	2,509,256	2,535,940	2,511,452	2,511,452	2,511,452	2,512,307	2,512,307	2,512,307
Funding Sources										
Div of Acad Fac & Trnsp Fund	4000193	2,183,514	2,509,256		2,511,452	2,511,452	2,511,452	2,512,307	2,512,307	2,512,307
Total Funding		2,183,514	2,509,256		2,511,452	2,511,452	2,511,452	2,512,307	2,512,307	2,512,307
Excess Appropriation/(Funding)		0	0		0	0	0	0	0	0
Grand Total		2,183,514	2,509,256		2,511,452	2,511,452	2,511,452	2,512,307	2,512,307	2,512,307

Analysis of Budget Request

Appropriation: EFP - Programs of the Public School Academic Facilities & Transportation

Funding Sources: EFP - Educational Facilities Partnership Fund

This appropriation provides resources for The Arkansas Public School Academic Facilities Funding Act, which established the programs for the state financial participation in local projects relating to academic facilities and equipment and assisting school districts with transportation programs. The programs are the Academic Facilities Partnership Program, the Academic Equipment Program, Academic Facilities Catastrophic Program and the Academic Facilities Extraordinary Circumstances Program. Additionally, the Academic Facilities High Growth line item was added during the 2009-2011 Biennium.

State participation under any program will be based on an academic facilities wealth index. The Division of Public School Academic Facilities and Transportation establishes the formulas used for determining basic project costs on a per student basis.

The funding sources for these programs comes from fund balance, general revenue and through A.C.A. § 6-20-2503, which authorizes the transfer of savings in the Public School Fund for Debt Service Funding line item appropriations to the Partnership Fund. During the First Extraordinary Session of 2013, a portion was redirected to health insurance, and replaced by General Revenue under the Executive Recommendation.

The Agency Request is for Base Level of \$215,340,489 for each year of the 2017-2019 Biennium.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: EFP - Programs of the Public School Academic Facilities & Transportation

Funding Sources: EFP - Educational Facilities Partnership Fund

Commitment Item		2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Academic Facilities Partnership	5100004	90,671,609	211,828,951	231,500,000	211,828,951	211,828,951	211,828,951	211,828,951	211,828,951	211,828,951
Academic Equipment	5900046	0	0	0	0	0	0	0	0	0
Academic Facilities Catastrophic	5900046	0	3,511,538	3,511,538	3,511,538	3,511,538	3,511,538	3,511,538	3,511,538	3,511,538
Academic Facilities ECP	5900046	0	0	0	0	0	0	0	0	0
Academic Facilities High Growth	5900046	0	0	0	0	0	0	0	0	0
Total		90,671,609	215,340,489	235,011,538	215,340,489	215,340,489	215,340,489	215,340,489	215,340,489	215,340,489

Funding Sources										
Fund Balance	4000005	175,130,351	180,734,951		7,223,413	7,223,413	7,223,413	0	0	0
Educ Fac Partnership Fund	4000217	41,828,951	41,828,951		41,828,951	41,828,951	41,828,951	41,828,951	41,828,951	41,828,951
Trnfr frm DOE Pub School Fund	4000525	14,447,258	0		0	0	0	0	0	0
Transfer from General Imprv	4000540	40,000,000	0		0	0	0	0	0	0
Total Funding		271,406,560	222,563,902		49,052,364	49,052,364	49,052,364	41,828,951	41,828,951	41,828,951
Excess Appropriation/(Funding)		(180,734,951)	(7,223,413)		166,288,125	166,288,125	166,288,125	173,511,538	173,511,538	173,511,538
Grand Total		90,671,609	215,340,489		215,340,489	215,340,489	215,340,489	215,340,489	215,340,489	215,340,489

ECP-Extraordinary Circumstances Program

Academic Facilities ECP, Academic Facilities High Growth, and Academic Equipment are to continue, without appropriation. Appropriation will be reallocated by the Department's special language transfer authority.

Department Appropriation Summary

Historical Data

Agency Request and Executive/Legislative Recommendation

Appropriation	2015-2016		2016-2017		2016-2017		2017-2018					2018-2019						
	Actual	Pos	Budget	Pos	Authorized	Pos	Agency	Pos	Executive	Pos	Legislative	Pos	Agency	Pos	Executive	Pos	Legislative	Pos
057 Smart Start/Smart Step	11,616,300	0	10,666,303	0	11,506,303	0	10,666,303	0	10,666,303	0	10,666,303	0	10,666,303	0	10,666,303	0	10,666,303	0
082 English Language Learners	12,849,045	0	14,570,430	0	14,570,430	0	15,407,669	0	15,715,105	0	15,715,105	0	16,046,507	0	16,353,943	0	16,353,943	0
088 At Risk	1,218,086	0	1,688,530	0	1,988,530	0	1,688,530	0	1,688,530	0	1,688,530	0	1,688,530	0	1,688,530	0	1,688,530	0
091 Special Ed-Catastrophic	11,000,000	0	11,000,000	0	11,000,000	0	11,000,000	0	13,000,000	0	13,000,000	0	11,000,000	0	13,020,000	0	13,020,000	0
094 Youth Shelters	165,000	0	165,000	0	165,000	0	165,000	0	165,000	0	165,000	0	165,000	0	165,000	0	165,000	0
108 Tech Improvements	489,197	0	500,000	0	500,000	0	500,000	0	500,000	0	500,000	0	500,000	0	500,000	0	500,000	0
119 Tech Grants	3,602,640	0	3,602,678	0	3,602,678	0	3,602,678	0	3,602,678	0	3,602,678	0	3,602,678	0	3,602,678	0	3,602,678	0
136 Distressed School District Support	2,291	0	50,000	0	50,000	0	50,000	0	50,000	0	50,000	0	50,000	0	50,000	0	50,000	0
1PS Non-Traditional Licensure	10,500	0	50,000	0	50,000	0	50,000	0	50,000	0	50,000	0	50,000	0	50,000	0	50,000	0
1QV Content & Curriculum	49,477	0	50,000	0	50,000	0	50,000	0	50,000	0	50,000	0	50,000	0	50,000	0	50,000	0
1XE Economic Education	400,000	0	350,000	0	400,000	0	400,000	0	400,000	0	400,000	0	400,000	0	400,000	0	400,000	0
2HP State Foundation Funding	2,003,399,330	0	2,049,244,838	0	2,053,194,376	0	2,053,747,008	0	2,085,908,817	0	2,085,908,817	0	2,067,721,131	0	2,133,039,396	0	2,133,039,396	0
2HR National School Lunch	216,004,020	0	217,821,143	0	235,503,568	0	223,783,349	0	223,783,349	0	223,783,349	0	226,465,557	0	226,465,557	0	226,465,557	0
2HS Prof Development Fund	15,822,239	0	16,293,119	0	16,293,119	0	16,293,119	0	20,617,836	0	20,617,836	0	16,293,119	0	25,143,702	0	25,143,702	0
2HU Supplemental Millage	10,000,000	0	10,000,000	0	10,000,000	0	10,000,000	0	10,000,000	0	10,000,000	0	10,000,000	0	10,000,000	0	10,000,000	0
2HX Distance Learning Operations	7,574,995	0	7,575,000	0	7,575,000	0	7,575,000	0	7,575,000	0	7,575,000	0	7,575,000	0	7,575,000	0	7,575,000	0
2HY Education Renewal Zones	1,216,822	3	1,432,872	5	1,461,385	5	1,337,237	4	1,337,237	4	1,337,237	4	1,337,237	4	1,337,237	4	1,337,237	4
2JA Content Standards	152,762	0	161,000	0	161,000	0	161,000	0	161,000	0	161,000	0	161,000	0	161,000	0	161,000	0
2JC Teacher Recruitment	2,099,996	0	2,100,000	0	2,100,000	0	2,100,000	0	2,100,000	0	2,100,000	0	2,100,000	0	2,100,000	0	2,100,000	0
2ZH School Funding Contingency	0	0	0	0	25,000,000	0	25,000,000	0	25,000,000	0	25,000,000	0	25,000,000	0	25,000,000	0	25,000,000	0
2ZK Leadership Acdmy-Mstr Principal	500,000	0	500,000	0	500,000	0	500,000	0	500,000	0	500,000	0	500,000	0	500,000	0	500,000	0
2ZM Master Principal Bonus	175,000	0	90,000	0	208,000	0	208,000	0	208,000	0	208,000	0	208,000	0	208,000	0	208,000	0
2ZS Special Needs Isolated Funding	8,480,200	0	3,000,000	0	3,000,000	0	3,000,000	0	3,000,000	0	3,000,000	0	3,000,000	0	3,000,000	0	3,000,000	0
311 Alternative Learning	24,523,513	0	25,940,361	0	25,940,361	0	25,940,361	0	26,394,317	0	26,394,317	0	25,940,361	0	26,394,317	0	26,394,317	0
326 General Facilities Funding	8,100,000	0	8,100,000	0	8,100,000	0	8,100,000	0	8,100,000	0	8,100,000	0	8,100,000	0	8,100,000	0	8,100,000	0
331 Isolated Funding	2,415,798	0	7,896,000	0	7,896,000	0	7,896,000	0	7,896,000	0	7,896,000	0	7,896,000	0	7,896,000	0	7,896,000	0
332 Student Growth	23,368,013	0	28,500,000	0	37,690,144	0	37,690,144	0	37,690,144	0	37,690,144	0	37,690,144	0	37,690,144	0	37,690,144	0
336 Bonded Debt Assistance	14,008,126	0	28,455,384	0	28,455,384	0	28,455,384	0	28,455,384	0	28,455,384	0	28,455,384	0	28,455,384	0	28,455,384	0
34N 98% URT Actual Collection Adj	19,596,517	0	34,500,000	0	34,500,000	0	34,500,000	0	34,500,000	0	34,500,000	0	34,500,000	0	34,500,000	0	34,500,000	0
380 Dept of Correction	6,454,524	0	5,597,675	0	6,645,135	0	6,543,752	0	6,543,752	0	6,543,752	0	6,734,451	0	6,734,451	0	6,734,451	0
394 Residential Ctrs/Juv Detention	16,345,060	0	15,188,254	0	16,345,087	0	16,345,087	0	16,345,087	0	16,345,087	0	16,345,087	0	16,345,087	0	16,345,087	0
421 Consolidation Incentive	5,840,794	0	0	0	5,868,900	0	5,981,400	0	5,981,400	0	5,981,400	0	5,981,400	0	5,981,400	0	5,981,400	0
434 Coop Education Tech Centers	1,131,211	0	0	0	1,200,000	0	1,200,000	0	1,200,000	0	1,200,000	0	1,200,000	0	1,200,000	0	1,200,000	0

Department Appropriation Summary

Historical Data

Agency Request and Executive/Legislative Recommendation

Appropriation	2015-2016		2016-2017		2016-2017		2017-2018						2018-2019					
	Actual	Pos	Budget	Pos	Authorized	Pos	Agency	Pos	Executive	Pos	Legislative	Pos	Agency	Pos	Executive	Pos	Legislative	Pos
437 Teacher Retirement Matching	8,904,625	0	6,655,000	0	11,803,550	0	10,124,858	0	10,124,858	0	10,124,858	0	10,529,852	0	10,529,852	0	10,529,852	0
438 Ntl Bd Prof Teaching Standards	12,787,612	0	10,438,332	0	13,928,542	0	15,322,100	0	15,322,100	0	15,322,100	0	16,532,100	0	16,532,100	0	16,532,100	0
440 Advanced Placement Incentive	824,401	0	825,000	0	825,000	0	825,000	0	825,000	0	825,000	0	825,000	0	825,000	0	825,000	0
444 Criminal Background Checks	1,246	0	25,000	0	25,000	0	25,000	0	25,000	0	25,000	0	25,000	0	25,000	0	25,000	0
445 AR Easter Seals	193,113	0	193,113	0	193,113	0	193,113	0	193,113	0	193,113	0	193,113	0	193,113	0	193,113	0
446 Public School Employee Ins	56,456,458	0	57,373,600	0	57,373,600	0	57,373,600	0	57,373,600	0	57,373,600	0	57,373,600	0	57,373,600	0	57,373,600	0
447 School Food Services	1,650,000	0	0	0	1,650,000	0	1,650,000	0	1,650,000	0	1,650,000	0	1,650,000	0	1,650,000	0	1,650,000	0
450 Surplus Commodities	843,799	0	780,000	0	1,125,065	0	1,125,065	0	1,125,065	0	1,125,065	0	1,125,065	0	1,125,065	0	1,125,065	0
451 Grants to School Districts	67,856	0	67,856	0	67,856	0	67,856	0	67,856	0	67,856	0	67,856	0	67,856	0	67,856	0
452 Workers' Compensation	160,777	0	450,000	0	450,000	0	450,000	0	450,000	0	450,000	0	450,000	0	450,000	0	450,000	0
454 School Food-Legislative Audit	75,000	0	75,000	0	75,000	0	75,000	0	75,000	0	75,000	0	75,000	0	75,000	0	75,000	0
457 Gifted & Talented	1,329,338	0	1,085,381	0	1,335,381	0	1,335,381	0	1,335,381	0	1,335,381	0	1,335,381	0	1,335,381	0	1,335,381	0
458 School Worker Defense	70,100	0	0	0	390,000	0	390,000	0	390,000	0	390,000	0	390,000	0	390,000	0	390,000	0
459 Assessment/End Course Testing	8,216,355	0	22,250,189	0	23,350,681	0	22,250,189	0	22,250,189	0	22,250,189	0	22,250,189	0	22,250,189	0	22,250,189	0
460 Court Ordered Desegregation	65,794,267	0	65,794,267	0	65,794,267	0	65,794,267	0	65,794,267	0	65,794,267	0	0	0	0	0	0	0
4HM Teacher of the Year	78,813	0	100,000	0	100,000	0	100,000	0	100,000	0	100,000	0	100,000	0	100,000	0	100,000	0
4HN Declining Enrollment	14,093,888	0	13,963,389	0	13,963,389	0	13,963,389	0	13,963,389	0	13,963,389	0	13,963,389	0	13,963,389	0	13,963,389	0
565 Intervention Block Grants	302,000	0	227,000	0	302,000	0	302,000	0	302,000	0	302,000	0	302,000	0	302,000	0	302,000	0
566 Serious Offender	1,716,859	0	1,050,946	0	1,716,859	0	1,716,859	0	1,716,859	0	1,716,859	0	1,716,859	0	1,716,859	0	1,716,859	0
59V Coord School Health	2,000,000	0	2,000,000	0	2,000,000	0	2,000,000	0	2,000,000	0	2,000,000	0	2,000,000	0	2,000,000	0	2,000,000	0
59W School Facility Joint Use	500,000	0	500,000	0	500,000	0	500,000	0	500,000	0	500,000	0	500,000	0	500,000	0	500,000	0
59X Add Public School Employee Ins	15,000,000	0	15,000,000	0	15,000,000	0	15,000,000	0	15,000,000	0	15,000,000	0	15,000,000	0	15,000,000	0	15,000,000	0
652 Better Chance Program	112,172,433	0	111,000,000	0	111,000,000	0	111,000,000	0	114,000,000	0	114,000,000	0	111,000,000	0	114,000,000	0	114,000,000	0
668 Special Education Services	2,797,532	0	1,145,285	0	2,802,527	0	2,802,527	0	2,802,527	0	2,802,527	0	2,802,527	0	2,802,527	0	2,802,527	0
669 Human Dev Ctr Education Aid	526,150	0	526,150	0	526,150	0	526,150	0	526,150	0	526,150	0	526,150	0	526,150	0	526,150	0
670 Education Service Cooperatives	6,129,270	0	6,129,270	0	6,129,270	0	6,129,270	0	6,129,270	0	6,129,270	0	6,129,270	0	6,129,270	0	6,129,270	0
688 APSCN	18,893,594	46	22,791,533	51	23,170,491	51	22,793,608	51	22,793,608	51	22,793,608	51	22,793,729	51	22,793,729	51	22,793,729	51
697 Early Childhood Special Educ	16,897,920	0	15,623,079	0	16,897,920	0	16,897,920	0	16,897,920	0	16,897,920	0	16,897,920	0	16,897,920	0	16,897,920	0
698 Distance Learning	4,753,910	0	4,760,000	0	4,760,000	0	4,760,000	0	4,760,000	0	4,760,000	0	4,760,000	0	4,760,000	0	4,760,000	0
699 Teacher Licensing/Mentoring	4,272,349	0	5,008,758	0	5,065,758	0	6,065,758	0	6,065,758	0	6,065,758	0	6,065,758	0	6,065,758	0	6,065,758	0
F81 School Recognition	6,994,999	0	7,000,000	0	10,000,000	0	7,000,000	0	7,000,000	0	7,000,000	0	7,000,000	0	7,000,000	0	7,000,000	0
M74 Broadband Facilities Matching Grant Prog	0	0	1,018,835	0	5,000,000	0	1,018,835	0	1,018,835	0	1,018,835	0	1,018,835	0	1,018,835	0	1,018,835	0
N55 Enhanced Transportation Funding	0	0	0	0	3,000,000	0	0	0	3,000,000	0	3,000,000	0	0	0	3,000,000	0	3,000,000	0

Department Appropriation Summary

Historical Data

Agency Request and Executive/Legislative Recommendation

Appropriation	2015-2016		2016-2017		2016-2017		2017-2018						2018-2019						
	Actual	Pos	Budget	Pos	Authorized	Pos	Agency	Pos	Executive	Pos	Legislative	Pos	Agency	Pos	Executive	Pos	Legislative	Pos	
N68 OE Charter Fac Funding Aid Prg	4,583,328	0	0	0	15,000,000	0	5,000,000	0	5,000,000	0	5,000,000	0	5,000,000	0	5,000,000	0	5,000,000	0	
V30 Computer Science Initiative	0	0	0	0	0	0	0	0	2,500,000	0	2,500,000	0	0	0	2,500,000	0	2,500,000	0	
V33 NSL Matching Grant Program	0	0	0	0	0	0	0	0	4,300,000	0	4,300,000	0	0	0	4,300,000	0	4,300,000	0	
NOT REQUESTED FOR THE BIENNIUM																			
F82 Inter Baccalaureate Prgm	0	0	0	0	75,000	0	0	0	0	0	0	0	0	0	0	0	0	0	
U59 Positive Youth Development	0	0	0	0	5,000,000	0	0	0	0	0	0	0	0	0	0	0	0	0	
U60 AR Imagination Library	0	0	0	0	500,000	0	0	0	0	0	0	0	0	0	0	0	0	0	
Total	2,797,699,448	49	2,878,945,570	56	2,992,416,819	56	2,954,514,766	55	3,006,562,684	55	3,006,562,684	55	2,907,821,482	55	2,997,571,722	55	2,997,571,722	55	

Funding Sources		%		%		%		%		%		%		%		%		%
Fund Balance	4000005	58,300,953	2.0	85,641,117	2.9	84,622,282	2.8	84,622,282	2.8	84,622,282	2.8	49,126,074	1.7	42,326,629	1.4	42,326,629	1.4	
Court Ordered Desegregation	4000180	65,794,267	2.3	65,794,267	2.2	65,794,267	2.2	65,794,267	2.2	65,794,267	2.2	0	0.0	0	0.0	0	0.0	
DOE Public School Fund	4000195	2,127,803,780	73.8	2,151,529,810	72.6	2,167,621,633	72.2	2,154,436,250	70.7	2,154,436,250	70.7	2,186,126,923	74.8	2,207,322,816	73.7	2,207,322,816	73.7	
E-Rate Credit	4000207	880,639	0.0	1,000,000	0.0	1,000,000	0.0	1,000,000	0.0	1,000,000	0.0	1,000,000	0.0	1,000,000	0.0	1,000,000	0.0	
Educational Adequacy Fund	4000210	434,031,542	15.1	450,031,542	15.2	450,031,542	15.0	505,965,398	16.6	505,965,398	16.6	450,031,542	15.4	505,965,398	16.9	505,965,398	16.9	
Educational Excellence Fund	4000220	202,031,412	7.0	211,956,116	7.2	211,956,116	7.1	211,956,116	7.0	211,956,116	7.0	211,956,116	7.3	211,956,116	7.1	211,956,116	7.1	
General Improvement Fund	4000265	0	0.0	0	0.0	0	0.0	2,500,000	0.1	2,500,000	0.1	0	0.0	2,500,000	0.1	2,500,000	0.1	
Miscellaneous Adjustments	4000345	(3,491,575)	(0.1)	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	
Other	4000370	0	0.0	30,000	0.0	30,000	0.0	30,000	0.0	30,000	0.0	30,000	0.0	30,000	0.0	30,000	0.0	
TANF Transfer	4000478	7,500,000	0.3	7,500,000	0.3	7,500,000	0.2	7,500,000	0.2	7,500,000	0.2	7,500,000	0.3	7,500,000	0.3	7,500,000	0.3	
Trnfr frm DOE Pub School Fund	4000525	(10,946,899)	(0.4)	(11,115,000)	(0.4)	(11,115,000)	(0.4)	(11,115,000)	(0.4)	(11,115,000)	(0.4)	(11,115,000)	(0.4)	(11,115,000)	(0.4)	(11,115,000)	(0.4)	
Transit Tax	4000700	1,436,446	0.0	1,200,000	0.0	1,200,000	0.0	1,200,000	0.0	1,200,000	0.0	1,200,000	0.0	1,200,000	0.0	1,200,000	0.0	
Unfunded Appropriation	4000715	0	0.0	0	0.0	25,000,000	0.8	25,000,000	0.8	25,000,000	0.8	25,000,000	0.9	25,000,000	0.8	25,000,000	0.8	
Total Funds		2,883,340,565	100.0	2,963,567,852	100.0	3,003,640,840	100.0	3,048,889,313	100.0	3,048,889,313	100.0	2,920,855,655	100.0	2,993,685,959	100.0	2,993,685,959	100.0	
Excess Appropriation/(Funding)		(85,641,117)		(84,622,282)		(49,126,074)		(42,326,629)		(42,326,629)		(13,034,173)		3,885,763		3,885,763		
Grand Total		2,797,699,448		2,878,945,570		2,954,514,766		3,006,562,684		3,006,562,684		2,907,821,482		2,997,571,722		2,997,571,722		

The Legislative Recommendation concurs with the Executive Recommendation for FY18 only, and defers a recommendation for FY19 until the Fiscal Session.

Analysis of Budget Request

Appropriation: 2HY - Education Renewal Zones

Funding Sources: JAA - Department of Education Public School Fund

The Division of Education Renewal Zones (ERZ) was created by Act 106 of the Second Extraordinary Session of 2003 (A.C.A. § 6-15-2501 et seq. An education renewal zone is established by an interlocal agreement between any public school, education service cooperative, or institution of higher learning through which they collaborate to improve public school performance and academic achievement. The purpose of an education renewal zone includes but is not limited to, identifying and implementing education and management strategies designed specifically to improve public school performance and student academic achievement, particularly the State's most academically distressed public schools and; provide for collaboration among the State's smaller schools and districts in order to achieve some of the advantages of economies of scale in providing educational and related activities.

Base Level Regular Salaries and Personal Services Matching include the continuation of the previously authorized 2017 Salaries and Career Service Payments for eligible employees. Personal Services Matching includes the monthly contribution for State employee's health insurance for a total State match per budgeted employee of \$420 per month. Base Level salaries and matching do not include appropriation for a Cost of Living Adjustment or Merit Pay Increases.

The Base Level Request is \$1,432,872 for each year of the 2017-2019 Biennium.

The Agency Request is for a Change Level reduction of \$95,635 for each year as follows:

- Salaries and Personal Services Matching reduction of \$95,635 to transfer the ADE OERZ Director position to the General Division Fed Elementary & Secondary Education (650) to provide administrative and oversight duties for federal programs. The position is no longer needed within the ERZ program.
- Professional Fees reduction of \$306,900 through a reallocation of resources to Grants and Aid to increase the support for the ERZ program at the university level and reduce the state-level budget.
- Grants and Aid increase of \$306,900 through a reallocation of resources from Professional Fees to increase the support for the ERZ program at the university level and decrease the state-level budget.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation for FY18 only, and defers a recommendation for FY19 until the Fiscal Session.

Appropriation Summary

Appropriation: 2HY - Education Renewal Zones

Funding Sources: JAA - Department of Education Public School Fund

Commitment Item		2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Regular Salaries	5010000	135,593	228,353	252,247	154,077	154,077	154,077	154,077	154,077	154,077
#Positions		3	5	5	4	4	4	4	4	4
Personal Services Matching	5010003	54,655	75,369	79,988	54,010	54,010	54,010	54,010	54,010	54,010
Operating Expenses	5020002	23,306	91,800	91,800	91,800	91,800	91,800	91,800	91,800	91,800
Conference & Travel Expenses	5050009	2,718	13,000	13,000	13,000	13,000	13,000	13,000	13,000	13,000
Professional Fees	5060010	16,550	306,900	306,900	0	0	0	0	0	0
Data Processing	5090012	0	0	0	0	0	0	0	0	0
Grants and Aid	5100004	984,000	717,450	717,450	1,024,350	1,024,350	1,024,350	1,024,350	1,024,350	1,024,350
Capital Outlay	5120011	0	0	0	0	0	0	0	0	0
Total		1,216,822	1,432,872	1,461,385	1,337,237	1,337,237	1,337,237	1,337,237	1,337,237	1,337,237
Funding Sources										
DOE Public School Fund	4000195	1,216,822	1,432,872		1,337,237	1,337,237	1,337,237	1,337,237	1,337,237	1,337,237
Total Funding		1,216,822	1,432,872		1,337,237	1,337,237	1,337,237	1,337,237	1,337,237	1,337,237
Excess Appropriation/(Funding)		0	0		0	0	0	0	0	0
Grand Total		1,216,822	1,432,872		1,337,237	1,337,237	1,337,237	1,337,237	1,337,237	1,337,237

Analysis of Budget Request

Appropriation: 688 - APSCN

Funding Sources: JAA - Department of Education Public School Fund

Arkansas Public School Computer Network (APSCN), began as a nonprofit agency in 1992, became a part of the Department of Education in 1998. APSCN's mission is to implement a statewide data communication network that connects all Arkansas public school systems and Education Service Cooperatives with the Department of Education to provide electronic access to administrative computing services and remote instructional services. Schools, district offices and Cooperatives use APSCN to process financial and student data.

Base Level Regular Salaries and Personal Services Matching include the continuation of the previously authorized 2017 Salaries and Career Service Payments for eligible employees. Personal Services Matching includes the monthly contribution for State employee's health insurance for a total State match per budgeted employee of \$420 per month. Base Level salaries and matching do not include appropriation for a Cost of Living Adjustment or Merit Pay Increases.

The Agency Request is for Base Level of \$22,793,608 for FY18 and \$22,793,729 for FY19.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation for FY18 only, and defers a recommendation for FY19 until the Fiscal Session.

Appropriation Summary

Appropriation: 688 - APSCN

Funding Sources: JAA - Department of Education Public School Fund

Commitment Item		2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Regular Salaries	5010000	2,135,950	2,444,375	2,596,187	2,446,075	2,446,075	2,446,075	2,446,175	2,446,175	2,446,175
#Positions		46	51	51	51	51	51	51	51	51
Personal Services Matching	5010003	721,076	794,069	821,215	794,444	794,444	794,444	794,465	794,465	794,465
Operating Expenses	5020002	15,932,880	19,245,839	19,245,839	19,245,839	19,245,839	19,245,839	19,245,839	19,245,839	19,245,839
Conference & Travel Expenses	5050009	6,894	7,250	7,250	7,250	7,250	7,250	7,250	7,250	7,250
Professional Fees	5060010	0	0	0	0	0	0	0	0	0
Data Processing	5090012	0	0	0	0	0	0	0	0	0
Capital Outlay	5120011	17,271	0	200,000	0	0	0	0	0	0
Data Access Implementation	5900046	79,523	300,000	300,000	300,000	300,000	300,000	300,000	300,000	300,000
Total		18,893,594	22,791,533	23,170,491	22,793,608	22,793,608	22,793,608	22,793,729	22,793,729	22,793,729
Funding Sources										
DOE Public School Fund	4000195	18,012,955	21,761,533		21,763,608	21,763,608	21,763,608	21,763,729	21,763,729	21,763,729
E-Rate Credit	4000207	880,639	1,000,000		1,000,000	1,000,000	1,000,000	1,000,000	1,000,000	1,000,000
Other	4000370	0	30,000		30,000	30,000	30,000	30,000	30,000	30,000
Total Funding		18,893,594	22,791,533		22,793,608	22,793,608	22,793,608	22,793,729	22,793,729	22,793,729
Excess Appropriation/(Funding)		0	0		0	0	0	0	0	0
Grand Total		18,893,594	22,791,533		22,793,608	22,793,608	22,793,608	22,793,729	22,793,729	22,793,729

Other revenue is derived from A.C.A. § 26-57-407(b) disposition of revenue collected under Coin-Operated Amusements § 26-57-401 et seq.

Analysis of Budget Request

Appropriation: PSF - Public School Fund

Funding Sources: JAA - Department of Education Public School Fund

The Department of Education Public School Fund provides the primary State financial assistance to Arkansas' public elementary and secondary schools. For FY17 the major projected funding sources are: General Revenue of approximately \$2.151 billion, the Educational Excellence Trust Fund \$210.5 million and the Educational Adequacy Fund \$450 million. The following summarizes the fiscal status and change level requests for each program in the Department of Education Public School Fund.

Smart Start/Smart Step Assessment (057) - This is a comprehensive initiative that focuses on improving the academic achievement of Kindergarten through fourth grade students in the areas of reading and mathematics. This program has been expanded to include Smart Step and Next Step which covers grades five through eight. A state network of literacy and mathematics specialists assist schools with professional development to maintain a highly qualified teaching staff. The program provides professional development opportunities and a variety of resources to all K-12 educators through statewide conferences, regional workshops and satellite delivered meetings.

The Agency Request is for Base Level of \$10,666,303 for each year of the 2017-2019 Biennium.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation for FY18 only, and defers a recommendation for FY19 until the Fiscal Session.

English Language Learners (082) - English Language Learners serves students identified as not being proficient in the English language. This program helps school districts to provide specially-trained staff, instructional materials and training for teachers of these qualified students. Summer training academies are offered to teachers desiring additional training in teaching and assisting these students. A.C.A. §6-20-2305(b)(3)(B) states that beginning with the 2016-2017 school year English language learners funding shall be \$331 for each identified English language learner.

The Base Level Request is \$14,570,430 for each year of the 2017-2019 Biennium.

The Agency requests a Change Level increase of \$837,239 for FY18 and \$1,476,077 for FY19 due to the projected number of students served of 42,923 in FY18 and 44,853 in FY19. The projected increase is based on a 3-year average annual growth rate of 4.5% plus the projected phase-in of Majority to Minority (M to M) students into school district ADM counts for the calculation of state aid. Summer ESL academies are budgeted at \$1.2 million per year and serve ~400 teachers serving ELL students.

The Executive Recommendation provides for the Agency Request, appropriation only, and additional appropriation and funding of \$307,436

for each year of the 2017-2019 Biennium.

The Legislative Recommendation concurs with the Executive Recommendation for FY18 only, and defers a recommendation for FY19 until the Fiscal Session.

At Risk (088) - The College and Career Readiness Planning Program (CCRPP) is funded from the At Risk appropriation. The program provides summer intensive instruction for students in grades 8 and 10-12 who score below college and career readiness benchmarks in mathematics, English, or reading who wish to enroll in postsecondary education. They are provided 75 hours of instruction over a minimum of twenty days. At the conclusion of the program, students are given the opportunity to take the ACT at no cost.

The Agency Request is for Base Level of \$1,688,530 for each year of the 2017-2019 Biennium.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation for FY18 only, and defers a recommendation for FY19 until the Fiscal Session.

Special Education - Catastrophic (091) - This provides for state funding to school districts for local occurrences when costs of special education and related services required by an individual child are unduly expensive, extraordinary, or beyond the routine and normal costs associated with special education. Reimbursement from this program for an individual child can be sought only after eligible costs equal or exceed \$30,000 for the special education child. Medicaid and other third party funding is obtained prior to requesting state catastrophic funding.

The Agency Request is for Base Level of \$11,000,000 for each year of the 2017-2019 Biennium.

The Executive Recommendation provides for the Agency Request and additional appropriation and funding of \$2,000,000 for FY18 and additional appropriation and funding of \$2,020,000 for FY19.

The Legislative Recommendation concurs with the Executive Recommendation for FY18 only, and defers a recommendation for FY19 until the Fiscal Session.

Youth Shelters (094) - The Department of Human Services (DHS) maintains contracts with community providers for operation of 10 youth shelters with approximately 250 beds. This program partially reimburses school districts for the additional costs of providing educational services to students placed in these facilities by DHS.

The Agency Request is for Base Level of \$165,000 for each year of the 2017-2019 Biennium.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation for FY18 only, and defers a recommendation for FY19 until the Fiscal Session.

Technology Improvements (108) - This program is used to update the technology hardware and software available to Educational Service Cooperatives and local school districts. The funds are also used to make educational technology resources available through statewide projects such as APSCN and joint efforts with the state library system.

The Agency Request is for Base Level of \$500,000 for each year of the 2017-2019 Biennium.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation for FY18 only, and defers a recommendation for FY19 until the Fiscal Session.

Technology Grants (119) - This program provides technology grants to school districts for such programs as the Environmental and Spatial Technology (EAST) Initiative. The EAST program has received high praise from local school administrators and parents as well as national recognition. Through the schools' EAST labs, students use technology, training, and knowledge to solve real-world problems facing their communities.

The Agency Request is for Base Level of \$3,602,678 for each year of the 2017-2019 Biennium.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation for FY18 only, and defers a recommendation for FY19 until the Fiscal Session.

Distressed School District Support (136) - The Arkansas Academic Distress Program was legislated by Act 915 of 1995 to improve the capacity of local school districts whose students are not achieving at academically desired levels by school through targeted assistance coordinated by the Department of Education.

The Agency Request is for Base Level of \$50,000 for each year of the 2017-2019 Biennium.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation for FY18 only, and defers a recommendation for FY19 until the Fiscal Session.

Non-Traditional Licensure Grants (1PS) - This program supplements the cash funded Alternative Certification program which was developed by the Department of Education for certifying individuals that have expertise and knowledge in a particular subject, but do not have the standard teaching certificate, to teach.

The Agency Request is for Base Level of \$50,000 for each year of the 2017-2019 Biennium.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation for FY18 only, and defers a recommendation for FY19 until the Fiscal Session.

Content Standards and Curriculum Frameworks Revision (1QV) - This program provides appropriation for expenses associated with the development of a comprehensive plan to revise content standards and curriculum frameworks in the core academic areas of reading, writing, mathematics, science, history, geography, and civics.

The Agency Request is for Base Level of \$50,000 for each year of the 2017-2019 Biennium.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation for FY18 only, and defers a recommendation for FY19 until the Fiscal Session.

Economic Education (1XE) - The objective of this program is to integrate economics into the K-12 curriculum by training teachers and administrators in economic principles. Funding is distributed to Economics Arkansas, a private, non-profit organization providing certified professional development for K-12 teachers. Over 1,500 educators are trained each year.

The Base Level Request is \$350,000 for each year of the 2017-2019 Biennium.

The Agency requests a Change Level of \$50,000 of unfunded appropriation to restore appropriation to the FY17 authorized amount budgeted subsequent to the biennial budget process.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation for FY18 only, and defers a recommendation for FY19 until the Fiscal Session.

State Foundation Funding (2HP) - State Foundation Funding is the amount of state financial aid provided to each school district. Act 59 of the Second Extraordinary Session of 2003 changed the process by which aid is distributed. Act 1467 of 2013 amended A.C.A. § 6-20-

2305(a) to establish the Foundation Funding amount as \$6,646 in FY17 multiplied by the school district's average daily membership (ADM) for the previous school year. ADM is the total number of days of school attended plus the total number of days absent by students K-12 during the first 3 quarters of each school year divided by the number of school days actually taught during that time period.

The amount paid as State Foundation Funding is computed as the difference between the Foundation Funding amount established by the General Assembly (\$6,646 for FY17) times the ADM of the previous school year and less the sum of 98% of the uniform rate of tax (25 mills) times the property assessment of the school district plus 100% of miscellaneous funds of the school district. Charter schools are also funded at the same amount of per student foundation funding but use ADM of the prior or current year as required by law.

The Base Level Request is \$2,049,244,838 for each year of the 2017-2019 Biennium.

The Agency requests a Change Level increase of \$4,502,170 for FY18 and \$18,476,293 for FY19 due to projected increases in statewide school district ADM and charter school ADM based on 3-year average annual school district growth rate of 0.24% and charter school growth rate of 16.17%, as well as a growth rate of 1% in property assessments.

The Executive Recommendation provides for the Agency Request, appropriation only, and additional appropriation of \$32,161,809 and funding of \$36,663,979 for FY18 and additional appropriation of \$65,318,265 and funding of \$83,794,558 for FY19.

The Legislative Recommendation concurs with the Executive Recommendation for FY18 only, and defers a recommendation for FY19 until the Fiscal Session.

National School Lunch Student Funding (2HR) - The National School Lunch program provides categorical funding for students from low socio-economic backgrounds as indicated by the prior year eligibility for free or reduced-price meals under the National School Lunch (NSL) Act. Funding for national school lunch students is based on the number of students eligible for free or reduced-price lunch program under the National School Lunch Act (NSLA) identified on the Arkansas Public School Computer Network Cycle Two Report.

The current rates for the NLSA as listed in A.C.A. § 6-20-2305(b)(4)(A), are:

- School districts in which 90% or greater of the enrolled students are national school lunch students, funding shall be \$1,576;
- For school districts in which at least 70% but less than 90% of the enrolled students are national school lunch students, funding shall be \$1,051; and
- For school districts in which less than 70% of the enrolled students are national school lunch students, funding shall be \$526.

The Base Level Request is \$217,821,143 for each year of the 2017-2019 Biennium.

The Agency requests a Change Level increase of \$5,962,206 for FY18 and \$8,644,414 for FY19 due to the projected growth in eligible students of 295,813 for FY18 and 299,359 for FY19. This is inclusive of projected transition and growth funds.

The Executive Recommendation provides for the Agency Request, appropriation only.

The Legislative Recommendation concurs with the Executive Recommendation for FY18 only, and defers a recommendation for FY19 until the Fiscal Session.

Professional Development Funding (2HS) - This aid, through A.C.A § 6-20-2305(b)(5), is a formula driven program that provides \$32.50 per the previous year ADM students to school districts for professional development activities. Professional development is used to provide activities and materials to improve the knowledge of teachers and administrators to ensure all students demonstrate proficiency in the state academic standards.

The Agency Request is for Base Level of \$16,293,119 for each year of the 2017-2019 Biennium.

The Executive Recommendation provides for the Agency Request and additional appropriation and funding of \$4,324,717 for FY18 and additional appropriation and funding of \$8,850,583 for FY19.

The Legislative Recommendation concurs with the Executive Recommendation for FY18 only, and defers a recommendation for FY19 until the Fiscal Session.

Supplemental Millage Incentive Funding (2HU) - Act 1 of the First Extraordinary Session of 2013 allowed the savings of this program during each fiscal year be transferred to the Employee Benefits Division of the Department of Finance and Administration for the exclusive benefit of public school employee participants in the State and Public School Life and Health Insurance Program.

The Agency Request is for Base Level of \$10,000,000 for each year of the 2017-2019 Biennium.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation for FY18 only, and defers a recommendation for FY19 until the Fiscal Session.

Distance Learning Operating Grants (2HX) - These grants provide funding for acquiring and or leasing equipment and telecommunications services, and operating expenses necessary for school districts to have two-way interactive television for distance learning education. This enables school districts to receive advanced high school courses, advanced placement courses, enriched course content, or other academic courses not otherwise available in the school district.

The Agency Request is for Base Level of \$7,575,000 for each year of the 2017-2019 Biennium.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation for FY18 only, and defers a recommendation for FY19 until the Fiscal Session.

Content Standards Revision (2JA) - This appropriation is for the cost of the periodic review and revision of Academic Content Standards as required by A.C.A. §6-15-404(c). Academic Content Standards are documents that specify what a student enrolled in a public school should know and be able to do. The Academic Content Standards also provide the foundation for the development of the State assessment system.

The Agency Request is for Base Level of \$161,000 for each year of the 2017-2019 Biennium.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation for FY18 only, and defers a recommendation for FY19 until the Fiscal Session.

Teacher Recruitment High-Priority District (2JC) - A.C.A. §6-17-811 requires the Department of Education provide a system of incentives for teacher recruitment and retention in high-priority districts. A "high-priority district" is one that has 1,000 or fewer students in which 80% or more public school students are eligible for the free or reduced-price lunch program under the National School Lunch Act and have a three-quarter ADM of 1,000 or fewer for the 2003-2004 school year. Beginning in the 2004-2005 school year, a teacher licensed by the state board who teaches in a school in a high-priority district shall receive, in addition to all other salary and benefits, bonus payments as specified by law.

The Agency Request is for Base Level of \$2,100,000 for each year of the 2017-2019 Biennium.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation for FY18 only, and defers a recommendation for FY19 until the Fiscal Session.

School Funding Contingency (2ZH) - This unfunded appropriation is used to address unforeseen problems that arise during the course of a biennium. Special language allows the transfer of this appropriation to address problem areas.

The Agency requests a Change Level of \$25,000,000 of unfunded appropriation for each year of the 2017-2019 Biennium.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation for FY18 only, and defers a recommendation for FY19 until the

Fiscal Session.

Leadership Academy - Master Principal (2ZK) - The Arkansas Leadership Academy is responsible for administration of the Master School Principal Program which provides training programs and opportunities to expand the knowledge base and leadership skills of public school principals, teachers, superintendents and other administrators, and school board members.

The Agency Request is for Base Level of \$500,000 for each year of the 2017-2019 Biennium.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation for FY18 only, and defers a recommendation for FY19 until the Fiscal Session.

Master Principal Bonus (2ZM) - This provides incentive bonuses for principals achieving Master Principal status through the Arkansas Leadership Academy; it allows for \$9,000 annually for five years while serving as a full-time principal in a public school in Arkansas; and provides for \$25,000 annually while working as a full time principal in an Arkansas "low-performing" school.

The Base Level Request is \$90,000 each year of the 2017-2019 Biennium.

The Agency requests a Change Level of \$118,000 of unfunded appropriation to restore appropriation to the FY17 authorized amount budgeted subsequent to the biennial budget process.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation for FY18 only, and defers a recommendation for FY19 until the Fiscal Session.

Special Needs Isolated (2ZS) - Act 1452 of 2005 created this program for certain isolated schools and certain school districts with a low student density. The program allows these schools that meet the eligibility criteria set by the Department to receive additional funding to provide for an adequate education for the students.

The Agency Request is for Base Level of \$3,000,000 for each year of the 2017-2019 Biennium.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation for FY18 only, and defers a recommendation for FY19 until the Fiscal Session.

Alternative Learning (311) - A.C.A. §6-18-508 requires every school district to establish an alternative learning environment (ALE) for students who have shown an inability to function in a standard learning environment. It requires the Department establish an incentive program for districts whose ALE programs meet Department guidelines. ALE's must provide all educational programs available in other classrooms, and must provide services to meet the needs of this group of at-risk children. Additionally, A.C.A. §6-20-2305(b)(2)(A)(ii) establishes the ALE funding amount for FY2017 shall be \$4,560 multiplied by the number of identified ALE students enrolled during a school district's previous school year. In FY17 the program is anticipated to serve 5,513.28 FTEs, in FY18 5,546.64 FTEs, and in FY19 5,565.81 FTEs. The FTE increase is based upon a three (3) year average annual growth rate of 0.44% plus the projected phase-in of Majority to Minority (M to M) students into school district ADM counts for calculation of state aid in compliance with the January 2014 desegregation settlement agreement.

The Agency Request is for Base Level of \$25,940,361 for each year of the 2017-2019 Biennium.

The Executive Recommendation provides for the Agency Request and additional appropriation and funding \$453,956 for each year of the 2017-2019 Biennium.

The Legislative Recommendation concurs with the Executive Recommendation for FY18 only, and defers a recommendation for FY19 until the Fiscal Session.

General Facilities Funding (326) - Act 1 of the First Extraordinary Session of 2013 allowed the savings of this program during each fiscal year be transferred to the Employee Benefits Division of the Department of Finance and Administration for the exclusive benefit of public school employee participants in the State and Public School Life and Health Insurance Program.

The Agency Request is for Base Level of \$8,100,000 for each year of the 2017-2019 Biennium.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation for FY18 only, and defers a recommendation for FY19 until the Fiscal Session.

Isolated Funding (331) - Due to location or geographic barriers, some districts are not able to share resources with other districts or may have unusual transportation needs. These districts under 350 Average Daily Membership (ADM) are termed "isolated" and receive additional funding. Act 65 of the Second Extraordinary Session of 2003 established 56 "isolated" school districts and set a per student dollar amount to be paid to each district for the 2003-04 school year. Beginning in the 2004-05 school year, and each year thereafter, isolated funding will be provided to each district in an amount equal to the prior year three-quarter average daily membership of the isolated school area multiplied by the per student isolated funding amount set for the 2003-04 school year.

The Agency Request is for Base Level of \$7,896,000 for each year of the 2017-2019 Biennium.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation for FY18 only, and defers a recommendation for FY19 until the Fiscal Session.

Student Growth Funding (332) - This program provides supplemental funding to school districts that have a growth in students over the previous school year. Pursuant to Act 272 of 2007, student growth funding is comprised of four calculations. One quarter (1/4) of the per student foundation funding is multiplied by any increase in the school district's: (1) first quarter current year Average Daily Membership (ADM) over the 3-quarter ADM of the previous school year; (2) second quarter current year ADM over the 3-quarter ADM of the previous school year; (3) third quarter current year ADM over the 3-quarter ADM of the previous school year; and (4) fourth quarter current year ADM over the 3-quarter ADM of the previous school year, excluding any increase resulting solely from consolidation or annexation with another district.

The Base Level Request is \$28,500,000 each year of the 2017-2019 Biennium.

The Agency requests a Change Level of \$9,190,144 of unfunded appropriation for each year based on the average number of students funded by student growth multiplied by the foundation amount.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation for FY18 only, and defers a recommendation for FY19 until the Fiscal Session.

Bonded Debt Assistance (336) - A.C.A. §6-20-2503 created the Bonded Debt Assistance Program to enable the Division of Public School Academic Facilities and Transportation to provide eligible school districts with financial assistance to retire outstanding bonded indebtedness in existence as of January 1, 2005. The Commission for Public School Academic Facilities and Transportation directs the Division to work with the Department of Education to determine the amount of financial assistance for each eligible school district. The Division is responsible for ascertaining the scheduled debt payment on a fiscal year basis from the principal and interest payment in effect and on file with the Department. The available funding after final payments have been made for this program are then transferred to the Education Partnership Fund.

The Agency Request is for Base Level of \$28,455,384 for each year of the 2017-2019 Biennium.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation for FY18 only, and defers a recommendation for FY19 until the Fiscal Session.

98% URT Actual Collection Adjustment (34N) - To insure every public school district receives the full amount of Foundation Funding, the 86th General Assembly created Act 272 of 2007, amending A.C.A. §6-20-2305(a)(4)(A), which states by the end of each school year, for a school district whose net revenues are less than the sum of 98% of the uniform rate of tax (URT) multiplied by the property tax assessment of the school district, the Department of Education shall distribute to the school district the difference between the net revenues of the school district and the sum of 98% of the URT multiplied by the property assessment of the school district. A school district whose net revenues are more than the sum of 98% of the URT multiplied by the property assessment, ADE recoups from the school district the difference between the net revenues of the district and the sum of 98% of the URT multiplied by the property assessment. ADE can collect excess distributions by withholding funds from disbursements to the district the following year.

The Agency Request is for Base Level of \$34,500,000 for each year of the 2017-2019 Biennium.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation for FY18 only, and defers a recommendation for FY19 until the Fiscal Session.

Department of Correction (380) - A.C.A. §12-29-301 et seq. established the Department of Correction School District and established a formula to determine the funding level and states that the cost of running the Department of Correction School District shall be borne by the Department of Correction and the Department of Education.

The Base Level Request is \$5,597,675 for each year of the 2017-2019 Biennium.

The Agency requests a Change Level of \$946,077 of unfunded appropriation for FY18 and \$1,136,776 of unfunded appropriation for FY19 to provide a 1.5% Cost of Living Adjustment for teachers for FY18; and a 1.5% Cost of Living Adjustment for teachers for FY19 and open two (2) new classrooms at the Pine Bluff unit.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation for FY18 only, and defers a recommendation for FY19 until the Fiscal Session.

Residential Centers/Juvenile Detention (394) - This program provides reimbursement to school districts for educational costs associated with disabled and non-disabled students ages 3-21 placed in approved residential psychiatric and drug and alcohol treatment facilities or juvenile detention centers. Community residential treatment facilities are reimbursed through local school districts. When reimbursement requests exceed the available funds, the reimbursements are prorated. Reimbursement is based on the foundation aid rate multiplied by the number of approved beds. This funding contributes to the calculation of Maintenance of Effort to maintain federal funding levels for special education students.

The Base Level Request is \$15,188,254 for each year of the 2017-2019 Biennium.

The Agency requests a Change Level of \$1,156,833 of unfunded appropriation for each year to restore appropriation to the FY17 amount that was budgeted subsequent to the biennial budget process.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation for FY18 only, and defers a recommendation for FY19 until the Fiscal Session.

Consolidation Incentive (421) - These additional funds are provided to schools created as a result of consolidation of existing school districts pursuant to A.C.A. § 6-11-105 and § 6-13-1401. One hundred percent (100%) of the incentive allowance is added to the school district's aid in the first year of consolidation/annexation. In the second year of consolidation/annexation, the district receives fifty percent (50%) of the consolidation/annexation incentive funding granted the previous year. These unrestricted funds may be used at the discretion of the local school district.

The Agency requests a Change Level of \$5,981,400 of unfunded appropriation for each year to restore appropriation for two new consolidations projected for each year, plus the continuation of two consolidations from the previous year. Consolidation Incentive Funds were budgeted subsequent to biennial budget process.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation for FY18 only, and defers a recommendation for FY19 until the Fiscal Session.

Cooperative Education Tech Centers (434) - Technology Coordinators in the Education Service Cooperatives assist local school districts by providing technology training, advising school districts in software/hardware purchases and overseeing technology laboratories. The maximum amount available to the State's fifteen (15) educational cooperatives is set by the State Board of Education. For the 2015-2016 school year the maximum amount was \$75,000.

The Agency requests a Change Level of \$1,200,000 of unfunded appropriation to restore appropriation based on FY17 amounts that were budgeted subsequent to the biennial budget process.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation for FY18 only, and defers a recommendation for FY19 until the Fiscal Session.

Teacher Retirement Matching (437) - This is the employer matching for employees of the Education Service Cooperatives, Vocational Centers, the Model Vocational-Technical Resource Center, Arkansas Easter Seals and the school operated by the Department of Correction as required by Act 229 of 2016 Section 17. The matching rate is currently 14.5% of salaries for all employees.

The Base Level Request is \$6,655,000 for each year of the 2017-2019 Biennium.

The Agency Request is for a Change Level of \$3,469,858 of unfunded appropriation for FY18 and \$3,874,852 of unfunded appropriation for FY19 to restore appropriation to the FY17 amounts that were budgeted subsequent to the biennial budget process; plus 4% estimated growth per year based on projected salary increases and increased employee participation by Arkansas Teacher Retirement System.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation for FY18 only, and defers a recommendation for FY19 until the Fiscal Session.

National Board of Professional Teaching Standards (438) - A.C.A. §6-17-413(a)(1)(A) requires teacher support in three distinct areas related to state support of advanced national teacher certification: bonuses to National Board Certified Teachers (NBCT), participation fees and substitute pay required for candidacy, and a support system for those candidates. The program encourages teachers to seek certification by competitively awarding the \$2,500 application fee and up to three (3) days of substitute teacher pay. An initial bonus of \$5,000 is awarded during the school year in which the teacher first obtains certification, and a yearly bonus of \$5,000 is awarded to teachers in each of years two (2) through ten (10) of the ten year life of the certificate.

The Base Level Request is \$10,438,332 for each year of the 2017-2019 Biennium.

The Agency requests a Change Level of \$4,883,768 for FY18 and \$6,093,768 for FY19 for a projected 550 new teachers with 2,408 renewals in FY18 and 200 new teachers and 3,000 renewals in FY19. Candidate support and support center funding is projected to be \$532,100 for each year of the biennium.

The Executive Recommendation provides for the Agency Request for appropriation and funding of \$4,883,768 for FY18 and appropriation and funding of \$6,093,768 for FY19.

The Legislative Recommendation concurs with the Executive Recommendation for FY18 only, and defers a recommendation for FY19 until the Fiscal Session.

Advanced Placement Incentive (440) - This is to establish advanced placement courses that are easily accessible and will prepare students for admission to, and success in, a postsecondary educational environment. The major aspect to this incentive program is for support for professional development of AP and Pre-AP teachers. Three types of support are provided: A/P summer training for teachers (\$667,000-\$687,000 per year); A/P equipment and material grants to school districts (\$98,000-\$130,000 per year); and Pre-A/P workshops

for teachers (\$25,000-\$36,000 per year).

The Agency Request is for Base Level of \$825,000 for each year of the 2017-2019 Biennium.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation for FY18 only, and defers a recommendation for FY19 until the Fiscal Session.

Criminal Background Checks (444) - This program covers the cost of both state and federal criminal background checks for the first renewal of non-expired licenses for certified personnel. The checks cost \$22 for the State Police check and \$15.75 for the FBI. The program also includes the Child Maltreatment Central Registry check of \$10.

The Agency Request is for Base Level of \$25,000 for each year of the 2017-2019 Biennium.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation for FY18 only, and defers a recommendation for FY19 until the Fiscal Session.

Arkansas Easter Seals (445) - This program funds partially the cost of educational services provided by the Easter Seal Society to children ages 3 to 21 who have orthopedic and/or communicative disorders. This funding reduces the amount local school districts must pay for these educational services and contributes to the calculation of Maintenance of Effort that helps maintain federal funding levels for special education students.

The Agency Request is for Base Level of \$193,113 for each year of the 2017-2019 Biennium.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation for FY18 only, and defers a recommendation for FY19 until the Fiscal Session.

Public School Employee Insurance (446) - This program pays the state contribution for insurance premiums for employees of the Education Service Cooperatives, Vocational Centers, the Model Vocational-Technical Resource Center, Arkansas Easter Seals, and the school operated by the Department of Correction, and \$151 per month for each eligible employee electing to participate in the public school employee health insurance program.

The Agency Request is for Base Level of \$57,373,600 for each year of the 2017-2019 Biennium.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation for FY18 only, and defers a recommendation for FY19 until the Fiscal Session.

School Food Services (447) - This program combined with the Surplus Commodities program provides the State match for the total school food program in local schools. Grants are awarded to school districts based on the number of lunches served. This funding contributes to the Maintenance of Effort calculation for federal funding levels of Child Nutrition programs.

The Agency Request is for \$1,650,000 of unfunded appropriation to restore appropriation to the FY17 amount that was budgeted subsequent to the biennial budget process.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation for FY18 only, and defers a recommendation for FY19 until the Fiscal Session.

Surplus Commodities (450) - The Department of Human Services (DHS) administers the Surplus Commodities Program. School districts currently receive a large share of the commodities. By agreement with DHS, the Department provides funding to supplement transportation costs resulting from delivery of the goods to the school districts. This funding contributes to the Maintenance of Effort calculation for federal funding levels of Child Nutrition programs.

The Base Level Request is \$780,000 for each year of the 2017-2019 Biennium.

The Agency requests a Change Level of \$345,065 of unfunded appropriation for each year to restore appropriation to the FY17 amount that was budgeted subsequent to the biennial budget process.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation for FY18 only, and defers a recommendation for FY19 until the Fiscal Session.

Grants to School Districts (451) - Grants are awarded for educating students in North Arkansas who cannot attend their assigned district because Bull Shoals Lake separates them from their district; which would require a round trip of more than 35 miles to attend their assigned school.

The Agency Request is for Base Level of \$67,856 for each year of the 2017-2019 Biennium.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation for FY18 only, and defers a recommendation for FY19 until the Fiscal Session.

Workers' Compensation (452) - Claims and administrative expenses are paid by a fund transfer to the Miscellaneous Revolving Fund based on the previous year's claims. This appropriation is for claims made before 1994-95 when districts were required by Act 862 of 1993 to provide their own workers' compensation coverage.

The Agency Request is for Base Level of \$450,000 for each year of the 2017-2019 Biennium.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation for FY18 only, and defers a recommendation for FY19 until the Fiscal Session.

School Food - Legislative Audit (454) - This is a fund transfer of up to \$75,000 each year to compensate Legislative Audit for auditing school food funds in the local school districts.

The Agency Request is for Base Level of \$75,000 for each year of the 2017-2019 Biennium.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation for FY18 only, and defers a recommendation for FY19 until the Fiscal Session.

Gifted and Talented (457) - This program provides: (1) salary support for 15 Gifted and Talented supervisors in the Cooperatives; (2) funding for the Arkansas Governor's School; (3) Outstanding Gifted Program Awards at \$3,000 per school district (3 annually); and, (4) an annual contribution to the AGATE (Arkansans for Gifted and Talented Education) Conference.

The Base Level Request is \$1,085,381 for each year of the 2017-2019 Biennium.

The Agency requests a Change Level of \$250,000 of unfunded appropriation for each year to restore appropriation to the FY17 amount that was budgeted subsequent to the biennial budget process.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation for FY18 only, and defers a recommendation for FY19 until the Fiscal Session.

School Worker Defense (458) - This program provides for claims and legal fees for liability suits against school personnel.

The Agency requests a Change Level of \$390,000 of unfunded appropriation for each year to restore appropriation to the FY17 amount that was budgeted subsequent to the biennial budget process.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation for FY18 only, and defers a recommendation for FY19 until the Fiscal Session.

Assessment/End of Level Testing (459) - A.C.A. §6-15-404 requires standards based testing for grades K-12. The ACT Aspire is administered at grades 3-10. Due to savings realized in the restructuring of student assessments and the utilization of the ACT Aspire system, base level funding is sufficient to provide for the projected needs in the 2017-19 biennium despite anticipated growth in the numbers of students being assessed. Advanced Placement exams are included in this appropriation and also awards of up to \$50 to schools for each score of 3 or better on AP exams.

The Agency Request is for Base Level of \$22,250,189 for each year of the 2017-2019 Biennium.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation for FY18 only, and defers a recommendation for FY19 until the Fiscal Session.

Court Ordered Desegregation (460) - This appropriation was established for costs of the Pulaski County School Desegregation Settlement Agreement and the Camden Fairview Desegregation Settlement. The settlement agreement approved in January 2014 set the state's obligation to the school districts at \$65,794,267, for school year 2017-2018, the fourth (4th) and last year of the agreement.

The Agency Request is for Base Level of \$65,794,267 for FY18 and a Change Level decrease of \$65,794,267 for FY19 due to the ending of the settlement agreement in FY18.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation for FY18 only, and defers a recommendation for FY19 until the Fiscal Session.

Teacher of the Year (4HM) - The Arkansas Teacher of the Year award requires the Department of Education to develop a selection process for the award and provides that the teacher shall be placed on administrative leave for the year following his or her selection to assist with improving teaching conditions in the state.

The Agency Request is for Base Level of \$100,000 for each year of the 2017-2019 Biennium.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation for FY18 only, and defers a recommendation for FY19 until the Fiscal Session.

Declining Enrollment (4HN) - School districts with declining enrollment are provided additional funding equal to the difference between the average of the two immediately preceding years' average daily membership and the average daily membership for the previous school year multiplied by Foundation Funding or the special needs isolated funding under A.C.A. § 6-20-604. A school district may receive both declining enrollment funding and special needs isolated funding only if sufficient funding is available.

The Agency Request is for Base Level of \$13,963,389 for each year of the 2017-2019 Biennium.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation for FY18 only, and defers a recommendation for FY19 until the Fiscal Session.

Intervention Block Grants (565) - Grants are provided to local school districts, schools and education cooperatives to encourage parental involvement. The grants support the Smart Start and Smart Step Initiatives by providing the child's first teacher, the parent, with resources that will support literacy and mathematics achievement. These grants are used to encourage parental involvement through these competitions: Arkansas Governor's Quiz Bowl, State History Day Competition, Creativity in Arkansas, State Science Fair, and Arkansas Destination Imagination.

The Base Level Request is \$227,000 for each year of the 2017-2019 Biennium.

The Agency requests a Change Level of \$75,000 of unfunded appropriation for each year to restore appropriation to the FY17 amount that was budgeted subsequent to the biennial budget process and to meet the requirements of Act 229 of 2016 Section 29.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation for FY18 only, and defers a recommendation for FY19 until the Fiscal Session.

Serious Offender Program (566) - Serious Offender Units for juveniles are operated by the Department of Human Services, Division of Youth Services (DYS); but the Department of Education pays the educational costs of those students located in these units through a Memorandum of Understanding (MOU) with DHS. DYS is provided funds based on the average daily attendance of students in the facility. Currently there are Serious Offender Programs (SOP) located in Mansfield, Harrisburg, Lewisville, Dermott, Colt, and Alexander. This funding contributes to the Maintenance of Effort to maintain federal funding levels for special education students.

The Base Level Request is \$1,050,946 for each year of the 2017-2019 Biennium.

The Agency requests a Change Level of \$665,913 of unfunded appropriation for each year to restore appropriation to the FY17 amount budgeted subsequent to the biennial budget process.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation for FY18 only, and defers a recommendation for FY19 until the Fiscal Session.

Coordinated School Health (59V) - This facilitates relationships between schools and communities through collaborative partnerships to provide or improve existing student health services and garner existing local resources.

The Agency Request is for Base Level of \$2,000,000 for each year of the 2017-2019 Biennium.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation for FY18 only, and defers a recommendation for FY19 until the Fiscal Session.

School Facility Joint Use Support (59W) - This program encourages schools to allow use of their indoor and outdoor facilities, by the public and by community members as an accessible and safe environment for community and family physical activity.

The Agency Request is for Base Level of \$500,000 for each year of the 2017-2019 Biennium.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation for FY18 only, and defers a recommendation for FY19 until the Fiscal Session.

Additional Public School Employee Health Insurance (59X) - The Department of Education can to pay up to \$15,000,000 in additional

health insurance contributions for eligible employees electing to participate in the public school employees' health insurance program administered by the State and Public School Life and Health Insurance Board. The Department of Education is authorized to make these payments if 98% of the URT used in the calculation for State Foundation Funding Aid exceeds \$920,731,819.

The Agency Request is for Base Level of \$15,000,000 for each year of the 2017-2019 Biennium.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation for FY18 only, and defers a recommendation for FY19 until the Fiscal Session.

Better Chance Program (652) - This program funds innovative and developmentally appropriate early childhood programs for educationally deprived. These grants are administered by the Division of Child Care and Early Childhood Education of the Department of Human Services to serve educationally deprived children from birth through 5 years, excluding kindergarten. The Arkansas Better Chance for School Success (ABCSS) Program funds programs for educationally deprived children ages 3 and 4. For the 2015-2016 school year, the distribution of funds was based upon \$4,860 per child for classroom based programs and \$1,750 per child for home visit programs.

The Agency Request is for Base Level of \$111,000,000 for each year of the 2017-2019 Biennium.

The Executive Recommendation provides for the Agency Request and additional appropriation and general revenue funding of \$3,000,000 for each year of the 2017-2019 Biennium.

The Legislative Recommendation concurs with the Executive Recommendation for FY18 only, and defers a recommendation for FY19 until the Fiscal Session.

Special Education Services (668) - This program provides extended year summer programs for students with disabilities, provides special education services to foster children who are wards of the State placed in out-of-state residential facilities, and provides funds for the partial reimbursement of special education supervisors. Funding provided to school districts to support the salaries of special education supervisors is based on an established per child per day rate, to the extent funds are available. Funding contributes to the Maintenance of Effort to maintain federal funding levels for special education students.

The Base Level Request is \$1,145,285 for each year of the 2017-2019 Biennium.

The Agency requests a Change Level of \$1,657,242 of unfunded appropriation for each year to restore appropriation to the FY17 amount budgeted subsequent to the biennial budget process.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation for FY18 only, and defers a recommendation for FY19 until the Fiscal Session.

Human Development Center Education Aid (669) - This program provides funding for educational services to the children in the State's Human Development Centers.

The Agency Request is for Base Level of \$526,150 for each year of the 2017-2019 Biennium.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation for FY18 only, and defers a recommendation for FY19 until the Fiscal Session.

Education Service Cooperatives (670) - The fifteen (15) educational cooperatives of the State facilitate sharing of resources and services between local school districts.

The Agency Request is for Base Level of \$6,129,270 for each year of the 2017-2019 Biennium.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation for FY18 only, and defers a recommendation for FY19 until the Fiscal Session.

Early Childhood Special Education (697) - Special education services are provided through local education agencies and Education Service Cooperatives for three to five year old preschool children with disabilities. Funds are provided to Education Service Cooperatives for behavioral intervention services to all community preschool programs as well as coordinate required transition activities for children ages 0 - 2 that will remain in special education as 3 - 5 preschoolers. This program includes the Medicaid state match for preschool programs for physical, occupational, and speech therapy services. This funding contributes to the Maintenance of Effort to maintain federal funding levels for special education students.

The Base Level Request is \$15,623,079 for each year of the 2017-2019 Biennium.

The Agency requests a Change Level of \$1,274,841 of unfunded appropriation for each year to restore appropriation to the FY17 amount budgeted subsequent to the biennial budget process.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation for FY18 only, and defers a recommendation for FY19 until the

Fiscal Session.

Distance Learning (698) -This program provides for the establishment, organization, and administration of a distance learning program designed to improve course offerings available to students throughout the state. The program will demonstrate the efficiency of using distance learning to enhance elementary and secondary education and prepare students for greater success in a postsecondary educational environment.

The Agency Request is for Base Level of \$4,760,000 for each year of the 2017-2019 Biennium.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation for FY18 only, and defers a recommendation for FY19 until the Fiscal Session.

Teacher Licensure/Mentoring (699) - The Arkansas Induction program is for new teachers and administrators. The Induction program provides Pathwise mentoring for support, retention, and professional growth of new educators. Districts receive funding for each mentor who mentors a new teacher or administrator participating in the program. The program is updated to align with the state's new teacher and administrator evaluation systems. Funds are used to pay for development of modules and the content delivery platform. This program funds the Teach for America program, a superintendent/principal evaluation program, grants for the Teacher Excellence Support System (TESS), and the Teacher Cadets for high school students with an interest in the teaching profession.

The Base Level Request is \$5,008,758 for each year of the 2017-2019 Biennium.

The Agency requests a Change Level of \$1,057,000 of unfunded appropriation for each year to restore appropriation to the FY17 amount budgeted subsequent to the biennial budget process and; to allow for implementation of proposed new federal regulations for evaluation of educator preparation programs in the state.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation for FY18 only, and defers a recommendation for FY19 until the Fiscal Session.

School Recognition Program (F81)-This program provides financial awards to outstanding public schools through the Arkansas School Recognition Program.

The Agency Request is for Base Level of \$7,000,000 for each year of the 2017-2019 Biennium.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation for FY18 only, and defers a recommendation for FY19 until the Fiscal Session.

Broadband Facilities Matching Grant Program (M74)-This program provides funds for broadband expansion in Arkansas school districts on a one-to-one state/local matching basis.

The Agency Request is for Base Level of \$1,018,835 for each year of the 2017-2019 Biennium.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation for FY18 only, and defers a recommendation for FY19 until the Fiscal Session.

Enhanced Transportation Funding (N55) - The Senate Committee on Education recommended the creation of a separate supplemental transportation funding program for districts with high transportation costs.

The Executive Recommendation provides for appropriation and funding of \$3,000,000 for each year of the 2017-2019 Biennium.

The Legislative Recommendation concurs with the Executive Recommendation for FY18 only, and defers a recommendation for FY19 until the Fiscal Session.

Open-Enrollment Public Charter School Facilities Funding Aid Program (N68)-This program provides funding to open-enrollment public charter schools for lease, purchase, renovation, repair, construction, restoration, alteration, modification, and operation and maintenance for approved academic facilities.

The Agency requests a Change Level of \$5,000,000 of unfunded appropriation for each year to restore appropriation to the FY17 amount budgeted subsequent to the biennial budget process.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation for FY18 only, and defers a recommendation for FY19 until the Fiscal Session.

Computer Science Initiative (V30) - This initiative furthers computer science education in public schools through recruitment, training, and retention of computer science teachers. It provides professional development in computer science for teachers and administrators to build computer science programs in schools.

The Executive Recommendation provides for appropriation of \$2,500,000 and general improvement funding of \$2,500,000 for each year of the 2017-2019 Biennium.

The Legislative Recommendation concurs with the Executive Recommendation for FY18 only, and defers a recommendation for FY19 until the Fiscal Session.

NSL Matching Grant Program (V33) - This matching grant program provides funds for school districts to provide tutoring services, pre-K programs, and before-and-after-school programs on a one-to-one state/local match.

The Executive Recommendation provides for appropriation and funding of \$4,300,000 for each year of the 2017-2019 Biennium.

The Legislative Recommendation concurs with the Executive Recommendation for FY18 only, and defers a recommendation for FY19 until the Fiscal Session.

Fund Transfers-In each fiscal year, \$11,115,000 is transferred from the Department of Education Public School Fund Account to various entities for the following purposes:

- (1) Act 229 of 2016, Section 22, requires a transfer of \$200,000 during each fiscal year to the University of Arkansas at Little Rock, specifically to provide funding for the Arkansas/STRIVE Program.
- (2) Act 41 of 2016, Section 7, states that "the Director of the Assessment Coordination Department of the State of Arkansas shall certify monthly to the Chief Fiscal Officer of the State, the amount of funding needed each month to pay counties and professional reappraisal companies for the reappraisal of real property as required by law. Upon receipt of such certification the Chief Fiscal Officer of the State shall transfer on his books and those of the State Treasurer 76% of the amounts certified from the Department of Education Public School Fund Account, 16% of the amount certified from the County Aid Fund, and 8% of the amount certified from the Municipal Aid Fund to the Arkansas Real Property Reappraisal Fund." The amount to be transferred from the Public School Fund is projected to be \$10,830,000 in FY17.
- (3) Surety Bond Transfer- This program pays for the surety bond for public school employees. The appropriation is made to the Department of Finance and Administration but paid from the Department of Education Public School Fund. The amount transferred is projected to be \$85,000 in FY17.

Appropriation Summary

Appropriation: PSF - Public School Fund

Funding Sources: JAA - Department of Education Public School Fund

Commitment Item		2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Add Public School Employee Ins	5100004	15,000,000	15,000,000	15,000,000	15,000,000	15,000,000	15,000,000	15,000,000	15,000,000	15,000,000
Better Chance Program	5100004	112,172,433	111,000,000	111,000,000	111,000,000	114,000,000	114,000,000	111,000,000	114,000,000	114,000,000
Broadband Facilities Matching Grant	5100004	0	1,018,835	5,000,000	1,018,835	1,018,835	1,018,835	1,018,835	1,018,835	1,018,835
Declining Enrollment	5100004	14,093,888	13,963,389	13,963,389	13,963,389	13,963,389	13,963,389	13,963,389	13,963,389	13,963,389
Economic Education	5100004	400,000	350,000	400,000	400,000	400,000	400,000	400,000	400,000	400,000
Grants to School Districts	5100004	67,856	67,856	67,856	67,856	67,856	67,856	67,856	67,856	67,856
Inter Baccalaureate Prgm	5100004	0	0	75,000	0	0	0	0	0	0
Intervention Block Grants	5100004	302,000	227,000	302,000	302,000	302,000	302,000	302,000	302,000	302,000
Non-Traditional Licensure	5100004	10,500	50,000	50,000	50,000	50,000	50,000	50,000	50,000	50,000
OE Charter Fac Funding Aid Prg	5100004	4,583,328	0	15,000,000	5,000,000	5,000,000	5,000,000	5,000,000	5,000,000	5,000,000
School Recognition	5100004	6,994,999	7,000,000	10,000,000	7,000,000	7,000,000	7,000,000	7,000,000	7,000,000	7,000,000
Tech Grants	5100004	3,602,640	3,602,678	3,602,678	3,602,678	3,602,678	3,602,678	3,602,678	3,602,678	3,602,678
98% URT Actual Collection Adj	5900046	19,596,517	34,500,000	34,500,000	34,500,000	34,500,000	34,500,000	34,500,000	34,500,000	34,500,000
Advanced Placement Incentive	5900046	824,401	825,000	825,000	825,000	825,000	825,000	825,000	825,000	825,000
Alternative Learning	5900046	24,523,513	25,940,361	25,940,361	25,940,361	26,394,317	26,394,317	25,940,361	26,394,317	26,394,317
AR Easter Seals	5900046	193,113	193,113	193,113	193,113	193,113	193,113	193,113	193,113	193,113
AR Imagination Library	5900046	0	0	500,000	0	0	0	0	0	0
Assessment/End Course Testing	5900046	8,216,355	22,250,189	23,350,681	22,250,189	22,250,189	22,250,189	22,250,189	22,250,189	22,250,189
At Risk	5900046	1,218,086	1,688,530	1,988,530	1,688,530	1,688,530	1,688,530	1,688,530	1,688,530	1,688,530
Bonded Debt Assistance	5900046	14,008,126	28,455,384	28,455,384	28,455,384	28,455,384	28,455,384	28,455,384	28,455,384	28,455,384
Computer Science Initiative	5900046	0	0	0	0	2,500,000	2,500,000	0	2,500,000	2,500,000
Consolidation Incentive	5900046	5,840,794	0	5,868,900	5,981,400	5,981,400	5,981,400	5,981,400	5,981,400	5,981,400
Content & Curriculum	5900046	49,477	50,000	50,000	50,000	50,000	50,000	50,000	50,000	50,000
Content Standards	5900046	152,762	161,000	161,000	161,000	161,000	161,000	161,000	161,000	161,000
Coop Education Tech Centers	5900046	1,131,211	0	1,200,000	1,200,000	1,200,000	1,200,000	1,200,000	1,200,000	1,200,000
Coord School Health	5900046	2,000,000	2,000,000	2,000,000	2,000,000	2,000,000	2,000,000	2,000,000	2,000,000	2,000,000
Court Ordered Desegregation	5900046	65,794,267	65,794,267	65,794,267	65,794,267	65,794,267	65,794,267	0	0	0
Criminal Background Checks	5900046	1,246	25,000	25,000	25,000	25,000	25,000	25,000	25,000	25,000
Dept of Correction	5900046	6,454,524	5,597,675	6,645,135	6,543,752	6,543,752	6,543,752	6,734,451	6,734,451	6,734,451
Distance Learning	5900046	4,753,910	4,760,000	4,760,000	4,760,000	4,760,000	4,760,000	4,760,000	4,760,000	4,760,000
Distance Learning Operations	5900046	7,574,995	7,575,000	7,575,000	7,575,000	7,575,000	7,575,000	7,575,000	7,575,000	7,575,000
Distressed School District Support	5900046	2,291	50,000	50,000	50,000	50,000	50,000	50,000	50,000	50,000
Early Childhood Special Educ	5900046	16,897,920	15,623,079	16,897,920	16,897,920	16,897,920	16,897,920	16,897,920	16,897,920	16,897,920

Commitment Item	2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
	Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Education Service Cooperatives 5900046	6,129,270	6,129,270	6,129,270	6,129,270	6,129,270	6,129,270	6,129,270	6,129,270	6,129,270
English Language Learners 5900046	12,849,045	14,570,430	14,570,430	15,407,669	15,715,105	15,715,105	16,046,507	16,353,943	16,353,943
Enhanced Transportation Funding 5900046	0	0	3,000,000	0	3,000,000	3,000,000	0	3,000,000	3,000,000
General Facilities Funding 5900046	8,100,000	8,100,000	8,100,000	8,100,000	8,100,000	8,100,000	8,100,000	8,100,000	8,100,000
Gifted & Talented 5900046	1,329,338	1,085,381	1,335,381	1,335,381	1,335,381	1,335,381	1,335,381	1,335,381	1,335,381
Human Dev Ctr Education Aid 5900046	526,150	526,150	526,150	526,150	526,150	526,150	526,150	526,150	526,150
Isolated Funding 5900046	2,415,798	7,896,000	7,896,000	7,896,000	7,896,000	7,896,000	7,896,000	7,896,000	7,896,000
Leadership Acdmy-Mstr Principal 5900046	500,000	500,000	500,000	500,000	500,000	500,000	500,000	500,000	500,000
Master Principal Bonus 5900046	175,000	90,000	208,000	208,000	208,000	208,000	208,000	208,000	208,000
National School Lunch 5900046	216,004,020	217,821,143	235,503,568	223,783,349	223,783,349	223,783,349	226,465,557	226,465,557	226,465,557
NSL Matching Grant Program 5900046	0	0	0	0	4,300,000	4,300,000	0	4,300,000	4,300,000
Ntl Bd Prof Teaching Standards 5900046	12,787,612	10,438,332	13,928,542	15,322,100	15,322,100	15,322,100	16,532,100	16,532,100	16,532,100
Positive Youth Development 5900046	0	0	5,000,000	0	0	0	0	0	0
Prof Development Fund 5900046	15,822,239	16,293,119	16,293,119	16,293,119	20,617,836	20,617,836	16,293,119	25,143,702	25,143,702
Public School Employee Ins 5900046	56,456,458	57,373,600	57,373,600	57,373,600	57,373,600	57,373,600	57,373,600	57,373,600	57,373,600
Residential Ctrs/Juv Detention 5900046	16,345,060	15,188,254	16,345,087	16,345,087	16,345,087	16,345,087	16,345,087	16,345,087	16,345,087
School Facility Joint Use 5900046	500,000	500,000	500,000	500,000	500,000	500,000	500,000	500,000	500,000
School Food Services 5900046	1,650,000	0	1,650,000	1,650,000	1,650,000	1,650,000	1,650,000	1,650,000	1,650,000
School Food-Legislative Audit 5900046	75,000	75,000	75,000	75,000	75,000	75,000	75,000	75,000	75,000
School Funding Contingency 5900046	0	0	25,000,000	25,000,000	25,000,000	25,000,000	25,000,000	25,000,000	25,000,000
School Worker Defense 5900046	70,100	0	390,000	390,000	390,000	390,000	390,000	390,000	390,000
Serious Offender 5900046	1,716,859	1,050,946	1,716,859	1,716,859	1,716,859	1,716,859	1,716,859	1,716,859	1,716,859
Smart Start/Smart Step 5900046	11,616,300	10,666,303	11,506,303	10,666,303	10,666,303	10,666,303	10,666,303	10,666,303	10,666,303
Special Ed-Catastrophic 5900046	11,000,000	11,000,000	11,000,000	11,000,000	13,000,000	13,000,000	11,000,000	13,020,000	13,020,000
Special Education Services 5900046	2,797,532	1,145,285	2,802,527	2,802,527	2,802,527	2,802,527	2,802,527	2,802,527	2,802,527
Special Needs Isolated Funding 5900046	8,480,200	3,000,000	3,000,000	3,000,000	3,000,000	3,000,000	3,000,000	3,000,000	3,000,000
State Foundation Funding 5900046	2,003,399,330	2,049,244,838	2,053,194,376	2,053,747,008	2,085,908,817	2,085,908,817	2,067,721,131	2,133,039,396	2,133,039,396
Student Growth 5900046	23,368,013	28,500,000	37,690,144	37,690,144	37,690,144	37,690,144	37,690,144	37,690,144	37,690,144
Supplemental Millage 5900046	10,000,000	10,000,000	10,000,000	10,000,000	10,000,000	10,000,000	10,000,000	10,000,000	10,000,000
Surplus Commodities 5900046	843,799	780,000	1,125,065	1,125,065	1,125,065	1,125,065	1,125,065	1,125,065	1,125,065
Teacher Licensing/Mentoring 5900046	4,272,349	5,008,758	5,065,758	6,065,758	6,065,758	6,065,758	6,065,758	6,065,758	6,065,758
Teacher of the Year 5900046	78,813	100,000	100,000	100,000	100,000	100,000	100,000	100,000	100,000
Teacher Recruitment 5900046	2,099,996	2,100,000	2,100,000	2,100,000	2,100,000	2,100,000	2,100,000	2,100,000	2,100,000
Teacher Retirement Matching 5900046	8,904,625	6,655,000	11,803,550	10,124,858	10,124,858	10,124,858	10,529,852	10,529,852	10,529,852
Tech Improvements 5900046	489,197	500,000	500,000	500,000	500,000	500,000	500,000	500,000	500,000
Workers' Compensation 5900046	160,777	450,000	450,000	450,000	450,000	450,000	450,000	450,000	450,000
Youth Shelters 5900046	165,000	165,000	165,000	165,000	165,000	165,000	165,000	165,000	165,000
Total	2,777,589,032	2,854,721,165	2,967,784,943	2,930,383,921	2,982,431,839	2,982,431,839	2,883,690,516	2,973,440,756	2,973,440,756
Funding Sources									
Fund Balance 4000005	58,300,953	85,641,117		84,622,282	84,622,282	84,622,282	49,126,074	42,326,629	42,326,629
Court Ordered Desegregation 4000180	65,794,267	65,794,267		65,794,267	65,794,267	65,794,267	0	0	0

Funding Sources									
DOE Public School Fund	4000195	2,108,574,003	2,128,335,405	2,144,520,788	2,131,335,405	2,131,335,405	2,163,025,957	2,184,221,850	2,184,221,850
Educational Adequacy Fund	4000210	434,031,542	450,031,542	450,031,542	505,965,398	505,965,398	450,031,542	505,965,398	505,965,398
Educational Excellence Fund	4000220	202,031,412	211,956,116	211,956,116	211,956,116	211,956,116	211,956,116	211,956,116	211,956,116
General Improvement Fund	4000265	0	0	0	2,500,000	2,500,000	0	2,500,000	2,500,000
Miscellaneous Adjustments	4000345	(3,491,575)	0	0	0	0	0	0	0
TANF Transfer	4000478	7,500,000	7,500,000	7,500,000	7,500,000	7,500,000	7,500,000	7,500,000	7,500,000
Trnfr frm DOE Pub School Fund	4000525	(10,946,899)	(11,115,000)	(11,115,000)	(11,115,000)	(11,115,000)	(11,115,000)	(11,115,000)	(11,115,000)
Transit Tax	4000700	1,436,446	1,200,000	1,200,000	1,200,000	1,200,000	1,200,000	1,200,000	1,200,000
Unfunded Appropriation	4000715	0	0	25,000,000	25,000,000	25,000,000	25,000,000	25,000,000	25,000,000
Total Funding		2,863,230,149	2,939,343,447	2,979,509,995	3,024,758,468	3,024,758,468	2,896,724,689	2,969,554,993	2,969,554,993
Excess Appropriation/(Funding)		(85,641,117)	(84,622,282)	(49,126,074)	(42,326,629)	(42,326,629)	(13,034,173)	3,885,763	3,885,763
Grand Total		2,777,589,032	2,854,721,165	2,930,383,921	2,982,431,839	2,982,431,839	2,883,690,516	2,973,440,756	2,973,440,756

Department Appropriation Summary

Historical Data

Agency Request and Executive/Legislative Recommendation

Appropriation	2015-2016		2016-2017		2016-2017		2017-2018						2018-2019					
	Actual	Pos	Budget	Pos	Authorized	Pos	Agency	Pos	Executive	Pos	Legislative	Pos	Agency	Pos	Executive	Pos	Legislative	Pos
127 AETN-Treasury Paying	6,727,399	27	8,385,943	35	8,056,419	35	8,388,540	35	8,226,773	31	8,226,773	31	8,390,243	35	8,228,476	31	8,228,476	31
199 AETN-State Operations	5,479,873	76	5,334,751	74	5,352,733	74	6,601,282	74	5,278,441	73	5,278,441	73	6,512,621	74	5,279,780	73	5,279,780	73
2YX Arkansas Veterans' Initiative	0	0	0	0	181,000	0	115,000	0	115,000	0	115,000	0	115,000	0	115,000	0	115,000	0
Total	12,207,272	103	13,720,694	109	13,590,152	109	15,104,822	109	13,620,214	104	13,620,214	104	15,017,864	109	13,623,256	104	13,623,256	104

Funding Sources		%		%		%		%		%		%		%		%		%	
Fund Balance	4000005	2,587,097	17.8	2,323,014	14.7			2,101,174	12.2	2,101,174	13.3	2,101,174	13.3	2,101,174	12.3	2,262,941	14.2	2,262,941	14.2
General Revenue	4000010	5,293,237	36.4	5,293,237	33.5			6,716,282	39.0	5,278,441	33.5	5,278,441	33.5	6,627,621	38.7	5,279,780	33.1	5,279,780	33.1
Cash Fund	4000045	6,437,213	44.3	8,164,103	51.6			8,388,540	48.8	8,388,540	53.2	8,388,540	53.2	8,390,243	49.0	8,390,243	52.7	8,390,243	52.7
Merit Adjustment Fund	4000055	179,398	1.2	41,514	0.3			0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0
DFA Motor Vehicle Acquisition	4000184	26,103	0.2	0	0.0			0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0
M & R Sales	4000340	7,238	0.0	0	0.0			0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0
Total Funds		14,530,286	100.0	15,821,868	100.0			17,205,996	100.0	15,768,155	100.0	15,768,155	100.0	17,119,038	100.0	15,932,964	100.0	15,932,964	100.0
Excess Appropriation/(Funding)		(2,323,014)		(2,101,174)				(2,101,174)		(2,147,941)		(2,147,941)		(2,101,174)		(2,309,708)		(2,309,708)	
Grand Total		12,207,272		13,720,694				15,104,822		13,620,214		13,620,214		15,017,864		13,623,256		13,623,256	

FY17 Budget exceeds authorized appropriation in AETN-Treasury Paying (127) due to a transfer from the Cash Fund Holding Account. Variance in fund balance is due to unfunded appropriation..

Analysis of Budget Request

Appropriation: 127 - AETN-Treasury Paying

Funding Sources: NET - Cash in Treasury

Arkansas Educational Television receives funding from grants from private foundations, earnings for programs produced from the Agency's studios, and partnerships with various educational entities, state agencies, and private groups.

Base Level Regular Salaries and Personal Services Matching include the continuation of the previously authorized 2017 Salaries and Career Service Payments for eligible employees. Personal Services Matching includes the monthly contribution for State employee's health insurance for a total State match per budgeted employee of \$420 per month. Base Level salaries and matching do not include appropriation for a Cost of Living Adjustment or Merit Pay Increases.

Base Level Request is \$7,771,165 for FY18 and \$7,772,868 for FY19.

The Agency Request is a Change Level increase of \$617,375 for each year as follows:

- Extra Help and Personal Services Matching of \$267,375 to restore appropriation to the FY17 Budget level.
- Professional Fees decrease of \$40,000 through a reallocation of resources to Grants and Aid to meet grant requirements.
- Grants and Aid increase of \$40,000 through a reallocation of resources from Professional Fees to meet grant requirements.
- Capital Outlay of \$350,000, including \$100,000 in IT related software and portal course content licensing for the IDEAS portal and other station operations, under major applications on the IT plan; \$250,000 to maintain the current budget for the IDEAS portal, which provides free professional development training for Arkansas' licensed teachers; and for other projects and grants.

The Executive Recommendation provides for the Agency Request; and subsequent to the Agency's Budget Request, the Office of Personnel Management and Agency personnel evaluated the Agency's position usage and staffing needs. The Executive Recommendation reflects four (4) position reductions based on the personnel evaluations.

Expenditure of appropriation is contingent upon available funding.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: 127 - AETN-Treasury Paying

Funding Sources: NET - Cash in Treasury

Commitment Item		2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Regular Salaries	5010000	954,193	1,326,779	1,273,375	1,328,079	1,211,731	1,211,731	1,329,479	1,213,131	1,213,131
#Positions		27	35	35	35	31	31	35	31	31
Extra Help	5010001	140,630	366,930	118,693	366,930	366,930	366,930	366,930	366,930	366,930
#Extra Help		10	46	46	46	46	46	46	46	46
Personal Services Matching	5010003	383,625	491,718	463,835	493,015	447,596	447,596	493,318	447,899	447,899
Operating Expenses	5020002	4,817,095	5,343,973	5,343,973	5,343,973	5,343,973	5,343,973	5,343,973	5,343,973	5,343,973
Conference & Travel Expenses	5050009	28,520	56,450	56,450	56,450	56,450	56,450	56,450	56,450	56,450
Professional Fees	5060010	113,932	390,093	390,093	350,093	350,093	350,093	350,093	350,093	350,093
Data Processing	5090012	0	0	0	0	0	0	0	0	0
Promotional Items	5090028	12,540	60,000	60,000	60,000	60,000	60,000	60,000	60,000	60,000
Grants and Aid	5100004	0	0	0	40,000	40,000	40,000	40,000	40,000	40,000
Capital Outlay	5120011	276,864	350,000	350,000	350,000	350,000	350,000	350,000	350,000	350,000
Total		6,727,399	8,385,943	8,056,419	8,388,540	8,226,773	8,226,773	8,390,243	8,228,476	8,228,476

Funding Sources										
Fund Balance	4000005	2,587,097	2,323,014		2,101,174	2,101,174	2,101,174	2,101,174	2,262,941	2,262,941
Cash Fund	4000045	6,437,213	8,164,103		8,388,540	8,388,540	8,388,540	8,390,243	8,390,243	8,390,243
DFA Motor Vehicle Acquisition	4000184	26,103	0		0	0	0	0	0	0
Total Funding		9,050,413	10,487,117		10,489,714	10,489,714	10,489,714	10,491,417	10,653,184	10,653,184
Excess Appropriation/(Funding)		(2,323,014)	(2,101,174)		(2,101,174)	(2,262,941)	(2,262,941)	(2,101,174)	(2,424,708)	(2,424,708)
Grand Total		6,727,399	8,385,943		8,388,540	8,226,773	8,226,773	8,390,243	8,228,476	8,228,476

Budget exceeds Authorized Appropriation in Regular Salaries, Extra Help, and Personal Services Matching due to a transfer from the Cash Fund Holding Account.

Analysis of Budget Request

Appropriation: 199 - AETN-State Operations

Funding Sources: EMA - ETV-State Operation

Arkansas Educational Television Network (AETN) is Arkansas' statewide television network. AETN distributes a program of educational and general audience offerings broadcast for all citizens of Arkansas. The network's broadcast is carried from the R. Lee Reaves Center for Educational Telecommunications in Conway. AETN's Second Audio Program (SAP) channel delivers the Arkansas Information Reading Service (AIRS) for the Blind as well as Descriptive Video on selected programs for those who are blind or are visually-impaired. Virtually all programs broadcast on AETN are also closed captioned for the deaf or hearing impaired. This appropriation is used for the infrastructure and operational needs of AETN. Funding is provided by state general revenue.

Base Level Regular Salaries and Personal Services Matching include the continuation of the previously authorized 2017 Salaries and Career Service Payments for eligible employees. Personal Services Matching includes the monthly contribution for State employee's health insurance for a total State match per budgeted employee of \$420 per month. Base Level salaries and matching do not include appropriation for a Cost of Living Adjustment or Merit Pay Increases. The Base Level salary of unclassified positions reflects the FY17 line item maximum plus the previously authorized 2016 1% Cost of Living Adjustment authorized by Act 1007 (3 (B)) of 2015. The Base Level request for Regular Salaries includes board member stipend payments.

The Base Level Request is \$5,321,282 for FY18 and \$5,322,621 for FY19.

The Agency Request is for a Change Level increase of \$1,280,000 for FY18 and \$1,190,000 for FY19 as follows:

- Operating Expenses increase of \$1,230,000 for FY18 and \$1,190,000 for FY19; including maintenance of the agency's operations and distribution system of \$1,050,000 for FY18 and \$1,000,000 for FY19, focusing on an Emergency Management system and Early Childhood and Adult Education ("Fast Forward") programs and; \$230,000 for FY18 and \$190,000 for FY19 to transition to a joint master control operation service with other public media stations for long term cost savings in personnel and equipment maintenance of the agency's current master control operations.
- Capital Outlay increase of \$50,000 for FY18 for equipment maintenance and upgrades.

The Executive Recommendation provides for Base Level; and subsequent to the Agency's Budget Request, the Office of Personnel Management and Agency personnel evaluated the Agency's position usage and ongoing staffing needs. The Executive Recommendation reflects one (1) position reduction based on the personnel evaluations.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: 199 - AETN-State Operations

Funding Sources: EMA - ETV-State Operation

Commitment Item		2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Regular Salaries	5010000	3,753,462	3,644,617	3,646,193	3,631,752	3,600,693	3,600,693	3,632,852	3,601,793	3,601,793
#Positions		76	74	74	74	73	73	74	73	73
Extra Help	5010001	6,379	8,800	8,800	8,800	8,800	8,800	8,800	8,800	8,800
#Extra Help		1	5	5	5	5	5	5	5	5
Personal Services Matching	5010003	1,197,994	1,162,355	1,178,761	1,161,751	1,149,969	1,149,969	1,161,990	1,150,208	1,150,208
Operating Expenses	5020002	520,247	518,979	518,979	1,748,979	518,979	518,979	1,708,979	518,979	518,979
Conference & Travel Expenses	5050009	0	0	0	0	0	0	0	0	0
Professional Fees	5060010	0	0	0	0	0	0	0	0	0
Data Processing	5090012	0	0	0	0	0	0	0	0	0
Capital Outlay	5120011	1,791	0	0	50,000	0	0	0	0	0
Total		5,479,873	5,334,751	5,352,733	6,601,282	5,278,441	5,278,441	6,512,621	5,279,780	5,279,780

Funding Sources										
General Revenue	4000010	5,293,237	5,293,237		6,601,282	5,278,441	5,278,441	6,512,621	5,279,780	5,279,780
Merit Adjustment Fund	4000055	179,398	41,514		0	0	0	0	0	0
M & R Sales	4000340	7,238	0		0	0	0	0	0	0
Total Funding		5,479,873	5,334,751		6,601,282	5,278,441	5,278,441	6,512,621	5,279,780	5,279,780
Excess Appropriation/(Funding)		0	0		0	0	0	0	0	0
Grand Total		5,479,873	5,334,751		6,601,282	5,278,441	5,278,441	6,512,621	5,279,780	5,279,780

FY16 Capital Outlay appropriation and expenditure authorized under ACA § 25-8-106 Marketing and Redistribution of State Personal Property.

Analysis of Budget Request

Appropriation: 2YX - Arkansas Veterans' Initiative

Funding Sources: EMA - ETV-State Operations

This general revenue funded appropriation is used by AETN to design documentaries honoring Arkansas' veterans. AETN is partnering with many organizations to expand their commitment to Arkansas veterans.

Special language in AETN's current appropriation act (Section 7 of Act 139 of 2016) requires the Agency to request the continuation and any increase of this appropriation as a change level request for the 2017-2019 Biennium.

The Agency Request is a Change Level increase of \$115,000 for each year as follows:

- Arkansas Veteran's Initiative increase of \$115,000 to launch a new initiative to expand on the archived oral histories of Arkansas's WWII veterans featuring local on-air production and web services combined with national content and state wide efforts to assist veterans' transition into civilian life. Additionally, AETN, in partnership with other groups, will honor Vietnam era veterans to coincide with Ken Burns' history of the Vietnam War in the fall of 2017 and; to locate as many photos as possible of the 594 Arkansans who lost their lives and are documented on the Vietnam Memorial Wall.

The Executive Recommendation provides for Agency Request, appropriation only.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: 2YX - Arkansas Veterans' Initiative

Funding Sources: EMA - ETV-State Operations

Commitment Item	2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
	Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Arkansas Veterans' Initiative 5900046	0	0	181,000	115,000	115,000	115,000	115,000	115,000	115,000
Total	0	0	181,000	115,000	115,000	115,000	115,000	115,000	115,000

Funding Sources									
General Revenue 4000010	0	0		115,000	0	0	115,000	0	0
Total Funding	0	0		115,000	0	0	115,000	0	0
Excess Appropriation/(Funding)	0	0		0	115,000	115,000	0	115,000	115,000
Grand Total	0	0		115,000	115,000	115,000	115,000	115,000	115,000

Department Appropriation Summary

Historical Data

Agency Request and Executive/Legislative Recommendation

Appropriation	2015-2016		2016-2017		2016-2017		2017-2018						2018-2019					
	Actual	Pos	Budget	Pos	Authorized	Pos	Agency	Pos	Executive	Pos	Legislative	Pos	Agency	Pos	Executive	Pos	Legislative	Pos
436 Nonpartisan General Elections	0	0	1,303,401	0	1,600,000	0	1,600,000	0	1,600,000	0	1,600,000	0	1,600,000	0	1,600,000	0	1,600,000	0
580 Election Commissioners - Operations	578,594	7	600,690	7	638,145	7	604,609	7	604,609	7	604,609	7	604,609	7	604,609	7	604,609	7
581 Election Expenses	2,215,660	0	4,088,377	0	6,340,000	0	6,340,000	0	6,340,000	0	6,340,000	0	6,340,000	0	6,340,000	0	6,340,000	0
Total	2,794,254	7	5,992,468	7	8,578,145	7	8,544,609	7	8,544,609	7	8,544,609	7	8,544,609	7	8,544,609	7	8,544,609	7

Funding Sources		%		%		%		%		%		%		%		%		%
Fund Balance 4000005	1,143,148	18.6	3,340,408	55.7		0.0		0.0		0.0		0.0		0.0		0.0		0.0
General Revenue 4000010	4,724,616	77.0	630,619	10.5		54.9		54.9		54.9		54.9	604,609	21.2	602,909	21.1	602,909	21.1
Budget Stabilization Trust 4000130	0	0.0	2,021,441	33.7		26.4		26.4		26.4		26.4	2,251,623	78.8	2,251,623	78.9	2,251,623	78.9
Judicial Filing Fees 4000320	266,898	4.4	0	0.0		18.7		18.7		18.7		18.7	0	0.0	0	0.0	0	0.0
Total Funds	6,134,662	100.0	5,992,468	100.0		100.0		100.0		100.0		100.0	2,856,232	100.0	2,854,532	100.0	2,854,532	100.0
Excess Appropriation/(Funding)	(3,340,408)		0										5,688,377		5,690,077		5,690,077	
Grand Total	2,794,254		5,992,468										8,544,609		8,544,609		8,544,609	

Analysis of Budget Request

Appropriation: 436 - Nonpartisan General Elections

Funding Sources: MFF - Nonpartisan Filing Fee Fund

Amendment 80, §17 and 18, to the Arkansas Constitution states that Circuit Judges, District Judges, Supreme Court Justices and Court of Appeals Judges be elected on a nonpartisan basis. This amendment went into effect July 2001. Act 1110 of 2013 made the office of the prosecuting attorney a nonpartisan office. Act 1789 of 2001 established the guidelines for the nonpartisan elections and charged the State Board of Election Commissioners with funding nonpartisan general elections and establishing reasonable filing fees for nonpartisan offices. The Board promulgates rules and regulations establishing nonpartisan office filing fees for covering the cost of election expenses paid from this appropriation.

Base Level Request includes appropriation of \$1,600,000 each year of the biennium.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: 436 - Nonpartisan General Elections

Funding Sources: MFF - Nonpartisan Filing Fee Fund

Commitment Item	2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
	Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Grants and Aid 5100004	0	1,303,401	1,600,000	1,600,000	1,600,000	1,600,000	1,600,000	1,600,000	1,600,000
Total	0	1,303,401	1,600,000	1,600,000	1,600,000	1,600,000	1,600,000	1,600,000	1,600,000

Funding Sources									
Fund Balance 4000005	1,036,503	1,303,401		0	0	0	0	0	0
Judicial Filing Fees 4000320	266,898	0		1,600,000	1,600,000	1,600,000	0	0	0
Total Funding	1,303,401	1,303,401		1,600,000	1,600,000	1,600,000	0	0	0
Excess Appropriation/(Funding)	(1,303,401)	0		0	0	0	1,600,000	1,600,000	1,600,000
Grand Total	0	1,303,401		1,600,000	1,600,000	1,600,000	1,600,000	1,600,000	1,600,000

Base Level has been restored to the FY17 authorized amount.
Expenditure of appropriation is contingent upon available funding.

Analysis of Budget Request

Appropriation: 580 - Election Commissioners - Operations

Funding Sources: HUA - Miscellaneous Agencies Fund

The State Board of Election Commissioners is a general revenue funded Agency that administers state supported political party primary and special elections. The seven member Board is comprised of the Secretary of State as Chairperson, two members appointed by the Governor, and one member each appointed by the chair of the state Democratic party, the chair of the state Republican party, the President Pro Tempore of the Arkansas Senate, and the Speaker of the Arkansas House of Representatives. Legislation passed during the 1995 session redefined the duties of the Board and created for the first time a staff and an operating appropriation.

The Board develops resources to educate and assist candidates and county election administrators, develops specialized training programs, conducts and coordinates statewide training of county election commissioners and election officials, monitors compliance by local election authorities with federal and state election laws, investigates complaints of alleged election misconduct and election law violations, and distributes funds to the counties for state-supported political party primary elections, nonpartisan general elections, special primary elections, and statewide special elections.

The responsibilities of the Board have increased each session as a result of legislation passed by the Arkansas General Assembly in an attempt to ensure public confidence in the election process.

Base Level Regular Salaries and Personal Services Matching include the continuation of the previously authorized 2017 Salaries and Career Service Payments for eligible employees. Personal Services Matching includes the monthly contribution for State employee's health insurance for a total State match per budgeted employee of \$420 per month. Base Level salaries and matching do not include appropriation for a Cost of Living Adjustment or Merit Pay Increases.

The Board's Base Level Request includes appropriation of \$602,909 each year of the biennium with seven (7) Regular positions.

The Change Level Request is for \$1,700 in appropriation and general revenue funding each year of the biennium and is summarized as follows:

- Operating Expenses of \$1,700 for increased rent increases.
- Reallocation of \$7,050 in appropriation within general ledger codes in Operating Expenses and Conference and Travel Expenses to more accurately reflect agency expenses.

The Executive Recommendation provides for the Agency Request for appropriation only.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: 580 - Election Commissioners - Operations

Funding Sources: HUA - Miscellaneous Agencies Fund

Commitment Item		2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Regular Salaries	5010000	374,521	368,209	397,259	368,309	368,309	368,309	368,309	368,309	368,309
#Positions		7	7	7	7	7	7	7	7	7
Personal Services Matching	5010003	118,167	116,421	124,826	118,490	118,490	118,490	118,490	118,490	118,490
Operating Expenses	5020002	85,746	108,060	108,060	109,810	109,810	109,810	109,810	109,810	109,810
Conference & Travel Expenses	5050009	160	3,000	3,000	3,000	3,000	3,000	3,000	3,000	3,000
Professional Fees	5060010	0	5,000	5,000	5,000	5,000	5,000	5,000	5,000	5,000
Data Processing	5090012	0	0	0	0	0	0	0	0	0
Capital Outlay	5120011	0	0	0	0	0	0	0	0	0
Total		578,594	600,690	638,145	604,609	604,609	604,609	604,609	604,609	604,609
Funding Sources										
General Revenue	4000010	578,594	600,690		604,609	602,909	602,909	604,609	602,909	602,909
Total Funding		578,594	600,690		604,609	602,909	602,909	604,609	602,909	602,909
Excess Appropriation/(Funding)		0	0		0	1,700	1,700	0	1,700	1,700
Grand Total		578,594	600,690		604,609	604,609	604,609	604,609	604,609	604,609

Analysis of Budget Request

Appropriation: 581 - Election Expenses

Funding Sources: HUA - Miscellaneous Agencies Fund

This general revenue funded appropriation provides reimbursement to the counties for the expenses of state supported political party primary elections, special primary elections, and statewide special elections. This appropriation also covers expenses incurred by the Board to compensate local election administrators for mandatory statewide training attendance, to publish a handbook for candidates running for public office, and to publish educational and training materials to aid county election administrators in conducting elections in compliance with federal and state election laws, pursuant to § 7-4-101, 7-4-107, and 7-4-109.

Base Level includes appropriation of \$6,340,000 each year of the biennium with general revenue funding of \$4,088,377 in the first year only with Special Language authorizing the carry forward of remaining funds between fiscal years. Special Language also authorizes the Chief Financial Officer of the State to transfer funds from the Budget Stabilization Trust Fund to the Board's Miscellaneous Agencies Fund to provide for expenses for any statewide special election or special primary election if any Special Elections are required.

The Total Request includes the following:

	GENERAL REVENUE	BUDGET STABILIZATION TRUST FUND	TOTAL
Training Publications	75,000	0	75,000
Commissioners Training Compensation	30,000	0	30,000
Trainers' Training Compensation	35,000	0	35,000
Preferential Primary (May)	2,500,000	500,000	3,000,000
Primary Runoff (June)	1,448,377	351,623	1,800,000
Statewide Specials/Special Primaries	0	1,400,000	1,400,000
Total	4,088,377	2,251,623	6,340,000

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: 581 - Election Expenses

Funding Sources: HUA - Miscellaneous Agencies Fund

Commitment Item		2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Election Expenses	5900046	2,215,660	4,088,377	6,340,000	6,340,000	6,340,000	6,340,000	6,340,000	6,340,000	6,340,000
Total		2,215,660	4,088,377	6,340,000	6,340,000	6,340,000	6,340,000	6,340,000	6,340,000	6,340,000
Funding Sources										
Fund Balance	4000005	106,645	2,037,007		0	0	0	0	0	0
General Revenue	4000010	4,146,022	29,929		4,088,377	4,088,377	4,088,377	0	0	0
Budget Stabilization Trust	4000130	0	2,021,441		2,251,623	2,251,623	2,251,623	2,251,623	2,251,623	2,251,623
Total Funding		4,252,667	4,088,377		6,340,000	6,340,000	6,340,000	2,251,623	2,251,623	2,251,623
Excess Appropriation/(Funding)		(2,037,007)	0		0	0	0	4,088,377	4,088,377	4,088,377
Grand Total		2,215,660	4,088,377		6,340,000	6,340,000	6,340,000	6,340,000	6,340,000	6,340,000

Special Language authorizes carry forward of funding. Expenditure of appropriation is contingent upon carry forward of available funding from FY17. Base Level appropriation has been restored to the FY17 authorized amount.

Department Appropriation Summary

Historical Data

Agency Request and Executive/Legislative Recommendation

Appropriation	2015-2016		2016-2017		2016-2017		2017-2018					2018-2019						
	Actual	Pos	Budget	Pos	Authorized	Pos	Agency	Pos	Executive	Pos	Legislative	Pos	Agency	Pos	Executive	Pos	Legislative	Pos
1EM Homeland Security	86,288	0	30,000	0	30,000	0	30,000	0	30,000	0	30,000	0	30,000	0	30,000	0	30,000	0
219 State Operations	3,539,924	74	3,781,940	65	3,950,441	68	3,930,815	68	3,835,896	65	3,835,896	65	3,932,425	68	3,837,506	65	3,837,506	65
220 Federal Operations	8,151,892	9	18,220,770	9	34,533,600	9	17,699,042	9	17,699,042	9	17,699,042	9	17,699,166	9	17,699,166	9	17,699,166	9
221 Disaster Relief Grants	15,215,281	2	103,977,545	7	103,953,272	7	103,975,875	7	103,975,875	7	103,975,875	7	103,975,875	7	103,975,875	7	103,975,875	7
38V Emergency Operations Center - Cash	18,046	0	185,571	0	241,972	0	185,571	0	185,571	0	185,571	0	185,571	0	185,571	0	185,571	0
59K ADEM Federal Surplus Property Prgm	1,663,755	17	2,264,081	17	2,253,534	18	2,375,352	18	2,344,571	17	2,344,571	17	2,376,837	18	2,346,056	17	2,346,056	17
613 Hazardous Materials	251,388	2	579,280	1	619,329	1	561,942	1	561,942	1	561,942	1	601,942	1	601,942	1	601,942	1
740 Disaster Relief Trust	0	0	445,000	0	445,000	0	495,000	0	495,000	0	495,000	0	495,000	0	495,000	0	495,000	0
950 Radiological Emergency Response Grants	1,701	0	40,000	0	40,000	0	40,000	0	40,000	0	40,000	0	40,000	0	40,000	0	40,000	0
F65 911 Rural Enhancements	2,913,134	1	3,000,477	1	3,000,000	1	2,993,556	1	2,994,271	1	2,994,271	1	2,993,556	1	2,994,271	1	2,994,271	1
Total	31,841,409	105	132,524,664	100	149,067,148	104	132,287,153	104	132,162,168	100	132,162,168	100	132,330,372	104	132,205,387	100	132,205,387	100

Funding Sources		%		%		%		%		%		%		%		%		%	
Fund Balance	4000005	2,566,788	7.4	2,637,212	2.0			1,491,137	1.1	1,491,137	1.1	1,491,137	1.1	811,948	0.6	842,729	0.6	842,729	0.6
General Revenue	4000010	1,704,107	4.9	1,898,470	1.4			1,972,908	1.5	1,904,969	1.4	1,904,969	1.4	1,973,713	1.5	1,905,774	1.4	1,905,774	1.4
Federal Revenue	4000020	25,373,588	73.6	124,244,885	92.7			123,795,924	93.4	123,727,986	93.5	123,727,986	93.5	123,796,853	93.9	123,728,915	93.9	123,728,915	93.9
Special Revenue	4000030	1,726,815	5.0	2,208,234	1.6			2,208,234	1.7	2,208,234	1.7	2,208,234	1.7	2,208,234	1.7	2,208,234	1.7	2,208,234	1.7
Cash Fund	4000045	3,054,238	8.9	3,027,000	2.3			3,027,000	2.3	3,027,000	2.3	3,027,000	2.3	3,027,000	2.3	3,027,000	2.3	3,027,000	2.3
General Improvement Fund	4000265	52,806	0.2	0	0.0			0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0
M & R Sales	4000340	279	0.0	0	0.0			0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0
Total Funds		34,478,621	100.0	134,015,801	100.0			132,495,203	100.0	132,359,326	100.0	132,359,326	100.0	131,817,748	100.0	131,712,652	100.0	131,712,652	100.0
Excess Appropriation/(Funding)		(2,637,212)		(1,491,137)				(208,050)		(197,158)		(197,158)		512,624		492,735		492,735	
Grand Total		31,841,409		132,524,664				132,287,153		132,162,168		132,162,168		132,330,372		132,205,387		132,205,387	

FY17 Budget exceeds the authorized amount due to salary and matching rate adjustments during the 2015-2017 Biennium in (F65).

FY17 Budget exceeds the authorized amount due to salary adjustments during the 2015-2017 Biennium in (221) and (59K).

Variance in fund balance due to unfunded appropriation in (38V) Emergency Operations Center and (740) Disaster Relief Trust.

Analysis of Budget Request

Appropriation: 1EM - Homeland Security

Funding Sources: HUA - Miscellaneous Agencies Fund

The Department of Emergency Management has been designated by the federal government to be the administrative agency for the State's share of funding under the Homeland Security Act. The Department of Emergency Management is responsible for informing the general public and individuals involved in emergency response activities and implementing the provisions of the Act for Arkansas. This appropriation provides for the program of emergency preparedness services to state agencies and local governments. The program is funded with 75% federal funds and 25% state funds.

The Agency Request is for continuation of Base Level in each year of the biennium.

The Executive Recommendation provides for Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: 1EM - Homeland Security

Funding Sources: HUA - Miscellaneous Agencies Fund

Commitment Item		2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Operating Expenses	5020002	30,000	30,000	30,000	30,000	30,000	30,000	30,000	30,000	30,000
Conference & Travel Expenses	5050009	0	0	0	0	0	0	0	0	0
Professional Fees	5060010	0	0	0	0	0	0	0	0	0
Data Processing	5090012	0	0	0	0	0	0	0	0	0
Capital Outlay	5120011	56,288	0	0	0	0	0	0	0	0
Total		86,288	30,000	30,000	30,000	30,000	30,000	30,000	30,000	30,000

Funding Sources										
General Revenue	4000010	33,482	7,500		7,500	7,500	7,500	7,500	7,500	7,500
Federal Revenue	4000020	0	22,500		22,500	22,500	22,500	22,500	22,500	22,500
General Improvement Fund	4000265	52,806	0		0	0	0	0	0	0
Total Funding		86,288	30,000		30,000	30,000	30,000	30,000	30,000	30,000
Excess Appropriation/(Funding)		0	0		0	0	0	0	0	0
Grand Total		86,288	30,000		30,000	30,000	30,000	30,000	30,000	30,000

FY16 Actual exceeds Authorized in Capital Outlay due to transfer from the Motor Vehicle Acquisition Fund.

Analysis of Budget Request

Appropriation: 219 - State Operations

Funding Sources: HUA - Miscellaneous Agencies Fund

This appropriation represents the State Operations portion of the Department of Emergency Management. The federal government provides matching funds for day-to-day (non-disaster) operation of the Agency.

Operations costs have increased substantially due to the Agency's move to a new state of the art facility in 2007; a facility three (3) times the size of its previous location in Conway.

Going forward, federal Emergency Management Performance Grant ("EMPG") funding will be the Agency's only source of federal funding to cover daily operational costs. The Agency is allocated EMPG funding sufficient to cover the cost of operations, but the EMPG funding carries a fifty percent (50%) State match requirement.

Base Level Regular Salaries and Personal Services Matching include the continuation of the previously authorized 2017 Salaries and Career Service Payments for eligible employees. Personal Services Matching includes the monthly contribution for State employee's health insurance for a total State match per budgeted employee of \$420 per month. Base Level salaries and matching do not include appropriation for a Cost of Living Adjustment or Merit Pay Increases.

The Agency's Change Level requests total appropriation of \$135,878 each year of the biennium, funded with \$49,721 in additional general revenue each year and reflect the following:

- Regular Salaries and Personal Services Matching increases of \$100,878 each year of the biennium for restoration of three (3) positions: one (1) Maintenance Assistant and two (2) Administrative Specialist II. These positions will be used to meet staffing needs of the Agency;
- Overtime of \$25,000 for potential overtime payments due to changes in FLSA law;
- Capital Outlay of \$10,000 to replace the current degrading camera system with a digital system (total cost shared with two other appropriations (220 and 613)). Costs associated with these requests are documented in the Agency's IT Plan.

The Executive Recommendation provides for Agency Request for appropriation only with the exception of the the three (3) position restores and the associated Regular Salaries and Personal Services Matching.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: 219 - State Operations

Funding Sources: HUA - Miscellaneous Agencies Fund

Commitment Item		2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Regular Salaries	5010000	2,223,184	2,391,524	2,460,227	2,456,712	2,392,270	2,392,270	2,458,012	2,393,570	2,393,570
#Positions		74	65	68	68	65	65	68	65	65
Personal Services Matching	5010003	821,086	883,848	898,183	932,535	902,058	902,058	932,845	902,368	902,368
Overtime	5010006	0	0	0	25,000	25,000	25,000	25,000	25,000	25,000
Operating Expenses	5020002	494,478	490,306	555,769	490,306	490,306	490,306	490,306	490,306	490,306
Conference & Travel Expenses	5050009	1,176	11,262	11,262	11,262	11,262	11,262	11,262	11,262	11,262
Professional Fees	5060010	0	5,000	15,000	5,000	5,000	5,000	5,000	5,000	5,000
Data Processing	5090012	0	0	0	0	0	0	0	0	0
Capital Outlay	5120011	0	0	10,000	10,000	10,000	10,000	10,000	10,000	10,000
Total		3,539,924	3,781,940	3,950,441	3,930,815	3,835,896	3,835,896	3,932,425	3,837,506	3,837,506
Funding Sources										
General Revenue	4000010	1,670,625	1,890,970		1,965,408	1,897,469	1,897,469	1,966,213	1,898,274	1,898,274
Federal Revenue	4000020	1,869,020	1,890,970		1,965,407	1,897,469	1,897,469	1,966,212	1,898,274	1,898,274
M & R Sales	4000340	279	0		0	0	0	0	0	0
Total Funding		3,539,924	3,781,940		3,930,815	3,794,938	3,794,938	3,932,425	3,796,548	3,796,548
Excess Appropriation/(Funding)		0	0		0	40,958	40,958	0	40,958	40,958
Grand Total		3,539,924	3,781,940		3,930,815	3,835,896	3,835,896	3,932,425	3,837,506	3,837,506

Analysis of Budget Request

Appropriation: 220 - Federal Operations

Funding Sources: FKA - ADEM Federal

This appropriation represents the Federal Operations portion of the Emergency Services Program. This appropriation is fully funded with federal funds made available by the Federal Emergency Management Agency (FEMA).

Base Level Regular Salaries and Personal Services Matching include the continuation of the previously authorized 2017 Salaries and Career Service Payments for eligible employees. Personal Services Matching includes the monthly contribution for State employee's health insurance for a total State match per budgeted employee of \$420 per month. Base Level salaries and matching do not include appropriation for a Cost of Living Adjustment or Merit Pay Increases.

The Agency's Change Level requests total a net decrease of (\$475,540) in appropriation which reflect the following:

- A reduction in Professional Fees by (\$580,000) due to reduced federal grant needs;
- Capital Outlay of \$104,460 which includes \$20,000 for replacement of the degrading camera system with a digital system (costs shared with 219 and 613), \$17,500 for a signal booster to improve AWIN and cell phone reception in the state emergency operations center (shared with 613), and \$66,960 for the replacement of aging network servers (shared with 221, 613, 59K, and F65). Costs associated with these requests are documented in the Agency's IT Plan.

The Executive Recommendation provides for Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: 220 - Federal Operations

Funding Sources: FKA - ADEM Federal

Commitment Item		2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Regular Salaries	5010000	344,349	354,741	361,117	354,686	354,686	354,686	354,786	354,786	354,786
#Positions		9	9	9	9	9	9	9	9	9
Extra Help	5010001	0	156,438	156,438	156,438	156,438	156,438	156,438	156,438	156,438
#Extra Help		0	6	6	6	6	6	6	6	6
Personal Services Matching	5010003	125,908	146,700	147,554	148,567	148,567	148,567	148,591	148,591	148,591
Overtime	5010006	0	15,000	15,000	15,000	15,000	15,000	15,000	15,000	15,000
Operating Expenses	5020002	497,578	755,207	755,207	755,207	755,207	755,207	755,207	755,207	755,207
Conference & Travel Expenses	5050009	32,360	209,780	209,780	209,780	209,780	209,780	209,780	209,780	209,780
Professional Fees	5060010	78,566	1,080,000	1,080,000	500,000	500,000	500,000	500,000	500,000	500,000
Data Processing	5090012	0	0	0	0	0	0	0	0	0
Grants and Aid	5100004	7,061,130	15,454,904	31,760,504	15,454,904	15,454,904	15,454,904	15,454,904	15,454,904	15,454,904
Capital Outlay	5120011	12,001	48,000	48,000	104,460	104,460	104,460	104,460	104,460	104,460
Total		8,151,892	18,220,770	34,533,600	17,699,042	17,699,042	17,699,042	17,699,166	17,699,166	17,699,166

Funding Sources										
Federal Revenue	4000020	8,151,892	18,220,770		17,699,042	17,699,042	17,699,042	17,699,166	17,699,166	17,699,166
Total Funding		8,151,892	18,220,770		17,699,042	17,699,042	17,699,042	17,699,166	17,699,166	17,699,166
Excess Appropriation/(Funding)		0	0		0	0	0	0	0	0
Grand Total		8,151,892	18,220,770		17,699,042	17,699,042	17,699,042	17,699,166	17,699,166	17,699,166

Analysis of Budget Request

Appropriation: 221 - Disaster Relief Grants

Funding Sources: FMD - ADEM - Disaster Relief Fund

The Federal Disaster Relief Grants program is funded with 100% federal funds. Funding is made available to the State when the President declares a disaster due to natural or man-made causes. This appropriation is for assistance granted to state and local governments and nonprofit organizations in their efforts to restore public facilities after a disaster has occurred.

Base Level Regular Salaries and Personal Services Matching include the continuation of the previously authorized 2017 Salaries and Career Service Payments for eligible employees. Personal Services Matching includes the monthly contribution for State employee's health insurance for a total State match per budgeted employee of \$420 per month. Base Level salaries and matching do not include appropriation for a Cost of Living Adjustment or Merit Pay Increases.

The Agency Change Level request is for appropriation of \$5,580 in both years and reflects the following:

- Capital Outlay of \$5,580 for replacement of the aging network servers (shared with 220, 613, 59K, F65) and to retain a down-grade for Position 22088829 from a C120 ADEM Program Manager to a C119 Grants Coordinator each year. Costs associated with these requests are documented in the Agency's IT Plan;
- Reallocation of \$34,500 from Conference and Travel to Professional fees to better utilize existing appropriation level each year.

The Executive Recommendation provides for Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: 221 - Disaster Relief Grants

Funding Sources: FMD - ADEM - Disaster Relief Fund

Commitment Item		2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Regular Salaries	5010000	238,017	247,587	232,828	247,799	247,799	247,799	247,799	247,799	247,799
#Positions		2	7	7	7	7	7	7	7	7
Extra Help	5010001	40,947	625,751	625,751	625,751	625,751	625,751	625,751	625,751	625,751
#Extra Help		4	13	13	13	13	13	13	13	13
Personal Services Matching	5010003	96,221	186,612	177,098	189,150	189,150	189,150	189,150	189,150	189,150
Overtime	5010006	2,368	175,000	175,000	175,000	175,000	175,000	175,000	175,000	175,000
Operating Expenses	5020002	48,188	120,850	120,850	120,850	120,850	120,850	120,850	120,850	120,850
Conference & Travel Expenses	5050009	16,480	64,500	64,500	30,000	30,000	30,000	30,000	30,000	30,000
Professional Fees	5060010	19,360	200,000	200,000	234,500	234,500	234,500	234,500	234,500	234,500
Data Processing	5090012	0	0	0	0	0	0	0	0	0
Grants and Aid	5100004	14,753,700	102,347,245	102,347,245	102,347,245	102,347,245	102,347,245	102,347,245	102,347,245	102,347,245
Capital Outlay	5120011	0	10,000	10,000	5,580	5,580	5,580	5,580	5,580	5,580
Total		15,215,281	103,977,545	103,953,272	103,975,875	103,975,875	103,975,875	103,975,875	103,975,875	103,975,875

Funding Sources									
Federal Revenue	4000020	15,215,281	103,977,545		103,975,875	103,975,875	103,975,875	103,975,875	103,975,875
Total Funding		15,215,281	103,977,545		103,975,875	103,975,875	103,975,875	103,975,875	103,975,875
Excess Appropriation/(Funding)		0	0		0	0	0	0	0
Grand Total		15,215,281	103,977,545		103,975,875	103,975,875	103,975,875	103,975,875	103,975,875

FY17 Budget amount in Regular Salaries and Personal Services Matching exceeds the authorized amount due to salary adjustments during the 2015-2017 Biennium.

Analysis of Budget Request

Appropriation: 38V - Emergency Operations Center - Cash

Funding Sources: NEM - Sale of Conway EOC - Cash in Treasury

This Cash in Treasury funded appropriation is used to supplement operations and equipment expenses for the new Emergency Operations Center located at Camp Robinson. Funding came from installment payments from the sale of the old Emergency Operations Center in Conway.

The Agency requests to continue Base Level each year of the biennium.

The Executive Recommendation provides for Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: 38V - Emergency Operations Center - Cash

Funding Sources: NEM - Sale of Conway EOC - Cash in Treasury

Commitment Item		2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
EOC Expenses	5900046	18,046	185,571	241,972	185,571	185,571	185,571	185,571	185,571	185,571
Total		18,046	185,571	241,972	185,571	185,571	185,571	185,571	185,571	185,571
Funding Sources										
Fund Balance	4000005	174,480	175,743		2,172	2,172	2,172	0	0	0
Cash Fund	4000045	19,309	12,000		12,000	12,000	12,000	12,000	12,000	12,000
Total Funding		193,789	187,743		14,172	14,172	14,172	12,000	12,000	12,000
Excess Appropriation/(Funding)		(175,743)	(2,172)		171,399	171,399	171,399	173,571	173,571	173,571
Grand Total		18,046	185,571		185,571	185,571	185,571	185,571	185,571	185,571

Expenditure of appropriation is contingent upon available funding.

Analysis of Budget Request

Appropriation: 59K - ADEM Federal Surplus Property Prgm

Funding Sources: MWH - Federal Surplus Property

The Federal Surplus Property program acts as a broker in securing excess property from the federal government. This property is then made available to state and local governmental units as well as certain eligible schools and hospitals. Operating funds are derived from fees charged for services, which consist of the actual transportation fees and handling charges.

Base Level Regular Salaries and Personal Services Matching include the continuation of the previously authorized 2017 Salaries and Career Service Payments for eligible employees. Personal Services Matching includes the monthly contribution for State employee's health insurance for a total State match per budgeted employee of \$420 per month. Base Level salaries and matching do not include appropriation for a Cost of Living Adjustment or Merit Pay Increases.

The Agency Change Level Request is for the appropriation of \$326,740 in each year and reflects the following:

- Restoration of one (1) position that was not budgeted in FY17: one (1) Maintenance Assistant;
- Capital Outlay of \$326,740 for the following:
 - \$210,000 for an over-the-road diesel truck and flatbed trailer;
 - \$16,740 for the share of the replacement cost of the network servers;
 - \$100,000 for energy efficiency upgrades to the administration building at the Federal Surplus Property site and to create break-room area for staff;
 - Costs associated with these requests are documented in the Agency's IT Plan.

The Executive Recommendation provides for Agency Request with the exception of the restoration of one (1) position: Maintenance Assistant.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: 59K - ADEM Federal Surplus Property Prgm

Funding Sources: MWH - Federal Surplus Property

Commitment Item		2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Regular Salaries	5010000	578,981	601,662	591,009	622,849	602,061	602,061	624,049	603,261	603,261
#Positions		17	17	18	18	17	17	18	17	17
Extra Help	5010001	3,288	12,000	12,000	12,000	12,000	12,000	12,000	12,000	12,000
#Extra Help		1	6	6	6	6	6	6	6	6
Personal Services Matching	5010003	229,427	238,125	238,231	251,469	241,476	241,476	251,754	241,761	241,761
Overtime	5010006	25,834	40,000	40,000	40,000	40,000	40,000	40,000	40,000	40,000
Operating Expenses	5020002	784,727	1,092,031	1,092,031	1,092,031	1,092,031	1,092,031	1,092,031	1,092,031	1,092,031
Conference & Travel Expenses	5050009	5,704	15,000	15,000	15,000	15,000	15,000	15,000	15,000	15,000
Professional Fees	5060010	2,580	15,263	15,263	15,263	15,263	15,263	15,263	15,263	15,263
Data Processing	5090012	0	0	0	0	0	0	0	0	0
Capital Outlay	5120011	33,214	250,000	250,000	326,740	326,740	326,740	326,740	326,740	326,740
Total		1,663,755	2,264,081	2,253,534	2,375,352	2,344,571	2,344,571	2,376,837	2,346,056	2,346,056

Funding Sources										
Fund Balance	4000005	970,383	825,124		561,043	561,043	561,043	185,691	216,472	216,472
Special Revenue	4000030	1,518,496	2,000,000		2,000,000	2,000,000	2,000,000	2,000,000	2,000,000	2,000,000
Total Funding		2,488,879	2,825,124		2,561,043	2,561,043	2,561,043	2,185,691	2,216,472	2,216,472
Excess Appropriation/(Funding)		(825,124)	(561,043)		(185,691)	(216,472)	(216,472)	191,146	129,584	129,584
Grand Total		1,663,755	2,264,081		2,375,352	2,344,571	2,344,571	2,376,837	2,346,056	2,346,056

FY17 Budget amount in Regular Salaries exceeds the authorized amount due to salary adjustments during the 2015-2017 Biennium.

Analysis of Budget Request

Appropriation: 613 - Hazardous Materials

Funding Sources: SMH - Hazardous Materials Emerg Mgmt

The State Office of Hazardous Materials Emergency Management, established by Act 634 of 1995 (A.C.A. § 12-84-101 et seq), implements and enacts emergency planning and supports local emergency planning committees in response and recovery actions related to hazardous/toxic accidents occurring within the State. This appropriation is 50% funded from special revenues collected through annual fees levied on owners of hazardous storage facilities throughout the state and 50% federal matching funds. The Agency is using information obtained from inventory reports to compile a database of hazardous material storage which is made available to local authorities.

Base Level Regular Salaries and Personal Services Matching include the continuation of the previously authorized 2017 Salaries and Career Service Payments for eligible employees. Personal Services Matching includes the monthly contribution for State employee's health insurance for a total State match per budgeted employee of \$420 per month. Base Level salaries and matching do not include appropriation for a Cost of Living Adjustment or Merit Pay Increases.

The Agency Change Level request is for appropriation of \$30,290 in FY18 and \$70,290 in FY19 and reflects the following:

- \$2,790 for replacement of network servers each year (shared with 220, 221, 59K, and F65);
- \$10,000 for replacement of the camera system with a digital system each year (shared with 219 and 220);
- \$17,500 for a signal booster to improve AWIN and cell phone reception in the state emergency operations center each year (shared with 220). Costs associated with these requests are documented in the Agency's IT Plan;
- \$40,000 in FY19 for the replacement of a one ton diesel truck needed to pull a trailer containing hazmat equipment used for training first responders throughout the state.

The Executive Recommendation provides for Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: 613 - Hazardous Materials

Funding Sources: SMH - Hazardous Materials Emerg Mgmt

Commitment Item		2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Regular Salaries	5010000	68,563	59,382	87,228	59,382	59,382	59,382	59,382	59,382	59,382
#Positions		2	1	1	1	1	1	1	1	1
Extra Help	5010001	7,292	32,176	32,176	32,176	32,176	32,176	32,176	32,176	32,176
#Extra Help		2	3	3	3	3	3	3	3	3
Personal Services Matching	5010003	29,454	26,492	38,695	26,864	26,864	26,864	26,864	26,864	26,864
Overtime	5010006	0	15,000	15,000	15,000	15,000	15,000	15,000	15,000	15,000
Operating Expenses	5020002	83,517	280,438	280,438	280,438	280,438	280,438	280,438	280,438	280,438
Conference & Travel Expenses	5050009	53,631	82,792	82,792	82,792	82,792	82,792	82,792	82,792	82,792
Professional Fees	5060010	835	25,000	25,000	25,000	25,000	25,000	25,000	25,000	25,000
Data Processing	5090012	0	0	0	0	0	0	0	0	0
Grants and Aid	5100004	0	10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000
Capital Outlay	5120011	8,096	48,000	48,000	30,290	30,290	30,290	70,290	70,290	70,290
Total		251,388	579,280	619,329	561,942	561,942	561,942	601,942	601,942	601,942

Funding Sources										
Fund Balance	4000005	558,479	638,485		386,305	386,305	386,305	151,463	151,463	151,463
Federal Revenue	4000020	137,395	133,100		133,100	133,100	133,100	133,100	133,100	133,100
Special Revenue	4000030	193,999	194,000		194,000	194,000	194,000	194,000	194,000	194,000
Total Funding		889,873	965,585		713,405	713,405	713,405	478,563	478,563	478,563
Excess Appropriation/(Funding)		(638,485)	(386,305)		(151,463)	(151,463)	(151,463)	123,379	123,379	123,379
Grand Total		251,388	579,280		561,942	561,942	561,942	601,942	601,942	601,942

Analysis of Budget Request

Appropriation: 740 - Disaster Relief Trust

Funding Sources: TDR - Disaster Relief Program Trust

The Arkansas Disaster Relief Program provides assistance to victims of state and/or federally declared disasters. These are funds collected through donations and the Arkansas Income Tax Check Off Program established by Act 1181 of 1997 (A.C.A. § 26-51-2502).

The Agency Change Level request is for appropriation of \$50,000 in Grants & Aid each year of the biennium to allow for projected growth in the fund balance.

The Executive Recommendation provides for Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: 740 - Disaster Relief Trust

Funding Sources: TDR - Disaster Relief Program Trust

Commitment Item		2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Grants and Aid	5100004	0	445,000	445,000	495,000	495,000	495,000	495,000	495,000	495,000
Total		0	445,000	445,000	495,000	495,000	495,000	495,000	495,000	495,000

Funding Sources										
Fund Balance	4000005	464,713	479,033		48,267	48,267	48,267	0	0	0
Special Revenue	4000030	14,320	14,234		14,234	14,234	14,234	14,234	14,234	14,234
Total Funding		479,033	493,267		62,501	62,501	62,501	14,234	14,234	14,234
Excess Appropriation/(Funding)		(479,033)	(48,267)		432,499	432,499	432,499	480,766	480,766	480,766
Grand Total		0	445,000		495,000	495,000	495,000	495,000	495,000	495,000

Analysis of Budget Request

Appropriation: 950 - Radiological Emergency Response Grants

Funding Sources: NEM - ADEM Radiological Emergency - Cash in Treasury

This appropriation represents the cash fund of the Department of Emergency Management. Funds deposited into this account are received from the Entergy Corporation to provide for program costs to protect Arkansas citizens from accidental releases of radioactive elements from the nuclear power plant near Russellville.

The Agency Request is for continuation of Base Level each year of the biennium.

The Executive Recommendation provides for Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: 950 - Radiological Emergency Response Grants

Funding Sources: NEM - ADEM Radiological Emergency - Cash in Treasury

Commitment Item		2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Operating Expenses	5020002	1,701	20,500	20,500	20,500	20,500	20,500	20,500	20,500	20,500
Conference & Travel Expenses	5050009	0	19,500	19,500	19,500	19,500	19,500	19,500	19,500	19,500
Professional Fees	5060010	0	0	0	0	0	0	0	0	0
Data Processing	5090012	0	0	0	0	0	0	0	0	0
Capital Outlay	5120011	0	0	0	0	0	0	0	0	0
Total		1,701	40,000	40,000	40,000	40,000	40,000	40,000	40,000	40,000
Funding Sources										
Fund Balance	4000005	130,011	145,544		120,544	120,544	120,544	95,544	95,544	95,544
Cash Fund	4000045	17,234	15,000		15,000	15,000	15,000	15,000	15,000	15,000
Total Funding		147,245	160,544		135,544	135,544	135,544	110,544	110,544	110,544
Excess Appropriation/(Funding)		(145,544)	(120,544)		(95,544)	(95,544)	(95,544)	(70,544)	(70,544)	(70,544)
Grand Total		1,701	40,000		40,000	40,000	40,000	40,000	40,000	40,000

Analysis of Budget Request

Appropriation: F65 - 911 Rural Enhancements

Funding Sources: NEM - Arkansas 911 Rural Enhancement Program - Cash in Treasury

This Cash in Treasury funded appropriation is used for personal services and operating expenses of the Arkansas Department of Emergency Management - Arkansas 911 Rural Enhancement Program. Funds for this appropriation comes from \$3,000,000 fund transfer from Arkansas High Cost Fund (AHCF), established by Act 442 of 2013 (A.C.A § 23-17-404(e)(6)(A)).

Base Level Regular Salaries and Personal Services Matching include the continuation of the previously authorized 2017 Salaries and Career Service Payments for eligible employees. Personal Services Matching includes the monthly contribution for State employee's health insurance for a total State match per budgeted employee of \$420 per month. Base Level salaries and matching do not include appropriation for a Cost of Living Adjustment or Merit Pay Increases.

The Agency Change Level request is for a net appropriation of \$930 which reflects the following:

- Operating Expenses of \$8,000 reallocated each year to offset needs in other commitment items;
- Conference and Travel of \$5,000 to adjust for rising travel costs;
- Overtime of \$3,000 to plan for potential overtime payments due to FLSA law changes;
- Capital Outlay of \$930 to for the replacement of network servers (shared with 220, 221, 613, and 59K). Costs associated with these requests are documented in the Agency's IT Plan.

The Executive Recommendation provides for Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: F65 - 911 Rural Enhancements

Funding Sources: NEM - Arkansas 911 Rual Enhancement Program - Cash in Treasury

Commitment Item		2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Regular Salaries	5010000	31,185	29,838	29,543	29,838	29,838	29,838	29,838	29,838	29,838
#Positions		1	1	1	1	1	1	1	1	1
Personal Services Matching	5010003	12,187	12,003	11,821	12,152	12,867	12,867	12,152	12,867	12,867
Overtime	5010006	0	0	0	3,000	3,000	3,000	3,000	3,000	3,000
Operating Expenses	5020002	865,520	945,636	945,636	937,636	937,636	937,636	937,636	937,636	937,636
Conference & Travel Expenses	5050009	4,242	5,000	5,000	10,000	10,000	10,000	10,000	10,000	10,000
Professional Fees	5060010	0	0	0	0	0	0	0	0	0
Data Processing	5090012	0	0	0	0	0	0	0	0	0
Grants and Aid	5100004	2,000,000	2,000,000	2,000,000	2,000,000	2,000,000	2,000,000	2,000,000	2,000,000	2,000,000
Capital Outlay	5120011	0	8,000	8,000	930	930	930	930	930	930
Total		2,913,134	3,000,477	3,000,000	2,993,556	2,994,271	2,994,271	2,993,556	2,994,271	2,994,271
Funding Sources										
Fund Balance	4000005	268,722	373,283		372,806	372,806	372,806	379,250	379,250	379,250
Cash Fund	4000045	3,017,695	3,000,000		3,000,000	3,000,000	3,000,000	3,000,000	3,000,000	3,000,000
Total Funding		3,286,417	3,373,283		3,372,806	3,372,806	3,372,806	3,379,250	3,379,250	3,379,250
Excess Appropriation/(Funding)		(373,283)	(372,806)		(379,250)	(378,535)	(378,535)	(385,694)	(384,979)	(384,979)
Grand Total		2,913,134	3,000,477		2,993,556	2,994,271	2,994,271	2,993,556	2,994,271	2,994,271

FY17 Budget amount in Regular Salaries and Personal Services Matching exceeds the authorized amount due to salary and matching rate adjustments during the 2015-2017 Biennium.

Department Appropriation Summary

Historical Data

Agency Request and Executive/Legislative Recommendation

Appropriation	2015-2016		2016-2017		2016-2017		2017-2018						2018-2019					
	Actual	Pos	Budget	Pos	Authorized	Pos	Agency	Pos	Executive	Pos	Legislative	Pos	Agency	Pos	Executive	Pos	Legislative	Pos
2TP ADEQ - State Operations	4,633,486	71	5,071,986	73	5,124,666	75	5,161,883	74	5,032,321	71	5,032,321	73	5,168,666	74	5,039,104	71	5,039,104	73
2TQ ADEQ - Federal Operations	5,947,180	86	9,273,035	90	9,822,035	91	9,457,309	93	9,425,060	92	9,425,060	92	9,469,895	93	9,437,646	92	9,437,646	92
2TR Waste Water Licensing	76,259	1	152,130	1	163,597	1	152,215	1	152,215	1	152,215	1	152,215	1	152,215	1	152,215	1
2TS Land Reclamation	0	0	950,000	0	950,000	0	950,000	0	950,000	0	950,000	0	950,000	0	950,000	0	950,000	0
2TT Hazardous Waste Permit Program	1,132,627	17	1,498,067	19	1,486,306	19	1,555,793	20	1,555,793	20	1,555,793	20	1,556,133	20	1,556,133	20	1,556,133	20
2TU Reclamation of Abandoned Mines - State	1,491,456	0	5,700,000	0	5,700,000	0	5,700,000	0	5,700,000	0	5,700,000	0	5,700,000	0	5,700,000	0	5,700,000	0
2TV Surface Coal Mining	0	0	15,000	0	15,000	0	15,000	0	15,000	0	15,000	0	15,000	0	15,000	0	15,000	0
2TW Mining Reclamation	211	0	1,520,000	0	1,520,000	0	1,520,000	0	1,520,000	0	1,520,000	0	1,520,000	0	1,520,000	0	1,520,000	0
2TX Fee Administration	11,472,565	169	13,805,036	175	14,047,551	178	13,570,221	173	13,261,428	165	13,261,428	165	13,574,895	173	13,266,102	165	13,266,102	165
2TY Solid Waste Performance Bonds	1,137,490	0	3,000,000	0	3,000,000	0	3,000,000	0	3,000,000	0	3,000,000	0	3,000,000	0	3,000,000	0	3,000,000	0
2TZ Hazardous Waste Cleanup	561,832	6	8,170,680	6	8,136,024	6	7,736,756	6	7,736,756	6	7,736,756	6	7,736,756	6	7,736,756	6	7,736,756	6
2UA Emergency Response Program	0	0	372,655	0	372,655	0	372,655	0	372,655	0	372,655	0	372,655	0	372,655	0	372,655	0
2UB Asbestos Control Program	440,906	6	490,019	6	491,449	6	490,531	6	490,531	6	490,531	6	390,531	6	390,531	6	390,531	6
2UC Solid Waste Mgmt/Recycling Prog	7,486,652	19	8,484,848	19	8,526,653	19	8,234,283	16	8,234,283	16	8,234,283	16	8,235,219	16	8,235,219	16	8,235,219	16
2UD Reg. Substance Storage Tank	770,760	16	944,053	17	957,691	17	946,459	17	924,632	16	924,632	16	946,707	17	924,880	16	924,880	16
2UE Petroleum Storage Tank Trust	6,280,308	5	21,847,070	5	21,817,788	5	21,848,300	5	21,848,300	5	21,848,300	5	21,849,161	5	21,849,161	5	21,849,161	5
2UF Regulated Storage Tank Program	40,695	0	3,925,000	0	3,925,000	0	3,925,000	0	3,925,000	0	3,925,000	0	3,925,000	0	3,925,000	0	3,925,000	0
2UG Landfill Post Closure Program	2,739,063	4	17,789,782	4	17,791,306	4	17,791,073	4	17,791,073	4	17,791,073	4	17,791,320	4	17,791,320	4	17,791,320	4
2UH Waste Tire Recycling Program	5,313,513	0	6,425,000	0	6,425,000	0	6,425,000	0	6,425,000	0	6,425,000	0	6,425,000	0	6,425,000	0	6,425,000	0
2UJ St Mktg Brd for Recyclables Prog	12,968	0	28,876	0	28,876	0	28,876	0	28,876	0	28,876	0	28,876	0	28,876	0	28,876	0
2UK Environmental Education Program	163,672	1	273,497	1	272,976	1	273,772	1	273,772	1	273,772	1	273,772	1	273,772	1	273,772	1
2UN Small Business Loans	0	0	550,000	0	550,000	0	550,000	0	550,000	0	550,000	0	550,000	0	550,000	0	550,000	0
2UP Sm Bus Revolving Loan Prog Exp	1,553	0	19,660	0	19,660	0	19,660	0	19,660	0	19,660	0	19,660	0	19,660	0	19,660	0
2UQ Performance Partnership Syst Exp	94,142	0	563,000	0	600,000	0	563,000	0	563,000	0	563,000	0	563,000	0	563,000	0	563,000	0
2UR Environmental Settlement Trust	258,188	0	750,000	0	750,000	0	750,000	0	750,000	0	750,000	0	750,000	0	750,000	0	750,000	0
2US Computer/Electronic Recycling	127,233	0	250,000	0	250,000	0	250,000	0	250,000	0	250,000	0	250,000	0	250,000	0	250,000	0
344 PCE Comm Admn Hearing Officer	204,472	2	286,138	2	285,970	2	286,881	2	286,881	2	286,881	2	286,881	2	286,881	2	286,881	2
36A Fee Administration Non-Haz Clean Up	12,395	0	100,000	0	100,000	0	100,000	0	100,000	0	100,000	0	100,000	0	100,000	0	100,000	0
467 PCE Commission Expenses	3,937	0	3,936	0	4,477	0	3,936	0	3,936	0	3,936	0	3,936	0	3,936	0	3,936	0
F72 Performance Bond Fund	0	0	500,000	0	500,000	0	500,000	0	500,000	0	500,000	0	500,000	0	500,000	0	500,000	0
M98 Nonmunicipal Domestic Sewage Treatment	16,700	0	2,100,000	0	2,100,000	0	55,000	0	55,000	0	55,000	0	55,000	0	55,000	0	55,000	0
Total	50,420,263	402	114,859,468	416	115,734,680	422	112,233,603	416	111,741,172	403	111,741,172	405	112,160,278	416	111,667,847	403	111,667,847	405

Funding Sources		%		%		%		%		%		%		%		%	
Fund Balance	4000005	92,539,811	64.0	94,190,108	57.8	48,160,242	41.7	48,160,242	41.8	48,160,242	41.8	30,383,891	31.0	30,714,511	31.3	30,714,511	31.3
General Revenue	4000010	4,256,115	2.9	4,256,114	2.6	4,637,861	4.0	4,508,299	3.9	4,508,299	3.9	4,762,602	4.9	4,633,040	4.7	4,633,040	4.7
Federal Revenue	4000020	7,479,542	5.2	20,418,035	12.5	20,602,309	17.8	20,570,060	17.8	20,570,060	17.8	20,614,895	21.1	20,582,646	21.0	20,582,646	21.0
Special Revenue	4000030	27,551,643	19.1	25,996,138	15.9	25,996,881	22.5	25,996,881	22.5	25,996,881	22.5	25,996,881	26.6	25,996,881	26.5	25,996,881	26.5
Non-Revenue Receipts	4000040	501,059	0.3	415,000	0.3	410,000	0.4	410,000	0.4	410,000	0.4	410,000	0.4	410,000	0.4	410,000	0.4
Trust Fund	4000050	3,239,382	2.2	5,322,655	3.3	3,257,655	2.8	3,257,655	2.8	3,257,655	2.8	3,257,655	3.3	3,257,655	3.3	3,257,655	3.3
Bond Forfeitures	4000120	1,137,490	0.8	3,950,000	2.4	3,950,000	3.4	3,950,000	3.4	3,950,000	3.4	3,950,000	4.0	3,950,000	4.0	3,950,000	4.0
Interest	4000300	38,109	0.0	50,660	0.0	50,660	0.0	50,660	0.0	50,660	0.0	50,660	0.1	50,660	0.1	50,660	0.1
Loan Repayment	4000330	0	0.0	550,000	0.3	550,000	0.5	550,000	0.5	550,000	0.5	550,000	0.6	550,000	0.6	550,000	0.6
M & R Sales	4000340	74,082	0.1	110,000	0.1	110,000	0.1	110,000	0.1	110,000	0.1	110,000	0.1	110,000	0.1	110,000	0.1
Other	4000370	7,793,138	5.4	7,761,000	4.8	7,776,000	6.7	7,776,000	6.7	7,776,000	6.7	7,776,000	7.9	7,776,000	7.9	7,776,000	7.9
Total Funds		144,610,371	100.0	163,019,710	100.0	115,501,608	100.0	115,339,797	100.0	115,339,797	100.0	97,862,584	100.0	98,031,393	100.0	98,031,393	100.0
Excess Appropriation/(Funding)		(94,190,108)		(48,160,242)		(3,268,005)		(3,598,625)		(3,598,625)		14,297,694		13,636,454		13,636,454	
Grand Total		50,420,263		114,859,468		112,233,603		111,741,172		111,741,172		112,160,278		111,667,847		111,667,847	

Budgeted exceeds Authorized in (2TZ) Hazardous Waste Cleanup, (2UE) Petroleum Storage Tank Trust, (2UK) Environmental, and (344) PCE Comm Admn Hearing Officer due to salary and matching rate adjustments during the 2015-2017 Biennium.

Variance in fund balance is due to unfunded appropriation in (2TZ) Hazardous Waste Cleanup, (2UE) Petroleum Storage Tank Trust, (2UG) Landfill Post Closure Program, (2UH) Waste Tire Recycling Program, (2UK) Environmental Education Program, (2UQ) Performance Partnership Syst Exp, and (2US) Computer/Electronic Recycling.

Analysis of Budget Request

Appropriation: 2TP - ADEQ - State Operations

Funding Sources: HMA - ADEQ Fund

The Agency utilizes this appropriation for the general operations of various programs and for matching of federal grants. This appropriation is funded by general revenue, and other non-revenue receipt deposits along with contributions from other agencies.

ADEQ is charged with the duty to issue permits to prevent the discharge of wastes into waters of the state. In conjunction with drilling activities, the Agency issues permits for land application activities, reserve pits, and storage facilities associated with salt-water injection wells. The Agency also performs site inspections and responds to citizen complaints.

Base Level Regular Salaries and Personal Services Matching include the continuation of the previously authorized 2017 Salaries and Career Service Payments for eligible employees. Personal Services Matching includes the monthly contribution for State employee's health insurance for a total State match per budgeted employee of \$420 per month. Base Level salaries and matching do not include appropriation for a Cost of Living Adjustment or Merit Pay Increases. The Base Level salary of unclassified positions reflects the FY17 line item maximum plus the previously authorized 2016 1% Cost of Living Adjustment authorized by Act 1007 (3 (B)) of 2015.

The Agency Request is for Base Level of \$5,161,883 for FY18 and \$5,168,666 for FY19 with \$4,633,925 in FY18 and \$4,818,666 in FY19 in general revenue funding.

Subsequent to Agency's initial Budget Request, the Office of Personnel Management and Agency personnel evaluated the Agency's position usage and ongoing staffing needs. The Executive Recommendation, in addition to providing for the Agency Request, reflects the reduction of one (1) ADEQ Enforcement Coordinator (C120), one (1) ADEQ Inspector (C118), and one (1) Administrative Specialist II (C109) position based on the personnel evaluation and the reduction of General Revenue Funding of \$129,562 each year of the biennium.

The Legislative Recommendation concurs with the Executive Recommendation in addition to adding one (1) Director of Enterprise Services position and one (1) Chief Fiscal Officer position.

Appropriation Summary

Appropriation: 2TP - ADEQ - State Operations

Funding Sources: HMA - ADEQ Fund

Commitment Item		2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Regular Salaries	5010000	3,170,863	3,498,962	3,537,581	3,552,679	3,459,659	3,459,659	3,557,835	3,464,815	3,464,815
#Positions		71	73	75	74	71	73	74	71	73
Extra Help	5010001	0	25,674	25,674	25,674	25,674	25,674	25,674	25,674	25,674
#Extra Help		0	2	2	2	2	2	2	2	2
Personal Services Matching	5010003	1,072,268	1,157,952	1,172,013	1,194,132	1,157,590	1,157,590	1,195,759	1,159,217	1,159,217
Operating Expenses	5020002	354,139	353,183	353,183	353,183	353,183	353,183	353,183	353,183	353,183
Conference & Travel Expenses	5050009	32,116	32,115	32,115	32,115	32,115	32,115	32,115	32,115	32,115
Professional Fees	5060010	4,100	4,100	4,100	4,100	4,100	4,100	4,100	4,100	4,100
Data Processing	5090012	0	0	0	0	0	0	0	0	0
Capital Outlay	5120011	0	0	0	0	0	0	0	0	0
Total		4,633,486	5,071,986	5,124,666	5,161,883	5,032,321	5,032,321	5,168,666	5,039,104	5,039,104

Funding Sources										
Fund Balance	4000005	403,015	522,766		117,958	117,958	117,958	0	0	0
General Revenue	4000010	4,252,178	4,252,178		4,633,925	4,504,363	4,504,363	4,758,666	4,629,104	4,629,104
Non-Revenue Receipts	4000040	501,059	415,000		410,000	410,000	410,000	410,000	410,000	410,000
Total Funding		5,156,252	5,189,944		5,161,883	5,032,321	5,032,321	5,168,666	5,039,104	5,039,104
Excess Appropriation/(Funding)		(522,766)	(117,958)		0	0	0	0	0	0
Grand Total		4,633,486	5,071,986		5,161,883	5,032,321	5,032,321	5,168,666	5,039,104	5,039,104

Base Level positions exceeds Budget Number of Positions due to the transfer of Base Level position from (2TX) Fee Administration..

Analysis of Budget Request

Appropriation: 2TQ - ADEQ - Federal Operations

Funding Sources: FYP - Federal Funds

ADEQ utilizes this appropriation for the federal portion of program activities. Federal funding is received from the Environmental Protection Agency (EPA) and the US Department of Interior. The Agency operates under the grants with varying amounts of state matching requirements.

Base Level Regular Salaries and Personal Services Matching include the continuation of the previously authorized 2017 Salaries and Career Service Payments for eligible employees. Personal Services Matching includes the monthly contribution for State employee's health insurance for a total State match per budgeted employee of \$420 per month. Base Level salaries and matching do not include appropriation for a Cost of Living Adjustment or Merit Pay Increases.

Base Level is \$9,187,309 in FY18 and \$9,189,895 in FY19.

The Agency's Change Level requests totaling \$270,000 in FY18 and \$280,000 in FY19 reflect the following:

- Reallocation of \$20,000 Conference & Travel Expenses and \$79,000 Professional Fees to Grants and Aid and Operating Expenses to align with Agency needs.
- Capital Outlay increase of \$270,000 in FY18 and \$280,000 in FY19 to replace equipment and vehicles.

Subsequent to Agency's initial Budget Request, the Office of Personnel Management and Agency personnel evaluated the Agency's position usage and ongoing staffing needs. The Executive Recommendation, in addition to providing for the Agency Request, reflects the reduction of one (1) Chemist (C117) position based on the personnel evaluation.

The Executive Recommendation provides for the Agency Request for Capital Outlay to replace aging, high mileage vehicles in accordance with A.C.A. §22-8-201 et seq., Automobile and Pickup Truck Acquisition Act, which establishes guidelines for automobile replacement.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: 2TQ - ADEQ - Federal Operations

Funding Sources: FYP - Federal Funds

Commitment Item		2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Regular Salaries	5010000	3,566,364	3,900,933	4,321,805	4,091,654	4,059,405	4,059,405	4,093,754	4,061,505	4,061,505
#Positions		86	90	91	93	92	92	93	92	92
Extra Help	5010001	6,953	148,585	148,585	148,585	148,585	148,585	148,585	148,585	148,585
#Extra Help		3	62	62	62	62	62	62	62	62
Personal Services Matching	5010003	1,264,216	1,340,680	1,468,808	1,420,483	1,420,483	1,420,483	1,420,969	1,420,969	1,420,969
Operating Expenses	5020002	779,036	1,740,060	1,740,060	1,789,060	1,789,060	1,789,060	1,789,060	1,789,060	1,789,060
Conference & Travel Expenses	5050009	36,654	231,126	231,126	211,126	211,126	211,126	211,126	211,126	211,126
Professional Fees	5060010	75,307	755,401	755,401	676,401	676,401	676,401	676,401	676,401	676,401
Data Processing	5090012	0	0	0	0	0	0	0	0	0
Grants and Aid	5100004	136,269	400,000	400,000	450,000	450,000	450,000	450,000	450,000	450,000
Capital Outlay	5120011	82,381	756,250	756,250	670,000	670,000	670,000	680,000	680,000	680,000
Total		5,947,180	9,273,035	9,822,035	9,457,309	9,425,060	9,425,060	9,469,895	9,437,646	9,437,646

Funding Sources										
Federal Revenue	4000020	5,947,180	9,273,035		9,457,309	9,425,060	9,425,060	9,469,895	9,437,646	9,437,646
Total Funding		5,947,180	9,273,035		9,457,309	9,425,060	9,425,060	9,469,895	9,437,646	9,437,646
Excess Appropriation/(Funding)		0	0		0	0	0	0	0	0
Grand Total		5,947,180	9,273,035		9,457,309	9,425,060	9,425,060	9,469,895	9,437,646	9,437,646

Base Level positions exceeds Budget Number of Positions due to the transfer of Base Level positions from (2TX) Fee Administration.

Analysis of Budget Request

Appropriation: 2TR - Waste Water Licensing

Funding Sources: MWW - Waste Water Licensing Fund

This appropriation is utilized to operate the Waste Water Licensing Program. Pursuant to A.C.A. §8-5-209, funding is derived from licensing fees collected from wastewater treatment plant operations.

Base Level Regular Salaries and Personal Services Matching include the continuation of the previously authorized 2017 Salaries and Career Service Payments for eligible employees. Personal Services Matching includes the monthly contribution for State employee's health insurance for a total State match per budgeted employee of \$420 per month. Base Level salaries and matching do not include appropriation for a Cost of Living Adjustment or Merit Pay Increases.

Agency Request is for Base Level of \$152,215 each year of the biennium.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: 2TR - Waste Water Licensing

Funding Sources: MWW - Waste Water Licensing Fund

Commitment Item		2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Regular Salaries	5010000	50,778	52,316	61,547	52,137	52,137	52,137	52,137	52,137	52,137
#Positions		1	1	1	1	1	1	1	1	1
Personal Services Matching	5010003	17,998	18,093	20,329	18,357	18,357	18,357	18,357	18,357	18,357
Operating Expenses	5020002	7,018	26,632	26,632	26,632	26,632	26,632	26,632	26,632	26,632
Conference & Travel Expenses	5050009	465	5,089	5,089	5,089	5,089	5,089	5,089	5,089	5,089
Professional Fees	5060010	0	50,000	50,000	50,000	50,000	50,000	50,000	50,000	50,000
Data Processing	5090012	0	0	0	0	0	0	0	0	0
Capital Outlay	5120011	0	0	0	0	0	0	0	0	0
Total		76,259	152,130	163,597	152,215	152,215	152,215	152,215	152,215	152,215
Funding Sources										
Fund Balance	4000005	442,136	477,300		425,170	425,170	425,170	372,955	372,955	372,955
Special Revenue	4000030	111,423	100,000		100,000	100,000	100,000	100,000	100,000	100,000
Total Funding		553,559	577,300		525,170	525,170	525,170	472,955	472,955	472,955
Excess Appropriation/(Funding)		(477,300)	(425,170)		(372,955)	(372,955)	(372,955)	(320,740)	(320,740)	(320,740)
Grand Total		76,259	152,130		152,215	152,215	152,215	152,215	152,215	152,215

Analysis of Budget Request

Appropriation: 2TS - Land Reclamation

Funding Sources: TLR - Land Reclamation Fund

The Agency utilizes this appropriation for Reclamation Projects, which would be funded by bond forfeitures on non-coal activities, such as sand and gravel (A.C.A. §15-57-319). Bonds are required on land to be mined in the event the land is not reclaimed to the specifications of the Department of Environmental Quality.

Agency Request is for Base Level of \$950,000 each year of the biennium.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: 2TS - Land Reclamation

Funding Sources: TLR - Land Reclamation Fund

Commitment Item	2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
	Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Reclamation Contracts 5900043	0	950,000	950,000	950,000	950,000	950,000	950,000	950,000	950,000
Total	0	950,000	950,000	950,000	950,000	950,000	950,000	950,000	950,000

Funding Sources									
Bond Forfeitures 4000120	0	950,000		950,000	950,000	950,000	950,000	950,000	950,000
Total Funding	0	950,000		950,000	950,000	950,000	950,000	950,000	950,000
Excess Appropriation/(Funding)	0	0		0	0	0	0	0	0
Grand Total	0	950,000		950,000	950,000	950,000	950,000	950,000	950,000

Analysis of Budget Request

Appropriation: 2TT - Hazardous Waste Permit Program

Funding Sources: SHW - Hazardous Waste Permit Fund

This appropriation is used to operate the Hazardous Waste Permit Program. Fees were established to recover the costs of processing permit applications and permit renewal proceedings; on-site inspections and monitoring; the certification of personnel to operate hazardous waste treatment, storage, or disposal facilities; and other departmental activities to assure that generators of hazardous waste and facilities are complying with current law (A.C.A. §19-6-434).

Base Level Regular Salaries and Personal Services Matching include the continuation of the previously authorized 2017 Salaries and Career Service Payments for eligible employees. Personal Services Matching includes the monthly contribution for State employee's health insurance for a total State match per budgeted employee of \$420 per month. Base Level salaries and matching do not include appropriation for a Cost of Living Adjustment or Merit Pay Increases.

Base Level is \$1,535,793 in FY18 and \$1,536,133 in FY19.

The Agency's Change level request of \$20,000 each year reflects the following:

- Increase of \$25,000 in Capital Outlay for replacement vehicles.
- Reduction totaling (\$20,000) in Operating Expenses (\$15,000) and Professional Fees (\$5,000) to offset increases in Capital Outlay request.
- Technology increase of \$15,000 for smart board purchase. This request is located in the Agency's IT Plan.

In addition to the Agency's Change level request, the Executive Recommendation provides for the Agency Request for Capital Outlay to replace aging, high mileage vehicles in accordance with A.C.A. §22-8-201 et seq., Automobile and Pickup Truck Acquisition Act, which establishes guidelines for automobile replacement.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: 2TT - Hazardous Waste Permit Program

Funding Sources: SHW - Hazardous Waste Permit Fund

Commitment Item		2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Regular Salaries	5010000	774,281	872,030	867,200	911,089	911,089	911,089	911,339	911,339	911,339
#Positions		17	19	19	20	20	20	20	20	20
Extra Help	5010001	0	15,795	15,795	15,795	15,795	15,795	15,795	15,795	15,795
#Extra Help		0	1	1	1	1	1	1	1	1
Personal Services Matching	5010003	257,733	290,988	284,057	309,655	309,655	309,655	309,745	309,745	309,745
Overtime	5010006	0	1,250	1,250	1,250	1,250	1,250	1,250	1,250	1,250
Operating Expenses	5020002	91,171	197,304	197,304	182,304	182,304	182,304	197,304	197,304	197,304
Conference & Travel Expenses	5050009	7,967	47,700	47,700	47,700	47,700	47,700	47,700	47,700	47,700
Professional Fees	5060010	1,475	53,000	53,000	48,000	48,000	48,000	48,000	48,000	48,000
Data Processing	5090012	0	0	0	0	0	0	0	0	0
Capital Outlay	5120011	0	20,000	20,000	40,000	40,000	40,000	25,000	25,000	25,000
Total		1,132,627	1,498,067	1,486,306	1,555,793	1,555,793	1,555,793	1,556,133	1,556,133	1,556,133

Funding Sources										
Fund Balance	4000005	4,240,979	4,567,056		4,443,989	4,443,989	4,443,989	4,263,196	4,263,196	4,263,196
Special Revenue	4000030	1,272,002	1,200,000		1,200,000	1,200,000	1,200,000	1,200,000	1,200,000	1,200,000
Other	4000370	186,702	175,000		175,000	175,000	175,000	175,000	175,000	175,000
Total Funding		5,699,683	5,942,056		5,818,989	5,818,989	5,818,989	5,638,196	5,638,196	5,638,196
Excess Appropriation/(Funding)		(4,567,056)	(4,443,989)		(4,263,196)	(4,263,196)	(4,263,196)	(4,082,063)	(4,082,063)	(4,082,063)
Grand Total		1,132,627	1,498,067		1,555,793	1,555,793	1,555,793	1,556,133	1,556,133	1,556,133

Base Level positions exceeds Budget Number of Positions due to the transfer of Base Level position from (2TX) Fee Administration.

FY17 Budget amount in Regular Salaries and Personal Services Matching exceeds the authorized amount due to salary and matching rate adjustments during the 2015-2017 Biennium.

Analysis of Budget Request

Appropriation: 2TU - Reclamation of Abandoned Mines - State

Funding Sources: MAE - Abandoned Mine Reclamation Fund

The Agency utilizes this appropriation for bond forfeitures on coal or lignite mined lands. When mine land in Arkansas is cut for coal or lignite, a bond must be put up in the amount agreed upon by the Agency for reclamation of the area. In the event reclamation efforts fail, the bond is forfeited and the Agency is responsible for contracting for the reclamation work. The Mining Reclamation Fund may only be used to accomplish reclamation of land covered by forfeitures of performance bonds.

Agency Request is for Base Level of \$5,700,000 each year of the biennium.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: 2TU - Reclamation of Abandoned Mines - State

Funding Sources: MAE - Abandoned Mine Reclamation Fund

Commitment Item	2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
	Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Abandoned Mine Reclamation Contr.5900043	1,491,456	5,700,000	5,700,000	5,700,000	5,700,000	5,700,000	5,700,000	5,700,000	5,700,000
Total	1,491,456	5,700,000	5,700,000	5,700,000	5,700,000	5,700,000	5,700,000	5,700,000	5,700,000

Funding Sources									
Federal Revenue	4000020	1,491,456	5,700,000		5,700,000	5,700,000	5,700,000	5,700,000	5,700,000
Total Funding		1,491,456	5,700,000		5,700,000	5,700,000	5,700,000	5,700,000	5,700,000
Excess Appropriation/(Funding)		0	0		0	0	0	0	0
Grand Total		1,491,456	5,700,000		5,700,000	5,700,000	5,700,000	5,700,000	5,700,000

Analysis of Budget Request

Appropriation: 2TV - Surface Coal Mining

Funding Sources: MAF - Surface Coal Mining Operation Fund

The Agency utilizes this appropriation to administer and enforce the Arkansas Surface Coal Mining Reclamation Code. Pursuant to A.C.A. § 15-58-508, permit fees collected from coal and lignite-mining operations fund the appropriation.

Agency Request is for Base Level of \$15,000 each year of the biennium.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: 2TV - Surface Coal Mining

Funding Sources: MAF - Surface Coal Mining Operation Fund

Commitment Item		2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Operating Expenses	5020002	0	15,000	15,000	15,000	15,000	15,000	15,000	15,000	15,000
Conference & Travel Expenses	5050009	0	0	0	0	0	0	0	0	0
Professional Fees	5060010	0	0	0	0	0	0	0	0	0
Data Processing	5090012	0	0	0	0	0	0	0	0	0
Capital Outlay	5120011	0	0	0	0	0	0	0	0	0
Total		0	15,000	15,000	15,000	15,000	15,000	15,000	15,000	15,000
Funding Sources										
Fund Balance	4000005	109,772	110,772		96,772	96,772	96,772	82,772	82,772	82,772
Other	4000370	1,000	1,000		1,000	1,000	1,000	1,000	1,000	1,000
Total Funding		110,772	111,772		97,772	97,772	97,772	83,772	83,772	83,772
Excess Appropriation/(Funding)		(110,772)	(96,772)		(82,772)	(82,772)	(82,772)	(68,772)	(68,772)	(68,772)
Grand Total		0	15,000		15,000	15,000	15,000	15,000	15,000	15,000

Analysis of Budget Request

Appropriation: 2TW - Mining Reclamation

Funding Sources: TMA - Mine Reclamation Trust Fund

The Agency utilizes this appropriation for bond forfeitures on coal or lignite mined lands. When mine land in Arkansas is cut for coal or lignite, a bond must be put up in the amount agreed upon by the Agency for reclamation of the area. In the event reclamation efforts fail, the bond is forfeited and the Agency is responsible for contracting for the reclamation work. The Mining Reclamation Fund may only be used to accomplish reclamation of land covered by forfeitures of performance bonds.

Agency Request is for Base Level of \$1,520,000 each year of the biennium.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: 2TW - Mining Reclamation

Funding Sources: TMA - Mine Reclamation Trust Fund

Commitment Item	2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
	Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Mining Reclamation Contractual Ser.5900043	211	1,520,000	1,520,000	1,520,000	1,520,000	1,520,000	1,520,000	1,520,000	1,520,000
Total	211	1,520,000	1,520,000	1,520,000	1,520,000	1,520,000	1,520,000	1,520,000	1,520,000

Funding Sources									
Federal Revenue	4000020	211	1,520,000		1,520,000	1,520,000	1,520,000	1,520,000	1,520,000
Total Funding		211	1,520,000		1,520,000	1,520,000	1,520,000	1,520,000	1,520,000
Excess Appropriation/(Funding)		0	0		0	0	0	0	0
Grand Total		211	1,520,000		1,520,000	1,520,000	1,520,000	1,520,000	1,520,000

Analysis of Budget Request

Appropriation: 2TX - Fee Administration

Funding Sources: TPE - ADEQ Fee Trust Fund

Act 817 of 1983 (A.C.A. §8-1-103), as amended, authorized the Agency to establish and collect permit fees for Air, Water, and Solid Waste permitting, monitoring and inspecting activities. During the 79th General Assembly, various limits on permits were included, with the Agency revising the rate structures. The fees, as established by the Agency in accordance with stipulations set out in the Act, were increased effective in October of 1993. Further, the Federal Clean Air Act has required a permit fee system to cover the costs of compliance with this law.

Base Level Regular Salaries and Personal Services Matching include the continuation of the previously authorized 2017 Salaries and Career Service Payments for eligible employees. Personal Services Matching includes the monthly contribution for State employee's health insurance for a total State match per budgeted employee of \$420 per month. Base Level salaries and matching do not include appropriation for a Cost of Living Adjustment or Merit Pay Increases.

Base Level is \$13,187,462 in FY18 and \$13,192,136 in FY19.

The Agency's Change Level requests totaling \$382,759 each year reflect the following:

- Reallocation of \$25,000 in FY18 from Professional and Administrative Fees to Capital Outlay in order to purchase a large scanner. This request is located in the Agency's IT Plan.
- Capital Outlay increase of \$20,000 each year to purchase equipment.
- Regular Salaries and Personal Services Matching of \$362,759 each year for the restoration of three (3) ADEQ Deputy Director (N908) positions from Growth Pool.

Subsequent to Agency's initial Budget Request, the Office of Personnel Management and Agency personnel evaluated the Agency's position usage and ongoing staffing needs. The Executive Recommendation in addition to providing for the Agency Request reflects the reduction of four (4) Administrative Specialist II (C109), one (1) Grants Analyst (C117), one (1) ADEQ Enforcement Coordinator (C120), one (1) ADEQ Enforcement Analyst (C119), and one (1) Administrative Specialist III (C109).

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: 2TX - Fee Administration

Funding Sources: TPE - ADEQ Fee Trust Fund

Commitment Item		2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Regular Salaries	5010000	6,672,695	7,548,039	7,725,901	7,422,271	7,204,053	7,204,053	7,426,071	7,207,853	7,207,853
#Positions		169	175	178	173	165	165	173	165	165
Extra Help	5010001	0	45,000	45,000	45,000	45,000	45,000	45,000	45,000	45,000
#Extra Help		0	5	5	5	5	5	5	5	5
Personal Services Matching	5010003	2,374,001	2,582,919	2,647,572	2,583,872	2,493,297	2,493,297	2,584,746	2,494,171	2,494,171
Operating Expenses	5020002	807,471	1,307,170	1,307,170	1,307,170	1,307,170	1,307,170	1,307,170	1,307,170	1,307,170
Conference & Travel Expenses	5050009	35,371	152,389	152,389	152,389	152,389	152,389	152,389	152,389	152,389
Professional Fees	5060010	419,046	989,519	989,519	964,519	964,519	964,519	989,519	989,519	989,519
Data Processing	5090012	0	0	0	0	0	0	0	0	0
Capital Outlay	5120011	1,163,981	1,180,000	1,180,000	1,095,000	1,095,000	1,095,000	1,070,000	1,070,000	1,070,000
Total		11,472,565	13,805,036	14,047,551	13,570,221	13,261,428	13,261,428	13,574,895	13,266,102	13,266,102
Funding Sources										
Fund Balance	4000005	15,223,027	15,535,928		13,410,892	13,410,892	13,410,892	11,520,671	11,829,464	11,829,464
Special Revenue	4000030	11,785,466	11,680,000		11,680,000	11,680,000	11,680,000	11,680,000	11,680,000	11,680,000
Total Funding		27,008,493	27,215,928		25,090,892	25,090,892	25,090,892	23,200,671	23,509,464	23,509,464
Excess Appropriation/(Funding)		(15,535,928)	(13,410,892)		(11,520,671)	(11,829,464)	(11,829,464)	(9,625,776)	(10,243,362)	(10,243,362)
Grand Total		11,472,565	13,805,036		13,570,221	13,261,428	13,261,428	13,574,895	13,266,102	13,266,102

Budget positions exceeds Base Level number due to the transfer of Budget positions to (2TP) ADEQ- State Operations and (2TT) Hazardous Waste Permit Program.

Analysis of Budget Request

Appropriation: 2TY - Solid Waste Performance Bonds

Funding Sources: MWP - Solid Waste Performance Bond Fund

The Agency utilizes this appropriation for payment to contractors for the proper closure of solid waste facilities. If a city, county, or individual in Arkansas were to open a landfill, a performance bond would be put up to insure proper closure of the site once it is complete; however, if the site does not meet requirements of the Pollution Control and Ecology Commission the bond is forfeited and the Agency contracts the remediation work.

Agency Request is for Base Level of \$3,000,000 each year of the biennium.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: 2TY - Solid Waste Performance Bonds

Funding Sources: MWP - Solid Waste Performance Bond Fund

Commitment Item	2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
	Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Solid Waste Performance Bonds Cor 5900043	1,137,490	3,000,000	3,000,000	3,000,000	3,000,000	3,000,000	3,000,000	3,000,000	3,000,000
Total	1,137,490	3,000,000	3,000,000	3,000,000	3,000,000	3,000,000	3,000,000	3,000,000	3,000,000

Funding Sources									
Bond Forfeitures	4000120	1,137,490	3,000,000		3,000,000	3,000,000	3,000,000	3,000,000	3,000,000
Total Funding		1,137,490	3,000,000		3,000,000	3,000,000	3,000,000	3,000,000	3,000,000
Excess Appropriation/(Funding)		0	0		0	0	0	0	0
Grand Total		1,137,490	3,000,000		3,000,000	3,000,000	3,000,000	3,000,000	3,000,000

Analysis of Budget Request

Appropriation: 2TZ - Hazardous Waste Cleanup

Funding Sources: THS - Hazardous Substance Remedial Action Trust Fund

The Hazardous Substance Remedial Action Trust Fund was established by Act 479 of 1985 (A.C.A. §8-7-509). Funding is derived from fees, donations, damages, and any other monies legally designated for the fund. The Agency utilizes this appropriation for administrative costs and expenses of providing for inspection, identification, containment, abatement, treatment, and control of hazardous substance sites. In addition, ten percent (10%) of the monies collected for the Hazardous Substance Remedial Action Trust Fund are deposited into the Environmental Education Fund up to \$275,000 per fiscal year. This appropriation contains \$4,000,000 of unfunded contingency appropriation that is utilized when necessary and funded for corrective actions.

Base Level Regular Salaries and Personal Services Matching include the continuation of the previously authorized 2017 Salaries and Career Service Payments for eligible employees. Personal Services Matching includes the monthly contribution for State employee's health insurance for a total State match per budgeted employee of \$420 per month. Base Level salaries and matching do not include appropriation for a Cost of Living Adjustment or Merit Pay Increases.

Base Level is \$7,656,756 each year of the biennium.

The Agency's Change Level reflects Capital Outlay of \$80,000 each year to replace aging servers and the backup and archival system. This request is located in the Agency's IT Plan.

The Executive Recommendation provides for the Agency Request. Expenditure of appropriation is contingent upon available funding.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: 2TZ - Hazardous Waste Cleanup

Funding Sources: THS - Hazardous Substance Remedial Action Trust Fund

Commitment Item		2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Regular Salaries	5010000	219,337	235,817	209,256	235,643	235,643	235,643	235,643	235,643	235,643
#Positions		6	6	6	6	6	6	6	6	6
Personal Services Matching	5010003	76,815	80,775	72,680	82,025	82,025	82,025	82,025	82,025	82,025
Operating Expenses	5020002	26,316	405,191	405,191	405,191	405,191	405,191	405,191	405,191	405,191
Conference & Travel Expenses	5050009	626	35,960	35,960	35,960	35,960	35,960	35,960	35,960	35,960
Professional Fees	5060010	0	250,000	250,000	250,000	250,000	250,000	250,000	250,000	250,000
Data Processing	5090012	0	0	0	0	0	0	0	0	0
Capital Outlay	5120011	0	515,000	515,000	80,000	80,000	80,000	80,000	80,000	80,000
Contractual Services	5900043	201,843	6,194,000	6,194,000	6,194,000	6,194,000	6,194,000	6,194,000	6,194,000	6,194,000
Data Processing Purchases	5900044	36,895	453,937	453,937	453,937	453,937	453,937	453,937	453,937	453,937
Total		561,832	8,170,680	8,136,024	7,736,756	7,736,756	7,736,756	7,736,756	7,736,756	7,736,756
Funding Sources										
Fund Balance	4000005	5,694,313	8,065,423		1,394,743	1,394,743	1,394,743	0	0	0
Trust Fund	4000050	2,932,942	1,500,000		1,500,000	1,500,000	1,500,000	1,500,000	1,500,000	1,500,000
Total Funding		8,627,255	9,565,423		2,894,743	2,894,743	2,894,743	1,500,000	1,500,000	1,500,000
Excess Appropriation/(Funding)		(8,065,423)	(1,394,743)		4,842,013	4,842,013	4,842,013	6,236,756	6,236,756	6,236,756
Grand Total		561,832	8,170,680		7,736,756	7,736,756	7,736,756	7,736,756	7,736,756	7,736,756

FY17 Budget amount in Regular Salaries and Personal Services Matching exceeds the authorized amount due to salary and matching rate adjustments during the 2015-2017 Biennium. Expenditure of appropriation is contingent upon available funding.

Analysis of Budget Request

Appropriation: 2UA - Emergency Response Program

Funding Sources: THS - Hazardous Substance Remedial Action Trust Fund

This appropriation was created by Act 452 of 1985 (A.C.A. §8-7-401) in order to give spending authorization to the Emergency Response Program. Act 1824 of 2005 repealed A.C.A. §8-7-401 and provided for funds collected as civil penalties to be deposited in the Hazardous Substance Remedial Action Trust Fund (A.C.A. §8-4-103), and provided for the Emergency Response Program to be funded from the Hazardous Substance Remedial Action Trust. Funds are used for the purchase/reimbursement of any commodities and/or services necessary in taking emergency response actions in connection with a release or a threatened release of hazardous substances. Further, the Director is not authorized to spend in excess of \$250,000 on any single response action without the Pollution Control & Ecology Commission approval.

Base Level Regular Salaries and Personal Services Matching include the continuation of the previously authorized 2017 Salaries and Career Service Payments for eligible employees. Personal Services Matching includes the monthly contribution for State employee's health insurance for a total State match per budgeted employee of \$420 per month. Base Level salaries and matching do not include appropriation for a Cost of Living Adjustment or Merit Pay Increases.

Agency Request is for Base Level of \$372,655 each year of the biennium.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: 2UA - Emergency Response Program

Funding Sources: THS - Hazardous Substance Remedial Action Trust Fund

Commitment Item		2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Contractual Services	5900043	0	372,655	372,655	372,655	372,655	372,655	372,655	372,655	372,655
Total		0	372,655	372,655	372,655	372,655	372,655	372,655	372,655	372,655

Funding Sources										
Trust Fund	4000050	0	372,655		372,655	372,655	372,655	372,655	372,655	372,655
Total Funding		0	372,655		372,655	372,655	372,655	372,655	372,655	372,655
Excess Appropriation/(Funding)		0	0		0	0	0	0	0	0
Grand Total		0	372,655		372,655	372,655	372,655	372,655	372,655	372,655

Analysis of Budget Request

Appropriation: 2UB - Asbestos Control Program

Funding Sources: SAC - Asbestos Control Fund

The Asbestos Control Program utilizes this appropriation to provide spending authority for responsibilities placed on the Agency through Act 394 of 1985 (A.C.A. §20-27-1001). This Act called for the Agency to adopt, administer, and enforce a program for licensing contractors engaged in the removal of asbestos materials from facilities. Pursuant to A.C.A. §19-6-452, funding is derived from an annual contractor's license fee of \$500 and a fee of \$35 for asbestos removal workers to cover program costs.

Base Level Regular Salaries and Personal Services Matching include the continuation of the previously authorized 2017 Salaries and Career Service Payments for eligible employees. Personal Services Matching includes the monthly contribution for State employee's health insurance for a total State match per budgeted employee of \$420 per month. Base Level salaries and matching do not include appropriation for a Cost of Living Adjustment or Merit Pay Increases.

Base Level is \$490,531 FY18 and \$390,531 FY19.

The Agency's Change level request is for a decrease of (\$100,000) in FY19 Grants and Aid to align with agency needs.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: 2UB - Asbestos Control Program

Funding Sources: SAC - Asbestos Control Fund

Commitment Item		2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Regular Salaries	5010000	211,464	223,442	224,192	222,894	222,894	222,894	222,894	222,894	222,894
#Positions		6	6	6	6	6	6	6	6	6
Personal Services Matching	5010003	77,375	80,935	81,615	81,995	81,995	81,995	81,995	81,995	81,995
Operating Expenses	5020002	1,569	29,452	29,452	29,452	29,452	29,452	29,452	29,452	29,452
Conference & Travel Expenses	5050009	498	4,090	4,090	4,090	4,090	4,090	4,090	4,090	4,090
Professional Fees	5060010	0	2,100	2,100	2,100	2,100	2,100	2,100	2,100	2,100
Data Processing	5090012	0	0	0	0	0	0	0	0	0
Grants and Aid	5100004	150,000	150,000	150,000	150,000	150,000	150,000	50,000	50,000	50,000
Capital Outlay	5120011	0	0	0	0	0	0	0	0	0
Total		440,906	490,019	491,449	490,531	490,531	490,531	390,531	390,531	390,531
Funding Sources										
Fund Balance	4000005	1,701,405	1,553,547		1,363,528	1,363,528	1,363,528	1,172,997	1,172,997	1,172,997
Special Revenue	4000030	293,048	300,000		300,000	300,000	300,000	300,000	300,000	300,000
Total Funding		1,994,453	1,853,547		1,663,528	1,663,528	1,663,528	1,472,997	1,472,997	1,472,997
Excess Appropriation/(Funding)		(1,553,547)	(1,363,528)		(1,172,997)	(1,172,997)	(1,172,997)	(1,082,466)	(1,082,466)	(1,082,466)
Grand Total		440,906	490,019		490,531	490,531	490,531	390,531	390,531	390,531

Analysis of Budget Request

Appropriation: 2UC - Solid Waste Mgmt/Recycling Prog

Funding Sources: TWS - Solid Waste Management Recycling Fund

Act 849 of 1989 (A.C.A. §8-6-605) established a Solid Waste Management and Recycling Fund to assist counties, cities, and solid waste authorities in the development of solid waste management plans, programs, and facilities that integrate recycling as a functional part of the solid waste management system. During the 79th General Assembly, additional legislation was adopted strengthening the recycling aspect of solid waste management. Funding is derived from landfill disposal fees collected pursuant to legislative enactments.

This appropriation contains unfunded contingency appropriation for Electronic Waste Recycling Infrastructure. Pursuant to A.C.A. §8-6-614, funding is derived from landfill disposal fees.

Base Level Regular Salaries and Personal Services Matching include the continuation of the previously authorized 2017 Salaries and Career Service Payments for eligible employees. Personal Services Matching includes the monthly contribution for State employee's health insurance for a total State match per budgeted employee of \$420 per month. Base Level salaries and matching do not include appropriation for a Cost of Living Adjustment or Merit Pay Increases.

Base Level is \$8,209,283 in FY18 and \$8,210,219 FY19.

The Agency's Change level request of \$25,000 in Capital Outlay is for the purchase of replacement vehicles.

The Executive Recommendation provides for the Agency Request for Capital Outlay to replace aging, high mileage vehicles in accordance with A.C.A. §22-8-201 et seq., Automobile and Pickup Truck Acquisition Act, which establishes guidelines for automobile replacement.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: 2UC - Solid Waste Mgmt/Recycling Prog

Funding Sources: TWS - Solid Waste Management Recycling Fund

Commitment Item		2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Regular Salaries	5010000	910,195	876,039	904,831	680,874	680,874	680,874	681,631	681,631	681,631
#Positions		19	19	19	16	16	16	16	16	16
Personal Services Matching	5010003	302,324	291,612	304,625	236,212	236,212	236,212	236,391	236,391	236,391
Operating Expenses	5020002	2,606,465	126,529	126,529	126,529	126,529	126,529	126,529	126,529	126,529
Conference & Travel Expenses	5050009	4,654	15,668	15,668	15,668	15,668	15,668	15,668	15,668	15,668
Professional Fees	5060010	0	0	0	0	0	0	0	0	0
Data Processing	5090012	0	0	0	0	0	0	0	0	0
Refunds/Reimbursements	5110014	3,663,014	4,650,000	4,650,000	4,650,000	4,650,000	4,650,000	4,650,000	4,650,000	4,650,000
Capital Outlay	5120011	0	25,000	25,000	25,000	25,000	25,000	25,000	25,000	25,000
Electronic Waste Recycling Infrastru	5900046	0	2,500,000	2,500,000	2,500,000	2,500,000	2,500,000	2,500,000	2,500,000	2,500,000
Total		7,486,652	8,484,848	8,526,653	8,234,283	8,234,283	8,234,283	8,235,219	8,235,219	8,235,219
Funding Sources										
Fund Balance	4000005	17,039,902	17,163,429		13,678,581	13,678,581	13,678,581	10,444,298	10,444,298	10,444,298
Special Revenue	4000030	7,610,179	5,000,000		5,000,000	5,000,000	5,000,000	5,000,000	5,000,000	5,000,000
Total Funding		24,650,081	22,163,429		18,678,581	18,678,581	18,678,581	15,444,298	15,444,298	15,444,298
Excess Appropriation/(Funding)		(17,163,429)	(13,678,581)		(10,444,298)	(10,444,298)	(10,444,298)	(7,209,079)	(7,209,079)	(7,209,079)
Grand Total		7,486,652	8,484,848		8,234,283	8,234,283	8,234,283	8,235,219	8,235,219	8,235,219

Budget positions exceeds Base Level number due to the transfer of Budget positions to (2TQ) ADEQ- Federal Operations.

Analysis of Budget Request

Appropriation: 2UD - Reg. Substance Storage Tank

Funding Sources: SRS - Regulated Substance Storage Tank Program Fund

Acts 172 and 173 of 1989, as amended, designated the Department of Environmental Quality as the implementing agency for the Regulated Storage Tank Program. Pursuant to A.C.A. §8-7-808, this appropriation is funded by fees collected from the annual registration of underground and above ground storage tanks and from the licensure of installers of storage tanks.

Base Level Regular Salaries and Personal Services Matching include the continuation of the previously authorized 2017 Salaries and Career Service Payments for eligible employees. Personal Services Matching includes the monthly contribution for State employee's health insurance for a total State match per budgeted employee of \$420 per month. Base Level salaries and matching do not include appropriation for a Cost of Living Adjustment or Merit Pay Increases.

The Agency is requesting Base Level of \$946,459 in FY18 and \$946,707 in FY19.

Subsequent to Agency's initial Budget Request, the Office of Personnel Management and Agency personnel evaluated the Agency's position usage and ongoing staffing needs. The Executive Recommendation, in addition to providing for the Agency Request, reflects the reduction of one (1) Administrative Specialist II (C109) position based on the personnel evaluation.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: 2UD - Reg. Substance Storage Tank

Funding Sources: SRS - Regulated Substance Storage Tank Program Fund

Commitment Item		2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Regular Salaries	5010000	525,169	639,934	648,615	639,105	617,278	617,278	639,305	617,478	617,478
#Positions		16	17	17	17	16	16	17	16	16
Personal Services Matching	5010003	205,865	227,986	232,943	231,221	231,221	231,221	231,269	231,269	231,269
Operating Expenses	5020002	39,533	71,128	71,128	71,128	71,128	71,128	71,128	71,128	71,128
Conference & Travel Expenses	5050009	193	5,005	5,005	5,005	5,005	5,005	5,005	5,005	5,005
Professional Fees	5060010	0	0	0	0	0	0	0	0	0
Data Processing	5090012	0	0	0	0	0	0	0	0	0
Capital Outlay	5120011	0	0	0	0	0	0	0	0	0
Total		770,760	944,053	957,691	946,459	924,632	924,632	946,707	924,880	924,880
Funding Sources										
Fund Balance	4000005	1,889,509	2,086,625		2,092,572	2,092,572	2,092,572	2,096,113	2,117,940	2,117,940
Special Revenue	4000030	967,876	950,000		950,000	950,000	950,000	950,000	950,000	950,000
Total Funding		2,857,385	3,036,625		3,042,572	3,042,572	3,042,572	3,046,113	3,067,940	3,067,940
Excess Appropriation/(Funding)		(2,086,625)	(2,092,572)		(2,096,113)	(2,117,940)	(2,117,940)	(2,099,406)	(2,143,060)	(2,143,060)
Grand Total		770,760	944,053		946,459	924,632	924,632	946,707	924,880	924,880

Analysis of Budget Request

Appropriation: 2UE - Petroleum Storage Tank Trust

Funding Sources: TPT - Petroleum Storage Tank Trust Fund

The Petroleum Storage Tank Trust Fund was established by Act 173 of 1989, as amended (A.C.A. §8-7-901). This fund provides a procedure for reimbursement of remediation costs or damages as a result of leaking tanks. Funding for the program is derived from an environmental assurance fee which is assessed at a rate not to exceed three-tenths of one cent for each gallon of motor fuel or distillate special fuel purchased or imported into Arkansas (A.C.A. §8-7-906). The environmental assurance fee is paid by the first distributor or supplier receiving fuel from a terminal in Arkansas, or if the fuel will never be stored in a terminal in this State, then by the distributor or supplier who first imports the fuel into the State by truck.

The Agency utilizes this appropriation to pay reimbursements to owner operators for taking corrective action or to pay third parties for compensatory damages caused by accidental releases from qualified storage tanks, and to pay reasonable and necessary costs and expenses of the department for taking corrective action caused by accidental releases from a storage tank of unknown ownership or when corrective action is not taken by the owner or operator in a timely manner.

Base Level Regular Salaries and Personal Services Matching include the continuation of the previously authorized 2017 Salaries and Career Service Payments for eligible employees. Personal Services Matching includes the monthly contribution for State employee's health insurance for a total State match per budgeted employee of \$420 per month. Base Level salaries and matching do not include appropriation for a Cost of Living Adjustment or Merit Pay Increases.

The Agency Request is for Base Level of \$21,848,300 in FY18 and \$21,849,161 in FY19.

The Executive Recommendation provides for the Agency Request. Expenditure of appropriation is contingent upon available funding.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: 2UE - Petroleum Storage Tank Trust
Funding Sources: TPT - Petroleum Storage Tank Trust Fund

Commitment Item		2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Regular Salaries	5010000	268,016	262,660	238,364	262,510	262,510	262,510	263,210	263,210	263,210
#Positions		5	5	5	5	5	5	5	5	5
Personal Services Matching	5010003	82,169	81,449	76,463	82,829	82,829	82,829	82,990	82,990	82,990
Operating Expenses	5020002	4,853,569	18,999,800	18,999,800	18,999,800	18,999,800	18,999,800	18,999,800	18,999,800	18,999,800
Conference & Travel Expenses	5050009	0	3,005	3,005	3,005	3,005	3,005	3,005	3,005	3,005
Professional Fees	5060010	1,076,554	2,500,156	2,500,156	2,500,156	2,500,156	2,500,156	2,500,156	2,500,156	2,500,156
Data Processing	5090012	0	0	0	0	0	0	0	0	0
Capital Outlay	5120011	0	0	0	0	0	0	0	0	0
Total		6,280,308	21,847,070	21,817,788	21,848,300	21,848,300	21,848,300	21,849,161	21,849,161	21,849,161
Funding Sources										
Fund Balance	4000005	22,793,339	24,015,047		9,667,977	9,667,977	9,667,977	0	0	0
Other	4000370	7,502,016	7,500,000		7,500,000	7,500,000	7,500,000	7,500,000	7,500,000	7,500,000
Total Funding		30,295,355	31,515,047		17,167,977	17,167,977	17,167,977	7,500,000	7,500,000	7,500,000
Excess Appropriation/(Funding)		(24,015,047)	(9,667,977)		4,680,323	4,680,323	4,680,323	14,349,161	14,349,161	14,349,161
Grand Total		6,280,308	21,847,070		21,848,300	21,848,300	21,848,300	21,849,161	21,849,161	21,849,161

FY17 Budget amount in Regular Salaries and Personal Services Matching exceeds the authorized amount due to salary and matching rate adjustments during the 2015-2017 Biennium. Expenditure of appropriation is contingent upon available funding.

Analysis of Budget Request

Appropriation: 2UF - Regulated Storage Tank Program

Funding Sources: FYP - Federal Funds

Acts 172 and 173 of 1989 created the Regulated Storage Tank Program and placed the responsibilities of the program under the direction of the Department of Environmental Quality. The Agency utilizes this appropriation for contractual services on corrective actions with federal funding derived from the Environmental Protection Agency. This funding requires a 90/10 federal/state match ratio.

Agency Request is for Base Level of \$3,925,000 each year of the biennium.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: 2UF - Regulated Storage Tank Program

Funding Sources: FYP - Federal Funds

Commitment Item	2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
	Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Regulated Storage Tank & Contract 5900043	40,695	3,925,000	3,925,000	3,925,000	3,925,000	3,925,000	3,925,000	3,925,000	3,925,000
Total	40,695	3,925,000	3,925,000	3,925,000	3,925,000	3,925,000	3,925,000	3,925,000	3,925,000

Funding Sources									
Federal Revenue	4000020	40,695	3,925,000		3,925,000	3,925,000	3,925,000	3,925,000	3,925,000
Total Funding		40,695	3,925,000		3,925,000	3,925,000	3,925,000	3,925,000	3,925,000
Excess Appropriation/(Funding)		0	0		0	0	0	0	0
Grand Total		40,695	3,925,000		3,925,000	3,925,000	3,925,000	3,925,000	3,925,000

Analysis of Budget Request

Appropriation: 2UG - Landfill Post Closure Program

Funding Sources: TLP - Landfill Post Closure Trust Fund

The Landfill Post-Closure Program was created by Act 747 of 1991 (A.C.A. §8-6-1001) to address corrective actions, which may be necessary to properly clean up a previously closed landfill, so that no harm is caused to the public health or the environment. Funding is derived from landfill disposal fees and transportation fees, as well as fees imposed on solid waste generated in the State but not disposed of in a solid waste facility within the State.

Pursuant to Act 938 of 1997 (A.C.A. §8-6-1002), funding for all programs is capped at \$25,000,000, with no additional funds collected for the Landfill Post Closure Trust Fund once this level is reached; however, collections are reinstated once the fund diminishes to \$15,000,000. In addition, for administrative purposes, the Agency may utilize these funds at a level not exceeding \$300,000 annually, with an annual escalator not exceeding 3%. During FY09 the fund balance was capped at \$25,000,000; therefore, no additional funds will be collected for the Landfill Post Closure Trust Fund until the fund balance diminishes to \$15,000,000. Current funding is derived from interest earned on the monies in the Landfill Post Closure Trust Fund.

Base Level Regular Salaries and Personal Services Matching include the continuation of the previously authorized 2017 Salaries and Career Service Payments for eligible employees. Personal Services Matching includes the monthly contribution for State employee's health insurance for a total State match per budgeted employee of \$420 per month. Base Level salaries and matching do not include appropriation for a Cost of Living Adjustment or Merit Pay Increases.

The Agency Request is for Base Level of \$17,791,073 in FY18 and \$17,791,320 in FY19.

The Executive Recommendation provides for the Agency Request. Expenditure of appropriation is contingent upon available funding.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: 2UG - Landfill Post Closure Program

Funding Sources: TLP - Landfill Post Closure Trust Fund

Commitment Item		2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Regular Salaries	5010000	238,352	243,532	244,192	243,532	243,532	243,532	243,732	243,732	243,732
#Positions		4	4	4	4	4	4	4	4	4
Personal Services Matching	5010003	74,997	74,954	75,818	76,245	76,245	76,245	76,292	76,292	76,292
Operating Expenses	5020002	75,809	30,923	30,923	30,923	30,923	30,923	30,923	30,923	30,923
Conference & Travel Expenses	5050009	0	6,000	6,000	6,000	6,000	6,000	6,000	6,000	6,000
Professional Fees	5060010	0	0	0	0	0	0	0	0	0
Data Processing	5090012	0	0	0	0	0	0	0	0	0
Capital Outlay	5120011	0	0	0	0	0	0	0	0	0
Contractual Services	5900043	2,349,905	17,434,373	17,434,373	17,434,373	17,434,373	17,434,373	17,434,373	17,434,373	17,434,373
Total		2,739,063	17,789,782	17,791,306	17,791,073	17,791,073	17,791,073	17,791,320	17,791,320	17,791,320

Funding Sources										
Fund Balance	4000005	20,229,843	17,524,520		764,738	764,738	764,738	0	0	0
Special Revenue	4000030	0	1,000,000		1,000,000	1,000,000	1,000,000	1,000,000	1,000,000	1,000,000
Interest	4000300	33,740	30,000		30,000	30,000	30,000	30,000	30,000	30,000
Total Funding		20,263,583	18,554,520		1,794,738	1,794,738	1,794,738	1,030,000	1,030,000	1,030,000
Excess Appropriation/(Funding)		(17,524,520)	(764,738)		15,996,335	15,996,335	15,996,335	16,761,320	16,761,320	16,761,320
Grand Total		2,739,063	17,789,782		17,791,073	17,791,073	17,791,073	17,791,320	17,791,320	17,791,320

Expenditure of appropriation is contingent upon available funding.

Analysis of Budget Request

Appropriation: 2UH - Waste Tire Recycling Program

Funding Sources: TTG - Waste Tire Grant Fund

The Waste Tire Recycling Program was created by Act 749 of 1991, as amended by Act 1292 of 1997 (A.C.A. §8-9-404). Funding for this program is derived from a fee imposed on the sale of each automobile and truck tire sold at retail at a rate of \$2.00 per tire, and an additional \$3.00 per truck tire. The fee imposed, less 5% retained by the tire retailer is used for grants to the State's regional solid waste districts. Of the total funds collected, 8% is transferred to the Agency's Permit Fee Fund for administrative program support. In addition to the fee imposed on new tires, a \$1.00 fee is imposed on all waste tires imported into Arkansas.

This appropriation is used to disburse Tire Recycling Grant Funds to the Regional Solid Waste Management Districts and contains unfunded contingency appropriation in the amount of \$1,000,000 that is disbursed when funds are available.

The Agency Request is for Base Level of \$6,425,000 each year of the biennium.

The Executive Recommendation provides for the Agency Request. Expenditure of appropriation is contingent upon available funding.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: 2UH - Waste Tire Recycling Program

Funding Sources: TTG - Waste Tire Grant Fund

Commitment Item		2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Grants and Aid	5100004	5,313,513	6,425,000	6,425,000	6,425,000	6,425,000	6,425,000	6,425,000	6,425,000	6,425,000
Total		5,313,513	6,425,000	6,425,000	6,425,000	6,425,000	6,425,000	6,425,000	6,425,000	6,425,000

Funding Sources										
Fund Balance	4000005	1,411,687	1,318,333		283,333	283,333	283,333	0	0	0
Special Revenue	4000030	5,220,159	5,390,000		5,390,000	5,390,000	5,390,000	5,390,000	5,390,000	5,390,000
Total Funding		6,631,846	6,708,333		5,673,333	5,673,333	5,673,333	5,390,000	5,390,000	5,390,000
Excess Appropriation/(Funding)		(1,318,333)	(283,333)		751,667	751,667	751,667	1,035,000	1,035,000	1,035,000
Grand Total		5,313,513	6,425,000		6,425,000	6,425,000	6,425,000	6,425,000	6,425,000	6,425,000

Expenditure of appropriation is contingent upon available funding.

Analysis of Budget Request

Appropriation: 2UJ - St Mktg Brd for Recyclables Prog

Funding Sources: SMB - State Marketing Board Fund

The State Marketing Board for Recyclables Program was created by the 78th General Assembly through Act 749 of 1991 (A.C.A. §8-9-201 and §8-6-607). The Board's responsibilities includes development of a program coordinating all existing marketing programs for recyclables as well as an overall marketing plan for Arkansas recyclables; establishment of an inventory of markets for recyclables in Arkansas and surrounding states with maintenance of current market prices and trends; working with new and existing industries to encourage the use of recyclables in the manufacturing processes; and advising and assisting of state and local officials in all areas of recyclables marketing.

Act 755 of 1991 (A.C.A. §8-6-607), as amended, provides the Board's funding from 25% of the disposal fees collected from landfills where a private industry bears the expense of operating and maintaining the landfill solely for the disposal of wastes generated by the industry. The remaining 75% of the disposal fees, which fund the Solid Waste Management and Recycling Program, are found in appropriation (2UC) Solid Waste Management Recycling Program .

The Base Level request for Regular Salaries reflects board member Stipend payments and corresponding Personal Services Matching.

The Agency Request is for Base Level of \$28,876 each year in the biennium.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: 2UJ - St Mktg Brd for Recyclables Prog

Funding Sources: SMB - State Marketing Board Fund

Commitment Item		2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Regular Salaries	5010000	840	1,500	1,500	1,500	1,500	1,500	1,500	1,500	1,500
#Positions		0	0	0	0	0	0	0	0	0
Personal Services Matching	5010003	64	115	115	115	115	115	115	115	115
Operating Expenses	5020002	11,189	13,846	13,846	13,846	13,846	13,846	13,846	13,846	13,846
Conference & Travel Expenses	5050009	875	6,415	6,415	6,415	6,415	6,415	6,415	6,415	6,415
Professional Fees	5060010	0	7,000	7,000	7,000	7,000	7,000	7,000	7,000	7,000
Data Processing	5090012	0	0	0	0	0	0	0	0	0
Capital Outlay	5120011	0	0	0	0	0	0	0	0	0
Total		12,968	28,876	28,876	28,876	28,876	28,876	28,876	28,876	28,876
Funding Sources										
Fund Balance	4000005	234,591	308,641		369,765	369,765	369,765	430,889	430,889	430,889
Special Revenue	4000030	87,018	90,000		90,000	90,000	90,000	90,000	90,000	90,000
Total Funding		321,609	398,641		459,765	459,765	459,765	520,889	520,889	520,889
Excess Appropriation/(Funding)		(308,641)	(369,765)		(430,889)	(430,889)	(430,889)	(492,013)	(492,013)	(492,013)
Grand Total		12,968	28,876		28,876	28,876	28,876	28,876	28,876	28,876

Analysis of Budget Request

Appropriation: 2UK - Environmental Education Program

Funding Sources: MEE - Environmental Education Fund

The appropriation for the Environmental Education Program was created by the 78th General Assembly to provide environmental education materials and training. Funding is derived from 10% of the revenue collected for the Hazardous Substance Remedial Action Trust Fund up to \$275,000 per fiscal year (A.C.A. §8-7-509(d)).

Base Level Regular Salaries and Personal Services Matching include the continuation of the previously authorized 2017 Salaries and Career Service Payments for eligible employees. Personal Services Matching includes the monthly contribution for State employee's health insurance for a total State match per budgeted employee of \$420 per month. Base Level salaries and matching do not include appropriation for a Cost of Living Adjustment or Merit Pay Increases.

The Agency Request is for Base Level of \$273,772 each year in the biennium.

The Executive Recommendation provides for the Agency Request. Expenditure of appropriation is contingent upon available funding.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: 2UK - Environmental Education Program

Funding Sources: MEE - Environmental Education Fund

Commitment Item		2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Regular Salaries	5010000	53,362	51,834	51,329	51,834	51,834	51,834	51,834	51,834	51,834
#Positions		1	1	1	1	1	1	1	1	1
Personal Services Matching	5010003	17,010	16,702	16,686	16,977	16,977	16,977	16,977	16,977	16,977
Operating Expenses	5020002	91,904	152,961	152,961	152,961	152,961	152,961	152,961	152,961	152,961
Conference & Travel Expenses	5050009	1,396	8,000	8,000	8,000	8,000	8,000	8,000	8,000	8,000
Professional Fees	5060010	0	44,000	44,000	44,000	44,000	44,000	44,000	44,000	44,000
Data Processing	5090012	0	0	0	0	0	0	0	0	0
Capital Outlay	5120011	0	0	0	0	0	0	0	0	0
Total		163,672	273,497	272,976	273,772	273,772	273,772	273,772	273,772	273,772
Funding Sources										
Fund Balance	4000005	278,777	218,525		30,028	30,028	30,028	0	0	0
Other	4000370	103,420	85,000		100,000	100,000	100,000	100,000	100,000	100,000
Total Funding		382,197	303,525		130,028	130,028	130,028	100,000	100,000	100,000
Excess Appropriation/(Funding)		(218,525)	(30,028)		143,744	143,744	143,744	173,772	173,772	173,772
Grand Total		163,672	273,497		273,772	273,772	273,772	273,772	273,772	273,772

FY17 Budget amount in Regular Salaries and Personal Services Matching exceeds the authorized amount due to salary and matching rate adjustments during the 2015-2017 Biennium. Expenditure of appropriation is contingent upon available funding.

Analysis of Budget Request

Appropriation: 2UN - Small Business Loans

Funding Sources: TBL - Small Business Revolving Loan Fund

The Small Business Revolving Loan Program was created by the 81st General Assembly through Act 691 of 1997 (A.C.A. §8-5-801 et seq.). This Act authorized the Agency to establish and administer the Small Business Revolving Loan Fund to encourage the investment in pollution control and prevention technologies. Funding for this program is derived from interest earnings and repayment streams of the small business loans. The personal services and operating expenses of the Small Business Revolving Loan Program are found in appropriation (2UP) Small Business Revolving Loan Program Expenses. The Agency utilizes this appropriation to issue small business loans.

The Agency Request is for Base Level of \$550,000 each year of the biennium.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: 2UN - Small Business Loans

Funding Sources: TBL - Small Business Revolving Loan Fund

Commitment Item	2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
	Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Loans 5120029	0	550,000	550,000	550,000	550,000	550,000	550,000	550,000	550,000
Total	0	550,000	550,000	550,000	550,000	550,000	550,000	550,000	550,000

Funding Sources									
Loan Repayment 4000330	0	550,000		550,000	550,000	550,000	550,000	550,000	550,000
Total Funding	0	550,000		550,000	550,000	550,000	550,000	550,000	550,000
Excess Appropriation/(Funding)	0	0		0	0	0	0	0	0
Grand Total	0	550,000		550,000	550,000	550,000	550,000	550,000	550,000

Analysis of Budget Request

Appropriation: 2UP - Sm Bus Revolving Loan Prog Exp

Funding Sources: TBL - Small Business Revolving Loan Fund

The Small Business Revolving Loan Program was created by the 81st General Assembly through Act 691 of 1997 (A.C.A. §8-5-801 et seq.). This Act authorized the Agency to establish and administer the Small Business Revolving Loan Fund to encourage the investment in pollution control and prevention technologies. Funding for this program is derived from interest earned on the monies in Small Business Revolving Loan Fund. The loan expenses of the Small Business Revolving Loan Program are found in appropriation (2UN) Small Business Loans. This appropriation provides for the operating expenses of the Small Business Revolving Loan Program.

The Agency Request is for Base Level of \$19,660 each year of the biennium.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: 2UP - Sm Bus Revolving Loan Prog Exp

Funding Sources: TBL - Small Business Revolving Loan Fund

Commitment Item		2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Operating Expenses	5020002	309	11,010	11,010	11,010	11,010	11,010	11,010	11,010	11,010
Conference & Travel Expenses	5050009	1,244	3,650	3,650	3,650	3,650	3,650	3,650	3,650	3,650
Professional Fees	5060010	0	5,000	5,000	5,000	5,000	5,000	5,000	5,000	5,000
Data Processing	5090012	0	0	0	0	0	0	0	0	0
Capital Outlay	5120011	0	0	0	0	0	0	0	0	0
Total		1,553	19,660	19,660	19,660	19,660	19,660	19,660	19,660	19,660
Funding Sources										
Interest	4000300	1,553	19,660		19,660	19,660	19,660	19,660	19,660	19,660
Total Funding		1,553	19,660		19,660	19,660	19,660	19,660	19,660	19,660
Excess Appropriation/(Funding)		0	0		0	0	0	0	0	0
Grand Total		1,553	19,660		19,660	19,660	19,660	19,660	19,660	19,660

Analysis of Budget Request

Appropriation: 2UQ - Performance Partnership Syst Exp

Funding Sources: TPP - Performance Partnership Trust Fund

This appropriation was created by Act 1210 of 1999 (A.C.A. §19-5-1102) to provide for expenses of designing and establishing a management organization, utilizing the principles of the National Environmental Performance Partnership System advocated by the U.S. Environmental Protection Agency which integrates environmental indicators, management information, along with performance-based budgeting and accounting to measure Agency performance. The fund enables the Agency to examine infrastructure, develop integrated approaches to environmental management, and implement a multi-year redesign of the Agency's regulatory databases.

Initial funding was derived from fund transfers beginning in FY00 of \$500,000 each fiscal year from the Landfill Post Closure Trust Fund. The transfers were authorized for five (5) years, with the cessation of the fund transfers occurring in FY04. Current funding is derived from interest earned on the monies in the Performance Partnership Trust Fund. This program will cease when the fund balance is depleted.

Base Level is \$577,000 each year of the biennium.

The Agency's Change level request provides for a decrease of (\$14,000) each year in order to align with agency needs.

The Executive Recommendation provides for the Agency Request. Expenditure of appropriation is contingent upon available funding.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: 2UQ - Performance Partnership Syst Exp

Funding Sources: TPP - Performance Partnership Trust Fund

Commitment Item	2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
	Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Performance Integrated Syst 5900046	94,142	563,000	600,000	563,000	563,000	563,000	563,000	563,000	563,000
Total	94,142	563,000	600,000	563,000	563,000	563,000	563,000	563,000	563,000

Funding Sources									
Fund Balance 4000005	654,042	562,716		716	716	716	0	0	0
Interest 4000300	2,816	1,000		1,000	1,000	1,000	1,000	1,000	1,000
Total Funding	656,858	563,716		1,716	1,716	1,716	1,000	1,000	1,000
Excess Appropriation/(Funding)	(562,716)	(716)		561,284	561,284	561,284	562,000	562,000	562,000
Grand Total	94,142	563,000		563,000	563,000	563,000	563,000	563,000	563,000

Expenditure of appropriation is contingent upon available funding.

Analysis of Budget Request

Appropriation: 2UR - Environmental Settlement Trust

Funding Sources: TET - ADEQ Environmental Settlement Trust Fund

The ADEQ Environmental Settlement Trust Fund was created by Act 1416 of 2001 (A.C.A. §19-5-1111) for expenses authorized through various settlement agreements benefiting the State of Arkansas as administered through the ADEQ. The fund consists of income received by the State of Arkansas pursuant to settlement agreements for environmental or natural resource damages, interest earnings, and other designated revenue.

The Agency Request is for Base Level of \$750,000 each year of the biennium.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: 2UR - Environmental Settlement Trust

Funding Sources: TET - ADEQ Environmental Settlement Trust Fund

Commitment Item	2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
	Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Environmental Settlement Trust - Of 5900046	258,188	750,000	750,000	750,000	750,000	750,000	750,000	750,000	750,000
Total	258,188	750,000	750,000	750,000	750,000	750,000	750,000	750,000	750,000

Funding Sources									
Trust Fund	4000050	258,188	750,000		750,000	750,000	750,000	750,000	750,000
Total Funding		258,188	750,000		750,000	750,000	750,000	750,000	750,000
Excess Appropriation/(Funding)		0	0		0	0	0	0	0
Grand Total		258,188	750,000		750,000	750,000	750,000	750,000	750,000

Analysis of Budget Request

Appropriation: 2US - Computer/Electronic Recycling

Funding Sources: MER - Computer and Electronic Recycling Fund

The Computer and Electronic Recycling Fund was created by Act 1410 of 2001 (A.C.A. § 19-5-1217). This appropriation is used to promote market research and development grants to determine the most efficient process for collecting, transporting and processing various scrap electronic equipment. This appropriation is funded through Marketing and Redistribution proceeds from computer or electronic equipment sales throughout the state.

The Agency Request is for Base Level of \$250,000 each year of the biennium.

The Executive Recommendation provides for the Agency Request. Expenditure of appropriation is contingent upon available funding.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: 2US - Computer/Electronic Recycling

Funding Sources: MER - Computer and Electronic Recycling Fund

Commitment Item	2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
	Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Computer & Electronics Recycling Ma5900046	127,233	250,000	250,000	250,000	250,000	250,000	250,000	250,000	250,000
Total	127,233	250,000	250,000	250,000	250,000	250,000	250,000	250,000	250,000

Funding Sources										
Fund Balance	4000005	193,474	140,323		323	323	323	0	0	0
M & R Sales	4000340	74,082	110,000		110,000	110,000	110,000	110,000	110,000	110,000
Total Funding		267,556	250,323		110,323	110,323	110,323	110,000	110,000	110,000
Excess Appropriation/(Funding)		(140,323)	(323)		139,677	139,677	139,677	140,000	140,000	140,000
Grand Total		127,233	250,000		250,000	250,000	250,000	250,000	250,000	250,000

Expenditure of appropriation is contingent upon available funding.

Analysis of Budget Request

Appropriation: 344 - PCE Comm Admn Hearing Officer

Funding Sources: TPE - ADEQ Fee Trust Fund

The Hearing Officer Division was created by Act 921 of 1993 (A.C.A. §8-1-203), which authorized the Pollution Control and Ecology Commission to hire a full-time, independent administrative hearing officer for the purposes of adjudicatory review of Agency decisions concerning permit issuance or revocation, and assessment of civil penalties. Act 1077 of 1993 provided appropriations for this Division payable from the Agency's Fee Fund. Funding for this appropriation is derived from special revenues transferred from the Agency's Fee Fund. (A.C.A §8-1-204)

Base Level Regular Salaries and Personal Services Matching include the continuation of the previously authorized 2017 Salaries and Career Service Payments for eligible employees. Personal Services Matching includes the monthly contribution for State employee's health insurance for a total State match per budgeted employee of \$420 per month. Base Level salaries and matching do not include appropriation for a Cost of Living Adjustment or Merit Pay Increases.

The Agency Request is for Base Level of \$286,881 each year of the biennium.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: 344 - PCE Comm Admn Hearing Officer

Funding Sources: TPE - ADEQ Fee Trust Fund

Commitment Item		2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Regular Salaries	5010000	152,060	149,639	149,285	149,639	149,639	149,639	149,639	149,639	149,639
#Positions		2	2	2	2	2	2	2	2	2
Personal Services Matching	5010003	43,456	42,360	42,546	43,103	43,103	43,103	43,103	43,103	43,103
Operating Expenses	5020002	7,979	49,217	49,217	49,217	49,217	49,217	49,217	49,217	49,217
Conference & Travel Expenses	5050009	777	6,922	6,922	6,922	6,922	6,922	6,922	6,922	6,922
Professional Fees	5060010	200	38,000	38,000	38,000	38,000	38,000	38,000	38,000	38,000
Data Processing	5090012	0	0	0	0	0	0	0	0	0
Capital Outlay	5120011	0	0	0	0	0	0	0	0	0
Total		204,472	286,138	285,970	286,881	286,881	286,881	286,881	286,881	286,881
Funding Sources										
Special Revenue	4000030	204,472	286,138		286,881	286,881	286,881	286,881	286,881	286,881
Total Funding		204,472	286,138		286,881	286,881	286,881	286,881	286,881	286,881
Excess Appropriation/(Funding)		0	0		0	0	0	0	0	0
Grand Total		204,472	286,138		286,881	286,881	286,881	286,881	286,881	286,881

FY17 Budget amount in Regular Salaries exceeds the authorized amount due to salary adjustments during the 2015-2017 Biennium.

Analysis of Budget Request

Appropriation: 36A - Fee Administration Non-Haz Clean Up

Funding Sources: TPE - ADEQ Fee Trust Fund

This appropriation was created by the 86th General Assembly in Act 1281 of 2007. This appropriation gives ADEQ the ability to cleanup non-hazardous sites which pose a threat to the environment of the State of Arkansas. The ADEQ Fee Trust Fund provides the funding for the appropriation; however, funding is restricted to interest earnings only from the ADEQ Fee Trust Fund.

Agency Request is for Base Level of \$100,000 each year of the biennium.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: 36A - Fee Administration Non-Haz Clean Up

Funding Sources: TPE - ADEQ Fee Trust Fund

Commitment Item		2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Contractual Services	5900043	12,395	100,000	100,000	100,000	100,000	100,000	100,000	100,000	100,000
Total		12,395	100,000	100,000	100,000	100,000	100,000	100,000	100,000	100,000

Funding Sources										
Trust Fund	4000050	12,395	100,000		100,000	100,000	100,000	100,000	100,000	100,000
Total Funding		12,395	100,000		100,000	100,000	100,000	100,000	100,000	100,000
Excess Appropriation/(Funding)		0	0		0	0	0	0	0	0
Grand Total		12,395	100,000		100,000	100,000	100,000	100,000	100,000	100,000

Analysis of Budget Request

Appropriation: 467 - PCE Commission Expenses

Funding Sources: HUA - Miscellaneous Agencies Fund

The Pollution Control and Ecology Commission utilizes this appropriation for Commission training expenses and is funded by General Revenue.

The Agency Request is for Base Level of \$3,936 each year of the biennium.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: 467 - PCE Commission Expenses

Funding Sources: HUA - Miscellaneous Agencies Fund

Commitment Item	2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
	Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
PC&E Commission Expenses 5900046	3,937	3,936	4,477	3,936	3,936	3,936	3,936	3,936	3,936
Total	3,937	3,936	4,477	3,936	3,936	3,936	3,936	3,936	3,936

Funding Sources									
General Revenue 4000010	3,937	3,936		3,936	3,936	3,936	3,936	3,936	3,936
Total Funding	3,937	3,936		3,936	3,936	3,936	3,936	3,936	3,936
Excess Appropriation/(Funding)	0	0		0	0	0	0	0	0
Grand Total	3,937	3,936		3,936	3,936	3,936	3,936	3,936	3,936

Analysis of Budget Request

Appropriation: F72 - Performance Bond Fund

Funding Sources: TWB - Water Performance Bond Fund

The Water Performance Bond Fund was created pursuant to Act 402 of 2014 as a depository trust fund for funds appropriated by the General Assembly, all forfeitures collected under A.C.A. 8-4-201 et seq., grants made by a person or the federal government, gifts and donations, and interest earned on the funds deposited into the fund for the enforcement of laws pertaining to domestic sewage treatment.

The Agency may use these funds to hire a third-party contractor to (1) take remedial action against parties not in compliance with domestic sewage treatment laws, (2) effect the closure of domestic sewage treatment works, (3) maintain and operate a nonmunicipal sewage treatment works, and (4) take any other action the Director of the Arkansas Department of Environmental Quality determines to be necessary to enforce sewage treatment standards set forth by law.

The Agency Request is for Base Level of \$500,000 each year of the biennium.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: F72 - Performance Bond Fund

Funding Sources: TWB - Water Performance Bond Fund

Commitment Item	2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
	Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Non-Municipal Domestic Sewage 5900043	0	500,000	500,000	500,000	500,000	500,000	500,000	500,000	500,000
Total	0	500,000	500,000	500,000	500,000	500,000	500,000	500,000	500,000

Funding Sources									
Trust Fund 4000050	0	500,000		500,000	500,000	500,000	500,000	500,000	500,000
Total Funding	0	500,000		500,000	500,000	500,000	500,000	500,000	500,000
Excess Appropriation/(Funding)	0	0		0	0	0	0	0	0
Grand Total	0	500,000		500,000	500,000	500,000	500,000	500,000	500,000

Analysis of Budget Request

Appropriation: M98 - Nonmunicipal Domestic Sewage Treatment

Funding Sources: TDS- Nonmunicipal Domestic Sewage Treatment Works Trust Fund

This fund was established as a trust fund for environmental liabilities which can occur. Once fully funded it will be able to provide funds to the state to address underperforming or bankrupt systems. Funding source is fees paid in by the non municipal or rural property owners associations.

Base Level is \$2,100,000 each year of the biennium.

The Agency Request is for a decrease of (\$2,045,000) each year to align with Agency needs.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: M98 - Nonmunicipal Domestic Sewage Treatment

Funding Sources: TDS- Nonmunicipal Domestic Sewage Treatment Works Trust Fund

Commitment Item		2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Remediation	5900046	16,700	2,100,000	2,100,000	55,000	55,000	55,000	55,000	55,000	55,000
Total		16,700	2,100,000	2,100,000	55,000	55,000	55,000	55,000	55,000	55,000

Funding Sources										
Fund Balance	4000005	0	19,157		19,157	19,157	19,157	0	0	0
Trust Fund	4000050	35,857	2,100,000		35,000	35,000	35,000	35,000	35,000	35,000
Total Funding		35,857	2,119,157		54,157	54,157	54,157	35,000	35,000	35,000
Excess Appropriation/(Funding)		(19,157)	(19,157)		843	843	843	20,000	20,000	20,000
Grand Total		16,700	2,100,000		55,000	55,000	55,000	55,000	55,000	55,000

Analysis of Budget Request

Appropriation: 192 - Ethics Operations

Funding Sources: HUA - Miscellaneous Agencies Fund

The Arkansas Ethics Commission enforces Arkansas' standards of conduct and disclosure laws concerning candidates for public office, state and local public officials, lobbyists and committees, individuals involved with initiatives, referendums and other matters referred to the voters. The Commission is composed of a five (5) member board and a nine (9) member staff.

Base Level Regular Salaries and Personal Services Matching include the continuation of the previously authorized 2017 Salaries and Career Service Payments for eligible employees. Personal Services Matching includes the monthly contribution for State employee's health insurance for a total State match per budgeted employee of \$420 per month. Base Level salaries and matching do not include appropriation for a Cost of Living Adjustment or Merit Pay Increases. The Base Level salary of unclassified positions reflects the FY17 line item maximum plus the previously authorized 2016 1% Cost of Living Adjustment authorized by Act 1007 (3 (B)) of 2015.

The Agency is requesting Base Level of \$713,997 in FY18 and \$714,119 in FY19 in appropriation and general revenue funding with nine (9) Regular positions.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: 192 - Ethics Operations

Funding Sources: HUA - Miscellaneous Agencies Fund

Commitment Item		2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Regular Salaries	5010000	438,992	467,790	613,185	467,890	467,890	467,890	467,990	467,990	467,990
#Positions		10	9	12	9	9	9	9	9	9
Extra Help	5010001	0	0	1,500	0	0	0	0	0	0
#Extra Help		0	0	2	0	0	0	0	0	0
Personal Services Matching	5010003	142,775	148,976	198,563	151,618	151,618	151,618	151,640	151,640	151,640
Operating Expenses	5020002	101,932	94,489	111,078	94,489	94,489	94,489	94,489	94,489	94,489
Conference & Travel Expenses	5050009	0	0	3,000	0	0	0	0	0	0
Professional Fees	5060010	0	0	0	0	0	0	0	0	0
Data Processing	5090012	0	0	0	0	0	0	0	0	0
Capital Outlay	5120011	0	0	0	0	0	0	0	0	0
Total		683,699	711,255	927,326	713,997	713,997	713,997	714,119	714,119	714,119
Funding Sources										
General Revenue	4000010	683,699	711,255		713,997	713,997	713,997	714,119	714,119	714,119
Total Funding		683,699	711,255		713,997	713,997	713,997	714,119	714,119	714,119
Excess Appropriation/(Funding)		0	0		0	0	0	0	0	0
Grand Total		683,699	711,255		713,997	713,997	713,997	714,119	714,119	714,119

Department Appropriation Summary

Historical Data

Agency Request and Executive/Legislative Recommendation

Appropriation	2015-2016		2016-2017		2016-2017		2017-2018					2018-2019						
	Actual	Pos	Budget	Pos	Authorized	Pos	Agency	Pos	Executive	Pos	Legislative	Pos	Agency	Pos	Executive	Pos	Legislative	Pos
1NH State Operations	696,423	12	1,392,974	13	1,431,561	13	1,395,926	13	1,351,313	12	1,209,852	12	1,395,926	13	1,351,313	12	1,209,852	12
53L Education-Trust	88,353	0	170,000	0	170,000	0	170,000	0	170,000	0	170,000	0	170,000	0	170,000	0	170,000	0
Total	784,776	12	1,562,974	13	1,601,561	13	1,565,926	13	1,521,313	12	1,379,852	12	1,565,926	13	1,521,313	12	1,379,852	12

Funding Sources		%		%		%		%		%		%		%		%
Fund Balance 4000005	1,397,409	49.9	2,017,358	60.6			1,763,455	57.7	1,763,455	57.7	1,763,455	57.7	1,492,139	53.5	1,536,752	54.3
General Revenue 4000010	274,212	9.8	286,026	8.6			271,565	8.9	271,565	8.9	271,565	8.9	271,565	9.7	271,565	9.6
Federal Revenue 4000020	1,009,024	36.0	949,223	28.5			949,223	31.0	949,223	31.0	949,223	31.0	949,223	34.1	949,223	33.5
Trust Fund 4000050	121,489	4.3	73,822	2.2			73,822	2.4	73,822	2.4	73,822	2.4	73,822	2.6	73,822	2.6
Total Funds	2,802,134	100.0	3,326,429	100.0			3,058,065	100.0	3,058,065	100.0	3,058,065	100.0	2,786,749	100.0	2,831,362	100.0
Excess Appropriation/(Funding)	(2,017,358)		(1,763,455)				(1,492,139)		(1,536,752)		(1,678,213)		(1,220,823)		(1,310,049)	
Grand Total	784,776		1,562,974				1,565,926		1,521,313		1,379,852		1,565,926		1,521,313	

Analysis of Budget Request

Appropriation: 1NH - State Operations

Funding Sources: HUA - Miscellaneous Agencies Fund

The Arkansas Fair Housing Commission (AFHC) was created by Act 1785 of 2001 to investigate housing discrimination complaints and punish violators, in cooperation with the State Attorney General. Funding for the AFHC is derived from federal reimbursements by Fair Housing Assistance Program Funds and general revenue.

Base Level Regular Salaries and Personal Services Matching include the continuation of the previously authorized 2017 Salaries and Career Service Payments for eligible employees. Personal Services Matching includes the monthly contribution for State employee's health insurance for a total State match per budgeted employee of \$420 per month. Base Level salaries and matching do not include appropriation for a Cost of Living Adjustment or Merit Pay Increases. The Base Level request for Regular Salaries includes board member stipend payments.

The Base Level request is for appropriation of \$1,395,926 each year of the 2017-2019 Biennium.

The Agency is requesting a reallocation of \$1,991 each year from Professional Fees to Operating Expenses to more accurately reflect expenditures.

Subsequent to Agency's initial Budget Request, the Office of Personnel Management and Agency personnel evaluated the Agency's position usage and ongoing staffing needs. The Executive Recommendation reflects the reduction of one (1) Grants Analyst C117 position based on the personnel evaluation in addition to providing for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation with the exception of the Operating Expenses line item, which is recommended at \$250,000. The Legislative Recommendation also allows for the retention of the one (1) Grants Analyst C117 and the reduction of one (1) Administrative Specialist III C112 position.

Appropriation Summary

Appropriation: 1NH - State Operations

Funding Sources: HUA - Miscellaneous Agencies Fund

Commitment Item		2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Regular Salaries	5010000	393,384	535,303	551,392	535,303	503,054	503,054	535,303	503,054	503,054
#Positions		12	13	13	13	12	12	13	12	12
Extra Help	5010001	3,018	40,000	40,000	40,000	40,000	40,000	40,000	40,000	40,000
#Extra Help		1	2	2	2	2	2	2	2	2
Personal Services Matching	5010003	160,763	185,304	207,802	188,256	175,892	175,892	188,256	175,892	175,892
Operating Expenses	5020002	124,165	389,470	389,470	391,461	391,461	250,000	391,461	391,461	250,000
Conference & Travel Expenses	5050009	13,944	108,000	108,000	108,000	108,000	108,000	108,000	108,000	108,000
Professional Fees	5060010	250	133,998	133,998	132,007	132,007	132,007	132,007	132,007	132,007
Data Processing	5090012	0	0	0	0	0	0	0	0	0
Capital Outlay	5120011	0	0	0	0	0	0	0	0	0
Public Education	5900046	899	899	899	899	899	899	899	899	899
Total		696,423	1,392,974	1,431,561	1,395,926	1,351,313	1,209,852	1,395,926	1,351,313	1,209,852

Funding Sources										
Fund Balance	4000005	1,123,602	1,710,415		1,552,690	1,552,690	1,552,690	1,377,552	1,422,165	1,563,626
General Revenue	4000010	274,212	286,026		271,565	271,565	271,565	271,565	271,565	271,565
Federal Revenue	4000020	1,009,024	949,223		949,223	949,223	949,223	949,223	949,223	949,223
Total Funding		2,406,838	2,945,664		2,773,478	2,773,478	2,773,478	2,598,340	2,642,953	2,784,414
Excess Appropriation/(Funding)		(1,710,415)	(1,552,690)		(1,377,552)	(1,422,165)	(1,563,626)	(1,202,414)	(1,291,640)	(1,574,562)
Grand Total		696,423	1,392,974		1,395,926	1,351,313	1,209,852	1,395,926	1,351,313	1,209,852

Analysis of Budget Request

Appropriation: 53L - Education-Trust

Funding Sources: TFH - Arkansas Fair Housing Commission Trust Fund

The Education - Trust Program was established by Act 1201 of 2007 and provides for fair housing education of the public and the operational expenses of the commission, as set out in A.C.A. §§16-123-301 through 16-123-348. Funding is derived from administrative or civil penalties levied and collected pursuant to §16-123-301.

The Base Level request is for appropriation of \$170,000 each year of the 2017-2019 Biennium.

The Agency is requesting a reallocation of \$55,000 each year from Operating Expenses to Conference & Travel Expenses to host an annual conference which provides fair housing education to the public.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: 53L - Education-Trust

Funding Sources: TFH - Arkansas Fair Housing Commission Trust Fund

Commitment Item		2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Operating Expenses	5020002	47,042	170,000	170,000	115,000	115,000	115,000	115,000	115,000	115,000
Conference & Travel Expenses	5050009	41,311	0	0	55,000	55,000	55,000	55,000	55,000	55,000
Professional Fees	5060010	0	0	0	0	0	0	0	0	0
Data Processing	5090012	0	0	0	0	0	0	0	0	0
Capital Outlay	5120011	0	0	0	0	0	0	0	0	0
Total		88,353	170,000	170,000	170,000	170,000	170,000	170,000	170,000	170,000
Funding Sources										
Fund Balance	4000005	273,807	306,943		210,765	210,765	210,765	114,587	114,587	114,587
Trust Fund	4000050	121,489	73,822		73,822	73,822	73,822	73,822	73,822	73,822
Total Funding		395,296	380,765		284,587	284,587	284,587	188,409	188,409	188,409
Excess Appropriation/(Funding)		(306,943)	(210,765)		(114,587)	(114,587)	(114,587)	(18,409)	(18,409)	(18,409)
Grand Total		88,353	170,000		170,000	170,000	170,000	170,000	170,000	170,000

FY16 Actual Expenditures in Conference & Travel Expenses were authorized through a Budget Classification Transfer.

Department Appropriation Summary

Historical Data

Agency Request and Executive/Legislative Recommendation

Appropriation	2015-2016		2016-2017		2016-2017		2017-2018						2018-2019					
	Actual	Pos	Budget	Pos	Authorized	Pos	Agency	Pos	Executive	Pos	Legislative	Pos	Agency	Pos	Executive	Pos	Legislative	Pos
261 ABC Administration - State Operations	803,056	11	857,694	12	886,062	12	783,197	11	783,197	11	783,197	11	783,197	11	783,197	11	783,197	11
911 ABC Administration - Cash Operations	0	0	7,000	0	7,000	0	7,000	0	7,000	0	7,000	0	7,000	0	7,000	0	7,000	0
F93 Spirituous & Vinous Beverages	61,302	0	300,000	0	300,000	0	300,000	0	300,000	0	300,000	0	300,000	0	300,000	0	300,000	0
Total	864,358	11	1,164,694	12	1,193,062	12	1,090,197	11	1,090,197	11	1,090,197	11	1,090,197	11	1,090,197	11	1,090,197	11

Funding Sources		%		%		%		%		%		%		%		%
Fund Balance	4000005	352,709	26.7	458,346	31.8		278,346	22.9	278,346	22.9	278,346	22.9	128,297	12.1	128,297	12.1
General Revenue	4000010	803,056	60.7	857,694	59.4		783,197	64.5	783,197	64.5	783,197	64.5	783,197	73.6	783,197	73.6
Special Revenue	4000030	165,996	12.5	125,000	8.7		150,000	12.4	150,000	12.4	150,000	12.4	150,000	14.1	150,000	14.1
Cash Fund	4000045	870	0.1	2,000	0.1		2,000	0.2	2,000	0.2	2,000	0.2	2,000	0.2	2,000	0.2
Interest	4000300	73	0.0	0	0.0		0	0.0	0	0.0	0	0.0	0	0.0	0	0.0
Total Funds		1,322,704	100.0	1,443,040	100.0		1,213,543	100.0	1,213,543	100.0	1,213,543	100.0	1,063,494	100.0	1,063,494	100.0
Excess Appropriation/(Funding)		(458,346)		(278,346)			(123,346)		(123,346)		(123,346)		26,703		26,703	
Grand Total		864,358		1,164,694			1,090,197		1,090,197		1,090,197		1,090,197		1,090,197	

Variance in fund balance is due to unfunded appropriation in (911) ABC Administration - Cash Operations.

Analysis of Budget Request

Appropriation: 261 - ABC Administration - State Operations

Funding Sources: HUA - Miscellaneous Agencies Fund

ABC administers the regulation, supervision and control of the manufacture, distribution and sale of all alcoholic beverages and the issuance of permits, and the regulation thereof.

General revenue funds 100% of the Alcoholic Beverage Control Administration's operating budget. Currently 87.94% of the Agency's budget is personnel related costs with the remaining 12.06% maintenance and operating expenses.

Base Level Regular Salaries and Personal Services Matching include the continuation of the previously authorized 2017 Salaries and Career Service Payments for eligible employees. Personal Services Matching includes the monthly contribution for State employee's health insurance for a total State match per budgeted employee of \$420 per month. Base Level salaries and matching do not include appropriation for a Cost of Living Adjustment or Merit Pay Increases.

Base Level for the biennium is \$829,787 in appropriation and general revenue funding each year of the 2017-2019 Biennium.

The agency is requesting to transfer an E038C Education & Instruction Analyst, Grade C118, to the ABC Enforcement Division to be utilized as a X085C DFA ABC Enforcement Officer, Grade C118. This request reduces general revenue in the amount of \$46,590 each year.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: 261 - ABC Administration - State Operations

Funding Sources: HUA - Miscellaneous Agencies Fund

Commitment Item		2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Regular Salaries	5010000	533,859	572,803	594,398	513,609	513,609	513,609	513,609	513,609	513,609
#Positions		11	12	12	11	11	11	11	11	11
Extra Help	5010001	1,968	3,600	3,600	3,600	3,600	3,600	3,600	3,600	3,600
#Extra Help		1	1	1	1	1	1	1	1	1
Personal Services Matching	5010003	181,613	186,805	193,578	171,502	171,502	171,502	171,502	171,502	171,502
Operating Expenses	5020002	85,616	89,500	89,500	89,500	89,500	89,500	89,500	89,500	89,500
Conference & Travel Expenses	5050009	0	4,986	4,986	4,986	4,986	4,986	4,986	4,986	4,986
Professional Fees	5060010	0	0	0	0	0	0	0	0	0
Data Processing	5090012	0	0	0	0	0	0	0	0	0
Capital Outlay	5120011	0	0	0	0	0	0	0	0	0
Total		803,056	857,694	886,062	783,197	783,197	783,197	783,197	783,197	783,197
Funding Sources										
General Revenue	4000010	803,056	857,694		783,197	783,197	783,197	783,197	783,197	783,197
Total Funding		803,056	857,694		783,197	783,197	783,197	783,197	783,197	783,197
Excess Appropriation/(Funding)		0	0		0	0	0	0	0	0
Grand Total		803,056	857,694		783,197	783,197	783,197	783,197	783,197	783,197

Analysis of Budget Request

Appropriation: 911 - ABC Administration - Cash Operations

Funding Sources: NAB - ABC Administration - Cash in Treasury

This appropriation is used by the Alcoholic Beverage Control (ABC) Administration Division for Operating Expenses associated with publishing the ABC "Rules, Regulations and Decisions" handbook. Cash funds received from the sale of ABC handbooks provide funding for the appropriation.

The Agency is requesting Base Level of \$7,000 each year of the 2017-2019 Biennium.

The Executive Recommendation provides for the Agency Request. Expenditure of appropriation is contingent upon available funding.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: 911 - ABC Administration - Cash Operations

Funding Sources: NAB - ABC Administration - Cash in Treasury

Commitment Item		2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Operating Expenses	5020002	0	7,000	7,000	7,000	7,000	7,000	7,000	7,000	7,000
Conference & Travel Expenses	5050009	0	0	0	0	0	0	0	0	0
Professional Fees	5060010	0	0	0	0	0	0	0	0	0
Data Processing	5090012	0	0	0	0	0	0	0	0	0
Capital Outlay	5120011	0	0	0	0	0	0	0	0	0
Total		0	7,000	7,000	7,000	7,000	7,000	7,000	7,000	7,000

Funding Sources										
Fund Balance	4000005	4,106	5,049		49	49	49	0	0	0
Cash Fund	4000045	870	2,000		2,000	2,000	2,000	2,000	2,000	2,000
Interest	4000300	73	0		0	0	0	0	0	0
Total Funding		5,049	7,049		2,049	2,049	2,049	2,000	2,000	2,000
Excess Appropriation/(Funding)		(5,049)	(49)		4,951	4,951	4,951	5,000	5,000	5,000
Grand Total		0	7,000		7,000	7,000	7,000	7,000	7,000	7,000

Analysis of Budget Request

Appropriation: F93 - Spirituous & Vinous Beverages

Funding Sources: SSV - Alcoholic Beverage Control Fund

This appropriation is used by the Alcoholic Beverage Control (ABC) Administration Division for the general operations that involve the promotion, education, training, alcohol safety awareness and enforcement activities. The special revenues that fund this appropriation are from the registration fees paid to ABC - Administration by manufacturers, importers, or producers of spirituous and vinous beverages for each different alcoholic beverage product label.

The Agency is requesting Base Level of \$300,000 each year of the 2017-2019 Biennium.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: F93 - Spirituous & Vinous Beverages

Funding Sources: SSV - Alcoholic Beverage Control Fund

Commitment Item	2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
	Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Promotion, Education, Training Safe 5900046	61,302	300,000	300,000	300,000	300,000	300,000	300,000	300,000	300,000
Total	61,302	300,000	300,000	300,000	300,000	300,000	300,000	300,000	300,000

Funding Sources										
Fund Balance	4000005	348,603	453,297		278,297	278,297	278,297	128,297	128,297	128,297
Special Revenue	4000030	165,996	125,000		150,000	150,000	150,000	150,000	150,000	150,000
Total Funding		514,599	578,297		428,297	428,297	428,297	278,297	278,297	278,297
Excess Appropriation/(Funding)		(453,297)	(278,297)		(128,297)	(128,297)	(128,297)	21,703	21,703	21,703
Grand Total		61,302	300,000		300,000	300,000	300,000	300,000	300,000	300,000

Department Appropriation Summary

Historical Data

Agency Request and Executive/Legislative Recommendation

Appropriation	2015-2016		2016-2017		2016-2017		2017-2018						2018-2019					
	Actual	Pos	Budget	Pos	Authorized	Pos	Agency	Pos	Executive	Pos	Legislative	Pos	Agency	Pos	Executive	Pos	Legislative	Pos
217 ABC Enforcement - State Operations	1,329,351	20	1,318,905	20	1,314,417	20	1,328,485	21	1,328,485	21	1,328,485	21	1,328,613	21	1,328,613	21	1,328,613	21
NOT REQUESTED FOR THE BIENNIUM																		
15Q ABC Enforcement - Federal Operations	0	0	0	0	484,754	0	0	0	0	0	0	0	0	0	0	0	0	0
Total	1,329,351	20	1,318,905	20	1,799,171	20	1,328,485	21	1,328,485	21	1,328,485	21	1,328,613	21	1,328,613	21	1,328,613	21

Funding Sources		%		%		%		%		%		%		%		%		%
General Revenue 4000010	1,329,351	100.0	1,318,905	100.0			1,328,485	100.0	1,328,485	100.0	1,328,485	100.0	1,328,613	100.0	1,328,613	100.0	1,328,613	100.0
Total Funds	1,329,351	100.0	1,318,905	100.0			1,328,485	100.0	1,328,485	100.0	1,328,485	100.0	1,328,613	100.0	1,328,613	100.0	1,328,613	100.0
Excess Appropriation/(Funding)	0		0				0		0		0		0		0		0	
Grand Total	1,329,351		1,318,905				1,328,485		1,328,485		1,328,485		1,328,613		1,328,613		1,328,613	

FY17 Budget amount exceeds the authorized amount due to matching rate adjustments during the 2015-2017 biennium.

FY16 Actual amount exceeds authorized amount due to transfer of appropriation and funding from DFA Motor Vehicle Acquisition.

Analysis of Budget Request

Appropriation: 217 - ABC Enforcement - State Operations

Funding Sources: HUA - Miscellaneous Agencies Fund

The Department of Finance and Administration - Alcoholic Beverage Control (ABC) Enforcement Division is responsible for enforcement of alcoholic beverage control laws and regulations within the State. All ABC Enforcement agents are certified law enforcement officers and cover approximately 6,000 permitted outlets.

General revenue funds 100% of the Alcoholic Beverage Control Enforcement's operating budget. Currently 88.54% of the Agency's budget is personnel related costs with the remaining 11.46% being maintenance and operating expenses.

Base Level Regular Salaries and Personal Services Matching include the continuation of the previously authorized 2017 Salaries and Career Service Payments for eligible employees. Personal Services Matching includes the monthly contribution for State employee's health insurance for a total State match per budgeted employee of \$420 per month. Base Level salaries and matching do not include appropriation for a Cost of Living Adjustment or Merit Pay Increases.

Base Level for the biennium is \$1,279,941 in FY18 and \$1,280,069 for FY19 in appropriation and general revenue funding.

The Agency's Change Level request of \$48,544 in appropriation and funding reflects the transfer of an E038C Education & Instruction Analyst, Grade C118, from the ABC Administration Division to be utilized as a X085C DFA ABC Enforcement Officer, Grade C118.

The Executive Recommendation provides for the Agency Request with appropriation and funding.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: 217 - ABC Enforcement - State Operations

Funding Sources: HUA - Miscellaneous Agencies Fund

Commitment Item		2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Regular Salaries	5010000	809,302	830,836	830,836	833,161	833,161	833,161	833,261	833,261	833,261
#Positions		20	20	20	21	21	21	21	21	21
Personal Services Matching	5010003	316,318	333,269	328,781	343,124	343,124	343,124	343,152	343,152	343,152
Operating Expenses	5020002	111,839	152,200	152,200	152,200	152,200	152,200	152,200	152,200	152,200
Conference & Travel Expenses	5050009	0	0	0	0	0	0	0	0	0
Professional Fees	5060010	0	0	0	0	0	0	0	0	0
Data Processing	5090012	0	0	0	0	0	0	0	0	0
Capital Outlay	5120011	91,892	2,600	2,600	0	0	0	0	0	0
Total		1,329,351	1,318,905	1,314,417	1,328,485	1,328,485	1,328,485	1,328,613	1,328,613	1,328,613
Funding Sources										
General Revenue	4000010	1,329,351	1,318,905		1,328,485	1,328,485	1,328,485	1,328,613	1,328,613	1,328,613
Total Funding		1,329,351	1,318,905		1,328,485	1,328,485	1,328,485	1,328,613	1,328,613	1,328,613
Excess Appropriation/(Funding)		0	0		0	0	0	0	0	0
Grand Total		1,329,351	1,318,905		1,328,485	1,328,485	1,328,485	1,328,613	1,328,613	1,328,613

FY17 Budget amount in Personal Services Matching exceeds the authorized amount due to matching rate adjustments during the 2015-2017 Biennium.

FY16 Actual amount in Capital Outlay exceeds authorized amount due to transfer of appropriation and funding from DFA Motor Vehicle Acquisition.

Department Appropriation Summary

Historical Data

Agency Request and Executive/Legislative Recommendation

Appropriation	2015-2016		2016-2017		2016-2017		2017-2018					2018-2019						
	Actual	Pos	Budget	Pos	Authorized	Pos	Agency	Pos	Executive	Pos	Legislative	Pos	Agency	Pos	Executive	Pos	Legislative	Pos
D31 Justice Building Construction - Cash	754,556	0	1,290,000	0	1,290,000	0	1,290,000	0	1,290,000	0	1,290,000	0	1,290,000	0	1,290,000	0	1,290,000	0
T76 DFA-Building Authority-State Operations	2,139,942	29	2,114,442	29	2,077,932	29	2,122,283	29	2,122,283	29	2,122,283	29	2,123,838	29	2,123,838	29	2,123,838	29
T77 Building Maintenance	9,267,878	38	12,968,105	40	13,125,666	40	13,102,466	40	13,102,466	40	13,102,466	40	13,102,917	40	13,102,917	40	13,102,917	40
T78 Acquisition and Maintenance	0	0	2,800,000	0	2,800,000	0	20,000,000	0	20,000,000	0	20,000,000	0	20,000,000	0	20,000,000	0	20,000,000	0
T79 Justice Building Operations	606,231	2	721,769	3	732,032	3	722,292	3	722,292	3	722,292	3	722,417	3	722,417	3	722,417	3
T80 Justice Building Maintenance	113,248	0	504,659	0	504,659	0	404,293	0	404,293	0	404,293	0	404,293	0	404,293	0	404,293	0
T81 Critical Maintenance	1,039,515	0	5,000,000	0	5,000,000	0	5,000,000	0	5,000,000	0	5,000,000	0	5,000,000	0	5,000,000	0	5,000,000	0
T82 Sustainable Bldg Design Revolv Loan Prog	0	0	10,739,371	0	10,739,371	0	10,739,371	0	10,739,371	0	10,739,371	0	10,739,371	0	10,739,371	0	10,739,371	0
T86 Cash in State Treasury	209,694	0	3,083,907	0	3,291,000	0	3,033,907	0	3,033,907	0	3,033,907	0	3,033,907	0	3,033,907	0	3,033,907	0
Total	14,131,064	69	39,222,253	72	39,560,660	72	56,414,612	72	56,414,612	72	36,414,612	72	56,416,743	72	56,416,743	72	36,416,743	72

Funding Sources		%		%		%		%		%		%		%		%		%
Fund Balance	4000005	20,687,028	58.4	21,312,998	34.7													
General Revenue	4000010	2,139,942	6.0	2,114,442	3.4													
Non-Revenue Receipts	4000040	1,500	0.0	0	0.0													
ADFA Loan	4000063	(1,203,152)	(3.4)	0	0.0													
Interest	4000300	50,485	0.1	8,564	0.0													
Loan Repayment	4000330	(87,529)	(0.2)	4,252,557	6.9													
M & R Sales	4000340	1,539	0.0	0	0.0													
Other	4000370	427,668	1.2	400,000	0.7													
Rental Income	4000430	11,781,940	33.2	11,800,000	19.2													
Rental Income/Fund Transfers	4000435	2,363,000	6.7	2,000,000	3.3													
State Administration of Justice	4000470	1,044,293	2.9	1,044,293	1.7													
Transfer from Insurance Dept	4000543	0	0.0	19,700,000	32.1													
Transfer from St Central Svcs	4000575	592,000	1.7	716,652	1.2													
Transfers / Adjustments	4000683	(2,354,652)	(6.6)	(2,000,000)	(3.3)													
Total Funds		35,444,062	100.0	61,349,506	100.0													
Excess Appropriation/(Funding)		(21,312,998)		(22,127,253)														
Grand Total		14,131,064		39,222,253														

FY16 Actual and FY17 Budget exceeds Authorized in DFA-Building Authority-State Operations due to matching rate adjustments during the 2015-2017 Biennium. Variance in Fund Balance is due to unfunded appropriation in Acquisition and Maintenance (FC T78), Justice Building Maintenance (FC T80), Critical Maintenance (FC T81), and Cash in State Treasury (FC T86).

Analysis of Budget Request

Appropriation: D31 - Justice Building Construction - Cash

Funding Sources: 132 - Justice Building Construction Cash Fund

The Justice Building Construction cash appropriation provides for debt service obligations associated with construction and renovation of the Justice Building. Funding is provided by court cost receipts transferred from the State Administration of Justice Fund to the Justice Building Construction Fund. This funding is to be used exclusively for the financing of additions, extensions, and improvements to the Justice Building. This includes the repayment of debt service obligations which were incurred in order to make improvements to the Justice Building (A.C.A. §19-5-1087).

The Agency is requesting Base Level of \$1,290,000 each year of the 2017-2019 Biennium.

The Executive Recommendation provides for the Agency Request. Expenditure of appropriation is contingent upon available funding.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: D31 - Justice Building Construction - Cash

Funding Sources: 132 - Justice Building Construction Cash Fund

Commitment Item		2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Operating Expenses	5020002	0	55,000	55,000	55,000	55,000	55,000	55,000	55,000	55,000
Conference & Travel Expenses	5050009	0	0	0	0	0	0	0	0	0
Professional Fees	5060010	17,481	35,000	35,000	35,000	35,000	35,000	35,000	35,000	35,000
Data Processing	5090012	0	0	0	0	0	0	0	0	0
Capital Outlay	5120011	0	0	0	0	0	0	0	0	0
Debt Service	5120019	737,075	1,200,000	1,200,000	1,200,000	1,200,000	1,200,000	1,200,000	1,200,000	1,200,000
Total		754,556	1,290,000	1,290,000	1,290,000	1,290,000	1,290,000	1,290,000	1,290,000	1,290,000

Funding Sources										
Fund Balance	4000005	1,581,249	613,985		313,985	313,985	313,985	13,985	13,985	13,985
ADFA Loan	4000063	(1,203,152)	0		0	0	0	0	0	0
Interest	4000300	444	0		0	0	0	0	0	0
State Administration of Justice	4000470	990,000	990,000		990,000	990,000	990,000	990,000	990,000	990,000
Total Funding		1,368,541	1,603,985		1,303,985	1,303,985	1,303,985	1,003,985	1,003,985	1,003,985
Excess Appropriation/(Funding)		(613,985)	(313,985)		(13,985)	(13,985)	(13,985)	286,015	286,015	286,015
Grand Total		754,556	1,290,000		1,290,000	1,290,000	1,290,000	1,290,000	1,290,000	1,290,000

Expenditure of appropriation is contingent upon available funding.

Analysis of Budget Request

Appropriation: T76 - DFA-Building Authority-State Operations

Funding Sources: HUA - Miscellaneous Agencies Fund

This appropriation provides for the operations of DFA Building Authority (DBA). Functions include administration, leasing, architectural, construction, finance, engineering, and building maintenance. This appropriation is funded entirely from general revenue.

Base Level Regular Salaries and Personal Services Matching include continuation of the previously authorized 2015 1% Cost of Living Adjustment and Career Service Payments for eligible employees. Personal Services Matching also includes a \$10 increase in the monthly contribution for State employee's health insurance for a total State match per budgeted employee of \$420 per month. Base Level salaries and matching do not include appropriation for Merit Pay Increases. The Base Level salary of unclassified positions reflects the FY17 line item maximum plus the previously authorized 2016 1% Cost of Living Adjustment authorized by Act 1007 (3 (B)) of 2015.

The Agency requests Base Level of \$2,122,283 in FY18 and \$2,123,838 in FY19 with twenty-nine (29) budgeted base level positions.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: T76 - DFA-Building Authority-State Operations

Funding Sources: HUA - Miscellaneous Agencies Fund

Commitment Item		2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Regular Salaries	5010000	1,572,814	1,544,547	1,534,528	1,543,928	1,543,928	1,543,928	1,544,828	1,544,828	1,544,828
#Positions		29	29	29	29	29	29	29	29	29
Personal Services Matching	5010003	528,308	517,740	491,249	526,200	526,200	526,200	526,855	526,855	526,855
Operating Expenses	5020002	37,243	45,955	45,955	45,955	45,955	45,955	45,955	45,955	45,955
Conference & Travel Expenses	5050009	1,577	6,200	6,200	6,200	6,200	6,200	6,200	6,200	6,200
Professional Fees	5060010	0	0	0	0	0	0	0	0	0
Data Processing	5090012	0	0	0	0	0	0	0	0	0
Capital Outlay	5120011	0	0	0	0	0	0	0	0	0
Total		2,139,942	2,114,442	2,077,932	2,122,283	2,122,283	2,122,283	2,123,838	2,123,838	2,123,838
Funding Sources										
General Revenue	4000010	2,139,942	2,114,442		2,122,283	2,122,283	2,122,283	2,123,838	2,123,838	2,123,838
Total Funding		2,139,942	2,114,442		2,122,283	2,122,283	2,122,283	2,123,838	2,123,838	2,123,838
Excess Appropriation/(Funding)		0	0		0	0	0	0	0	0
Grand Total		2,139,942	2,114,442		2,122,283	2,122,283	2,122,283	2,123,838	2,123,838	2,123,838

Actual and Budget amount in Regular Salaries and Personal Services Matching exceeds the authorized amount due to matching rate adjustments during the 2015-2017 Biennium.

Analysis of Budget Request

Appropriation: T77 - Building Maintenance

Funding Sources: MWJ - Building Authority Division Maintenance Fund

The Building Maintenance appropriation is funded from rental income and reimbursements from DFA Building Authority (DBA) operated buildings. It supports the property management function of state-owned and DBA-operated office buildings.

Base Level Regular Salaries and Personal Services Matching include continuation of the previously authorized 2015 1% Cost of Living Adjustment and Career Service Payments for eligible employees. Personal Services Matching also includes a \$10 increase in the monthly contribution for State employee's health insurance for a total State match per budgeted employee of \$420 per month. Base Level salaries and matching do not include appropriation for Merit Pay Increases.

Base Level is \$12,893,366 in FY18 and \$12,893,817 in FY19 with forty (40) budgeted base level positions each year of the biennium.

The Agency's Change Level request is \$209,100 each year of the biennium and consists of the following:

- Capital Outlay increase of \$84,100 each year of the biennium for major equipment replacements and necessary repairs; unfunded appropriation to restore previously authorized levels.
- Facilities Management Contingency line item increase of \$125,000 each year of the biennium; unfunded appropriation to restore previously authorized levels.

The Executive Recommendation provides for the Agency Request. Expenditure of appropriation is contingent upon available funding.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: T77 - Building Maintenance

Funding Sources: MWJ - Building Authority Division Maintenance Fund

Commitment Item		2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Regular Salaries	5010000	1,363,525	1,429,469	1,474,802	1,430,669	1,430,669	1,430,669	1,431,020	1,431,020	1,431,020
#Positions		38	40	40	40	40	40	40	40	40
Extra Help	5010001	10,776	15,000	15,000	15,000	15,000	15,000	15,000	15,000	15,000
#Extra Help		2	9	9	9	9	9	9	9	9
Personal Services Matching	5010003	557,840	557,335	544,463	565,496	565,496	565,496	565,596	565,596	565,596
Overtime	5010006	210	40,000	40,000	40,000	40,000	40,000	40,000	40,000	40,000
Operating Expenses	5020002	5,803,071	8,359,015	8,359,115	8,359,015	8,359,015	8,359,015	8,359,015	8,359,015	8,359,015
Conference & Travel Expenses	5050009	400	15,000	15,000	15,000	15,000	15,000	15,000	15,000	15,000
Professional Fees	5060010	24,288	40,000	40,000	40,000	40,000	40,000	40,000	40,000	40,000
Data Processing	5090012	0	0	0	0	0	0	0	0	0
Capital Outlay	5120011	0	84,100	84,100	84,100	84,100	84,100	84,100	84,100	84,100
Debt Service	5120019	1,507,768	2,307,186	2,307,186	2,307,186	2,307,186	2,307,186	2,307,186	2,307,186	2,307,186
Facilities Management Contingency	5130018	0	0	125,000	125,000	125,000	125,000	125,000	125,000	125,000
Rent of Space	5900022	0	121,000	121,000	121,000	121,000	121,000	121,000	121,000	121,000
Total		9,267,878	12,968,105	13,125,666	13,102,466	13,102,466	13,102,466	13,102,917	13,102,917	13,102,917

Funding Sources										
Fund Balance	4000005	4,896,786	5,500,438		2,732,333	2,732,333	2,732,333	29,867	29,867	29,867
M & R Sales	4000340	1,539	0		0	0	0	0	0	0
Other	4000370	427,668	400,000		400,000	400,000	400,000	400,000	400,000	400,000
Rental Income	4000430	11,781,940	11,800,000		12,000,000	12,000,000	12,000,000	12,000,000	12,000,000	12,000,000
Transfers / Adjustments	4000683	(2,339,617)	(2,000,000)		(2,000,000)	(2,000,000)	(2,000,000)	(2,000,000)	(2,000,000)	(2,000,000)
Total Funding		14,768,316	15,700,438		13,132,333	13,132,333	13,132,333	10,429,867	10,429,867	10,429,867
Excess Appropriation/(Funding)		(5,500,438)	(2,732,333)		(29,867)	(29,867)	(29,867)	2,673,050	2,673,050	2,673,050
Grand Total		9,267,878	12,968,105		13,102,466	13,102,466	13,102,466	13,102,917	13,102,917	13,102,917

Actual and Budget amount in Personal Services Matching exceeds the authorized amount due to matching rate adjustments during the 2015-2017 Biennium.

Expenditure of appropriation is contingent upon available funding.

Transfer to Critical Maintenance appropriation (T81).

Analysis of Budget Request

Appropriation: T78 - Acquisition and Maintenance

Funding Sources: MRE - Building Authority Division Real Estate Fund

The purpose of this appropriation is the acquisition and operation of additional buildings for state occupancy. Funding payable from the Real Estate Fund allows the DFA Building Authority (DBA) to acquire buildings for general government use as opportunities arise as well as provide construction and renovation as needed. Expenditures would be offset by income from the operation of properties acquired.

The Base Level Request is \$2,800,000 each year of the 2017-2019 Biennium.

The Agency's Change Level request of \$17,200,000 each year in appropriation for the acquisition and operation of additional buildings for state occupancy. Funding payable from the Real Estate Fund allows DBA to acquire buildings for general government use as opportunities arise as well as provide construction and renovation as needed. Expenditures are offset by income from the operation of properties acquired.

The Executive Recommendation provides for the Agency Request. Expenditure of appropriation is contingent upon available funding.

The Legislative Recommendation provides for the discontinuation of this appropriation. This is a decrease of (\$20,000,000) from the Agency Request and the Executive Recommendation.

Appropriation Summary

Appropriation: T78 - Acquisition and Maintenance

Funding Sources: MRE - Building Authority Division Real Estate Fund

Commitment Item		2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Operating Expenses	5020002	0	300,000	300,000	300,000	300,000	0	300,000	300,000	0
Conference & Travel Expenses	5050009	0	0	0	0	0	0	0	0	0
Professional Fees	5060010	0	0	0	0	0	0	0	0	0
Construction	5090005	0	2,500,000	2,500,000	19,700,000	19,700,000	0	19,700,000	19,700,000	0
Data Processing	5090012	0	0	0	0	0	0	0	0	0
Capital Outlay	5120011	0	0	0	0	0	0	0	0	0
Total		0	2,800,000	2,800,000	20,000,000	20,000,000	0	20,000,000	20,000,000	0
Funding Sources										
Fund Balance	4000005	220,629	222,129		17,122,129	17,122,129	17,122,129	0	0	17,122,129
Non-Revenue Receipts	4000040	1,500	0		0	0	0	0	0	0
Transfer from Insurance Dept	4000543	0	19,700,000		0	0	0	0	0	0
Total Funding		222,129	19,922,129		17,122,129	17,122,129	17,122,129	0	0	17,122,129
Excess Appropriation/(Funding)		(222,129)	(17,122,129)		2,877,871	2,877,871	(17,122,129)	20,000,000	20,000,000	(17,122,129)
Grand Total		0	2,800,000		20,000,000	20,000,000	0	20,000,000	20,000,000	0

Expenditure of appropriation is contingent upon available funding.

Analysis of Budget Request

Appropriation: T79 - Justice Building Operations

Funding Sources: MWJ - Building Authority Division Maintenance Fund

This appropriation provides for the operations of the Justice Building. Funding is provided under special language provisions for a transfer from the State Central Services Fund to the DFA Building Authority (DBA) Maintenance Fund for actual expenditures up to the authorized appropriation level.

Base Level Regular Salaries and Personal Services Matching include continuation of the previously authorized 2015 1% Cost of Living Adjustment and Career Service Payments for eligible employees. Personal Services Matching also includes a \$10 increase in the monthly contribution for State employee's health insurance for a total State match per budgeted employee of \$420 per month. Base Level salaries and matching do not include appropriation for Merit Pay Increases.

The Agency requests Base Level of \$722,292 for FY18 and \$722,417 for FY19 and includes three (3) budgeted base level positions.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: T79 - Justice Building Operations

Funding Sources: MWJ - Building Authority Division Maintenance Fund

Commitment Item		2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Regular Salaries	5010000	72,305	98,458	108,104	98,458	98,458	98,458	98,558	98,558	98,558
#Positions		2	3	3	3	3	3	3	3	3
Personal Services Matching	5010003	31,339	38,858	39,475	39,381	39,381	39,381	39,406	39,406	39,406
Operating Expenses	5020002	502,587	584,453	584,453	584,453	584,453	584,453	584,453	584,453	584,453
Conference & Travel Expenses	5050009	0	0	0	0	0	0	0	0	0
Professional Fees	5060010	0	0	0	0	0	0	0	0	0
Data Processing	5090012	0	0	0	0	0	0	0	0	0
Capital Outlay	5120011	0	0	0	0	0	0	0	0	0
Total		606,231	721,769	732,032	722,292	722,292	722,292	722,417	722,417	722,417
Funding Sources										
Fund Balance	4000005	34,383	5,117		0	0	0	0	0	0
Transfer from St Central Svcs	4000575	592,000	716,652		722,292	722,292	722,292	722,417	722,417	722,417
Transfers / Adjustments	4000683	(15,035)	0		0	0	0	0	0	0
Total Funding		611,348	721,769		722,292	722,292	722,292	722,417	722,417	722,417
Excess Appropriation/(Funding)		(5,117)	0		0	0	0	0	0	0
Grand Total		606,231	721,769		722,292	722,292	722,292	722,417	722,417	722,417

Analysis of Budget Request

Appropriation: T80 - Justice Building Maintenance

Funding Sources: MJB - Justice Building Fund

The Justice Building Maintenance appropriation provides for maintenance of the Justice Building. Funding is provided by court cost receipts transferred from the State Administration of Justice Fund to be used exclusively for maintenance of the Justice Building (A.C.A. §19-5-1052).

Base Level is \$504,659 each year of the 2017-2019 Biennium.

The Agency requests to reduce Base Level by (\$100,366) each year.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: T80 - Justice Building Maintenance

Funding Sources: MJB - Justice Building Fund

Commitment Item		2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Building Maintenance	5120032	113,248	504,659	504,659	404,293	404,293	404,293	404,293	404,293	404,293
Total		113,248	504,659	504,659	404,293	404,293	404,293	404,293	404,293	404,293

Funding Sources										
Fund Balance	4000005	593,624	534,669		84,303	84,303	84,303	0	0	0
State Administration of Justice	4000470	54,293	54,293		83,528	83,528	83,528	83,528	83,528	83,528
Total Funding		647,917	588,962		167,831	167,831	167,831	83,528	83,528	83,528
Excess Appropriation/(Funding)		(534,669)	(84,303)		236,462	236,462	236,462	320,765	320,765	320,765
Grand Total		113,248	504,659		404,293	404,293	404,293	404,293	404,293	404,293

Analysis of Budget Request

Appropriation: T81 - Critical Maintenance

Funding Sources: MWJ - Building Authority Division Maintenance Fund

This appropriation is used for Critical Maintenance of DFA Building Authority (DBA) owned or operated buildings. Funding is derived from rental income paid by state agencies housed in DBA operated buildings.

The Agency requests Base Level of \$5,000,000 each year of the 2017-2019 Biennium.

The Executive Recommendation provides for the Agency Request. Expenditure of appropriation is contingent upon available funding.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: T81 - Critical Maintenance

Funding Sources: MWJ - Building Authority Division Maintenance Fund

Commitment Item		2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Building Maintenance	5120032	1,039,515	5,000,000	5,000,000	5,000,000	5,000,000	5,000,000	5,000,000	5,000,000	5,000,000
Total		1,039,515	5,000,000	5,000,000	5,000,000	5,000,000	5,000,000	5,000,000	5,000,000	5,000,000

Funding Sources										
Fund Balance	4000005	3,551,018	4,874,503		1,874,503	1,874,503	1,874,503	0	0	0
Rental Income/Fund Transfers	4000435	2,363,000	2,000,000		2,000,000	2,000,000	2,000,000	2,000,000	2,000,000	2,000,000
Total Funding		5,914,018	6,874,503		3,874,503	3,874,503	3,874,503	2,000,000	2,000,000	2,000,000
Excess Appropriation/(Funding)		(4,874,503)	(1,874,503)		1,125,497	1,125,497	1,125,497	3,000,000	3,000,000	3,000,000
Grand Total		1,039,515	5,000,000		5,000,000	5,000,000	5,000,000	5,000,000	5,000,000	5,000,000

Expenditure of appropriation is contingent upon available funding.

Analysis of Budget Request

Appropriation: T82 - Sustainable Bldg Design Revolv Loan Prog

Funding Sources: MBD - Sustainable Building Design Revolving Loan Fund

The purpose of this appropriation is to provide loans to State Agencies for the Sustainable Building Design Program A.C.A. 22-3-1901. A loan made from this program must be for a renovation of a state-owned property for an amount that exceeds two hundred fifty thousand dollars (\$250,000) with the term for repayment not to exceed ten (10) years.

Funding for this appropriation consists of funds transferred from the General Improvement Fund, federal grants, and loan repayments from state agencies.

The Agency requests Base Level of \$10,739,371 each year of the 2017-2019 Biennium.

The Executive Recommendation provides for the Agency Request. Expenditure of appropriation is contingent upon available funding.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: T82 - Sustainable Bldg Design Revolv Loan Prog

Funding Sources: MBD - Sustainable Building Design Revolving Loan Fund

Commitment Item		2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Loans	5120029	0	10,739,371	10,739,371	10,739,371	10,739,371	10,739,371	10,739,371	10,739,371	10,739,371
Total		0	10,739,371	10,739,371	10,739,371	10,739,371	10,739,371	10,739,371	10,739,371	10,739,371

Funding Sources										
Fund Balance	4000005	6,574,343	6,486,814		0	0	0	0	0	0
Loan Repayment	4000330	(87,529)	4,252,557		10,739,371	10,739,371	10,739,371	10,739,371	10,739,371	10,739,371
Total Funding		6,486,814	10,739,371		10,739,371	10,739,371	10,739,371	10,739,371	10,739,371	10,739,371
Excess Appropriation/(Funding)		(6,486,814)	0		0	0	0	0	0	0
Grand Total		0	10,739,371		10,739,371	10,739,371	10,739,371	10,739,371	10,739,371	10,739,371

Expenditure of appropriation is contingent upon available funding.

Analysis of Budget Request

Appropriation: T86 - Cash in State Treasury

Funding Sources: NBA - Building Authority Division Cash Fund

The Building Improvement Fund was created in FY15 as a result of funds received by several agencies of the State for a bankruptcy claim (Delaware) filed in 2002 through the Arkansas Attorney General's office against an asbestos company, W.R. Grace. This appropriation is used for Building Improvements such as Asbestos Abatement. Funding comes from a settlement transfer from the Attorney General's office.

Base Level is \$3,083,907 each year of the 2017-2019 Biennium.

The Agency requests to reduce Base Level by (\$50,000) each year.

The Executive Recommendation provides for the Agency Request. Expenditure of appropriation is contingent upon available funding.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: T86 - Cash in State Treasury

Funding Sources: NBA - Building Authority Division Cash Fund

Commitment Item		2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Building Improvements	5900046	209,694	3,083,907	3,291,000	3,033,907	3,033,907	3,033,907	3,033,907	3,033,907	3,033,907
Total		209,694	3,083,907	3,291,000	3,033,907	3,033,907	3,033,907	3,033,907	3,033,907	3,033,907
Funding Sources										
Fund Balance	4000005	3,234,996	3,075,343		0	0	0	0	0	0
Interest	4000300	50,041	8,564		0	0	0	0	0	0
Total Funding		3,285,037	3,083,907		0	0	0	0	0	0
Excess Appropriation/(Funding)		(3,075,343)	0		3,033,907	3,033,907	3,033,907	3,033,907	3,033,907	3,033,907
Grand Total		209,694	3,083,907		3,033,907	3,033,907	3,033,907	3,033,907	3,033,907	3,033,907

Expenditure of appropriation is contingent upon available funding.

Analysis of Budget Request

Appropriation: 120 - Child Support Enforcement - Operations

Funding Sources: MCE - Child Support Enforcement Fund

The Office of Child Support Enforcement (OCSE) is a federal/state effort to collect child support from non-custodial parents. OCSE establishes and enforces orders to collect child support. The Agency determines on a case-by-case basis which of the following services will be utilized:

- Locating the non-custodial parent
- Establishing paternity
- Establishing, modifying, and terminating support/medical obligations
- Collecting and disbursing support obligations
- Enforcing delinquent child support obligations

Funding for this appropriation consists of a combination of federal funds (66%), general revenue, fees, federal incentive payments, and state share of Temporary Assistance for Needy Families (TANF) collections (34%). Currently 55% of the Agency's budget is personnel related costs with the remaining 45% operating expenses.

Base Level Regular Salaries and Personal Services Matching include the continuation of the previously authorized 2017 Salaries and Career Service Payments for eligible employees. Personal Services Matching includes the monthly contribution for State employee's health insurance for a total State match per budgeted employee of \$420 per month. Base Level salaries and matching do not include appropriation for a Cost of Living Adjustment or Merit Pay Increases.

The Base Level request is \$64,807,687 for FY18 and \$64,844,271 for FY19.

The Agency's Change Level request of \$1,022,147 each year reflects the following:

- Capital Outlay restoration of \$100,000 each year to replace equipment that is beyond repair, becomes obsolete or that becomes too expensive to maintain or repair.
- Regular Salaries and Personal Services Matching decrease of (\$1,122,147) each year due to the reduction of 32 currently authorized positions (Base Level) from 840 authorized positions. The positions no longer need to be utilized due to efficiencies of the agency.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: 120 - Child Support Enforcement - Operations

Funding Sources: MCE - Child Support Enforcement Fund

Commitment Item		2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Regular Salaries	5010000	24,140,457	27,184,642	27,745,627	26,439,560	26,439,560	26,439,560	26,469,260	26,469,260	26,469,260
#Positions		826	840	840	808	808	808	808	808	808
Extra Help	5010001	0	100,000	100,000	100,000	100,000	100,000	100,000	100,000	100,000
#Extra Help		0	15	15	15	15	15	15	15	15
Personal Services Matching	5010003	9,734,791	10,409,995	10,500,814	10,211,843	10,211,843	10,211,843	10,218,727	10,218,727	10,218,727
Operating Expenses	5020002	12,666,341	14,535,654	14,535,654	14,535,654	14,535,654	14,535,654	14,535,654	14,535,654	14,535,654
Conference & Travel Expenses	5050009	15,214	50,000	50,000	50,000	50,000	50,000	50,000	50,000	50,000
Professional Fees	5060010	236,369	500,000	500,000	500,000	500,000	500,000	500,000	500,000	500,000
Data Processing	5090012	0	0	0	0	0	0	0	0	0
Capital Outlay	5120011	38,008	100,000	100,000	100,000	100,000	100,000	100,000	100,000	100,000
Data Processing and Equipment Exp	5900046	11,246,043	11,848,483	11,848,483	11,848,483	11,848,483	11,848,483	11,848,483	11,848,483	11,848,483
Total		58,077,223	64,728,774	65,380,578	63,785,540	63,785,540	63,785,540	63,822,124	63,822,124	63,822,124

Funding Sources										
Fund Balance	4000005	9,479,293	10,337,763		10,593,042	10,593,042	10,593,042	10,291,555	10,291,555	10,291,555
General Revenue	4000010	12,984,053	12,984,053		12,984,053	12,984,053	12,984,053	12,984,053	12,984,053	12,984,053
Federal Revenue	4000020	38,845,192	39,000,000		37,500,000	37,500,000	37,500,000	37,500,000	37,500,000	37,500,000
Non-Revenue Receipts	4000040	7,105,055	13,000,000		13,000,000	13,000,000	13,000,000	13,000,000	13,000,000	13,000,000
M & R Sales	4000340	1,393	0		0	0	0	0	0	0
Total Funding		68,414,986	75,321,816		74,077,095	74,077,095	74,077,095	73,775,608	73,775,608	73,775,608
Excess Appropriation/(Funding)		(10,337,763)	(10,593,042)		(10,291,555)	(10,291,555)	(10,291,555)	(9,953,484)	(9,953,484)	(9,953,484)
Grand Total		58,077,223	64,728,774		63,785,540	63,785,540	63,785,540	63,822,124	63,822,124	63,822,124

Department Appropriation Summary

Historical Data

Agency Request and Executive/Legislative Recommendation

Appropriation	2015-2016		2016-2017		2016-2017		2017-2018						2018-2019					
	Actual	Pos	Budget	Pos	Authorized	Pos	Agency	Pos	Executive	Pos	Legislative	Pos	Agency	Pos	Executive	Pos	Legislative	Pos
019 Council of State Government	119,445	0	123,626	0	123,626	0	130,000	0	130,000	0	130,000	0	135,000	0	135,000	0	135,000	0
020 National Conference of State Legislatures	155,538	0	163,101	0	163,101	0	163,101	0	163,101	0	163,101	0	165,000	0	165,000	0	165,000	0
022 National Association of State Budget Officers	18,500	0	19,055	0	19,055	0	19,990	0	19,990	0	19,990	0	21,000	0	21,000	0	21,000	0
023 Southern Growth Policies Board	0	0	28,200	0	28,200	0	0	0	0	0	0	0	0	0	0	0	0	0
024 National Governors Association	83,800	0	104,407	0	104,407	0	85,000	0	85,000	0	85,000	0	90,000	0	90,000	0	90,000	0
025 * Personal Services Overtime	0	0	4,500,000	0	4,500,000	0	4,500,000	0	4,500,000	0	4,500,000	0	4,500,000	0	4,500,000	0	4,500,000	0
028 Interstate Planning Grants	90,000	0	90,000	0	90,000	0	90,000	0	90,000	0	90,000	0	90,000	0	90,000	0	90,000	0
030 State and Local Legal Center	6,500	0	8,065	0	8,065	0	6,700	0	6,700	0	6,700	0	6,900	0	6,900	0	6,900	0
033 Southern States Energy Board	31,027	0	32,579	0	32,579	0	32,000	0	32,000	0	32,000	0	32,000	0	32,000	0	32,000	0
037 Personal Services Matching	0	0	4,000,000	0	4,000,000	0	0	0	0	0	0	0	0	0	0	0	0	0
040 * AR Public Administration Consortium	150,000	0	150,000	0	150,000	0	150,000	0	150,000	0	150,000	0	150,000	0	150,000	0	150,000	0
045 Fireman & Police Officers Pension & Relief Fund	45,356,190	0	68,400,000	0	68,400,000	0	68,400,000	0	68,400,000	0	68,400,000	0	68,400,000	0	68,400,000	0	68,400,000	0
060 AGA/Vocational Program Certification Expenses	10,000	0	10,000	0	10,000	0	10,000	0	10,000	0	10,000	0	10,000	0	10,000	0	10,000	0
061 Fire Prevention Commission Grants	24,593	0	30,000	0	30,000	0	30,000	0	30,000	0	30,000	0	30,000	0	30,000	0	30,000	0
066 Miscellaneous Federal Grants	0	0	2,500,000,000	0	2,500,000,000	0	2,500,000,000	0	2,500,000,000	0	2,500,000,000	0	2,500,000,000	0	2,500,000,000	0	2,500,000,000	0
067 Disaster Assistance Grants	5,401,983	0	13,250,000	0	13,250,000	0	13,250,000	0	13,250,000	0	13,250,000	0	13,250,000	0	13,250,000	0	13,250,000	0
070 Unemployment Compensation Claims	5,238,543	0	16,000,000	0	16,000,000	0	16,000,000	0	16,000,000	0	16,000,000	0	16,000,000	0	16,000,000	0	16,000,000	0
071 Marketing and Redistribution	391,326	0	4,500,000	0	4,500,000	0	4,500,000	0	4,500,000	0	4,500,000	0	4,500,000	0	4,500,000	0	4,500,000	0
078 Interstate Mining Compact	17,170	0	18,513	0	18,513	0	18,513	0	18,513	0	18,513	0	18,513	0	18,513	0	18,513	0
079 National Conference of Insurance Legislators	10,000	0	10,000	0	10,000	0	10,000	0	10,000	0	10,000	0	10,000	0	10,000	0	10,000	0
080 National Conference on Uniform State Laws	42,203	0	57,525	0	57,525	0	50,000	0	50,000	0	50,000	0	50,000	0	50,000	0	50,000	0
081 ACH - Hospital Payments	693,000	0	693,000	0	700,000	0	700,000	0	700,000	0	700,000	0	700,000	0	700,000	0	700,000	0
092 Low Level Radioactive Waste Compact	5,000	0	25,000	0	25,000	0	5,000	0	5,000	0	5,000	0	5,000	0	5,000	0	5,000	0
110 Museum of Discovery Grant	50,000	0	50,000	0	50,000	0	50,000	0	50,000	0	50,000	0	50,000	0	50,000	0	50,000	0
114 Regular Salaries - Elected Officers	0	0	1,500,000	0	1,500,000	0	0	0	0	0	0	0	0	0	0	0	0	0
131 Child Abuse/Rape/Domestic Violence Contract (63,117	0	363,117	0	363,767	0	363,767	0	363,767	0	363,767	0	363,767	0	363,767	0	363,767	0
133 Child Welfare Restructuring (UAMS)	271,604	0	271,604	0	274,400	0	274,400	0	274,400	0	274,400	0	274,400	0	274,400	0	274,400	0
139 Information Network of Arkansas	98,704	0	150,000	0	150,000	0	150,000	0	150,000	0	150,000	0	150,000	0	150,000	0	150,000	0
159 Administration of Justice Fund	2,803,385	0	44,920,595	0	44,920,595	0	44,920,595	0	44,920,595	0	44,920,595	0	44,920,595	0	44,920,595	0	44,920,595	0
1DC Arkansas Wine Producers Council	5,000	0	5,000	0	5,000	0	5,000	0	5,000	0	5,000	0	5,000	0	5,000	0	5,000	0
1FB Arkansas Sheriff's Association	387,898	0	600,000	0	600,000	0	600,000	0	600,000	0	600,000	0	600,000	0	600,000	0	600,000	0
1GD Drug Enforcement and Education	0	0	5,000,000	0	5,000,000	0	5,000,000	0	5,000,000	0	5,000,000	0	5,000,000	0	5,000,000	0	5,000,000	0
1KG Disaster Assistance - Federal	0	0	8,000,000	0	8,000,000	0	8,000,000	0	8,000,000	0	8,000,000	0	8,000,000	0	8,000,000	0	8,000,000	0

Department Appropriation Summary

Historical Data

Agency Request and Executive/Legislative Recommendation

Appropriation	2015-2016		2016-2017		2016-2017		2017-2018						2018-2019					
	Actual	Pos	Budget	Pos	Authorized	Pos	Agency	Pos	Executive	Pos	Legislative	Pos	Agency	Pos	Executive	Pos	Legislative	Pos
1MK Baby Sharon Act Grants	9,983	0	2,000,000	0	2,000,000	0	2,000,000	0	2,000,000	0	2,000,000	0	2,000,000	0	2,000,000	0	2,000,000	0
1NM Southern Regional Education Board	204,453	0	210,000	0	210,000	0	205,500	0	205,500	0	205,500	0	212,000	0	212,000	0	212,000	0
1QZ Organ Donation Education Grants	24,783	0	200,000	0	200,000	0	200,000	0	200,000	0	200,000	0	200,000	0	200,000	0	200,000	0
1RC National Center for State Courts	130,991	0	140,322	0	140,322	0	135,000	0	135,000	0	135,000	0	140,000	0	140,000	0	140,000	0
1XZ The Energy Council	38,400	0	38,400	0	38,400	0	38,400	0	38,400	0	38,400	0	38,400	0	38,400	0	38,400	0
1YA Multi-State Tax Commission	268,926	0	275,450	0	275,450	0	280,000	0	280,000	0	280,000	0	285,000	0	285,000	0	285,000	0
1YB Federation of Tax Administrators	16,908	0	20,000	0	20,000	0	20,000	0	20,000	0	20,000	0	20,000	0	20,000	0	20,000	0
1YC National Association of Attorneys General	38,344	0	39,494	0	39,494	0	41,000	0	41,000	0	41,000	0	42,000	0	42,000	0	42,000	0
1YD Association of Racing Commissioners	17,000	0	21,000	0	21,000	0	21,000	0	21,000	0	21,000	0	21,000	0	21,000	0	21,000	0
232 ACH - Intensive Care Nursery	1,220,594	0	1,220,594	0	1,233,600	0	1,233,600	0	1,233,600	0	1,233,600	0	1,233,600	0	1,233,600	0	1,233,600	0
247 Miscellaneous Workforce Investment Programs	0	0	100,000,000	0	100,000,000	0	100,000,000	0	100,000,000	0	100,000,000	0	100,000,000	0	100,000,000	0	100,000,000	0
285 Personal Services Payplan Adjustment	0	0	17,000,000	0	17,000,000	0	68,500,000	0	68,500,000	0	68,500,000	0	68,500,000	0	68,500,000	0	68,500,000	0
2DA Southern Governors Association	0	0	45,000	0	45,000	0	0	0	0	0	0	0	0	0	0	0	0	0
2DB Intrastate Metro Planning Grants	90,000	0	90,000	0	90,000	0	90,000	0	90,000	0	90,000	0	90,000	0	90,000	0	90,000	0
2DC * Public Defender Reimbursement	34,372	0	34,372	0	34,372	0	34,372	0	34,372	0	34,372	0	34,372	0	34,372	0	34,372	0
2DE ACH - Reproductive Health Monitoring	594,000	0	594,000	0	600,000	0	600,000	0	600,000	0	600,000	0	600,000	0	600,000	0	600,000	0
2DM State Employees Blanket Bond Program	296,126	0	250,000	0	250,000	0	250,000	0	250,000	0	250,000	0	250,000	0	250,000	0	250,000	0
2DN County Public Employees Blanket Bond Program	107,450	0	250,000	0	250,000	0	250,000	0	250,000	0	250,000	0	250,000	0	250,000	0	250,000	0
2DP Municipal Public Employees Blanket Bond Program	215,810	0	250,000	0	250,000	0	250,000	0	250,000	0	250,000	0	250,000	0	250,000	0	250,000	0
2DQ Public School Employees Blanket Bond Program	104,020	0	250,000	0	250,000	0	250,000	0	250,000	0	250,000	0	250,000	0	250,000	0	250,000	0
2DT Criminal Detention Committee Expenses	3,393	0	18,639	0	18,639	0	18,639	0	18,639	0	18,639	0	18,639	0	18,639	0	18,639	0
2DV Agricultural Marketing Grants	375,000	0	375,000	0	375,000	0	375,000	0	375,000	0	375,000	0	375,000	0	375,000	0	375,000	0
2DX Fire Protection Services - Additional Funding	13,149,475	0	15,000,000	0	15,000,000	0	15,000,000	0	15,000,000	0	15,000,000	0	15,000,000	0	15,000,000	0	15,000,000	0
2HM Planning and Development Grants	360,000	0	360,000	0	360,000	0	360,000	0	360,000	0	360,000	0	360,000	0	360,000	0	360,000	0
2MH US Olympic Committee	242	0	50,000	0	50,000	0	50,000	0	50,000	0	50,000	0	50,000	0	50,000	0	50,000	0
2YN Public Legal Aid	556,031	0	855,432	0	855,432	0	855,432	0	855,432	0	855,432	0	855,432	0	855,432	0	855,432	0
2ZJ * Personal Services Stipends	0	0	550,000	0	550,000	0	550,000	0	550,000	0	550,000	0	550,000	0	550,000	0	550,000	0
301 Transportation of Juvenile Offenders	138,117	0	187,000	0	187,000	0	187,000	0	187,000	0	187,000	0	187,000	0	187,000	0	187,000	0
328 Merit Adjustment Fund	0	0	4,000,000	0	4,000,000	0	4,000,000	0	4,000,000	0	4,000,000	0	4,000,000	0	4,000,000	0	4,000,000	0
33M ACH - Burn Center	990,000	0	990,000	0	1,000,000	0	1,000,000	0	1,000,000	0	1,000,000	0	1,000,000	0	1,000,000	0	1,000,000	0
33N Delta Regional Authority	195,006	0	150,000	0	150,000	0	230,500	0	230,500	0	230,500	0	230,500	0	230,500	0	230,500	0
340 Workforce 2000	0	0	35,000,000	0	35,000,000	0	35,000,000	0	35,000,000	0	35,000,000	0	35,000,000	0	35,000,000	0	35,000,000	0
342 Refund to Expenditures	0	0	500,000	0	500,000	0	500,000	0	500,000	0	500,000	0	500,000	0	500,000	0	500,000	0

Department Appropriation Summary

Historical Data

Agency Request and Executive/Legislative Recommendation

Appropriation	2015-2016		2016-2017		2016-2017		2017-2018						2018-2019					
	Actual	Pos	Budget	Pos	Authorized	Pos	Agency	Pos	Executive	Pos	Legislative	Pos	Agency	Pos	Executive	Pos	Legislative	Pos
36F Multi-Jurisdictional Drug Crime Task Force	1,893,025	0	5,500,000	0	5,500,000	0	5,500,000	0	5,500,000	0	5,500,000	0	5,500,000	0	5,500,000	0	5,500,000	0
471 Indigent Patient-Emergency Medical Services Pr	27,856	0	300,000	0	300,000	0	300,000	0	300,000	0	300,000	0	300,000	0	300,000	0	300,000	0
4HJ Prostate Cancer	123,947	0	197,750	0	197,750	0	197,750	0	197,750	0	197,750	0	197,750	0	197,750	0	197,750	0
515 Regular Salaries-State Employees	0	0	1,000,000	0	1,000,000	0	0	0	0	0	0	0	0	0	0	0	0	0
54Z Innovation & Product Development	0	0	229,034	0	250,000	0	229,034	0	229,034	0	229,034	0	229,034	0	229,034	0	229,034	0
601 Juvenile Detention Facilities	400,000	0	400,000	0	400,000	0	400,000	0	400,000	0	400,000	0	400,000	0	400,000	0	400,000	0
905 Purchase of Vehicles	1,143,599	0	15,000,000	0	15,000,000	0	15,000,000	0	15,000,000	0	15,000,000	0	15,000,000	0	15,000,000	0	15,000,000	0
914 DFA Disbursing-Miscellaneous-CashTransfers	0	0	5,050,000	0	5,050,000	0	5,050,000	0	5,050,000	0	5,050,000	0	5,050,000	0	5,050,000	0	5,050,000	0
A08 Cash Appropriation - Various Agencies	0	0	300,000,000	0	300,000,000	0	300,000,000	0	300,000,000	0	300,000,000	0	300,000,000	0	300,000,000	0	300,000,000	0
A09 Payplan Adjustment - Various Agencies	0	0	5,000,000	0	5,000,000	0	10,000,000	0	10,000,000	0	10,000,000	0	10,000,000	0	10,000,000	0	10,000,000	0
F42 * Personal Services Extra Help	0	0	1,500,000	0	1,500,000	0	1,500,000	0	1,500,000	0	1,500,000	0	1,500,000	0	1,500,000	0	1,500,000	0
NOT REQUESTED FOR THE BIENNIUM																		
2CU Department of Correction - Escapees Trial	0	0	0	0	100,000	0	0	0	0	0	0	0	0	0	0	0	0	0
746 Natural Resources Damages	0	0	0	0	174,810	0	0	0	0	0	0	0	0	0	0	0	0	0
F94 Ar Sheriffs' Association Grant	0	0	0	0	500,000	0	0	0	0	0	0	0	0	0	0	0	0	0
N66 Southern Legislative Conference	0	0	0	0	60,000	0	0	0	0	0	0	0	0	0	0	0	0	0
Total	84,292,377	0	3,188,214,874	0	3,189,110,102	0	3,238,216,293	0	3,238,216,293	0	3,238,216,293	0	3,238,246,902	0	3,238,246,902	0	3,238,246,902	0

Funding Sources		%		%		%		%		%		%		%		%		%	
Fund Balance	4000005	29,911,748	26.0	30,563,340	1.0			1,675,125	0.1	1,675,125	0.1	1,675,125	0.1	1,675,125	0.1	1,675,125	0.1	1,675,125	0.1
General Revenue	4000010	6,685,948	5.8	7,188,847	0.2			7,190,266	0.2	7,154,260	0.2	7,154,260	0.2	7,220,875	0.2	7,184,869	0.2	7,184,869	0.2
Federal Revenue	4000020	0	0.0	8,000,000	0.3			8,000,000	0.2	8,000,000	0.2	8,000,000	0.2	8,000,000	0.2	8,000,000	0.2	8,000,000	0.2
Special Revenue	4000030	78,637,272	68.5	72,080,029	2.3			89,200,000	2.8	89,200,000	2.8	89,200,000	2.8	89,200,000	2.8	89,200,000	2.8	89,200,000	2.8
Cash Fund	4000045	0	0.0	5,050,000	0.2			5,050,000	0.2	5,050,000	0.2	5,050,000	0.2	5,050,000	0.2	5,050,000	0.2	5,050,000	0.2
Trust Fund	4000050	5,414,460	4.7	17,107,097	0.5			18,250,000	0.6	18,250,000	0.6	18,250,000	0.6	18,250,000	0.6	18,250,000	0.6	18,250,000	0.6
ASP Retirement Fund	4000113	(6,233,769)	(5.4)	0	0.0			0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0
Budget Stabilization Trust	4000130	6,186,546	5.4	10,023,195	0.3			13,250,000	0.4	13,250,000	0.4	13,250,000	0.4	13,250,000	0.4	13,250,000	0.4	13,250,000	0.4
Fees	4000245	355,398	0.3	547,292	0.0			550,000	0.0	550,000	0.0	550,000	0.0	550,000	0.0	550,000	0.0	550,000	0.0
Fire/Police Pens & Relief Fund	4000252	685,680	0.6	0	0.0			0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0
Fire Protection Prem Tax Fund	4000253	(353,140)	(0.3)	0	0.0			0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0
Internet User Fees	4000310	220,516	0.2	150,000	0.0			150,000	0.0	150,000	0.0	150,000	0.0	150,000	0.0	150,000	0.0	150,000	0.0
Inter-agency Fund Transfer	4000316	(419,861)	(0.4)	0	0.0			0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0
M & R Sales	4000340	880,579	0.8	1,000,000	0.0			1,000,000	0.0	1,000,000	0.0	1,000,000	0.0	1,000,000	0.0	1,000,000	0.0	1,000,000	0.0

Funding Sources			%		%		%		%		%		%		%
Special State Asset Forfeiture	4000465	128,526	0.1	4,574,367	0.1	5,000,000	0.2	5,000,000	0.2	5,000,000	0.2	5,000,000	0.2	5,000,000	0.2
State Administration of Justice	4000470	33,940,667	29.6	42,827,901	1.3	45,826,027	1.4	45,826,027	1.4	45,826,027	1.4	45,826,027	1.4	45,826,027	1.4
Transfer from DHS	4000510	0	0.0	300,000	0.0	300,000	0.0	300,000	0.0	300,000	0.0	300,000	0.0	300,000	0.0
Transfer from DHS-DYS	4000515	400,000	0.3	400,000	0.0	400,000	0.0	400,000	0.0	400,000	0.0	400,000	0.0	400,000	0.0
Transfer to General Revenue	4000635	(5,187,859)	(4.5)	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0
Transfers Accounting Purposes	4000685	391,326	0.3	2,940,050,000	92.2	2,990,050,000	92.3	2,990,050,000	92.3	2,990,050,000	92.3	2,990,050,000	92.3	2,990,050,000	92.3
Transfers from Agencies	4000690	8,348,631	7.3	11,027,931	0.3	15,000,000	0.5	15,000,000	0.5	15,000,000	0.5	15,000,000	0.5	15,000,000	0.5
Transfers to Agencies	4000695	(45,136,951)	(39.3)	4,000,000	0.1	4,000,000	0.1	4,000,000	0.1	4,000,000	0.1	4,000,000	0.1	4,000,000	0.1
Workforce 2000	4000740	0	0.0	35,000,000	1.1	35,000,000	1.1	35,000,000	1.1	35,000,000	1.1	35,000,000	1.1	35,000,000	1.1
Total Funds		114,855,717	100.0	3,189,889,999	100.0	3,239,891,418	100.0	3,239,855,412	100.0	3,239,855,412	100.0	3,239,922,027	100.0	3,239,886,021	100.0
Excess Appropriation/(Funding)		(30,563,340)		(1,675,125)		(1,675,125)		(1,639,119)		(1,639,119)		(1,675,125)		(1,639,119)	
Grand Total		84,292,377		3,188,214,874		3,238,216,293		3,238,216,293		3,238,216,293		3,238,246,902		3,238,246,902	

* Personal Services Overtime, Personal Services Stipends and Personal Services Extra Help appropriation names have been updated to properly reflect the use of the appropriations to include personal services matching. Also, the commitment items have been updated so Special Commitment Items 5900046 to reflect consistency with other personal services appropriations.

* AR Public Administration Consortium line item has changed from Professional Fees 5060010 to Grants & Aid 5100004 to properly account for the expenditure. Change in appropriation name from Public Defender Contract to Public Defender Reimbursement. Public Defender Line Item changed from Professional Fees 5060010 to Refunds/Reimbursements 5110014 to properly account for the expenditure.

APPROPRIATIONS NOT REQUESTED FOR 2017-2019 BIENNIUM and transferred to Personal Services Payplan Adjustments (285): Regular Salaries - State Employees (515); Regular Salaries - Elected Officials (114); Personal Services Matching (037)

Analysis of Budget Request

Appropriation: 045 - Fireman & Police Officers Pension & Relief Fund

Funding Sources: SFR - Fireman and Police Officers' Pension and Relief Fund

This appropriation is for payment of the Fireman and Police Officers' Pension and Relief Taxes, payable from the Fireman and Police Officers' Pension and Relief Fund. Funding comes from premium taxes on insurance policies (A.C.A. §24-11-301, §24-11-809).

The Agency is requesting Base Level of \$68,400,000 each year of the 2017-2019 Biennium.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: 045 - Fireman & Police Officers Pension & Relief Fund

Funding Sources: SFR - Fireman and Police Officers' Pension and Relief Fund

Commitment Item		2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Grants and Aid	5100004	45,356,190	68,400,000	68,400,000	68,400,000	68,400,000	68,400,000	68,400,000	68,400,000	68,400,000
Total		45,356,190	68,400,000	68,400,000	68,400,000	68,400,000	68,400,000	68,400,000	68,400,000	68,400,000

Funding Sources										
Fund Balance	4000005	6,629,115	6,664,380		0	0	0	0	0	0
Special Revenue	4000030	57,166,223	61,735,620		68,400,000	68,400,000	68,400,000	68,400,000	68,400,000	68,400,000
ASP Retirement Fund	4000113	(6,233,769)	0		0	0	0	0	0	0
Fire Protection Prem Tax Fund	4000253	(353,140)	0		0	0	0	0	0	0
Transfer to General Revenue	4000635	(5,187,859)	0		0	0	0	0	0	0
Total Funding		52,020,570	68,400,000		68,400,000	68,400,000	68,400,000	68,400,000	68,400,000	68,400,000
Excess Appropriation/(Funding)		(6,664,380)	0		0	0	0	0	0	0
Grand Total		45,356,190	68,400,000		68,400,000	68,400,000	68,400,000	68,400,000	68,400,000	68,400,000

Analysis of Budget Request

Appropriation: 067 - Disaster Assistance Grants

Funding Sources: MMA - Disaster Assistance Fund

This appropriation provides for disaster assistance to individuals, families, and public entities as authorized by the Disaster Relief Act of 1974 and for complying with the Arkansas Emergency Services Act of 1973 (A.C.A. §12-75-101 et seq.). Expenditures from this fund are made upon Executive Order of the Governor declaring a disaster and are utilized for individual assistance, public assistance, hazard assistance, and immediate emergency response according to the State Disaster Plan prepared and maintained by the Arkansas Department of Emergency Management. Funding for this appropriation can come from Federal funds or the Budget Stabilization Trust Fund.

The Agency is requesting Base Level of \$13,250,000 each year of the 2017-2019 Biennium.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: 067 - Disaster Assistance Grants

Funding Sources: MMA - Disaster Assistance Fund

Commitment Item		2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Grants and Aid	5100004	5,401,983	13,250,000	13,250,000	13,250,000	13,250,000	13,250,000	13,250,000	13,250,000	13,250,000
Total		5,401,983	13,250,000	13,250,000	13,250,000	13,250,000	13,250,000	13,250,000	13,250,000	13,250,000

Funding Sources										
Fund Balance	4000005	2,442,242	3,226,805		0	0	0	0	0	0
Budget Stabilization Trust	4000130	6,186,546	10,023,195		13,250,000	13,250,000	13,250,000	13,250,000	13,250,000	13,250,000
Total Funding		8,628,788	13,250,000		13,250,000	13,250,000	13,250,000	13,250,000	13,250,000	13,250,000
Excess Appropriation/(Funding)		(3,226,805)	0		0	0	0	0	0	0
Grand Total		5,401,983	13,250,000		13,250,000	13,250,000	13,250,000	13,250,000	13,250,000	13,250,000

Analysis of Budget Request

Appropriation: 070 - Unemployment Compensation Claims

Funding Sources: TUC - Unemployment Compensation Revolving Fund

This appropriation is utilized to reimburse the Department of Workforce Services for unemployment benefits paid to former state employees. State agencies are assessed a percent of total payroll to provide funding for this appropriation. The assessment is based on a claims experience rating for each Agency.

The Agency is requesting Base Level of \$16,000,000 each year of the 2017-2019 Biennium.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: 070 - Unemployment Compensation Claims

Funding Sources: TUC - Unemployment Compensation Revolving Fund

Commitment Item	2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
	Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Claims 5110015	5,238,543	16,000,000	16,000,000	16,000,000	16,000,000	16,000,000	16,000,000	16,000,000	16,000,000
Total	5,238,543	16,000,000	16,000,000	16,000,000	16,000,000	16,000,000	16,000,000	16,000,000	16,000,000

Funding Sources									
Fund Balance 4000005	1,001,994	1,142,903		0	0	0	0	0	0
Trust Fund 4000050	5,379,452	14,857,097		16,000,000	16,000,000	16,000,000	16,000,000	16,000,000	16,000,000
Total Funding	6,381,446	16,000,000		16,000,000	16,000,000	16,000,000	16,000,000	16,000,000	16,000,000
Excess Appropriation/(Funding)	(1,142,903)	0		0	0	0	0	0	0
Grand Total	5,238,543	16,000,000		16,000,000	16,000,000	16,000,000	16,000,000	16,000,000	16,000,000

Analysis of Budget Request

Appropriation: 071 - Marketing and Redistribution

Funding Sources: MPH - Property Sales Holding Fund

This appropriation provides for transfers of appropriation for state agencies for expending and disbursing the net proceeds from property sold through the Marketing and Redistribution Program (A.C.A. §25-8-106; §19-5-1010).

The Agency is requesting Base Level of \$4,500,000 each year of the 2017-2019 Biennium.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: 071 - Marketing and Redistribution

Funding Sources: MPH - Property Sales Holding Fund

Commitment Item	2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
	Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Marketing & Redistribution Program 5900025	391,326	4,500,000	4,500,000	4,500,000	4,500,000	4,500,000	4,500,000	4,500,000	4,500,000
Total	391,326	4,500,000	4,500,000	4,500,000	4,500,000	4,500,000	4,500,000	4,500,000	4,500,000

Funding Sources									
Transfers Accounting Purposes 4000685	391,326	4,500,000		4,500,000	4,500,000	4,500,000	4,500,000	4,500,000	4,500,000
Total Funding	391,326	4,500,000		4,500,000	4,500,000	4,500,000	4,500,000	4,500,000	4,500,000
Excess Appropriation/(Funding)	0	0		0	0	0	0	0	0
Grand Total	391,326	4,500,000		4,500,000	4,500,000	4,500,000	4,500,000	4,500,000	4,500,000

Analysis of Budget Request

Appropriation: 131 - Child Abuse/Rape/Domestic Violence Contract (UAMS)

Funding Sources: HUA - Miscellaneous Agencies Fund

This appropriation provides State reimbursement of personal service expenses for the University of Arkansas Medical Sciences, Arkansas Commission on Child Abuse, Rape, and Domestic Violence. The Commission helps coordinate efforts to review and process complaints of child abuse and neglect. This appropriation is funded by general revenue in the amount of \$63,767 each year and up to \$300,000 of the remaining appropriation may be funded by the Department of Human Services through a fund transfer authorized in Special Language.

Base Level is \$363,117 each year of the 2017-2019 Biennium.

The Agency is requesting appropriation and funding in the amount of \$650 each year to restore the currently authorized amount.

The Executive Recommendation provides for the Agency Request of appropriation and funding.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: 131 - Child Abuse/Rape/Domestic Violence Contract (UAMS)

Funding Sources: HUA - Miscellaneous Agencies Fund

Commitment Item		2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Refunds/Reimbursements	5110014	63,117	363,117	363,767	363,767	363,767	363,767	363,767	363,767	363,767
Total		63,117	363,117	363,767	363,767	363,767	363,767	363,767	363,767	363,767

Funding Sources										
General Revenue	4000010	63,117	63,117		63,767	63,767	63,767	63,767	63,767	63,767
Transfer from DHS	4000510	0	300,000		300,000	300,000	300,000	300,000	300,000	300,000
Total Funding		63,117	363,117		363,767	363,767	363,767	363,767	363,767	363,767
Excess Appropriation/(Funding)		0	0		0	0	0	0	0	0
Grand Total		63,117	363,117		363,767	363,767	363,767	363,767	363,767	363,767

Analysis of Budget Request

Appropriation: 133 - Child Welfare Restructuring (UAMS)

Funding Sources: HUA - Miscellaneous Agencies Fund

This general revenue funded appropriation provides for the payment of contractual services to assist multidisciplinary task coordinators throughout the State to review and process child abuse complaints.

Base Level is \$271,604 each year of the 2017-2019 Biennium.

The Agency is requesting appropriation and funding in the amount of \$2,796 each year to restore the currently authorized amount.

The Executive Recommendation provides for the Agency Request of appropriation and funding.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: 133 - Child Welfare Restructuring (UAMS)

Funding Sources: HUA - Miscellaneous Agencies Fund

Commitment Item		2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Refunds/Reimbursements	5110014	271,604	271,604	274,400	274,400	274,400	274,400	274,400	274,400	274,400
Total		271,604	271,604	274,400	274,400	274,400	274,400	274,400	274,400	274,400

Funding Sources										
General Revenue	4000010	271,604	271,604		274,400	274,400	274,400	274,400	274,400	274,400
Total Funding		271,604	271,604		274,400	274,400	274,400	274,400	274,400	274,400
Excess Appropriation/(Funding)		0	0		0	0	0	0	0	0
Grand Total		271,604	271,604		274,400	274,400	274,400	274,400	274,400	274,400

Analysis of Budget Request

Appropriation: 139 - Information Network of Arkansas

Funding Sources: MNA - Information Network of Arkansas Fund

This appropriation provides for operating expenses of the Information Network of Arkansas, which is funded by user fees. The purpose of the Information Network of Arkansas is to provide the public access to state government information and interaction with government agencies through a user-friendly electronic medium (A.C.A. §25-27-101 et seq.; §19-5-1074).

The Agency is requesting Base Level of \$150,000 each year of the 2017-2019 Biennium.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: 139 - Information Network of Arkansas

Funding Sources: MNA - Information Network of Arkansas Fund

Commitment Item		2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Maintenance & Operations	5900046	98,704	150,000	150,000	150,000	150,000	150,000	150,000	150,000	150,000
Total		98,704	150,000	150,000	150,000	150,000	150,000	150,000	150,000	150,000

Funding Sources										
Fund Balance	4000005	1,378,503	1,500,315		1,500,315	1,500,315	1,500,315	1,500,315	1,500,315	1,500,315
Internet User Fees	4000310	220,516	150,000		150,000	150,000	150,000	150,000	150,000	150,000
Total Funding		1,599,019	1,650,315		1,650,315	1,650,315	1,650,315	1,650,315	1,650,315	1,650,315
Excess Appropriation/(Funding)		(1,500,315)	(1,500,315)		(1,500,315)	(1,500,315)	(1,500,315)	(1,500,315)	(1,500,315)	(1,500,315)
Grand Total		98,704	150,000		150,000	150,000	150,000	150,000	150,000	150,000

Analysis of Budget Request

Appropriation: 159 - Administration of Justice Fund

Funding Sources: TAJ - State Administration of Justice Fund

The Administration of Justice Fund Section (AOJF) was established in 1995 to administer the Uniform Filing Fees and Court Cost Program. The AOJF is responsible for collecting, depositing, and distributing court fees collected at the county and municipal levels.

The Uniform Filing Fees and Court Cost Program was established by Act 1256 of 1995 (A.C.A. §16-10-306 et seq.) to remedy inequities in judicial services provided to citizens of Arkansas. This Act established the AOJF, charged it to provide forms for the remittance of court fees, and prescribed the duties of the AOJF to collect, and when appropriate, refer for civil prosecution any counties or municipalities having violated the remittance and reporting requirements of the Act.

This appropriation provides for distribution of uniform court costs and filing fees collected as well as appropriation to process any refunds necessary back to the local jurisdiction. The fund balance has decreased over the past several years as a result of declining revenue and increased expenditures.

The Agency is requesting Base Level of \$44,920,595 each year of the 2017-2019 Biennium for the State Administration of Justice Fund; but with the request that the Administrative Office of the Courts take action to increase revenues or reduce expenditures from the State Administration of Justice Fund to a level that can be supported by the Fund. The fund balance has decreased over the past several years as a result of declining revenue and increased expenditures. The Fund still struggles to support the allocations funded in the past. During FY14 and continuing into FY17 a 25% reduction in the monthly distribution has been in place.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: 159 - Administration of Justice Fund

Funding Sources: TAJ - State Administration of Justice Fund

Commitment Item		2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Grants and Aid	5100004	2,799,480	39,920,595	39,920,595	39,920,595	39,920,595	39,920,595	39,920,595	39,920,595	39,920,595
Refunds/Reimbursements	5110014	3,905	5,000,000	5,000,000	5,000,000	5,000,000	5,000,000	5,000,000	5,000,000	5,000,000
Total		2,803,385	44,920,595	44,920,595	44,920,595	44,920,595	44,920,595	44,920,595	44,920,595	44,920,595
Funding Sources										
Fund Balance	4000005	2,746,136	2,998,126		0	0	0	0	0	0
Special Revenue	4000030	8,054,964	0		0	0	0	0	0	0
State Administration of Justice	4000470	33,352,136	41,922,469		44,920,595	44,920,595	44,920,595	44,920,595	44,920,595	44,920,595
Transfers to Agencies	4000695	(38,351,725)	0		0	0	0	0	0	0
Total Funding		5,801,511	44,920,595		44,920,595	44,920,595	44,920,595	44,920,595	44,920,595	44,920,595
Excess Appropriation/(Funding)		(2,998,126)	0		0	0	0	0	0	0
Grand Total		2,803,385	44,920,595		44,920,595	44,920,595	44,920,595	44,920,595	44,920,595	44,920,595

The fund balance has decreased over the past several years as a result of declining revenue and increased expenditures. Starting in FY14 and continuing into FY17 a reduction in the monthly distribution has been in place.

Analysis of Budget Request

Appropriation: 1FB - Arkansas Sheriff's Association

Funding Sources: MCD - Arkansas Counties Alcohol & Drug Abuse & Crime Prevention Fund

The Arkansas Sheriff's Association is funded by a \$50,000 allocation from the Administration of Justice Fund and revenues generated from § 17-19-301(f)(1) which is an additional fee of six dollars (\$6.00) per bail bond for giving bond for every bail bond issued by the professional bail bond company by or through its individual licensees, sheriffs, keepers of the jail, or any persons authorized to take bail under §16-84-102. These funds are transferred to the Arkansas Counties Alcohol and Drug Abuse and Crime Prevention Fund for the purpose of developing crime prevention and alcohol and drug abuse programs.

The Agency is requesting Base Level of \$600,000 each year of the 2017-2019 Biennium.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: 1FB - Arkansas Sheriff's Association

Funding Sources: MCD - Arkansas Counties Alcohol & Drug Abuse & Crime Prevention Fund

Commitment Item		2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Grants and Aid	5100004	387,898	600,000	600,000	600,000	600,000	600,000	600,000	600,000	600,000
Total		387,898	600,000	600,000	600,000	600,000	600,000	600,000	600,000	600,000

Funding Sources										
Fund Balance	4000005	2,708	2,708		0	0	0	0	0	0
Fees	4000245	355,398	547,292		550,000	550,000	550,000	550,000	550,000	550,000
State Administration of Justice	4000470	32,500	50,000		50,000	50,000	50,000	50,000	50,000	50,000
Total Funding		390,606	600,000		600,000	600,000	600,000	600,000	600,000	600,000
Excess Appropriation/(Funding)		(2,708)	0		0	0	0	0	0	0
Grand Total		387,898	600,000		600,000	600,000	600,000	600,000	600,000	600,000

Analysis of Budget Request

Appropriation: 1GD - Drug Enforcement and Education

Funding Sources: TAF - Special State Assets Forfeiture Fund

The Arkansas Drug Director establishes through rules and regulations a procedure for proper investment, use, and disposition of moneys deposited in the Special State Assets Forfeiture Fund in accordance with the intent and purposes of sub chapters 1-6 of §5-64-505. Funds shall be distributed by the Arkansas Alcohol and Drug Abuse Coordinating Council and shall be distributed for drug interdiction, eradication, education, rehabilitation, the State Crime Laboratory, and drug courts. Moneys from the fund may not supplant other local, state, or federal funds and shall not be subject to the provisions of the Revenue Stabilization Law, §19-5-101 et seq., or the Special Revenue Fund Account, § 19-5-203(2)(A).

The Agency is requesting Base Level of \$5,000,000 each year of the 2017-2019 Biennium. Expenditure of appropriation is contingent upon available funding.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: 1GD - Drug Enforcement and Education

Funding Sources: TAF - Special State Assets Forfeiture Fund

Commitment Item	2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
	Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Drug Enforcement, Education, Treat5900046	0	5,000,000	5,000,000	5,000,000	5,000,000	5,000,000	5,000,000	5,000,000	5,000,000
Total	0	5,000,000	5,000,000	5,000,000	5,000,000	5,000,000	5,000,000	5,000,000	5,000,000

Funding Sources									
Fund Balance	4000005	572,812	425,633		0	0	0	0	0
Inter-agency Fund Transfer	4000316	(275,705)	0		0	0	0	0	0
Special State Asset Forfeiture	4000465	128,526	4,574,367		5,000,000	5,000,000	5,000,000	5,000,000	5,000,000
Total Funding		425,633	5,000,000		5,000,000	5,000,000	5,000,000	5,000,000	5,000,000
Excess Appropriation/(Funding)		(425,633)	0		0	0	0	0	0
Grand Total		0	5,000,000		5,000,000	5,000,000	5,000,000	5,000,000	5,000,000

Expenditure of appropriation is contingent upon available funding.

Analysis of Budget Request

Appropriation: 1KG - Disaster Assistance - Federal

Funding Sources: FDA - Disaster Assistance Federal Fund

This federally funded appropriation provides for unanticipated Federal Disaster Assistance from the Federal Emergency Management Agency (FEMA). The Department of Finance and Administration Disbursing Officer will process claims for Individual and Family Grants Programs administered by the Department of Human Services (DHS) - County Operations.

The Agency is requesting Base Level of \$8,000,000 each year of the 2017-2019 Biennium.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: 1KG - Disaster Assistance - Federal
Funding Sources: FDA - Disaster Assistance Federal Fund

Commitment Item	2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
	Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Grants and Aid 5100004	0	8,000,000	8,000,000	8,000,000	8,000,000	8,000,000	8,000,000	8,000,000	8,000,000
Total	0	8,000,000	8,000,000	8,000,000	8,000,000	8,000,000	8,000,000	8,000,000	8,000,000
Funding Sources									
Federal Revenue 4000020	0	8,000,000		8,000,000	8,000,000	8,000,000	8,000,000	8,000,000	8,000,000
Total Funding	0	8,000,000		8,000,000	8,000,000	8,000,000	8,000,000	8,000,000	8,000,000
Excess Appropriation/(Funding)	0	0		0	0	0	0	0	0
Grand Total	0	8,000,000		8,000,000	8,000,000	8,000,000	8,000,000	8,000,000	8,000,000

Analysis of Budget Request

Appropriation: 1MK - Baby Sharon Act Grants

Funding Sources: TCH - Baby Sharon's Children's Catastrophic Illness Grant Program Trust Fund

Act 279 of 2003 created an Income Tax Return check-off for the Baby Sharon's Children's Catastrophic Illness Grant Program Trust Fund and created the Arkansas Children's Catastrophic Illness Grant Program (A.C.A. §26-35-1201 et seq.; §19-5-1123).

Arkansas Children's Hospital promulgates all rules and regulations necessary for implementing the grant program for the fund and is used exclusively by the Arkansas Children's Hospital to assist with the medical expenses incurred by the families of children with catastrophic illnesses or injuries by awarding grants to the families who are liable for the medical expenses.

The Agency is requesting Base Level of \$2,000,000 each year of the 2017-2019 Biennium. Expenditure of appropriation is contingent upon available funding.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: 1MK - Baby Sharon Act Grants

Funding Sources: TCH - Baby Sharon’s Children’s Catastrophic Illness Grant Program Trust Fund

Commitment Item		2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Grants and Aid	5100004	9,983	2,000,000	2,000,000	2,000,000	2,000,000	2,000,000	2,000,000	2,000,000	2,000,000
Total		9,983	2,000,000	2,000,000	2,000,000	2,000,000	2,000,000	2,000,000	2,000,000	2,000,000

Funding Sources										
Trust Fund	4000050	9,983	2,000,000		2,000,000	2,000,000	2,000,000	2,000,000	2,000,000	2,000,000
Total Funding		9,983	2,000,000		2,000,000	2,000,000	2,000,000	2,000,000	2,000,000	2,000,000
Excess Appropriation/(Funding)		0	0		0	0	0	0	0	0
Grand Total		9,983	2,000,000		2,000,000	2,000,000	2,000,000	2,000,000	2,000,000	2,000,000

Income Tax Return check-off program, expenditure of appropriation is contingent upon available funding.

Analysis of Budget Request

Appropriation: 1QZ - Organ Donation Education Grants

Funding Sources: TOD - Organ Donation Donor Education Trust Fund

Act 1362 of 2003 established the Organ Donation Donor Education Trust Fund to provide for organ donor education and the issuance of organ donation awareness special license plates and to provide for voluntary contributions (A.C.A. §20-17-502, 503; §26-51-451, 452; §19-5-1129).

The Director of the Department of Finance and Administration shall grant funds available and appropriated from the Organ Donor Awareness Education Trust Fund to the Arkansas Regional Organ Recovery Agency, or its successor agency, to be used for educational or informational materials and other related costs associated with informing or educating the public about organ donations and organ donation awareness.

The Agency is requesting Base Level of \$200,000 each year of the 2017-2019 Biennium. Expenditure of appropriation is contingent upon available funding.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: 1QZ - Organ Donation Education Grants
Funding Sources: TOD - Organ Donation Donor Education Trust Fund

Commitment Item	2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
	Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Grants and Aid 5100004	24,783	200,000	200,000	200,000	200,000	200,000	200,000	200,000	200,000
Total	24,783	200,000	200,000	200,000	200,000	200,000	200,000	200,000	200,000

Funding Sources									
Trust Fund 4000050	24,783	200,000		200,000	200,000	200,000	200,000	200,000	200,000
Total Funding	24,783	200,000		200,000	200,000	200,000	200,000	200,000	200,000
Excess Appropriation/(Funding)	0	0		0	0	0	0	0	0
Grand Total	24,783	200,000		200,000	200,000	200,000	200,000	200,000	200,000

Special license plates provide voluntary contributions, expenditure of appropriation is contingent upon available funding.

Analysis of Budget Request

Appropriation: 2DX - Fire Protection Services - Additional Funding

Funding Sources: SFP - Fire Protection Premium Tax Fund

Act 10 of the First Extraordinary Session of 1992 (A.C.A. §14-284-401 et seq.; §26-57-614) established a premium tax of 1/2 of 1% to be collected by the Insurance Commissioner on policies written for coverage on real and personal property. The tax, dedicated as special revenues, is distributed by a formula set out in Act 10 to Arkansas counties. Funds distributed to counties are used by fire departments to upgrade fire protection services as a safeguard to the lives and property of Arkansas citizens.

The Agency is requesting Base Level of \$15,000,000 each year of the 2017-2019 Biennium.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: 2DX - Fire Protection Services - Additional Funding

Funding Sources: SFP - Fire Protection Premium Tax Fund

Commitment Item		2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Grants and Aid	5100004	13,149,475	15,000,000	15,000,000	15,000,000	15,000,000	15,000,000	15,000,000	15,000,000	15,000,000
Total		13,149,475	15,000,000	15,000,000	15,000,000	15,000,000	15,000,000	15,000,000	15,000,000	15,000,000

Funding Sources										
Fund Balance	4000005	7,466,751	7,225,842		0	0	0	0	0	0
Special Revenue	4000030	12,222,886	7,774,158		15,000,000	15,000,000	15,000,000	15,000,000	15,000,000	15,000,000
Fire/Police Pens & Relief Fund	4000252	685,680	0		0	0	0	0	0	0
Total Funding		20,375,317	15,000,000		15,000,000	15,000,000	15,000,000	15,000,000	15,000,000	15,000,000
Excess Appropriation/(Funding)		(7,225,842)	0		0	0	0	0	0	0
Grand Total		13,149,475	15,000,000		15,000,000	15,000,000	15,000,000	15,000,000	15,000,000	15,000,000

Analysis of Budget Request

Appropriation: 2MH - US Olympic Committee

Funding Sources: TOC - US Olympic Committee Program Trust Fund

Act 471 of 1993 (A.C.A. §26-51-441) created the United States Olympic Committee Income Tax Check-Off Program. The Program began with the tax returns for the 1993 income year and each year thereafter. This check-off appears on State and corporate income tax returns.

The Director of the Department of Finance and Administration is authorized to accept any gifts, grants, bequests, devises, and donations made to the State of Arkansas for the purpose of funding the program and deposit them into the United States Olympic Committee Program Trust Fund (A.C.A. §19-5-915)

The Agency is requesting Base Level of \$50,000 each year of the 2017-2019 Biennium. Expenditure of appropriation is contingent upon available funding.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: 2MH - US Olympic Committee

Funding Sources: TOC - US Olympic Committee Program Trust Fund

Commitment Item		2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Grants and Aid	5100004	242	50,000	50,000	50,000	50,000	50,000	50,000	50,000	50,000
Total		242	50,000	50,000	50,000	50,000	50,000	50,000	50,000	50,000

Funding Sources										
Trust Fund	4000050	242	50,000		50,000	50,000	50,000	50,000	50,000	50,000
Total Funding		242	50,000		50,000	50,000	50,000	50,000	50,000	50,000
Excess Appropriation/(Funding)		0	0		0	0	0	0	0	0
Grand Total		242	50,000		50,000	50,000	50,000	50,000	50,000	50,000

Income Tax Return check-off program, expenditure of appropriation is contingent upon available funding.

Analysis of Budget Request

Appropriation: 2YN - Public Legal Aid

Funding Sources: SLA - Public Legal Aid Fund

This appropriation provides grants to Legal Aid of Arkansas and to the Center for Arkansas Legal Services (A.C.A. §19-6-803) for providing financial support for public legal aid organizations and is distributed as follows:

- Forty-five percent (45%) of the fund shall be paid to Legal Aid of Arkansas; and
- Fifty-five percent (55%) of the fund shall be paid to the Center for Arkansas Legal Services.

The Agency is requesting Base Level of \$855,432 each year of the 2017-2019 Biennium.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: 2YN - Public Legal Aid

Funding Sources: SLA - Public Legal Aid Fund

Commitment Item	2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
	Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Grants and Aid 5100004	556,031	855,432	855,432	855,432	855,432	855,432	855,432	855,432	855,432
Total	556,031	855,432	855,432	855,432	855,432	855,432	855,432	855,432	855,432

Funding Sources									
State Administration of Justice 4000470	556,031	855,432		855,432	855,432	855,432	855,432	855,432	855,432
Total Funding	556,031	855,432		855,432	855,432	855,432	855,432	855,432	855,432
Excess Appropriation/(Funding)	0	0		0	0	0	0	0	0
Grand Total	556,031	855,432		855,432	855,432	855,432	855,432	855,432	855,432

Analysis of Budget Request

Appropriation: 328 - Merit Adjustment Fund

Funding Sources: MMF - Merit Adjustment Fund

This appropriation provides additional appropriation for various state agencies and Institutions of Higher Education with supplemental personal services. If agencies do not have sufficient appropriation to cover payplan, the Disbursing Officer may transfer appropriation and/or general revenue funding as needed to that Agency.

The Agency is requesting Base Level of \$4,000,000 each year of the 2017-2019 Biennium.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: 328 - Merit Adjustment Fund

Funding Sources: MMF - Merit Adjustment Fund

Commitment Item	2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
	Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Personal Services-Merit Adjustment 5900046	0	4,000,000	4,000,000	4,000,000	4,000,000	4,000,000	4,000,000	4,000,000	4,000,000
Total	0	4,000,000	4,000,000	4,000,000	4,000,000	4,000,000	4,000,000	4,000,000	4,000,000

Funding Sources									
Transfers to Agencies	4000695	0	4,000,000		4,000,000	4,000,000	4,000,000	4,000,000	4,000,000
Total Funding		0	4,000,000		4,000,000	4,000,000	4,000,000	4,000,000	4,000,000
Excess Appropriation/(Funding)		0	0		0	0	0	0	0
Grand Total		0	4,000,000		4,000,000	4,000,000	4,000,000	4,000,000	4,000,000

Analysis of Budget Request

Appropriation: 340 - Workforce 2000

Funding Sources: SWF - Workforce 2000 Development Fund

This appropriation was established to provide transfers of spending authority for Technical Colleges, Technical Institutes and Comprehensive Lifelong Learning Centers from the Work Force 2000 Development Fund. The Work Force 2000 Development Fund consists of those special revenues as specified in A.C.A. §19-6-301(163) and all other revenues as may be authorized by law, there to be used exclusively for the authorized educational activities of those entities as set out in A.C.A. §26-51-205(d)(1)(A) and A.C.A. §26-51-205(d)(1)(B) and as distributed under A.C.A. §26-51-205(d)(2).

The Agency is requesting Base Level for this appropriation of \$30,000,000 for Technical Colleges Accreditation and \$5,000,000 for Vocational Technical Accreditation each year of the 2017-2019 Biennium.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: 340 - Workforce 2000

Funding Sources: SWF - Workforce 2000 Development Fund

Commitment Item	2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
	Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Technical Colleges Accreditation 5900047	0	30,000,000	30,000,000	30,000,000	30,000,000	30,000,000	30,000,000	30,000,000	30,000,000
Vo-Tech Accreditation 5900048	0	5,000,000	5,000,000	5,000,000	5,000,000	5,000,000	5,000,000	5,000,000	5,000,000
Total	0	35,000,000	35,000,000	35,000,000	35,000,000	35,000,000	35,000,000	35,000,000	35,000,000
Funding Sources									
Workforce 2000 4000740	0	35,000,000		35,000,000	35,000,000	35,000,000	35,000,000	35,000,000	35,000,000
Total Funding	0	35,000,000		35,000,000	35,000,000	35,000,000	35,000,000	35,000,000	35,000,000
Excess Appropriation/(Funding)	0	0		0	0	0	0	0	0
Grand Total	0	35,000,000		35,000,000	35,000,000	35,000,000	35,000,000	35,000,000	35,000,000

Analysis of Budget Request

Appropriation: 36F - Multi-Jurisdictional Drug Crime Task Force

Funding Sources: SEP - State Drug Crime Enforcement and Prosecution Grant Fund

Act 1086 of 2007 created the State Drug Crime Enforcement and Prosecution Grant Fund for the purpose of creating and funding multi-jurisdictional drug crime task forces. The fund consists of Revenues generated under A.C.A. §12-17-106 (Drug crime special assessment) and any moneys authorized by the General Assembly.

The Agency is requesting Base Level of \$5,500,000 each year of the 2017-2019 Biennium. Expenditure of appropriation is contingent upon available funding.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: 36F - Multi-Jurisdictional Drug Crime Task Force

Funding Sources: SEP - State Drug Crime Enforcement and Prosecution Grant Fund

Commitment Item		2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Grants and Aid	5100004	1,884,874	5,000,000	5,000,000	5,000,000	5,000,000	5,000,000	5,000,000	5,000,000	5,000,000
Administration Expenses	5900046	8,151	500,000	500,000	500,000	500,000	500,000	500,000	500,000	500,000
Total		1,893,025	5,500,000	5,500,000	5,500,000	5,500,000	5,500,000	5,500,000	5,500,000	5,500,000
Funding Sources										
Fund Balance	4000005	4,101,587	3,229,749		0	0	0	0	0	0
Special Revenue	4000030	1,165,343	2,270,251		5,500,000	5,500,000	5,500,000	5,500,000	5,500,000	5,500,000
Inter-agency Fund Transfer	4000316	(144,156)	0		0	0	0	0	0	0
Total Funding		5,122,774	5,500,000		5,500,000	5,500,000	5,500,000	5,500,000	5,500,000	5,500,000
Excess Appropriation/(Funding)		(3,229,749)	0		0	0	0	0	0	0
Grand Total		1,893,025	5,500,000		5,500,000	5,500,000	5,500,000	5,500,000	5,500,000	5,500,000

Expenditure of appropriation is contingent upon available funding.

Analysis of Budget Request

Appropriation: 471 - Indigent Patient-Emergency Medical Services Program

Funding Sources: SGI - Indigent Patients Hospital Fund

This appropriation provides disbursement of funds for assistance in defraying the cost of hospitalization and other medical services of indigent Arkansas patients in health care facilities in Mississippi County, Poinsett County, Cross County, St. Francis County and Lee County for which the county has not received total reimbursement. Each county certifies to the Chief Fiscal Officer of the State the amount of the unreimbursed medical expenses. The amount available to each county shall be no more than 1/5 of the total funds available or the amount certified of unreimbursed medical expenses, whichever is less.

The Arkansas Racing Commission is authorized to allow each dog racing franchise holder to conduct fifteen (15) additional days of racing during each twelve-month period. All revenue derived from the pari-mutuel tax at the fifteen (15) additional days of racing authorized by subsection (a) of A.C.A. §23-111-505 after moneys have been remitted by the franchise holder to Mid-South Community College as provided by A.C.A. §23-111-517 shall be deposited with the Treasurer of State as special revenue for credit to the Indigent Patients Fund.

The Agency is requesting Base Level of \$300,000 each year of the 2017-2019 Biennium.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: 471 - Indigent Patient-Emergency Medical Services Program

Funding Sources: SGI - Indigent Patients Hospital Fund

Commitment Item		2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Grants and Aid	5100004	27,856	300,000	300,000	300,000	300,000	300,000	300,000	300,000	300,000
Total		27,856	300,000	300,000	300,000	300,000	300,000	300,000	300,000	300,000

Funding Sources										
Special Revenue	4000030	27,856	300,000		300,000	300,000	300,000	300,000	300,000	300,000
Total Funding		27,856	300,000		300,000	300,000	300,000	300,000	300,000	300,000
Excess Appropriation/(Funding)		0	0		0	0	0	0	0	0
Grand Total		27,856	300,000		300,000	300,000	300,000	300,000	300,000	300,000

Analysis of Budget Request

Appropriation: 4HJ - Prostate Cancer

Funding Sources: HUA - Miscellaneous Agencies Fund

This appropriation is funded by funds generated by Section 1(a)(4) of Act 2219 of 2005, for a grant to the Arkansas Prostate Cancer Foundation for cancer detection and research. Eight and one-third percent (8 1/3%) of the Additional Tax - Cigarettes levied in A.C.A. §26-57-1101 and Additional Tax - Tobacco products other than cigarettes levied in A.C.A. §26-57-1102 is credited to the Miscellaneous Agencies Fund for the Arkansas Prostate Cancer Foundation.

The Agency is requesting Base Level of \$197,750 each year of the 2017-2019 Biennium.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: 4HJ - Prostate Cancer

Funding Sources: HUA - Miscellaneous Agencies Fund

Commitment Item		2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Grants and Aid	5100004	123,947	197,750	197,750	197,750	197,750	197,750	197,750	197,750	197,750
Total		123,947	197,750	197,750	197,750	197,750	197,750	197,750	197,750	197,750

Funding Sources										
General Revenue	4000010	123,947	197,750		197,750	197,750	197,750	197,750	197,750	197,750
Total Funding		123,947	197,750		197,750	197,750	197,750	197,750	197,750	197,750
Excess Appropriation/(Funding)		0	0		0	0	0	0	0	0
Grand Total		123,947	197,750		197,750	197,750	197,750	197,750	197,750	197,750

Analysis of Budget Request

Appropriation: 601 - Juvenile Detention Facilities

Funding Sources: MJM - Juvenile Detention Facilities Operating Fund

Funds transferred from the Department of Human Services - Youth Services Fund Account to the Juvenile Detention Facilities Operating Fund (A.C.A. §19-5-1034) provides funding for this Department of Finance and Administration - Disbursing Officer appropriation for grants for operating expenses of fourteen local juvenile detention facilities.

The Agency is requesting Base Level of \$400,000 each year of the 2017-2019 Biennium.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: 601 - Juvenile Detention Facilities

Funding Sources: MJM - Juvenile Detention Facilities Operating Fund

Commitment Item	2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
	Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Grants and Aid 5100004	400,000	400,000	400,000	400,000	400,000	400,000	400,000	400,000	400,000
Total	400,000	400,000	400,000	400,000	400,000	400,000	400,000	400,000	400,000

Funding Sources									
Transfer from DHS-DYS 4000515	400,000	400,000		400,000	400,000	400,000	400,000	400,000	400,000
Total Funding	400,000	400,000		400,000	400,000	400,000	400,000	400,000	400,000
Excess Appropriation/(Funding)	0	0		0	0	0	0	0	0
Grand Total	400,000	400,000		400,000	400,000	400,000	400,000	400,000	400,000

Analysis of Budget Request

Appropriation: 905 - Purchase of Vehicles

Funding Sources: MMV - Motor Vehicle Aquisition Revolving Fund

The Department of Finance and Administration maintains a system that provides a complete inventory of existing state vehicles. This system monitors age of vehicles, annual mileage utilization, and maintenance costs. This program provides a priority ranking of vehicles to be purchased. A.C.A. §22-8-206 establishes guidelines for the purchase of automobiles.

The Agency is requesting Base Level of \$15,000,000 each year of the 2017-2019 Biennium.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: 905 - Purchase of Vehicles

Funding Sources: MMV - Motor Vehicle Aquisition Revolving Fund

Commitment Item		2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Purchase of Vehicles	5900046	1,143,599	15,000,000	15,000,000	15,000,000	15,000,000	15,000,000	15,000,000	15,000,000	15,000,000
Total		1,143,599	15,000,000	15,000,000	15,000,000	15,000,000	15,000,000	15,000,000	15,000,000	15,000,000

Funding Sources										
Fund Balance	4000005	3,395,090	3,972,069		0	0	0	0	0	0
M & R Sales	4000340	880,579	1,000,000		1,000,000	1,000,000	1,000,000	1,000,000	1,000,000	1,000,000
Transfers from Agencies	4000690	7,625,225	10,027,931		14,000,000	14,000,000	14,000,000	14,000,000	14,000,000	14,000,000
Transfers to Agencies	4000695	(6,785,226)	0		0	0	0	0	0	0
Total Funding		5,115,668	15,000,000		15,000,000	15,000,000	15,000,000	15,000,000	15,000,000	15,000,000
Excess Appropriation/(Funding)		(3,972,069)	0		0	0	0	0	0	0
Grand Total		1,143,599	15,000,000		15,000,000	15,000,000	15,000,000	15,000,000	15,000,000	15,000,000

Analysis of Budget Request

Appropriation: 914 - DFA Disbursing-Miscellaneous-CashTransfers

Funding Sources: NDP - Cash in Treasury - DFA Miscellaneous

This appropriation is used to disburse funds collected on behalf of state agencies if needed.

The Agency is requesting Base Level of \$5,050,000 each year of the 2017-2019 Biennium. Expenditure of appropriation is contingent upon available funding.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: 914 - DFA Disbursing-Miscellaneous-CashTransfers

Funding Sources: NDP - Cash in Treasury - DFA Miscellaneous

Commitment Item	2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
	Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Various Expenses 5900046	0	5,050,000	5,050,000	5,050,000	5,050,000	5,050,000	5,050,000	5,050,000	5,050,000
Total	0	5,050,000	5,050,000	5,050,000	5,050,000	5,050,000	5,050,000	5,050,000	5,050,000

Funding Sources									
Cash Fund 4000045	0	5,050,000		5,050,000	5,050,000	5,050,000	5,050,000	5,050,000	5,050,000
Total Funding	0	5,050,000		5,050,000	5,050,000	5,050,000	5,050,000	5,050,000	5,050,000
Excess Appropriation/(Funding)	0	0		0	0	0	0	0	0
Grand Total	0	5,050,000		5,050,000	5,050,000	5,050,000	5,050,000	5,050,000	5,050,000

Expenditure of appropriation is contingent upon available funding.

Department Appropriation Summary

Historical Data

Agency Request and Executive/Legislative Recommendation

Appropriation	2015-2016		2016-2017		2016-2017		2017-2018					2018-2019						
	Actual	Pos	Budget	Pos	Authorized	Pos	Agency	Pos	Executive	Pos	Legislative	Pos	Agency	Pos	Executive	Pos	Legislative	Pos
1DF Victims of Crime Justice Assistance - Federal	8,172,839	7	32,052,855	7	13,799,903	7	32,000,275	7	32,000,275	7	32,000,275	7	32,000,353	7	32,000,353	7	32,000,353	7
1GA Purchase / Corporate Travel Card Program	1,029,764	0	4,000,000	0	4,000,000	0	4,000,000	0	4,000,000	0	4,000,000	0	4,000,000	0	4,000,000	0	4,000,000	0
251 Dept of Justice Non-Victim Assistance Grants - S	314,672	0	989,810	0	1,000,000	0	1,000,000	0	1,000,000	0	1,000,000	0	1,000,000	0	1,000,000	0	1,000,000	0
252 Dept of Justice Non-Victim Assistance Grants - f	1,867,454	4	9,929,484	4	9,929,484	4	9,766,678	3	9,766,678	3	9,766,678	3	9,766,678	3	9,766,678	3	9,766,678	3
272 DFA Management Services - Operations	25,073,110	342	29,055,288	377	28,725,950	377	28,980,804	373	28,980,804	373	28,980,804	373	28,987,074	373	28,987,074	373	28,987,074	373
274 Marketing and Redistribution	725,895	16	1,301,013	16	1,301,013	16	1,259,520	16	1,259,520	16	1,259,520	16	1,260,379	16	1,260,379	16	1,260,379	16
278 Employee Benefits Division	2,464,400	32	3,114,897	34	3,114,897	34	3,096,661	34	3,096,661	34	3,096,661	34	3,099,238	34	3,099,238	34	3,099,238	34
279 Information Technology	23,980,511	0	30,000,000	0	30,000,000	0	30,000,000	0	30,000,000	0	30,000,000	0	30,000,000	0	30,000,000	0	30,000,000	0
2HG Personnel Management - Employee Awards	0	0	32,280	0	32,280	0	32,280	0	32,280	0	32,280	0	32,280	0	32,280	0	32,280	0
34Z Victims of Crime Justice Assistance - State	0	0	155,536	0	359,196	0	359,196	0	359,196	0	359,196	0	359,196	0	359,196	0	359,196	0
574 Statewide Payroll Paying	0	0	2,100,000,000	0	2,100,000,000	0	2,100,000,000	0	2,100,000,000	0	2,100,000,000	0	2,100,000,000	0	2,100,000,000	0	2,100,000,000	0
907 DFA Management Services - Misc Cash	798,428	18	2,969,328	21	3,068,152	21	4,473,920	21	4,473,920	21	4,473,920	21	4,473,920	21	4,473,920	21	4,473,920	21
U35 Developmental Disabilities Council - State	0	0	38,254	0	38,254	0	36,447	0	36,447	0	36,447	0	36,447	0	36,447	0	36,447	0
U36 Developmental Disabilities Council - Federal	71,325	2	1,421,896	5	1,421,896	5	1,356,834	5	1,356,834	5	1,356,834	5	1,356,834	5	1,356,834	5	1,356,834	5
NOT REQUESTED FOR THE BIENNIUM																		
83Q IT Projects – Federal	0	0	2,406,608	0	2,406,608	0	0	0	0	0	0	0	0	0	0	0	0	0
Total	64,498,398	421	2,217,467,249	464	2,199,197,633	464	2,216,362,615	459	2,216,362,615	459	2,216,362,615	459	2,216,372,399	459	2,216,372,399	459	2,216,372,399	459

Funding Sources		%		%		%		%		%		%		%		%		%	
Fund Balance	4000005	2,745,718	4.1	3,141,713	0.1			3,200,041	0.1	3,200,041	0.1	3,200,041	0.1	3,468,277	0.2	3,468,277	0.2	3,468,277	0.2
General Revenue	4000010	374,311	0.6	1,183,600	0.1			1,395,643	0.1	1,395,643	0.1	1,395,643	0.1	1,395,643	0.1	1,395,643	0.1	1,395,643	0.1
Federal Revenue	4000020	10,769,668	15.9	45,810,843	2.1			43,123,787	1.9	43,123,787	1.9	43,123,787	1.9	43,123,865	1.9	43,123,865	1.9	43,123,865	1.9
State Central Services	4000035	51,516,820	76.2	62,202,465	2.8			62,109,745	2.8	62,109,745	2.8	62,109,745	2.8	62,118,592	2.8	62,118,592	2.8	62,118,592	2.8
Non-Revenue Receipts	4000040	4,245,963	6.3	6,356,557	0.3			6,500,000	0.3	6,500,000	0.3	6,500,000	0.3	6,500,000	0.3	6,500,000	0.3	6,500,000	0.3
Cash Fund	4000045	436,094	0.6	435,906	0.0			500,000	0.0	500,000	0.0	500,000	0.0	500,000	0.0	500,000	0.0	500,000	0.0
Agency Payroll Paying Accounts	4000085	0	0.0	2,100,000,000	94.6			2,100,000,000	94.6	2,100,000,000	94.6	2,100,000,000	94.6	2,100,000,000	94.6	2,100,000,000	94.6	2,100,000,000	94.6
Interest	4000300	31,559	0.0	0	0.0			0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0
Inter-agency Fund Transfer	4000316	(905,258)	(1.3)	0	0.0			0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0
Intra-agency Fund Transfer	4000317	650,000	1.0	1,536,206	0.1			1,501,676	0.1	1,501,676	0.1	1,501,676	0.1	1,501,676	0.1	1,501,676	0.1	1,501,676	0.1
M & R Sales	4000340	1,201	0.0	0	0.0			0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0
Transfer from DHS	4000510	0	0.0	0	0.0			1,500,000	0.1	1,500,000	0.1	1,500,000	0.1	1,500,000	0.1	1,500,000	0.1	1,500,000	0.1

Funding Sources		%		%		%		%		%		%		%		%	
Transfer to DFA Disbursing	4000610	(2,225,965)	(3.3)	0	0.0												
						0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0
Total Funds		67,640,111	100.0	2,220,667,290	100.0	2,219,830,892	100.0	2,219,830,892	100.0	2,219,830,892	100.0	2,220,108,053	100.0	2,220,108,053	100.0	2,220,108,053	100.0
Excess Appropriation/(Funding)		(3,141,713)		(3,200,041)		(3,468,277)		(3,468,277)		(3,468,277)		(3,735,654)		(3,735,654)		(3,735,654)	
Grand Total		64,498,398		2,217,467,249		2,216,362,615		2,216,362,615		2,216,362,615		2,216,372,399		2,216,372,399		2,216,372,399	

1DF - Budget exceeds Authorized Appropriation due to a transfer from the Miscellaneous Federal Grant Holding Account.

272 - FY17 Budget amount exceeds Authorized amount due to salary and matching rate adjustments during the 2015-2017 biennium.

Analysis of Budget Request

Appropriation: 1DF - Victims of Crime Justice Assistance - Federal

Funding Sources: FVD - Victims of Crime Justice Assistance

This federally funded appropriation for the Victims of Crime Justice Assistance Program includes salary, operating expenses and the administration of federal funds received through the Victims of Crime Act (VOCA), STOP Violence Against Women and Family Violence Prevention and the Family Violence Prevention and Services Act (FVPSA). The program provides for statewide violence prevention activities.

Base Level Regular Salaries and Personal Services Matching include the continuation of the previously authorized 2017 Salaries and Career Service Payments for eligible employees. Personal Services Matching includes the monthly contribution for State employee's health insurance for a total State match per budgeted employee of \$420 per month. Base Level salaries and matching do not include appropriation for a Cost of Living Adjustment or Merit Pay Increases.

Base Level for the biennium is \$13,747,323 in FY18 and \$13,747,401 for FY19.

The Agency is requesting the following for the 2017-2019 Biennium:

- Annual grant has been awarded from the Crime Victims Fund to each State and eligible territory for the financial support of services to crime victims by eligible crime victim assistance programs; \$18,252,952 each year. The VOCA award to Arkansas increased will cause at least three times the normal number of sub-grants under VOCA and will not only increase spending but necessitates the purchase of an electronic Grants Management System to support the operations of the grant. The funds to pay for the system are included in the grant award.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: 1DF - Victims of Crime Justice Assistance - Federal

Funding Sources: FVD - Victims of Crime Justice Assistance

Commitment Item		2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Regular Salaries	5010000	264,986	521,777	296,777	482,914	482,914	482,914	482,969	482,969	482,969
#Positions		7	7	7	7	7	7	7	7	7
Extra Help	5010001	0	6,272	6,272	6,272	6,272	6,272	6,272	6,272	6,272
#Extra Help		0	1	1	1	1	1	1	1	1
Personal Services Matching	5010003	93,986	191,658	109,010	177,941	177,941	177,941	177,964	177,964	177,964
Overtime	5010006	0	2,500	2,500	2,500	2,500	2,500	2,500	2,500	2,500
Operating Expenses	5020002	34,737	150,000	125,000	150,000	150,000	150,000	150,000	150,000	150,000
Conference & Travel Expenses	5050009	502	13,000	8,000	13,000	13,000	13,000	13,000	13,000	13,000
Professional Fees	5060010	0	74,219	74,219	74,219	74,219	74,219	74,219	74,219	74,219
Data Processing	5090012	0	0	0	0	0	0	0	0	0
Grants and Aid	5100004	7,778,628	30,440,304	13,100,000	30,440,304	30,440,304	30,440,304	30,440,304	30,440,304	30,440,304
Refunds/Reimbursements	5110014	0	78,125	78,125	78,125	78,125	78,125	78,125	78,125	78,125
Capital Outlay	5120011	0	0	0	0	0	0	0	0	0
Grants Mgmt System	5900046	0	575,000	0	575,000	575,000	575,000	575,000	575,000	575,000
Total		8,172,839	32,052,855	13,799,903	32,000,275	32,000,275	32,000,275	32,000,353	32,000,353	32,000,353

Funding Sources										
Federal Revenue	4000020	8,448,862	32,052,855		32,000,275	32,000,275	32,000,275	32,000,353	32,000,353	32,000,353
Inter-agency Fund Transfer	4000316	(276,023)	0		0	0	0	0	0	0
Total Funding		8,172,839	32,052,855		32,000,275	32,000,275	32,000,275	32,000,353	32,000,353	32,000,353
Excess Appropriation/(Funding)		0	0		0	0	0	0	0	0
Grand Total		8,172,839	32,052,855		32,000,275	32,000,275	32,000,275	32,000,353	32,000,353	32,000,353

Budget exceeds Authorized Appropriation in several line items due to a transfer from the Miscellaneous Federal Grant Holding Account.

Inter-agency fund transfers to Agencies.

Analysis of Budget Request

Appropriation: 1GA - Purchase / Corporate Travel Card Program

Funding Sources: MPC - Purchase & Travel Card Program Fund

This appropriation is funded by a miscellaneous revolving fund and is used for rebates from vendor banks, distribution to participating agencies and for operating expenses connected with the administration of the Purchase and Corporate Travel Card Program.

Arkansas Agency Travel Card Program

The Department of Finance and Administration (DFA) - Office of State Procurement (OSP), State Agencies and Institutions of Higher Education have developed and implemented the Arkansas Agency Travel Card Program for employees that have valid business related travel expenses. The Office of State Procurement has responsibility for the development of policy and procedures. Agencies and Higher Education Institutions are responsible for the development of procedures consistent with State policies implementing the program.

Card holders use the card for any authorized travel related expense at any establishment or merchant that accepts the VISA card. The Arkansas Travel Regulations govern most aspects of the State Travel Card Program.

Arkansas Purchasing Card Program

The State of Arkansas and participating organizations have implemented the Arkansas Purchasing Card Program (P-Card) with US Bank VISA Purchasing Card to simplify, streamline, and facilitate the purchase and payment process.

The P-Card is a fast, flexible purchasing tool offering an enhancement to the existing purchasing processes and provides an extremely efficient and effective method for purchasing and paying for supplies with a total maximum per cycle limit that will be determined on an individual basis. The default maximum charges per individual card holder are \$2,000 per cycle. The P-Card is to be used only for official business purchases for the State of Arkansas. Any attempt to use the P-Card for a purchase in excess of the set card limit will result in the purchase being rejected by the bank and the vendor.

The Agency is requesting Base Level of \$4,000,000 each year of the 2017-2019 Biennium.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: 1GA - Purchase / Corporate Travel Card Program

Funding Sources: MPC - Purchase & Travel Card Program Fund

Commitment Item		2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Refunds/Reimbursements	5110014	1,029,764	4,000,000	4,000,000	4,000,000	4,000,000	4,000,000	4,000,000	4,000,000	4,000,000
Total		1,029,764	4,000,000	4,000,000	4,000,000	4,000,000	4,000,000	4,000,000	4,000,000	4,000,000

Funding Sources										
Fund Balance	4000005	142,158	143,443		0	0	0	0	0	0
Non-Revenue Receipts	4000040	1,218,618	3,856,557		4,000,000	4,000,000	4,000,000	4,000,000	4,000,000	4,000,000
Inter-agency Fund Transfer	4000316	(187,569)	0		0	0	0	0	0	0
Total Funding		1,173,207	4,000,000		4,000,000	4,000,000	4,000,000	4,000,000	4,000,000	4,000,000
Excess Appropriation/(Funding)		(143,443)	0		0	0	0	0	0	0
Grand Total		1,029,764	4,000,000		4,000,000	4,000,000	4,000,000	4,000,000	4,000,000	4,000,000

Inter-Agency Transfers - Rebates to Agencies

Analysis of Budget Request

Appropriation: 251 - Dept of Justice Non-Victim Assistance Grants - State

Funding Sources: HUA - Miscellaneous Agencies Fund

This general revenue funded appropriation provides city and county governments and state agencies with matching funds to implement programs authorized under the Federal Drug Law Enforcement Program. This appropriation provides matching funds to the sub-grantees of the Federal Law Enforcement Block Grant, Violent Offender, and Substance Abuse Treatment Programs.

Base Level is \$989,810 each year of the 2017-2019 Biennium.

The Agency is requesting a Change Level increase of \$10,190 each year to restore the required general revenue appropriation and funding matching obligation for corresponding federal appropriation (252), also administered by DFA Management Services.

The Executive Recommendation provides for the Agency Request of appropriation and general revenue funding.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: 251 - Dept of Justice Non-Victim Assistance Grants - State

Funding Sources: HUA - Miscellaneous Agencies Fund

Commitment Item		2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Grants and Aid	5100004	314,672	989,810	1,000,000	1,000,000	1,000,000	1,000,000	1,000,000	1,000,000	1,000,000
Total		314,672	989,810	1,000,000	1,000,000	1,000,000	1,000,000	1,000,000	1,000,000	1,000,000

Funding Sources										
General Revenue	4000010	374,311	989,810		1,000,000	1,000,000	1,000,000	1,000,000	1,000,000	1,000,000
Inter-agency Fund Transfer	4000316	(59,639)	0		0	0	0	0	0	0
Total Funding		314,672	989,810		1,000,000	1,000,000	1,000,000	1,000,000	1,000,000	1,000,000
Excess Appropriation/(Funding)		0	0		0	0	0	0	0	0
Grand Total		314,672	989,810		1,000,000	1,000,000	1,000,000	1,000,000	1,000,000	1,000,000

Inter-agency fund transfers to Community Corrections & Corrections

Analysis of Budget Request

Appropriation: 252 - Dept of Justice Non-Victim Assistance Grants - Federal

Funding Sources: FIG - DFA Federal Funds

Department of Finance and Administration - Intergovernmental Services is responsible for the management of a federal grant program that supports improvements in the State's criminal justice system. This grant program provides funds to cities and counties, prosecuting attorneys, state courts and state agencies. Grant programs operated through Intergovernmental Services include the Edward Byrne Memorial Drug Law Enforcement Program (DLEP) for narcotics enforcement and violent crime control.

This grant program has varying eligibility requirements, and a twenty-five percent match requirement. Grant funds are made available for application after the State receives notification of a state level grant award. All federal grant funds are made available through the U. S. Department of Justice.

Base Level Regular Salaries and Personal Services Matching include the continuation of the previously authorized 2017 Salaries and Career Service Payments for eligible employees. Personal Services Matching includes the monthly contribution for State employee's health insurance for a total State match per budgeted employee of \$420 per month. Base Level salaries and matching do not include appropriation for a Cost of Living Adjustment or Merit Pay Increases.

Base Level is \$9,801,522 each year of the 2017-2019 Biennium.

The Agency is requesting a reduction of one (1) currently authorized position from four (4) currently authorized positions; reduction of (\$34,844) each year. The position no longer needs to be utilized due to efficiencies of the agency.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: 252 - Dept of Justice Non-Victim Assistance Grants - Federal

Funding Sources: FIG - DFA Federal Funds

Commitment Item		2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Regular Salaries	5010000	160,183	262,809	262,809	142,425	142,425	142,425	142,425	142,425	142,425
#Positions		4	4	4	3	3	3	3	3	3
Personal Services Matching	5010003	70,772	90,046	90,046	47,624	47,624	47,624	47,624	47,624	47,624
Operating Expenses	5020002	25,932	168,129	168,129	168,129	168,129	168,129	168,129	168,129	168,129
Conference & Travel Expenses	5050009	0	3,500	3,500	3,500	3,500	3,500	3,500	3,500	3,500
Professional Fees	5060010	0	205,000	205,000	205,000	205,000	205,000	205,000	205,000	205,000
Data Processing	5090012	0	0	0	0	0	0	0	0	0
Grants and Aid	5100004	1,610,567	9,000,000	9,000,000	9,000,000	9,000,000	9,000,000	9,000,000	9,000,000	9,000,000
Refunds/Reimbursements	5110014	0	200,000	200,000	200,000	200,000	200,000	200,000	200,000	200,000
Capital Outlay	5120011	0	0	0	0	0	0	0	0	0
Total		1,867,454	9,929,484	9,929,484	9,766,678	9,766,678	9,766,678	9,766,678	9,766,678	9,766,678

Funding Sources									
Federal Revenue	4000020	2,249,481	9,929,484		9,766,678	9,766,678	9,766,678	9,766,678	9,766,678
Inter-agency Fund Transfer	4000316	(382,027)	0		0	0	0	0	0
Total Funding		1,867,454	9,929,484		9,766,678	9,766,678	9,766,678	9,766,678	9,766,678
Excess Appropriation/(Funding)		0	0		0	0	0	0	0
Grand Total		1,867,454	9,929,484		9,766,678	9,766,678	9,766,678	9,766,678	9,766,678

Inter-agency fund transfers to Agencies.

Analysis of Budget Request

Appropriation: 272 - DFA Management Services - Operations

Funding Sources: HSC - State Central Services

This State Central Services funded appropriation provides for operations of the Management Services Division of the Department of Finance and Administration. The Management Services Division provides state agencies with assistance in accounting, budgeting, personnel, purchasing, and administering statutorily required controls. The Division includes the Office of the Director, Economic Analysis and Tax Research, Office of Administrative Services, Office of Accounting, Office of Budget, Office of Personnel Management, Office of State Procurement, Office of Internal Audit, Office of Information Systems, Office of Intergovernmental Services and the Criminal Detention Facilities Coordinator.

Base Level Regular Salaries and Personal Services Matching include the continuation of the previously authorized 2017 Salaries and Career Service Payments for eligible employees. Personal Services Matching includes the monthly contribution for State employee's health insurance for a total State match per budgeted employee of \$420 per month. Base Level salaries and matching do not include appropriation for a Cost of Living Adjustment or Merit Pay Increases. The Base Level salary of unclassified positions reflects the FY17 line item maximum plus the previously authorized 2016 1% Cost of Living Adjustment authorized by Act 1007 (3 (B)) of 2015.

Base Level for the biennium is \$29,089,008 for FY18 and \$29,095,278 for FY19.

The Agency is requesting the following:

- Regular Salaries and Personal Services Matching of \$151,247 each year for the transfer of 3 positions from Agency 0630 - DFA Revenue Services to DFA Management Services - Office of Information Systems (OIS). These positions are functional and technical IT positions and in a consolidation effort moved Cash Control Scanning Operations into OIS Imaging Section.
- Reduction of (\$259,451) in Regular Salaries and Personal Services Matching corresponding to seven (7) currently authorized positions out of 377 total authorized. The positions no longer need to be utilized due to efficiencies of the agency.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation in addition to the reclassification of fifteen (15) positions which have no budgetary impact.

Appropriation Summary

Appropriation: 272 - DFA Management Services - Operations

Funding Sources: HSC - State Central Services

Commitment Item		2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Regular Salaries	5010000	17,034,080	19,182,320	18,859,018	19,057,533	19,057,533	19,057,533	19,061,933	19,061,933	19,061,933
#Positions		342	377	377	373	373	373	373	373	373
Extra Help	5010001	7,736	41,512	41,512	41,512	41,512	41,512	41,512	41,512	41,512
#Extra Help		1	20	20	20	20	20	20	20	20
Personal Services Matching	5010003	5,650,552	6,166,164	6,160,128	6,216,467	6,216,467	6,216,467	6,218,337	6,218,337	6,218,337
Overtime	5010006	6	5,000	5,000	5,000	5,000	5,000	5,000	5,000	5,000
Operating Expenses	5020002	2,114,357	2,569,193	2,569,193	2,569,193	2,569,193	2,569,193	2,569,193	2,569,193	2,569,193
Conference & Travel Expenses	5050009	3,342	377,599	377,599	377,599	377,599	377,599	377,599	377,599	377,599
Professional Fees	5060010	263,037	713,500	713,500	713,500	713,500	713,500	713,500	713,500	713,500
Data Processing	5090012	0	0	0	0	0	0	0	0	0
Capital Outlay	5120011	0	0	0	0	0	0	0	0	0
Total		25,073,110	29,055,288	28,725,950	28,980,804	28,980,804	28,980,804	28,987,074	28,987,074	28,987,074

Funding Sources										
State Central Services	4000035	25,071,909	29,055,288		28,980,804	28,980,804	28,980,804	28,987,074	28,987,074	28,987,074
M & R Sales	4000340	1,201	0		0	0	0	0	0	0
Total Funding		25,073,110	29,055,288		28,980,804	28,980,804	28,980,804	28,987,074	28,987,074	28,987,074
Excess Appropriation/(Funding)		0	0		0	0	0	0	0	0
Grand Total		25,073,110	29,055,288		28,980,804	28,980,804	28,980,804	28,987,074	28,987,074	28,987,074

The FY17 Budget amount in Regular Salaries and Personal Services Matching exceeds the authorized amount due to salary and matching rate adjustments during the 2015-2017 biennium.

Analysis of Budget Request

Appropriation: 274 - Marketing and Redistribution

Funding Sources: MPH - Property Sales Holding Fund

This appropriation provides for operation of the Department of Finance and Administration - Management Services Division - Marketing and Redistribution (M&R) Program. State agencies are required to dispose of furnishings, equipment, vehicles and other inventory items through M&R. State and public agencies have first option to purchase these items. Funding for this service is provided via fees charged for goods and services offered through the M&R Warehouse.

Base Level Regular Salaries and Personal Services Matching include the continuation of the previously authorized 2017 Salaries and Career Service Payments for eligible employees. Personal Services Matching includes the monthly contribution for State employee's health insurance for a total State match per budgeted employee of \$420 per month. Base Level salaries and matching do not include appropriation for a Cost of Living Adjustment or Merit Pay Increases.

Base Level is \$1,259,520 for FY18 and \$1,260,379 for FY19.

Marketing and Redistribution requests a reallocation of resources from Operating Expenses to Capital Outlay in the amount of \$50,000 each year. This will allow for replacement of warehouse equipment that is beyond repair, becomes obsolete or that becomes too expensive to maintain or repair.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation in addition to the reclassification of one (1) Fiscal Support Supervisor (C118) to a DFA OSP Surplus Property Supervisor (C117) and two (2) Inventory Control Managers (C113) to Surplus Property Agents (C112). These reclassifications have no budgetary impact.

Appropriation Summary

Appropriation: 274 - Marketing and Redistribution

Funding Sources: MPH - Property Sales Holding Fund

Commitment Item		2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Regular Salaries	5010000	463,897	534,697	534,697	505,000	505,000	505,000	505,700	505,700	505,700
#Positions		16	16	16	16	16	16	16	16	16
Extra Help	5010001	0	5,000	5,000	5,000	5,000	5,000	5,000	5,000	5,000
#Extra Help		0	1	1	1	1	1	1	1	1
Personal Services Matching	5010003	167,404	207,711	207,711	195,915	195,915	195,915	196,074	196,074	196,074
Operating Expenses	5020002	94,257	528,605	528,605	478,605	478,605	478,605	478,605	478,605	478,605
Conference & Travel Expenses	5050009	0	1,000	1,000	1,000	1,000	1,000	1,000	1,000	1,000
Professional Fees	5060010	337	24,000	24,000	24,000	24,000	24,000	24,000	24,000	24,000
Data Processing	5090012	0	0	0	0	0	0	0	0	0
Capital Outlay	5120011	0	0	0	50,000	50,000	50,000	50,000	50,000	50,000
Total		725,895	1,301,013	1,301,013	1,259,520	1,259,520	1,259,520	1,260,379	1,260,379	1,260,379

Funding Sources										
Fund Balance	4000005	948,495	1,023,980		2,222,967	2,222,967	2,222,967	3,463,447	3,463,447	3,463,447
Non-Revenue Receipts	4000040	3,027,345	2,500,000		2,500,000	2,500,000	2,500,000	2,500,000	2,500,000	2,500,000
Transfer to DFA Disbursing	4000610	(2,225,965)	0		0	0	0	0	0	0
Total Funding		1,749,875	3,523,980		4,722,967	4,722,967	4,722,967	5,963,447	5,963,447	5,963,447
Excess Appropriation/(Funding)		(1,023,980)	(2,222,967)		(3,463,447)	(3,463,447)	(3,463,447)	(4,703,068)	(4,703,068)	(4,703,068)
Grand Total		725,895	1,301,013		1,259,520	1,259,520	1,259,520	1,260,379	1,260,379	1,260,379

Analysis of Budget Request

Appropriation: 278 - Employee Benefits Division

Funding Sources: HSC - State Central Services

The Department of Finance and Administration - Employees Benefit Division (EBD) manages the group health and life programs, other select benefit programs for active and retired state and public school employees, and builds quality programs that operate in an efficient manner to ensure responsive customer service, promote product education, affordability and accessibility.

Base Level Regular Salaries and Personal Services Matching include the continuation of the previously authorized 2017 Salaries and Career Service Payments for eligible employees. Personal Services Matching includes the monthly contribution for State employee's health insurance for a total State match per budgeted employee of \$420 per month. Base Level salaries and matching do not include appropriation for a Cost of Living Adjustment or Merit Pay Increases.

Employee Benefits Division is requesting Base Level of \$3,096,661 for FY18 and \$3,099,238 for FY19.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation in addition to the reclassification of one (1) Business Operations Specialist (C116) to a Fiscal Support Supervisor (C118). This reclassification has no budgetary impact.

Appropriation Summary

Appropriation: 278 - Employee Benefits Division

Funding Sources: HSC - State Central Services

Commitment Item		2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Regular Salaries	5010000	1,210,602	1,412,710	1,412,710	1,410,411	1,410,411	1,410,411	1,412,511	1,412,511	1,412,511
#Positions		32	34	34	34	34	34	34	34	34
Personal Services Matching	5010003	453,072	508,926	508,926	492,989	492,989	492,989	493,466	493,466	493,466
Overtime	5010006	0	5,000	5,000	5,000	5,000	5,000	5,000	5,000	5,000
Operating Expenses	5020002	800,023	1,130,172	1,130,172	1,130,172	1,130,172	1,130,172	1,130,172	1,130,172	1,130,172
Conference & Travel Expenses	5050009	703	4,000	4,000	4,000	4,000	4,000	4,000	4,000	4,000
Professional Fees	5060010	0	54,089	54,089	54,089	54,089	54,089	54,089	54,089	54,089
Data Processing	5090012	0	0	0	0	0	0	0	0	0
Capital Outlay	5120011	0	0	0	0	0	0	0	0	0
Total		2,464,400	3,114,897	3,114,897	3,096,661	3,096,661	3,096,661	3,099,238	3,099,238	3,099,238
Funding Sources										
State Central Services	4000035	2,464,400	3,114,897		3,096,661	3,096,661	3,096,661	3,099,238	3,099,238	3,099,238
Total Funding		2,464,400	3,114,897		3,096,661	3,096,661	3,096,661	3,099,238	3,099,238	3,099,238
Excess Appropriation/(Funding)		0	0		0	0	0	0	0	0
Grand Total		2,464,400	3,114,897		3,096,661	3,096,661	3,096,661	3,099,238	3,099,238	3,099,238

Analysis of Budget Request

Appropriation: 279 - Information Technology

Funding Sources: HSC - State Central Services

The Department of Finance and Administration (DFA) - Office of Information Services (OIS) facilitates a more effective and efficient management of the Department's information technology assets. Funded from State Central Services, this appropriation provides for data processing, development, implementation, enhancement, and operation of automated systems within the Department of Finance and Administration. The AASIS Billings line item represents Department of Information Systems bills and related expenses for the AASIS Service Center.

The Agency is requesting Base Level of \$30,000,000 each year of the 2017-2019 Biennium.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: 279 - Information Technology

Funding Sources: HSC - State Central Services

Commitment Item	2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
	Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Information Technology Services 5900044	17,695,740	23,500,000	23,500,000	23,500,000	23,500,000	23,500,000	23,500,000	23,500,000	23,500,000
AASIS Billings 5900046	6,284,771	6,500,000	6,500,000	6,500,000	6,500,000	6,500,000	6,500,000	6,500,000	6,500,000
Total	23,980,511	30,000,000	30,000,000	30,000,000	30,000,000	30,000,000	30,000,000	30,000,000	30,000,000

Funding Sources									
State Central Services 4000035	23,980,511	30,000,000		30,000,000	30,000,000	30,000,000	30,000,000	30,000,000	30,000,000
Total Funding	23,980,511	30,000,000		30,000,000	30,000,000	30,000,000	30,000,000	30,000,000	30,000,000
Excess Appropriation/(Funding)	0	0		0	0	0	0	0	0
Grand Total	23,980,511	30,000,000		30,000,000	30,000,000	30,000,000	30,000,000	30,000,000	30,000,000

Analysis of Budget Request

Appropriation: 2HG - Personnel Management - Employee Awards

Funding Sources: HSC - State Central Services

This appropriation provides authority for payment of awards made through the Arkansas Employee Suggestion System (A.C.A. §21-11-101 et seq.). Through this program, state employees are encouraged to submit cost saving ideas for State Government. Employees eligible to participate in the Employee Suggestion System Program are those who are full-time state employees of all departments, agencies, institutions, boards, commissions or other agencies of the State supported by state and/or federal funds.

Up to \$5,000 in cash awards is given for suggestions that provide tangible monetary savings. Awards are paid in an amount equal to 10% of the first year's estimated net cost savings. There is a maximum award possible for tangible savings of \$5,000 and a Certificate of Recognition. Certificates are given for suggestions providing intangible benefits such as more efficient procedures and forms and improved employee morale, employee health or safety. Awards for intangible savings range from a Certificate of Recognition to \$100.

Funds disbursed for awards from the State Central Services Fund are reimbursed from funds of the benefiting Agency.

The Agency is requesting Base Level of \$32,280 each year of the 2017-2019 Biennium.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: 2HG - Personnel Management - Employee Awards

Funding Sources: HSC - State Central Services

Commitment Item		2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Operating Expenses	5020002	0	4,951	4,951	4,951	4,951	4,951	4,951	4,951	4,951
Conference & Travel Expenses	5050009	0	0	0	0	0	0	0	0	0
Professional Fees	5060010	0	0	0	0	0	0	0	0	0
Data Processing	5090012	0	0	0	0	0	0	0	0	0
Capital Outlay	5120011	0	0	0	0	0	0	0	0	0
Employee Awards	5900046	0	27,329	27,329	27,329	27,329	27,329	27,329	27,329	27,329
Total		0	32,280	32,280	32,280	32,280	32,280	32,280	32,280	32,280

Funding Sources									
State Central Services	4000035	0	32,280		32,280	32,280	32,280	32,280	32,280
Total Funding		0	32,280		32,280	32,280	32,280	32,280	32,280
Excess Appropriation/(Funding)		0	0		0	0	0	0	0
Grand Total		0	32,280		32,280	32,280	32,280	32,280	32,280

Analysis of Budget Request

Appropriation: 34Z - Victims of Crime Justice Assistance - State

Funding Sources: HUA - Miscellaneous Agencies Fund

This general revenue funded appropriation provides the state match for the Victims of Crime Justice Assistance Program which receives federal funds through the Victims of Crime Act (VOCA), STOP Violence Against Women and Family Violence Prevention and the Family Violence Prevention and Services Act (FVPSA). The program provides for statewide violence prevention activities.

This appropriation provides for the required State match obligation for corresponding federal appropriation (1DF), also administered by DFA Management Services.

Base Level is \$155,536 each year of the 2017-2019 Biennium.

The Agency is requesting a Change Level increase of \$203,660 each year to restore the required general revenue appropriation and funding matching obligation for corresponding federal appropriation (1DF), also administered by DFA Management Services.

The Executive Recommendation provides for the Agency Request of appropriation and general revenue funding.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: 34Z - Victims of Crime Justice Assistance - State

Funding Sources: HUA - Miscellaneous Agencies Fund

Commitment Item		2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Grants and Aid	5100004	0	155,536	359,196	359,196	359,196	359,196	359,196	359,196	359,196
Total		0	155,536	359,196	359,196	359,196	359,196	359,196	359,196	359,196

Funding Sources										
General Revenue	4000010	0	155,536		359,196	359,196	359,196	359,196	359,196	359,196
Total Funding		0	155,536		359,196	359,196	359,196	359,196	359,196	359,196
Excess Appropriation/(Funding)		0	0		0	0	0	0	0	0
Grand Total		0	155,536		359,196	359,196	359,196	359,196	359,196	359,196

Analysis of Budget Request

Appropriation: 574 - Statewide Payroll Paying

Funding Sources: PAY - State Payroll Fund

This appropriation provides the authority for disbursement of personal services of the various state agencies as a result of the consolidation to one federal identification number for all state agencies in the State of Arkansas. Actual expenditures are reflected at the individual agency level.

The Agency is requesting Base Level of \$2,100,000,000 each year of the 2017-2019 Biennium.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: 574 - Statewide Payroll Paying

Funding Sources: PAY - State Payroll Fund

Commitment Item	2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
	Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Statewide Payroll Paying 5900046	0	2,100,000,000	2,100,000,000	2,100,000,000	2,100,000,000	2,100,000,000	2,100,000,000	2,100,000,000	2,100,000,000
Total	0	2,100,000,000	2,100,000,000	2,100,000,000	2,100,000,000	2,100,000,000	2,100,000,000	2,100,000,000	2,100,000,000

Funding Sources									
Agency Payroll Paying Accounts 4000085	0	2,100,000,000		2,100,000,000	2,100,000,000	2,100,000,000	2,100,000,000	2,100,000,000	2,100,000,000
Total Funding	0	2,100,000,000		2,100,000,000	2,100,000,000	2,100,000,000	2,100,000,000	2,100,000,000	2,100,000,000
Excess Appropriation/(Funding)	0	0		0	0	0	0	0	0
Grand Total	0	2,100,000,000		2,100,000,000	2,100,000,000	2,100,000,000	2,100,000,000	2,100,000,000	2,100,000,000

Analysis of Budget Request

Appropriation: 907 - DFA Management Services - Misc Cash

Funding Sources: NFA - DFA Miscellaneous Paying - Cash in Treasury

This appropriation is used to provide spending authority for various activities such as the DFA Office of Personnel Management - Inter-Agency Training Program, DFA Office of State Procurement seminars, vendor fees and rebates, and DFA - Employee Benefits Division. The source of funding for this appropriation is registration fees collected from participants attending training sessions, seminars, payment of vendor fees, and other miscellaneous reimbursements and revenues.

Base Level Regular Salaries and Personal Services Matching include the continuation of the previously authorized 2017 Salaries and Career Service Payments for eligible employees. Personal Services Matching includes the monthly contribution for State employee's health insurance for a total State match per budgeted employee of \$420 per month. Base Level salaries and matching do not include appropriation for a Cost of Living Adjustment or Merit Pay Increases.

Base Level is \$2,973,920 each year of the 2017-2019 Biennium.

The Agency's Change Level request is to increase the cash fund appropriation \$1,500,000 each year for the Office of State Procurement (OSP) to have in place the mechanism to provide ongoing needs of an External Public Procurement Consultant for DHS critical procurements. Funds will be transferred from DHS.

The Executive Recommendation provides for the Agency Request. Expenditure of appropriation is contingent upon available funding.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: 907 - DFA Management Services - Misc Cash

Funding Sources: NFA - DFA Miscellaneous Paying - Cash in Treasury

Commitment Item		2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Regular Salaries	5010000	480,565	704,276	799,644	704,976	704,976	704,976	704,976	704,976	704,976
#Positions		18	21	21	21	21	21	21	21	21
Personal Services Matching	5010003	217,001	262,330	265,786	266,222	266,222	266,222	266,222	266,222	266,222
Operating Expenses	5020002	87,065	888,222	888,222	888,222	888,222	888,222	888,222	888,222	888,222
Conference & Travel Expenses	5050009	0	71,800	71,800	71,800	71,800	71,800	71,800	71,800	71,800
Professional Fees	5060010	100	25,000	25,000	25,000	25,000	25,000	25,000	25,000	25,000
Data Processing	5090012	0	0	0	0	0	0	0	0	0
Refunds/Reimbursements	5110014	13,697	1,017,700	1,017,700	1,017,700	1,017,700	1,017,700	1,017,700	1,017,700	1,017,700
Capital Outlay	5120011	0	0	0	0	0	0	0	0	0
External Consultant Contracts	5900046	0	0	0	1,500,000	1,500,000	1,500,000	1,500,000	1,500,000	1,500,000
Total		798,428	2,969,328	3,068,152	4,473,920	4,473,920	4,473,920	4,473,920	4,473,920	4,473,920

Funding Sources										
Fund Balance	4000005	1,655,065	1,974,290		977,074	977,074	977,074	4,830	4,830	4,830
Cash Fund	4000045	436,094	435,906		500,000	500,000	500,000	500,000	500,000	500,000
Interest	4000300	31,559	0		0	0	0	0	0	0
Intra-agency Fund Transfer	4000317	650,000	1,536,206		1,501,676	1,501,676	1,501,676	1,501,676	1,501,676	1,501,676
Transfer from DHS	4000510	0	0		1,500,000	1,500,000	1,500,000	1,500,000	1,500,000	1,500,000
Total Funding		2,772,718	3,946,402		4,478,750	4,478,750	4,478,750	3,506,506	3,506,506	3,506,506
Excess Appropriation/(Funding)		(1,974,290)	(977,074)		(4,830)	(4,830)	(4,830)	967,414	967,414	967,414
Grand Total		798,428	2,969,328		4,473,920	4,473,920	4,473,920	4,473,920	4,473,920	4,473,920

Analysis of Budget Request

Appropriation: U35 - Developmental Disabilities Council - State

Funding Sources: HUA - Miscellaneous Agencies Fund

The purpose of the program is to provide advocacy, capacity building, and systemic change activities that support the development and improvement of a consumer and family centered system of community services for individuals with developmental disabilities. The Developmental Disabilities Council State appropriation is funded from general revenue and is used to match the federal grant, from the U.S. Department of Health and Human Services - Administration for Children and Families.

Base Level Regular Salaries and Personal Services Matching include the continuation of the previously authorized 2017 Salaries and Career Service Payments for eligible employees. Personal Services Matching includes the monthly contribution for State employee's health insurance for a total State match per budgeted employee of \$420 per month. Base Level salaries and matching do not include appropriation for a Cost of Living Adjustment or Merit Pay Increases.

The Agency Base Level request for this appropriation is \$36,447 each year of the 2017-2019 Biennium.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: U35 - Developmental Disabilities Council - State

Funding Sources: HUA - Miscellaneous Agencies Fund

Commitment Item		2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Regular Salaries	5010000	0	28,470	28,470	28,407	28,407	28,407	28,407	28,407	28,407
#Positions		0	0	0	0	0	0	0	0	0
Personal Services Matching	5010003	0	9,784	9,784	8,040	8,040	8,040	8,040	8,040	8,040
Total		0	38,254	38,254	36,447	36,447	36,447	36,447	36,447	36,447
Funding Sources										
General Revenue	4000010	0	38,254		36,447	36,447	36,447	36,447	36,447	36,447
Total Funding		0	38,254		36,447	36,447	36,447	36,447	36,447	36,447
Excess Appropriation/(Funding)		0	0		0	0	0	0	0	0
Grand Total		0	38,254		36,447	36,447	36,447	36,447	36,447	36,447

Analysis of Budget Request

Appropriation: U36 - Developmental Disabilities Council - Federal

Funding Sources: FKM - DFA Federal Funds

The purpose of the program is to provide advocacy, capacity building, and systemic change activities that support the development and improvement of a consumer and family centered system of community services for individuals with developmental disabilities. The Developmental Disabilities Council federal appropriation is funded from a federal grant, from the U.S. Department of Health and Human Services - Administration for Children and Families, that is matched with general revenue funds.

Base Level Regular Salaries and Personal Services Matching include the continuation of the previously authorized 2017 Salaries and Career Service Payments for eligible employees. Personal Services Matching includes the monthly contribution for State employee's health insurance for a total State match per budgeted employee of \$420 per month. Base Level salaries and matching do not include appropriation for a Cost of Living Adjustment or Merit Pay Increases.

The Agency Base Level request for this appropriation is \$1,356,834 each year of the 2017-2019 Biennium with five (5) budgeted base level positions.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: U36 - Developmental Disabilities Council - Federal

Funding Sources: FKM - DFA Federal Funds

Commitment Item		2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Regular Salaries	5010000	35,687	252,731	252,731	205,633	205,633	205,633	205,633	205,633	205,633
#Positions		2	5	5	5	5	5	5	5	5
Personal Services Matching	5010003	15,764	88,368	88,368	70,404	70,404	70,404	70,404	70,404	70,404
Operating Expenses	5020002	13,424	259,025	259,025	259,025	259,025	259,025	259,025	259,025	259,025
Conference & Travel Expenses	5050009	6,450	10,843	10,843	10,843	10,843	10,843	10,843	10,843	10,843
Professional Fees	5060010	0	120,000	120,000	120,000	120,000	120,000	120,000	120,000	120,000
Data Processing	5090012	0	0	0	0	0	0	0	0	0
Grants and Aid	5100004	0	690,929	690,929	690,929	690,929	690,929	690,929	690,929	690,929
Capital Outlay	5120011	0	0	0	0	0	0	0	0	0
Total		71,325	1,421,896	1,421,896	1,356,834	1,356,834	1,356,834	1,356,834	1,356,834	1,356,834
Funding Sources										
Federal Revenue	4000020	71,325	1,421,896		1,356,834	1,356,834	1,356,834	1,356,834	1,356,834	1,356,834
Total Funding		71,325	1,421,896		1,356,834	1,356,834	1,356,834	1,356,834	1,356,834	1,356,834
Excess Appropriation/(Funding)		0	0		0	0	0	0	0	0
Grand Total		71,325	1,421,896		1,356,834	1,356,834	1,356,834	1,356,834	1,356,834	1,356,834

Department Appropriation Summary

Historical Data

Agency Request and Executive/Legislative Recommendation

Appropriation	2015-2016		2016-2017		2016-2017		2017-2018						2018-2019					
	Actual	Pos	Budget	Pos	Authorized	Pos	Agency	Pos	Executive	Pos	Legislative	Pos	Agency	Pos	Executive	Pos	Legislative	Pos
146 Division of Racing - Operations	1,389,169	14	1,530,343	14	1,565,637	14	1,578,620	14	1,507,509	14	1,507,509	14	1,578,746	14	1,507,635	14	1,507,635	14
7WJ License Applications	66,880	0	241,000	0	241,000	0	241,000	0	312,111	0	312,111	0	241,000	0	312,111	0	312,111	0
Total	1,456,049	14	1,771,343	14	1,806,637	14	1,819,620	14	1,819,620	14	1,819,620	14	1,819,746	14	1,819,746	14	1,819,746	14

Funding Sources		%		%		%		%		%		%		%		%
Fund Balance 4000005	587,722	27.7	665,597	28.4			574,597	24.9	574,597	25.7	574,597	25.7	483,597	21.9	412,486	19.9
General Revenue 4000010	1,389,169	65.5	1,530,343	65.2			1,578,620	68.5	1,507,509	67.5	1,507,509	67.5	1,578,746	71.4	1,507,635	72.8
Cash Fund 4000045	144,755	6.8	150,000	6.4			150,000	6.5	150,000	6.7	150,000	6.7	150,000	6.8	150,000	7.2
Total Funds	2,121,646	100.0	2,345,940	100.0			2,303,217	100.0	2,232,106	100.0	2,232,106	100.0	2,212,343	100.0	2,070,121	100.0
Excess Appropriation/(Funding)	(665,597)		(574,597)				(483,597)		(412,486)		(412,486)		(392,597)		(250,375)	
Grand Total	1,456,049		1,771,343				1,819,620		1,819,620		1,819,620		1,819,746		1,819,746	

Analysis of Budget Request

Appropriation: 146 - Division of Racing - Operations

Funding Sources: HUA - Miscellaneous Agencies Fund

The Arkansas Racing Commission is composed of seven members each appointed by the Governor for terms of five years. Each congressional district is represented and members of the commission shall have been a resident of Arkansas for not less than ten years and shall be a qualified voter at the time of his or her appointment.

The Commission has sole jurisdiction over thoroughbred horse and greyhound dog racing. The Commission is authorized to grant franchises, approve racing dates, issue permits and licenses, hold hearings and take other action as necessary to effectively supervise, regulate and control the sport of racing in the State of Arkansas. Act 1151 of 2005, otherwise known as "Games of Skill" legislation, provided for expanded electronic gaming at the race tracks in the State of Arkansas.

The Racing Commission State Operations appropriation (146) is funded from general revenue. Currently 82% of the Agency's budget is personnel related costs with the remaining 18% maintenance and operating expenses.

Base Level Regular Salaries and Personal Services Matching include the continuation of the previously authorized 2017 Salaries and Career Service Payments for eligible employees. Personal Services Matching includes the monthly contribution for State employee's health insurance for a total State match per budgeted employee of \$420 per month. Base Level salaries and matching do not include appropriation for a Cost of Living Adjustment or Merit Pay Increases.

Base Level for the biennium is \$1,507,509 in FY18 and \$1,507,635 for FY19.

The agency is requesting a change over Base Level (funding and appropriation) in the amount of \$71,111 for FY18 and FY19. The increase in Extra Help and Personal Services Matching is to ensure enough funds and appropriation are in place for any additional veterinarian needs for the racing seasons at Southland and Oaklawn.

The Executive Recommendation provides for Base Level. The additional appropriation has been reflected in the DFA Racing Cash Fund Appropriation to be funded from any "new" additional fees approved that are directed to the cash fund. Current funding sources are not to be utilized for this purpose.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: 146 - Division of Racing - Operations

Funding Sources: HUA - Miscellaneous Agencies Fund

Commitment Item		2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Regular Salaries	5010000	630,930	641,960	662,850	635,716	635,716	635,716	635,816	635,816	635,816
#Positions		14	14	14	14	14	14	14	14	14
Extra Help	5010001	249,179	310,000	310,000	375,000	310,000	310,000	375,000	310,000	310,000
#Extra Help		21	31	31	31	31	31	31	31	31
Personal Services Matching	5010003	277,102	274,536	288,940	264,057	257,946	257,946	264,083	257,972	257,972
Overtime	5010006	4,753	30,000	30,000	30,000	30,000	30,000	30,000	30,000	30,000
Operating Expenses	5020002	210,521	235,847	235,847	235,847	235,847	235,847	235,847	235,847	235,847
Conference & Travel Expenses	5050009	1,755	3,000	3,000	3,000	3,000	3,000	3,000	3,000	3,000
Professional Fees	5060010	14,929	35,000	35,000	35,000	35,000	35,000	35,000	35,000	35,000
Data Processing	5090012	0	0	0	0	0	0	0	0	0
Capital Outlay	5120011	0	0	0	0	0	0	0	0	0
Total		1,389,169	1,530,343	1,565,637	1,578,620	1,507,509	1,507,509	1,578,746	1,507,635	1,507,635
Funding Sources										
General Revenue	4000010	1,389,169	1,530,343		1,578,620	1,507,509	1,507,509	1,578,746	1,507,635	1,507,635
Total Funding		1,389,169	1,530,343		1,578,620	1,507,509	1,507,509	1,578,746	1,507,635	1,507,635
Excess Appropriation/(Funding)		0	0		0	0	0	0	0	0
Grand Total		1,389,169	1,530,343		1,578,620	1,507,509	1,507,509	1,578,746	1,507,635	1,507,635

Analysis of Budget Request

Appropriation: 7WJ - License Applications

Funding Sources: NRC - DFA Racing - Cash in Treasury

Act 1151 of 2005, otherwise known as "Electronic Games of Skill" legislation, provided for expanded gaming at the race tracks in the State of Arkansas. This cash funded appropriation provides for the application process and background investigations for issuing licenses to individuals and industries in the Electronic Games of Skill areas at Oaklawn & Southland Parks.

Applicants, by regulation, are required to pay a license fee and the costs of the background investigations. License fees are deposited to general revenue. The costs of the background investigations are retained by the Department of Finance and Administration - Division of Racing to pay for the actual costs of the investigations, postage and licensing material and unexpected refunds.

The Racing Commission Cash Operations appropriation provides for the application process and background investigations for issuing licenses to individuals and industries in the Electronic Games of Skill areas at Oaklawn & Southland Parks.

The Agency is requesting Base Level of \$241,000 for each year of the 2017-2019 Biennium.

The Executive Recommendation is to provide cash appropriation for the \$71,111 requested for FY18 and FY19 in the State Operations appropriation (146). The additional appropriation is to be funded from any "new" additional fees approved that are directed to the cash fund. Current funding sources are not to be utilized for this purpose. Expenditure of appropriation is contingent upon available funding.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: 7WJ - License Applications

Funding Sources: NRC - DFA Racing - Cash in Treasury

Commitment Item		2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Extra Help	5010001	0	0	0	0	65,000	65,000	0	65,000	65,000
#Extra Help		0	0	0	0	0	0	0	0	0
Personal Services Matching	5010003	0	0	0	0	6,111	6,111	0	6,111	6,111
Operating Expenses	5020002	66,880	231,000	231,000	231,000	231,000	231,000	231,000	231,000	231,000
Conference & Travel Expenses	5050009	0	5,000	5,000	5,000	5,000	5,000	5,000	5,000	5,000
Professional Fees	5060010	0	0	0	0	0	0	0	0	0
Data Processing	5090012	0	0	0	0	0	0	0	0	0
Refunds/Reimbursements	5110014	0	5,000	5,000	5,000	5,000	5,000	5,000	5,000	5,000
Capital Outlay	5120011	0	0	0	0	0	0	0	0	0
Total		66,880	241,000	241,000	241,000	312,111	312,111	241,000	312,111	312,111
Funding Sources										
Fund Balance	4000005	587,722	665,597		574,597	574,597	574,597	483,597	412,486	412,486
Cash Fund	4000045	144,755	150,000		150,000	150,000	150,000	150,000	150,000	150,000
Total Funding		732,477	815,597		724,597	724,597	724,597	633,597	562,486	562,486
Excess Appropriation/(Funding)		(665,597)	(574,597)		(483,597)	(412,486)	(412,486)	(392,597)	(250,375)	(250,375)
Grand Total		66,880	241,000		241,000	312,111	312,111	241,000	312,111	312,111

Department Appropriation Summary

Historical Data

Agency Request and Executive/Legislative Recommendation

Appropriation	2015-2016		2016-2017		2016-2017		2017-2018						2018-2019					
	Actual	Pos	Budget	Pos	Authorized	Pos	Agency	Pos	Executive	Pos	Legislative	Pos	Agency	Pos	Executive	Pos	Legislative	Pos
1JN Commercial Drivers License Program	325,939	10	2,777,370	10	2,777,370	10	4,748,203	10	4,748,203	10	4,748,203	10	4,749,064	10	4,749,064	10	4,749,064	10
236 Individual Income Tax & Ad Valorem Property T	367,934,892	0	680,000,000	0	680,000,000	0	680,000,000	0	680,000,000	0	680,000,000	0	680,000,000	0	680,000,000	0	680,000,000	0
237 Corporate Income Tax	68,943,739	0	200,000,000	0	200,000,000	0	200,000,000	0	200,000,000	0	200,000,000	0	200,000,000	0	200,000,000	0	200,000,000	0
239 Gasoline Tax Refunds	24,362	0	1,500,000	0	1,500,000	0	1,500,000	0	1,500,000	0	1,500,000	0	1,500,000	0	1,500,000	0	1,500,000	0
240 Interstate Motor Fuel Tax Refunds	312,315	0	20,000,000	0	20,000,000	0	20,000,000	0	20,000,000	0	20,000,000	0	20,000,000	0	20,000,000	0	20,000,000	0
241 Miscellaneous Tax Refunds	104,875,001	0	260,000,000	0	260,000,000	0	260,000,000	0	260,000,000	0	260,000,000	0	260,000,000	0	260,000,000	0	260,000,000	0
281 Revenue Services Division - Operations	91,804,403	1,450	99,854,074	1,491	99,854,074	1,491	98,079,848	1,453	98,079,848	1,453	98,079,848	1,453	98,149,598	1,453	98,149,598	1,453	98,149,598	1,453
F10 MV Special Plates	2,230,963	0	4,000,000	0	4,000,000	0	4,000,000	0	4,000,000	0	4,000,000	0	4,000,000	0	4,000,000	0	4,000,000	0
M50 Revenue Miscellaneous Cash	5,454,198	0	5,000,000	0	5,000,000	0	5,000,000	0	5,000,000	0	5,000,000	0	5,000,000	0	5,000,000	0	5,000,000	0
Total	641,905,812	1,460	1,273,131,444	1,501	1,273,131,444	1,501	1,273,328,051	1,463	1,273,328,051	1,463	1,273,328,051	1,463	1,273,398,662	1,463	1,273,398,662	1,463	1,273,398,662	1,463

Funding Sources		%		%		%		%		%		%		%		%	
Fund Balance	4000005	12,015,760	1.9	6,282,306	0.5	6,004,936	0.5	6,004,936	0.5	6,004,936	0.5	3,756,733	0.3	3,756,733	0.3	3,756,733	0.3
Special Revenue	4000030	2,558,138	0.4	2,500,000	0.2	2,500,000	0.2	2,500,000	0.2	2,500,000	0.2	2,500,000	0.2	2,500,000	0.2	2,500,000	0.2
State Central Services	4000035	91,804,403	14.2	99,854,074	7.8	98,079,848	7.7	98,079,848	7.7	98,079,848	7.7	98,149,598	7.7	98,149,598	7.7	98,149,598	7.7
Cash Fund	4000045	7,685,161	1.2	9,000,000	0.7	9,000,000	0.7	9,000,000	0.7	9,000,000	0.7	9,000,000	0.7	9,000,000	0.7	9,000,000	0.7
Tax Refunds	4000485	542,090,309	83.6	1,161,500,000	90.8	1,161,500,000	90.9	1,161,500,000	90.9	1,161,500,000	90.9	1,161,500,000	91.1	1,161,500,000	91.1	1,161,500,000	91.1
Transfer to State Central Services	4000676	(7,965,653)	(1.2)	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0
Total Funds		648,188,118	100.0	1,279,136,380	100.0	1,277,084,784	100.0	1,277,084,784	100.0	1,277,084,784	100.0	1,274,906,331	100.0	1,274,906,331	100.0	1,274,906,331	100.0
Excess Appropriation/(Funding)		(6,282,306)		(6,004,936)		(3,756,733)		(3,756,733)		(3,756,733)		(1,507,669)		(1,507,669)		(1,507,669)	
Grand Total		641,905,812		1,273,131,444		1,273,328,051		1,273,328,051		1,273,328,051		1,273,398,662		1,273,398,662		1,273,398,662	

M50 - Actual exceeds Authorized Appropriation due to a transfer from the Cash Fund Holding Account.

Special Language authorizes the Chief Fiscal Officer of the State at end of the fiscal year to transfer into the State Central Services Fund the excess of the Commercial Driver License Fund funds over an amount equal to the three (3) most recent fiscal year budgets of the Commercial Driver License Fund to defray state support for related purposes, including but not limited to personal services and operating expenses, as required to carry out the functions, powers and duties of the Revenue Division.

Analysis of Budget Request

Appropriation: 1JN - Commercial Drivers License Program

Funding Sources: SDL - Commercial Driver License Fund

This appropriation provides for operating expenses of the Arkansas Commercial Driver License Program and for other related purposes as required by the Director of the Department of Finance and Administration (DFA) in carrying out the functions, powers, and duties of the DFA - Revenue Services Division. Fees collected for licenses issued are dedicated as special revenue to support this program.

Base Level Regular Salaries and Personal Services Matching include the continuation of the previously authorized 2017 Salaries and Career Service Payments for eligible employees. Personal Services Matching includes the monthly contribution for State employee's health insurance for a total State match per budgeted employee of \$420 per month. Base Level salaries and matching do not include appropriation for a Cost of Living Adjustment or Merit Pay Increases.

Base Level for the biennium is \$2,748,203 in FY18 and \$2,749,064 in FY19.

The Agency is requesting a change level of \$2,000,000 each year in the Commercial Drivers License Program appropriation to cover anticipated cost increase associated with a new contract for a Drivers License Issuance System. An RFP will be done to seek a new vendor. The current vendor will no longer be providing this type of service.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: 1JN - Commercial Drivers License Program

Funding Sources: SDL - Commercial Driver License Fund

Commitment Item		2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Regular Salaries	5010000	225,602	305,561	305,561	280,809	280,809	280,809	281,509	281,509	281,509
#Positions		10	10	10	10	10	10	10	10	10
Personal Services Matching	5010003	100,295	119,457	119,457	115,042	115,042	115,042	115,203	115,203	115,203
Operating Expenses	5020002	42	2,352,352	2,352,352	4,352,352	4,352,352	4,352,352	4,352,352	4,352,352	4,352,352
Conference & Travel Expenses	5050009	0	0	0	0	0	0	0	0	0
Professional Fees	5060010	0	0	0	0	0	0	0	0	0
Data Processing	5090012	0	0	0	0	0	0	0	0	0
Capital Outlay	5120011	0	0	0	0	0	0	0	0	0
Total		325,939	2,777,370	2,777,370	4,748,203	4,748,203	4,748,203	4,749,064	4,749,064	4,749,064
Funding Sources										
Fund Balance	4000005	12,015,760	6,282,306		6,004,936	6,004,936	6,004,936	3,756,733	3,756,733	3,756,733
Special Revenue	4000030	2,558,138	2,500,000		2,500,000	2,500,000	2,500,000	2,500,000	2,500,000	2,500,000
Transfer to State Central Services	4000676	(7,965,653)	0		0	0	0	0	0	0
Total Funding		6,608,245	8,782,306		8,504,936	8,504,936	8,504,936	6,256,733	6,256,733	6,256,733
Excess Appropriation/(Funding)		(6,282,306)	(6,004,936)		(3,756,733)	(3,756,733)	(3,756,733)	(1,507,669)	(1,507,669)	(1,507,669)
Grand Total		325,939	2,777,370		4,748,203	4,748,203	4,748,203	4,749,064	4,749,064	4,749,064

Special Language authorizes the Chief Fiscal Officer of the State at end of the fiscal year to transfer into the State Central Services Fund the excess of the Commercial Driver License Fund funds over an amount equal to the three (3) most recent fiscal year budgets of the Commercial Driver License Fund to defray state support for related purposes, including but not limited to personal services and operating expenses, as required to carry out the functions, powers and duties of the Revenue Division.

Analysis of Budget Request

Appropriation: 236 - Individual Income Tax & Ad Valorem Property Tax Rebates

Funding Sources: TGI - Individual Income Tax Withholding Fund

The Department of Finance and Administration - Revenue Services Division processes refunds for taxes paid from various sources. Appropriations to the Agency for Refunds/Reimbursements provide the mechanism necessary to refund collections of the various taxes as may be necessary.

This appropriation is used to refund individual taxpayers in such amounts as may be determined by the Chief Fiscal Officer of the State or the courts and for property tax rebates levied on the assessed value of all taxable real property, personal property, and utility property in the State.

The Agency is requesting Base Level of \$680,000,000 each year of the 2017-2019 Biennium.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: 236 - Individual Income Tax & Ad Valorem Property Tax Rebates

Funding Sources: TGI - Individual Income Tax Withholding Fund

Commitment Item	2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
	Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Refunds/Reimbursements 5110014	367,934,892	680,000,000	680,000,000	680,000,000	680,000,000	680,000,000	680,000,000	680,000,000	680,000,000
Total	367,934,892	680,000,000	680,000,000	680,000,000	680,000,000	680,000,000	680,000,000	680,000,000	680,000,000

Funding Sources									
Tax Refunds 4000485	367,934,892	680,000,000		680,000,000	680,000,000	680,000,000	680,000,000	680,000,000	680,000,000
Total Funding	367,934,892	680,000,000		680,000,000	680,000,000	680,000,000	680,000,000	680,000,000	680,000,000
Excess Appropriation/(Funding)	0	0		0	0	0	0	0	0
Grand Total	367,934,892	680,000,000		680,000,000	680,000,000	680,000,000	680,000,000	680,000,000	680,000,000

Analysis of Budget Request

Appropriation: 237 - Corporate Income Tax

Funding Sources: TGC - Corporate Income Tax Withholding Fund

The Department of Finance and Administration - Revenue Services Division processes refunds for taxes paid from various sources. Appropriations to the Agency for Refunds/Reimbursements provide the mechanism necessary to refund collections of the various taxes as may be necessary.

This appropriation is used to make income tax refunds to corporate taxpayers in such amounts as may be determined by the Chief Fiscal Officer of the State or the courts.

The Agency is requesting Base Level of \$200,000,000 each year of the 2017-2019 Biennium.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: 237 - Corporate Income Tax

Funding Sources: TGC - Corporate Income Tax Withholding Fund

Commitment Item	2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
	Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Refunds/Reimbursements 5110014	68,943,739	200,000,000	200,000,000	200,000,000	200,000,000	200,000,000	200,000,000	200,000,000	200,000,000
Total	68,943,739	200,000,000	200,000,000	200,000,000	200,000,000	200,000,000	200,000,000	200,000,000	200,000,000

Funding Sources									
Tax Refunds 4000485	68,943,739	200,000,000		200,000,000	200,000,000	200,000,000	200,000,000	200,000,000	200,000,000
Total Funding	68,943,739	200,000,000		200,000,000	200,000,000	200,000,000	200,000,000	200,000,000	200,000,000
Excess Appropriation/(Funding)	0	0		0	0	0	0	0	0
Grand Total	68,943,739	200,000,000		200,000,000	200,000,000	200,000,000	200,000,000	200,000,000	200,000,000

Analysis of Budget Request

Appropriation: 239 - Gasoline Tax Refunds

Funding Sources: TBC - Gasoline Tax Refund Fund

The Department of Finance and Administration - Revenue Services Division processes refunds for taxes paid from various sources. Appropriations to the Agency for Refunds/Reimbursements provide the mechanism necessary to refund collections of the various taxes as may be necessary.

This appropriation is used for making motor fuel tax refunds that come from the fuel tax of 21½ cents a gallon on gasoline and 22½ cents a gallon on diesel. A refund results from an overpayment on taxes paid on fuel by a distributor or a supplier.

The Agency is requesting Base Level of \$1,500,000 each year of the 2017-2019 Biennium.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: 239 - Gasoline Tax Refunds

Funding Sources: TBC - Gasoline Tax Refund Fund

Commitment Item	2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
	Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Claims 5110015	24,362	1,500,000	1,500,000	1,500,000	1,500,000	1,500,000	1,500,000	1,500,000	1,500,000
Total	24,362	1,500,000	1,500,000	1,500,000	1,500,000	1,500,000	1,500,000	1,500,000	1,500,000

Funding Sources									
Tax Refunds 4000485	24,362	1,500,000		1,500,000	1,500,000	1,500,000	1,500,000	1,500,000	1,500,000
Total Funding	24,362	1,500,000		1,500,000	1,500,000	1,500,000	1,500,000	1,500,000	1,500,000
Excess Appropriation/(Funding)	0	0		0	0	0	0	0	0
Grand Total	24,362	1,500,000		1,500,000	1,500,000	1,500,000	1,500,000	1,500,000	1,500,000

Analysis of Budget Request

Appropriation: 240 - Interstate Motor Fuel Tax Refunds

Funding Sources: TBB - Interstate Motor Fuel Tax Refund Fund

The Department of Finance and Administration - Revenue Services Division processes refunds for taxes paid from various sources. Appropriations to the Agency for Refunds/Reimbursements provide the mechanism necessary to refund collections of the various taxes as may be necessary.

The Interstate Motor Fuel Tax Refund fund consists of the amount, estimated quarterly, which is transferred monthly from gross motor fuel taxes and gross special motor fuel tax collections, to be used to pay refunds to interstate users of motor fuels and special motor fuels as set out in A.C.A. §26-55-714 and §26-56-215. The interstate users of motor fuel tax refunds are generated from an over purchase of tax paid fuel, usually diesel, which is used on the highway by a vehicle over 26,001 pounds, purchased by truckers in the State of Arkansas, but where majority of the miles were traveled in another state.

The Agency is requesting Base Level of \$20,000,000 each year of the 2017-2019 Biennium.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: 240 - Interstate Motor Fuel Tax Refunds

Funding Sources: TBB - Interstate Motor Fuel Tax Refund Fund

Commitment Item	2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
	Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Refunds/Reimbursements 5110014	312,315	20,000,000	20,000,000	20,000,000	20,000,000	20,000,000	20,000,000	20,000,000	20,000,000
Total	312,315	20,000,000	20,000,000	20,000,000	20,000,000	20,000,000	20,000,000	20,000,000	20,000,000

Funding Sources									
Tax Refunds 4000485	312,315	20,000,000		20,000,000	20,000,000	20,000,000	20,000,000	20,000,000	20,000,000
Total Funding	312,315	20,000,000		20,000,000	20,000,000	20,000,000	20,000,000	20,000,000	20,000,000
Excess Appropriation/(Funding)	0	0		0	0	0	0	0	0
Grand Total	312,315	20,000,000		20,000,000	20,000,000	20,000,000	20,000,000	20,000,000	20,000,000

Analysis of Budget Request

Appropriation: 241 - Miscellaneous Tax Refunds

Funding Sources: MTA - Miscellaneous Revolving Fund

The Department of Finance and Administration - Revenue Services Division processes refunds for taxes paid from various sources. Appropriations to the Agency for Refunds/Reimbursements provide the mechanism necessary to refund collections of the various taxes as may be necessary. Some of the sources that fall into the category of miscellaneous tax refunds are:

- Cigarette and Tobacco Excise Taxes
- Alcoholic Beverage Excise Taxes
- Promotion Assessments
- Severance Tax
- Amusement Machine Tax
- Soft Drink Tax
- Real Property Transfer Tax
- Waste Tire Fee
- Vending Device Decal Act of 1997
- Construction Nonresidential Surcharge

The Agency is requesting Base Level of \$260,000,000 each year of the 2017-2019 Biennium.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: 241 - Miscellaneous Tax Refunds

Funding Sources: MTA - Miscellaneous Revolving Fund

Commitment Item	2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
	Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Refunds/Reimbursements 5110014	104,875,001	260,000,000	260,000,000	260,000,000	260,000,000	260,000,000	260,000,000	260,000,000	260,000,000
Total	104,875,001	260,000,000	260,000,000	260,000,000	260,000,000	260,000,000	260,000,000	260,000,000	260,000,000

Funding Sources									
Tax Refunds 4000485	104,875,001	260,000,000		260,000,000	260,000,000	260,000,000	260,000,000	260,000,000	260,000,000
Total Funding	104,875,001	260,000,000		260,000,000	260,000,000	260,000,000	260,000,000	260,000,000	260,000,000
Excess Appropriation/(Funding)	0	0		0	0	0	0	0	0
Grand Total	104,875,001	260,000,000		260,000,000	260,000,000	260,000,000	260,000,000	260,000,000	260,000,000

Analysis of Budget Request

Appropriation: 281 - Revenue Services Division - Operations

Funding Sources: HSC - State Central Services

This State Central Services funded appropriation provides for the operation of the Department of Finance and Administration - Revenue Services Division which collects taxes, assures taxpayer compliance with the revenue laws of the State, maintains driver history records and titles and licenses motor vehicles. Sections of the Revenue Services Division include the following offices:

- Assistant Commissioner for Operations and Administration
- Assistant Commissioner for Policy and Legal
- Revenue Legal Counsel
- Income Tax
- Field Audit
- Motor Vehicle
- Excise Tax Administration
- Driver Services
- State Revenue Office Administration

Base Level Regular Salaries and Personal Services Matching include the continuation of the previously authorized 2017 Salaries and Career Service Payments for eligible employees. Personal Services Matching includes the monthly contribution for State employee's health insurance for a total State match per budgeted employee of \$420 per month. Base Level salaries and matching do not include appropriation for a Cost of Living Adjustment or Merit Pay Increases.

Base Level for the biennium is \$98,861,117 in FY18 and \$98,930,867 for FY19.

The Revenue Division is requesting the following:

- Regular Salaries and Personal Services Matching reduction of (\$1,281,269) each year for the transfer of 3 positions to Agency 0610 - DFA Management Services - Office of Information Systems (OIS) and the reduction of 35 currently authorized positions from 1,491 authorized positions that no longer need to be utilized due to efficiencies of the agency. The transferred positions are functional and technical IT positions and in a consolidation effort moved Cash Control Scanning Operations into OIS Imaging Section.
- Re-authorize Capital Outlay of \$500,000 each year for replacement of 20 aging and high mileage vehicles.

The Executive Recommendation provides for the Agency Request.

The Executive Recommendation provides for the Agency Request for Capital Outlay to replace aging, high mileage vehicles in accordance with A.C.A. §22-8-201 et seq., Automobile and Pickup Truck Acquisition Act, which establishes guidelines for automobile replacement.

The Legislative Recommendation concurs with the Executive Recommendation in addition to the reclassification of three (3) Tax Auditor II positions (Grade C120) to DFA revenue Security Coordinator positions (C120). These reclassifications have no impact on appropriation levels.

Appropriation Summary

Appropriation: 281 - Revenue Services Division - Operations

Funding Sources: HSC - State Central Services

Commitment Item		2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Regular Salaries	5010000	48,929,936	51,986,806	51,986,806	50,368,708	50,368,708	50,368,708	50,425,408	50,425,408	50,425,408
#Positions		1,450	1,491	1,491	1,453	1,453	1,453	1,453	1,453	1,453
Extra Help	5010001	42,209	564,466	564,466	564,466	564,466	564,466	564,466	564,466	564,466
#Extra Help		6	221	221	221	221	221	221	221	221
Personal Services Matching	5010003	18,444,693	19,336,168	19,336,168	18,992,040	18,992,040	18,992,040	19,005,090	19,005,090	19,005,090
Overtime	5010006	1,722	125,000	125,000	125,000	125,000	125,000	125,000	125,000	125,000
Operating Expenses	5020002	23,701,754	27,232,184	27,232,184	27,232,184	27,232,184	27,232,184	27,232,184	27,232,184	27,232,184
Conference & Travel Expenses	5050009	71,515	115,450	115,450	115,450	115,450	115,450	115,450	115,450	115,450
Professional Fees	5060010	29,466	157,000	157,000	157,000	157,000	157,000	157,000	157,000	157,000
Data Processing	5090012	0	0	0	0	0	0	0	0	0
Refunds/Reimbursements	5110014	4,185	25,000	25,000	25,000	25,000	25,000	25,000	25,000	25,000
Capital Outlay	5120011	578,923	312,000	312,000	500,000	500,000	500,000	500,000	500,000	500,000
Total		91,804,403	99,854,074	99,854,074	98,079,848	98,079,848	98,079,848	98,149,598	98,149,598	98,149,598

Funding Sources										
State Central Services	4000035	91,804,403	99,854,074		98,079,848	98,079,848	98,079,848	98,149,598	98,149,598	98,149,598
Total Funding		91,804,403	99,854,074		98,079,848	98,079,848	98,079,848	98,149,598	98,149,598	98,149,598
Excess Appropriation/(Funding)		0	0		0	0	0	0	0	0
Grand Total		91,804,403	99,854,074		98,079,848	98,079,848	98,079,848	98,149,598	98,149,598	98,149,598

Actual exceeds Authorized Appropriation in Capital Outlay due to a transfer from DFA Motor Vehicle Acquisition.

Department Appropriation Summary

Historical Data

Agency Request and Executive/Legislative Recommendation

Appropriation	2015-2016		2016-2017		2016-2017		2017-2018						2018-2019					
	Actual	Pos	Budget	Pos	Authorized	Pos	Agency	Pos	Executive	Pos	Legislative	Pos	Agency	Pos	Executive	Pos	Legislative	Pos
56X GeoStor & Framework	85,496	0	850,000	0	850,000	0	850,000	0	850,000	0	850,000	0	850,000	0	850,000	0	850,000	0
56Y Geographic Information Systems	1,177,661	9	1,143,680	10	1,157,286	10	1,275,776	12	1,275,776	12	1,275,776	12	1,275,776	12	1,275,776	12	1,275,776	12
86X Parcel Mapping Grant	113,979	0	1,333,300	0	1,333,300	0	1,333,300	0	1,333,300	0	1,333,300	0	1,333,300	0	1,333,300	0	1,333,300	0
Total	1,377,136	9	3,326,980	10	3,340,586	10	3,459,076	12	3,459,076	12	3,459,076	12	3,459,076	12	3,459,076	12	3,459,076	12

Funding Sources		%		%		%		%		%		%		%		%		%	
Fund Balance	4000005	270,926	16.0	313,504	8.5			373,504	9.6	373,504	9.9	373,504	9.9	433,504	11.0	433,504	11.3	433,504	11.3
General Revenue	4000010	1,177,661	69.7	1,143,680	30.9			1,275,776	32.8	1,147,869	30.5	1,147,869	30.5	1,275,776	32.3	1,147,869	30.0	1,147,869	30.0
Trust Fund	4000050	242,053	14.3	1,393,300	37.7			1,393,300	35.8	1,393,300	37.0	1,393,300	37.0	1,393,300	35.3	1,393,300	36.4	1,393,300	36.4
Other	4000370	0	0.0	850,000	23.0			850,000	21.8	850,000	22.6	850,000	22.6	850,000	21.5	850,000	22.2	850,000	22.2
Total Funds		1,690,640	100.0	3,700,484	100.0			3,892,580	100.0	3,764,673	100.0	3,764,673	100.0	3,952,580	100.0	3,824,673	100.0	3,824,673	100.0
Excess Appropriation/(Funding)		(313,504)		(373,504)				(433,504)		(305,597)		(305,597)		(493,504)		(365,597)		(365,597)	
Grand Total		1,377,136		3,326,980				3,459,076		3,459,076		3,459,076		3,459,076		3,459,076		3,459,076	

Analysis of Budget Request

Appropriation: 56X - GeoStor & Framework

Funding Sources: TGS - Geographic Information Systems Fund

The Geographic Information Systems Fund consists of funds approved by the General Assembly, contributions, federal funds, and any other funds allowable by law. This fund is used to carry out the duties, responsibilities, and authority of the Arkansas Land Board; and create, update, and maintain GeoStor, the Arkansas Spatial Data Infrastructure.

The Agency requests Base Level appropriation of \$850,000 each year for the 2017-2019 Biennium.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: 56X - GeoStor & Framework

Funding Sources: TGS - Geographic Information Systems Fund

Commitment Item		2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Geostor & Framework	5900047	85,496	850,000	850,000	850,000	850,000	850,000	850,000	850,000	850,000
Total		85,496	850,000	850,000	850,000	850,000	850,000	850,000	850,000	850,000

Funding Sources										
Fund Balance	4000005	156,947	313,504		373,504	373,504	373,504	433,504	433,504	433,504
Trust Fund	4000050	242,053	60,000		60,000	60,000	60,000	60,000	60,000	60,000
Other	4000370	0	850,000		850,000	850,000	850,000	850,000	850,000	850,000
Total Funding		399,000	1,223,504		1,283,504	1,283,504	1,283,504	1,343,504	1,343,504	1,343,504
Excess Appropriation/(Funding)		(313,504)	(373,504)		(433,504)	(433,504)	(433,504)	(493,504)	(493,504)	(493,504)
Grand Total		85,496	850,000		850,000	850,000	850,000	850,000	850,000	850,000

Analysis of Budget Request

Appropriation: 56Y - Geographic Information Systems

Funding Sources: HUA - Miscellaneous Agencies Fund

The Office of Geographic Information Systems was established as a part of the Office of Information Technology as an integral component of the Initiative for Statewide Technology Advancement (GISTA) and Arkansas' Electronic Government to provide services and data to cities, counties, state and federal agencies, private businesses, and citizens. It provides technology transfer and educational services to all users of GeoStor and enables specific county level projects to become more integrated within GeoStor. The Arkansas Spatial Data Infrastructure (ASDI) is a public resource that provides storage and easy access to essential statewide geographically linked information such as maps, boundaries, aerial photography, facilities, and natural resources.

Upon the dissolution of the Office of Information Technology (OIT) by Acts 751 and 794 of 2007, this appropriation was transferred to the Department of Information Systems. In 2009, the Arkansas Geographic Information Office (AGIO) became a state agency with the passage of Act 244 of 2009.

This appropriation is funded by general revenue.

Base Level Regular Salaries and Personal Services Matching include the continuation of the previously authorized 2017 Salaries and Career Service Payments for eligible employees. Personal Services Matching includes the monthly contribution for State employee's health insurance for a total State match per budgeted employee of \$420 per month. Base Level salaries and matching do not include appropriation for a Cost of Living Adjustment or Merit Pay Increases.

The Agency requests a Change Level increase of \$127,907 each year of the 2017-2019 Biennium as follows:

- Regular Salaries and Personal Services Matching of \$121,444 for two new Senior GIS Analyst Grade C124 positions. The two positions are needed to assist with the maintenance of the Streamlined Sales and Use Tax databases.
- Extra Help and Personal Services Matching of \$6,463 for the restoration of the Extra Help position. The Extra Help will be necessary to improve the accuracy and quality of the Section Township and Range corner database. The Extra Help will perform data entry on corner records from information gathered by the State Surveyor of the Division of Land Surveys. The records include latitude and longitude of corners recovered.

The Executive Recommendation provides for Base Level funding and \$127,907 of appropriation only for Regular Salaries and Personal Services Matching for the two Senior GIS Analyst positions and Extra Help.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: 56Y - Geographic Information Systems

Funding Sources: HUA - Miscellaneous Agencies Fund

Commitment Item		2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Regular Salaries	5010000	641,423	594,505	602,751	685,959	685,959	685,959	685,959	685,959	685,959
#Positions		9	10	10	12	12	12	12	12	12
Extra Help	5010001	0	0	0	6,463	6,463	6,463	6,463	6,463	6,463
#Extra Help		0	0	0	1	1	1	1	1	1
Personal Services Matching	5010003	200,431	182,083	187,443	216,262	216,262	216,262	216,262	216,262	216,262
Operating Expenses	5020002	268,712	245,742	245,742	245,742	245,742	245,742	245,742	245,742	245,742
Conference & Travel Expenses	5050009	14,195	14,350	14,350	14,350	14,350	14,350	14,350	14,350	14,350
Professional Fees	5060010	52,900	107,000	107,000	107,000	107,000	107,000	107,000	107,000	107,000
Data Processing	5090012	0	0	0	0	0	0	0	0	0
Capital Outlay	5120011	0	0	0	0	0	0	0	0	0
Total		1,177,661	1,143,680	1,157,286	1,275,776	1,275,776	1,275,776	1,275,776	1,275,776	1,275,776
Funding Sources										
General Revenue	4000010	1,177,661	1,143,680		1,275,776	1,147,869	1,147,869	1,275,776	1,147,869	1,147,869
Total Funding		1,177,661	1,143,680		1,275,776	1,147,869	1,147,869	1,275,776	1,147,869	1,147,869
Excess Appropriation/(Funding)		0	0		0	127,907	127,907	0	127,907	127,907
Grand Total		1,177,661	1,143,680		1,275,776	1,275,776	1,275,776	1,275,776	1,275,776	1,275,776

Analysis of Budget Request

Appropriation: 86X - Parcel Mapping Grant

Funding Sources: TGS - Geographic Information Systems Fund

This appropriation is used to update the statewide digital parcel data map. It is used to initiate parcel automation, accelerate the completion of parcel automation, and support improvements in those counties which have completed automation. Grants under this program are funded as follows, state funding of up to 60% of the cost of approved projects and the balance of the cost from required matching funds from the county.

The Agency requests Base Level appropriation of \$1,333,300 each year for the 2017-2019 Biennium.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: 86X - Parcel Mapping Grant

Funding Sources: TGS - Geographic Information Systems Fund

Commitment Item	2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
	Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Statewide Parcel Map Grant Prog Ex5900046	113,979	1,333,300	1,333,300	1,333,300	1,333,300	1,333,300	1,333,300	1,333,300	1,333,300
Total	113,979	1,333,300	1,333,300	1,333,300	1,333,300	1,333,300	1,333,300	1,333,300	1,333,300

Funding Sources									
Fund Balance	4000005	113,979	0	0	0	0	0	0	0
Trust Fund	4000050	0	1,333,300	1,333,300	1,333,300	1,333,300	1,333,300	1,333,300	1,333,300
Total Funding		113,979	1,333,300	1,333,300	1,333,300	1,333,300	1,333,300	1,333,300	1,333,300
Excess Appropriation/(Funding)		0	0	0	0	0	0	0	0
Grand Total		113,979	1,333,300	1,333,300	1,333,300	1,333,300	1,333,300	1,333,300	1,333,300

Department Appropriation Summary

Historical Data

Agency Request and Executive/Legislative Recommendation

Appropriation	2015-2016		2016-2017		2016-2017		2017-2018						2018-2019					
	Actual	Pos	Budget	Pos	Authorized	Pos	Agency	Pos	Executive	Pos	Legislative	Pos	Agency	Pos	Executive	Pos	Legislative	Pos
166 State Operations	1,919,518	27	1,998,524	27	2,078,098	27	2,006,245	27	2,006,245	27	2,006,245	27	2,007,348	27	2,007,348	27	2,007,348	27
169 Map Resale	2,442	0	35,000	0	100,000	0	35,000	0	35,000	0	35,000	0	35,000	0	35,000	0	35,000	0
210 State Geologic Mapping Program	88,636	1	135,000	1	219,406	1	135,115	1	135,115	1	135,115	1	135,115	1	135,115	1	135,115	1
54U State Farm Grant	1,953	0	6,505	0	36,000	0	6,505	0	6,505	0	6,505	0	6,505	0	6,505	0	6,505	0
873 Geology Museum	0	0	1,125	0	9,025	0	1,125	0	1,125	0	1,125	0	1,125	0	1,125	0	1,125	0
F44 Reg for Prof Geo	43,016	1	62,560	1	63,149	1	62,734	1	62,734	1	62,734	1	62,734	1	62,734	1	62,734	1
N32 Geological Research - Landslide/Sinkhole	36,523	1	111,105	1	110,000	1	111,331	1	111,331	1	111,331	1	112,067	1	112,067	1	112,067	1
Total	2,092,088	30	2,349,819	30	2,615,678	30	2,358,055	30	2,358,055	30	2,358,055	30	2,359,894	30	2,359,894	30	2,359,894	30

Funding Sources		%		%		%		%		%		%		%		%		%	
Fund Balance	4000005	183,388	7.9	224,930	8.7			223,397	8.7	223,397	8.7	223,397	8.7	228,776	8.8	228,776	8.8	228,776	8.8
General Revenue	4000010	1,919,518	82.8	1,998,524	77.7			2,006,245	77.8	2,006,245	77.8	2,006,245	77.8	2,007,348	77.6	2,007,348	77.6	2,007,348	77.6
Federal Revenue	4000020	88,636	3.8	135,000	5.2			135,115	5.2	135,115	5.2	135,115	5.2	135,115	5.2	135,115	5.2	135,115	5.2
Non-Revenue Receipts	4000040	10,368	0.4	58,644	2.3			58,644	2.3	58,644	2.3	58,644	2.3	58,644	2.3	58,644	2.3	58,644	2.3
Cash Fund	4000045	45,814	2.0	45,800	1.8			45,800	1.8	45,800	1.8	45,800	1.8	45,800	1.8	45,800	1.8	45,800	1.8
Interest	4000300	128	0.0	318	0.0			0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0
Inter-agency Fund Transfer	4000316	69,166	3.0	110,000	4.3			110,000	4.3	110,000	4.3	110,000	4.3	110,000	4.3	110,000	4.3	110,000	4.3
Total Funds		2,317,018	100.0	2,573,216	100.0			2,579,201	100.0	2,579,201	100.0	2,579,201	100.0	2,585,683	100.0	2,585,683	100.0	2,585,683	100.0
Excess Appropriation/(Funding)		(224,930)		(223,397)				(221,146)		(221,146)		(221,146)		(225,789)		(225,789)		(225,789)	
Grand Total		2,092,088		2,349,819				2,358,055		2,358,055		2,358,055		2,359,894		2,359,894		2,359,894	

Variance in fund balance is due to unfunded appropriation in (54U) State Farm Grant and (873) Geology Museum. Budget exceeds Authorized Appropriation due to salary adjustments in (N32) Geological Research.

Analysis of Budget Request

Appropriation: 166 - State Operations

Funding Sources: HUA - Miscellaneous Agencies Fund

The Arkansas Geological Survey's (AGS) appropriation for State Operations is funded entirely by general revenue. In this program, data is accumulated, analyzed, and disseminated to provide knowledge of the geology and hydrogeology of the State to stimulate orderly development and encourage effective management and utilization of the State's minerals, fossil fuels, and water resources in an environmentally responsible manner.

Base Level Regular Salaries and Personal Services Matching include the continuation of the previously authorized 2017 Salaries and Career Service Payments for eligible employees. Personal Services Matching includes the monthly contribution for State employee's health insurance for a total State match per budgeted employee of \$420 per month. Base Level salaries and matching do not include appropriation for a Cost of Living Adjustment or Merit Pay Increases. The Base Level request for Regular Salaries includes board member stipend payments.

Base Level is \$2,006,245 in FY2018 and \$2,007,348 in FY2019.

The Agency's Change Level request includes a reallocation of \$1,854 each year from Operating Expenses to Water Quality Program and Ground Water Survey to better align with agency needs.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: 166 - State Operations

Funding Sources: HUA - Miscellaneous Agencies Fund

Commitment Item		2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Regular Salaries	5010000	1,185,208	1,250,223	1,308,038	1,250,823	1,250,823	1,250,823	1,251,723	1,251,723	1,251,723
#Positions		27	27	27	27	27	27	27	27	27
Extra Help	5010001	11,701	11,600	12,000	11,600	11,600	11,600	11,600	11,600	11,600
#Extra Help		7	18	18	18	18	18	18	18	18
Personal Services Matching	5010003	402,441	413,699	435,058	420,820	420,820	420,820	421,023	421,023	421,023
Operating Expenses	5020002	289,799	212,791	212,791	210,937	210,937	210,937	210,937	210,937	210,937
Conference & Travel Expenses	5050009	6,579	4,000	4,000	4,000	4,000	4,000	4,000	4,000	4,000
Professional Fees	5060010	0	6,000	6,000	6,000	6,000	6,000	6,000	6,000	6,000
Data Processing	5090012	0	0	0	0	0	0	0	0	0
Capital Outlay	5120011	0	0	0	0	0	0	0	0	0
Water Quality Program	5900046	0	19,500	19,500	20,085	20,085	20,085	20,085	20,085	20,085
Stream Gauging	5900047	0	23,000	23,000	23,000	23,000	23,000	23,000	23,000	23,000
Ground Water Survey	5900048	0	31,711	31,711	32,980	32,980	32,980	32,980	32,980	32,980
Mineral Exploration	5900050	23,790	26,000	26,000	26,000	26,000	26,000	26,000	26,000	26,000
Total		1,919,518	1,998,524	2,078,098	2,006,245	2,006,245	2,006,245	2,007,348	2,007,348	2,007,348
Funding Sources										
General Revenue	4000010	1,919,518	1,998,524		2,006,245	2,006,245	2,006,245	2,007,348	2,007,348	2,007,348
Total Funding		1,919,518	1,998,524		2,006,245	2,006,245	2,006,245	2,007,348	2,007,348	2,007,348
Excess Appropriation/(Funding)		0	0		0	0	0	0	0	0
Grand Total		1,919,518	1,998,524		2,006,245	2,006,245	2,006,245	2,007,348	2,007,348	2,007,348

Analysis of Budget Request

Appropriation: 169 - Map Resale

Funding Sources: MWA - Geology Map Resale Revolving Fund

The Arkansas Geological Survey utilizes this appropriation to operate a Map Resale Program. Funding for the Arkansas Geological Survey's Map Resale appropriation is obtained from the sale of geological and topographical maps to the general public. These proceeds are deposited into the Agency's revolving fund, as authorized in A.C.A. §19-4-1804.

The Agency Request is for Base Level of \$35,000 each year of the 2017-2019 Biennium.

The Executive Recommendation provides for the Agency Request. Expenditure of appropriation is contingent upon available funding.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: 169 - Map Resale

Funding Sources: MWA - Geology Map Resale Revolving Fund

Commitment Item		2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Resale Revolving Fund	5900046	2,442	35,000	100,000	35,000	35,000	35,000	35,000	35,000	35,000
Total		2,442	35,000	100,000	35,000	35,000	35,000	35,000	35,000	35,000
Funding Sources										
Fund Balance	4000005	33,430	41,356		65,000	65,000	65,000	88,644	88,644	88,644
Non-Revenue Receipts	4000040	10,368	58,644		58,644	58,644	58,644	58,644	58,644	58,644
Total Funding		43,798	100,000		123,644	123,644	123,644	147,288	147,288	147,288
Excess Appropriation/(Funding)		(41,356)	(65,000)		(88,644)	(88,644)	(88,644)	(112,288)	(112,288)	(112,288)
Grand Total		2,442	35,000		35,000	35,000	35,000	35,000	35,000	35,000

Expenditure of appropriation is contingent upon available funding.

Analysis of Budget Request

Appropriation: 210 - State Geologic Mapping Program

Funding Sources: FAL - Geology Federal

The Arkansas Geological Survey (AGS) utilizes this appropriation for the federal portion of the following program activities: National Coal Resources Data System (NCRDS) project to collect, interpret, correlate and encode point-source coal and other energy-related stratigraphic data; the State Geologic Mapping Program to coordinate collection of data and formulation of maps displaying the location and quantity of minerals in specific areas of the State; and the Geothermal ARRA grant awarded to allow the Geological Survey to populate the National Geothermal Data System. Federal funding is received from the US Department of Energy and the US Department of Interior.

Base Level Regular Salaries and Personal Services Matching include the continuation of the previously authorized 2017 Salaries and Career Service Payments for eligible employees. Personal Services Matching includes the monthly contribution for State employee's health insurance for a total State match per budgeted employee of \$420 per month. Base Level salaries and matching do not include appropriation for a Cost of Living Adjustment or Merit Pay Increases.

The Agency Request is for Base Level of \$135,115 each year of the 2017-2019 Biennium.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: 210 - State Geologic Mapping Program

Funding Sources: FAL - Geology Federal

Commitment Item		2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Regular Salaries	5010000	33,510	37,332	37,332	37,332	37,332	37,332	37,332	37,332	37,332
#Positions		1	1	1	1	1	1	1	1	1
Extra Help	5010001	13,055	22,000	11,591	22,000	22,000	22,000	22,000	22,000	22,000
#Extra Help		1	4	4	4	4	4	4	4	4
Personal Services Matching	5010003	15,390	15,098	14,483	15,213	15,213	15,213	15,213	15,213	15,213
Operating Expenses	5020002	26,681	60,570	156,000	60,570	60,570	60,570	60,570	60,570	60,570
Conference & Travel Expenses	5050009	0	0	0	0	0	0	0	0	0
Professional Fees	5060010	0	0	0	0	0	0	0	0	0
Data Processing	5090012	0	0	0	0	0	0	0	0	0
Capital Outlay	5120011	0	0	0	0	0	0	0	0	0
Total		88,636	135,000	219,406	135,115	135,115	135,115	135,115	135,115	135,115
Funding Sources										
Federal Revenue	4000020	88,636	135,000		135,115	135,115	135,115	135,115	135,115	135,115
Total Funding		88,636	135,000		135,115	135,115	135,115	135,115	135,115	135,115
Excess Appropriation/(Funding)		0	0		0	0	0	0	0	0
Grand Total		88,636	135,000		135,115	135,115	135,115	135,115	135,115	135,115

FY17 Budget amount in Extra Help and Personal Services Matching exceeds the authorized amount due to salary and matching rate adjustments during the 2015-2017 Biennium.

Analysis of Budget Request

Appropriation: 54U - State Farm Grant

Funding Sources: NGC - Geology Private Grants

The State Farm Grant is a privately funded grant donated by State Farm in order to increase earthquake awareness throughout the State. The appropriation provides outreach to the citizens of the State in the form of town hall meetings. In these meetings a geologist will give a presentation on earthquake basics and preparedness techniques.

The Agency Request is for Base Level of \$6,505 each year of the 2017-2019 Biennium.

The Executive Recommendation provides for the Agency Request. Expenditure of appropriation is contingent upon available funding.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: 54U - State Farm Grant

Funding Sources: NGC - Geology Private Grants

Commitment Item		2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Operating Expenses	5020002	1,953	6,505	36,000	6,505	6,505	6,505	6,505	6,505	6,505
Conference & Travel Expenses	5050009	0	0	0	0	0	0	0	0	0
Professional Fees	5060010	0	0	0	0	0	0	0	0	0
Data Processing	5090012	0	0	0	0	0	0	0	0	0
Capital Outlay	5120011	0	0	0	0	0	0	0	0	0
Total		1,953	6,505	36,000	6,505	6,505	6,505	6,505	6,505	6,505
Funding Sources										
Fund Balance	4000005	8,057	6,215		0	0	0	0	0	0
Interest	4000300	111	290		0	0	0	0	0	0
Total Funding		8,168	6,505		0	0	0	0	0	0
Excess Appropriation/(Funding)		(6,215)	0		6,505	6,505	6,505	6,505	6,505	6,505
Grand Total		1,953	6,505		6,505	6,505	6,505	6,505	6,505	6,505

Expenditure of appropriation is contingent upon available funding.

Analysis of Budget Request

Appropriation: 873 - Geology Museum

Funding Sources: NGC - Geology Cash

The Geology Museum and Learning Center (GLC) is funded by donations collected by the Agency. The GLC is part of the educational arm of the Agency with the purpose of giving students and citizens exposure to rocks, minerals, fossils, and fossil fuels through its five (5) display areas.

The Agency Request is for Base Level of \$1,125 each year of the 2017-2019 Biennium.

The Executive Recommendation provides for the Agency Request. Expenditure of appropriation is contingent upon available funding.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: 873 - Geology Museum

Funding Sources: NGC - Geology Cash

Commitment Item	2015-2016 Actual	2016-2017 Budget	2016-2017 Authorized	2017-2018			2018-2019		
				Agency	Executive	Legislative	Agency	Executive	Legislative
Museum Expenses 5900046	0	1,125	9,025	1,125	1,125	1,125	1,125	1,125	1,125
Total	0	1,125	9,025	1,125	1,125	1,125	1,125	1,125	1,125
Funding Sources									
Fund Balance 4000005	1,080	1,097		0	0	0	0	0	0
Interest 4000300	17	28		0	0	0	0	0	0
Total Funding	1,097	1,125		0	0	0	0	0	0
Excess Appropriation/(Funding)	(1,097)	0		1,125	1,125	1,125	1,125	1,125	1,125
Grand Total	0	1,125		1,125	1,125	1,125	1,125	1,125	1,125

Expenditure of appropriation is contingent upon available funding.

Analysis of Budget Request

Appropriation: F44 - Reg for Prof Geo

Funding Sources: NGC - Prof Geo Board

The Board of Registration for Professional Geologists was created by Act 701 of 1987. The primary duty of the Board is to regulate the public practice of geology in the State of Arkansas by registration and certification of qualified geologists. The Board is cash funded from application, registration, and renewal fees charged pursuant to Arkansas Code Annotated §17-32-307.

Base Level Regular Salaries and Personal Services Matching include the continuation of the previously authorized 2017 Salaries and Career Service Payments for eligible employees. Personal Services Matching includes the monthly contribution for State employee's health insurance for a total State match per budgeted employee of \$420 per month. Base Level salaries and matching do not include appropriation for a Cost of Living Adjustment or Merit Pay Increases.

The Agency Request is for Base Level of \$62,734 each year of the 2017-2019 Biennium.

The Executive Recommendation provides for the Agency Request. Expenditure of appropriation is contingent upon available funding.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: F44 - Reg for Prof Geo

Funding Sources: NGC - Prof Geo Board

Commitment Item		2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Regular Salaries	5010000	21,097	30,713	31,020	30,713	30,713	30,713	30,713	30,713	30,713
#Positions		1	1	1	1	1	1	1	1	1
Extra Help	5010001	0	3,000	3,000	3,000	3,000	3,000	3,000	3,000	3,000
#Extra Help		0	1	1	1	1	1	1	1	1
Personal Services Matching	5010003	9,741	12,072	12,354	12,246	12,246	12,246	12,246	12,246	12,246
Operating Expenses	5020002	12,128	14,775	14,775	14,775	14,775	14,775	14,775	14,775	14,775
Conference & Travel Expenses	5050009	50	2,000	2,000	2,000	2,000	2,000	2,000	2,000	2,000
Professional Fees	5060010	0	0	0	0	0	0	0	0	0
Data Processing	5090012	0	0	0	0	0	0	0	0	0
Capital Outlay	5120011	0	0	0	0	0	0	0	0	0
Total		43,016	62,560	63,149	62,734	62,734	62,734	62,734	62,734	62,734
Funding Sources										
Fund Balance	4000005	140,821	143,619		126,859	126,859	126,859	109,925	109,925	109,925
Cash Fund	4000045	45,814	45,800		45,800	45,800	45,800	45,800	45,800	45,800
Total Funding		186,635	189,419		172,659	172,659	172,659	155,725	155,725	155,725
Excess Appropriation/(Funding)		(143,619)	(126,859)		(109,925)	(109,925)	(109,925)	(92,991)	(92,991)	(92,991)
Grand Total		43,016	62,560		62,734	62,734	62,734	62,734	62,734	62,734

Expenditure of appropriation is contingent upon available funding.

Analysis of Budget Request

Appropriation: N32 - Geological Research - Landslide/Sinkhole

Funding Sources: NCG - Landslides/Sinkholes Research

The Arkansas Geological Survey has received an increase in reports of mudslides and sinkholes in various areas of the State. The Agency's goal is to provide knowledge of these geohazards to the State of Arkansas, various stakeholders, and the general public in order to further its mission of environmentally responsible management of the State's geological resources.

Base Level Regular Salaries and Personal Services Matching include the continuation of the previously authorized 2017 Salaries and Career Service Payments for eligible employees. Personal Services Matching includes the monthly contribution for State employee's health insurance for a total State match per budgeted employee of \$420 per month. Base Level salaries and matching do not include appropriation for a Cost of Living Adjustment or Merit Pay Increases.

The Agency provides for Base Level of \$111,331 in FY2018 and \$112,067 in FY2019.

The Executive Recommendation provides for the Agency Request. Expenditure of Appropriation is contingent upon available funding.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: N32 - Geological Research - Landslide/Sinkhole

Funding Sources: NCG - Landslides/Sinkholes Research

Commitment Item		2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Regular Salaries	5010000	25,770	40,313	39,199	40,313	40,313	40,313	40,913	40,913	40,913
#Positions		1	1	1	1	1	1	1	1	1
Personal Services Matching	5010003	10,753	13,969	13,978	14,195	14,195	14,195	14,331	14,331	14,331
Geological Research	5900046	0	56,823	56,823	56,823	56,823	56,823	56,823	56,823	56,823
Total		36,523	111,105	110,000	111,331	111,331	111,331	112,067	112,067	112,067
Funding Sources										
Fund Balance	4000005	0	32,643		31,538	31,538	31,538	30,207	30,207	30,207
Inter-agency Fund Transfer	4000316	69,166	110,000		110,000	110,000	110,000	110,000	110,000	110,000
Total Funding		69,166	142,643		141,538	141,538	141,538	140,207	140,207	140,207
Excess Appropriation/(Funding)		(32,643)	(31,538)		(30,207)	(30,207)	(30,207)	(28,140)	(28,140)	(28,140)
Grand Total		36,523	111,105		111,331	111,331	111,331	112,067	112,067	112,067

FY17 Budget amount in Regular Salaries exceeds the authorized amount due to salary adjustments during the 2015-2017 Biennium.
Expenditure of appropriation is contingent upon available funding.

Department Appropriation Summary

Historical Data

Agency Request and Executive/Legislative Recommendation

Appropriation	2015-2016		2016-2017		2016-2017		2017-2018					2018-2019							
	Actual	Pos	Budget	Pos	Authorized	Pos	Agency	Pos	Executive	Pos	Legislative	Pos	Agency	Pos	Executive	Pos	Legislative	Pos	
34C Rural Health Facilities	30,076	0	1,654	0	65,500	0	26,901	0	26,901	0	26,901	0	26,901	0	26,901	0	26,901	0	26,901
34D Emergency Medical Services	13,490	0	60,000	0	69,728	0	60,000	0	60,000	0	60,000	0	60,000	0	60,000	0	60,000	0	60,000
34P Health Operations Paying	253,834,467	2,728	252,045,738	2,481	316,880,026	2,993	283,295,481	2,487	279,264,217	2,398	279,264,217	2,398	283,372,818	2,487	279,341,430	2,398	279,341,430	2,398	279,341,430
38D Nuclear Planning Grants	325,000	0	325,000	0	375,000	0	325,000	0	325,000	0	325,000	0	325,000	0	325,000	0	325,000	0	325,000
59T Trauma System	16,468,138	18	19,234,000	18	28,593,514	18	25,899,450	18	25,899,450	18	25,899,450	18	25,901,361	18	25,901,361	18	25,901,361	18	25,901,361
604 Tobacco Prevention & Cessation Programs	10,690,303	32	14,330,592	34	17,383,691	47	17,202,894	47	14,340,549	34	14,340,549	34	17,203,574	47	14,341,229	34	14,341,229	34	14,341,229
803 Health Building & Local Health Grant Trust	238,612	0	1,950,000	0	1,950,000	0	1,950,000	0	1,950,000	0	1,950,000	0	1,950,000	0	1,950,000	0	1,950,000	0	1,950,000
B72 WIC Food Instruments - Cash	60,014,513	0	72,621,171	0	75,813,059	0	75,813,059	0	75,813,059	0	75,813,059	0	75,813,059	0	75,813,059	0	75,813,059	0	75,813,059
N62 Interpreters for Deaf and Hearing Impair	1,304	0	7,800	0	25,000	0	25,000	0	25,000	0	25,000	0	25,000	0	25,000	0	25,000	0	25,000
Total	341,615,903	2,778	360,575,955	2,533	441,155,518	3,058	404,597,785	2,552	397,704,176	2,450	397,704,176	2,450	404,677,713	2,552	397,783,980	2,450	397,783,980	2,450	397,783,980

Funding Sources		%		%		%		%		%		%		%		%		%	
Fund Balance	4000005	12,176,658	3.4	14,783,138	4.0			9,249,980	2.6	9,249,980	2.6	9,249,980	2.6	128,402	0.0	128,402	0.0	128,402	0.0
General Revenue	4000010	78,896,794	22.1	78,896,794	21.3			78,896,794	22.2	78,896,794	22.2	78,896,794	22.2	78,896,794	22.8	78,896,794	22.8	78,896,794	22.8
Federal Revenue	4000020	113,626,515	31.9	151,234,737	40.9			156,234,737	44.0	156,234,737	44.0	156,234,737	44.0	156,234,737	45.1	156,234,737	45.1	156,234,737	45.1
Special Revenue	4000030	3,704,811	1.0	4,240,707	1.1			4,240,707	1.2	4,240,707	1.2	4,240,707	1.2	4,240,707	1.2	4,240,707	1.2	4,240,707	1.2
Special Revenue Restricted	4000031	16,774,052	4.7	17,182,760	4.6			17,182,760	4.8	17,182,760	4.8	17,182,760	4.8	17,182,760	5.0	17,182,760	5.0	17,182,760	5.0
Intra-agency Fund Transfer	4000317	463,092	0.1	0	0.0			0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0
Manufacturer Rebate	4000341	24,750,571	6.9	26,498,551	7.2			26,498,551	7.5	26,498,551	7.5	26,498,551	7.5	26,498,551	7.7	26,498,551	7.7	26,498,551	7.7
Third Party Reimbursement	4000490	77,110,308	21.6	38,337,523	10.4			23,414,601	6.6	23,414,601	6.6	23,414,601	6.6	23,414,601	6.8	23,414,601	6.8	23,414,601	6.8
Tobacco Settlement	4000495	12,149,381	3.4	11,742,088	3.2			11,742,088	3.3	11,742,088	3.3	11,742,088	3.3	11,742,088	3.4	11,742,088	3.4	11,742,088	3.4
Transfer to Medicaid Match	4000660	(555,202)	(0.2)	(689,757)	(0.2)			(689,757)	(0.2)	(689,757)	(0.2)	(689,757)	(0.2)	(689,757)	(0.2)	(689,757)	(0.2)	(689,757)	(0.2)
Transfers / Adjustments	4000683	(2,282,143)	(0.6)	(1,568,000)	(0.4)			(1,568,000)	(0.4)	(1,568,000)	(0.4)	(1,568,000)	(0.4)	(1,568,000)	(0.5)	(1,568,000)	(0.5)	(1,568,000)	(0.5)
Various Program Support	4000730	19,584,204	5.5	29,167,394	7.9			30,071,937	8.5	30,071,937	8.5	30,071,937	8.5	30,071,937	8.7	30,071,937	8.7	30,071,937	8.7
Total Funds		356,399,041	100.0	369,825,935	100.0			355,274,398	100.0	355,274,398	100.0	355,274,398	100.0	346,152,820	100.0	346,152,820	100.0	346,152,820	100.0
Excess Appropriation/(Funding)		(14,783,138)		(9,249,980)				49,323,387		42,429,778		42,429,778		58,524,893		51,631,160		51,631,160	
Grand Total		341,615,903		360,575,955				404,597,785		397,704,176		397,704,176		404,677,713		397,783,980		397,783,980	

Variance in fund balance is due to unfunded appropriation in FC- 34C, FC- 34P, FC- 604, FC-803, and FC- B72.

Analysis of Budget Request

Appropriation: 34C - Rural Health Facilities

Funding Sources: MRH - Rural Health Services Revolving Fund

The Department of Health's Rural Health Facilities appropriation, in accordance with A.C.A. 20-12-401 et seq., provides matching funds for applicants on a fifty/fifty basis for assisting the stabilization of necessary medical services provided by county, local, commercial or nonprofit organizations. If the applicant completes a community health needs assessment, the applicant shall be eligible to match funds on a 25/75 basis. The state portion shall at no time exceed two hundred thousand dollars (\$200,000) per county, local, commercial, or nonprofit operation.

Funding for this appropriation consists of General Improvement Fund transfers or other funds made available by the General Assembly and held in a revolving fund (A.C.A. 19-5-1039 MRH - Rural Health Services Revolving Fund).

The Agency's Base Level Request is \$1,654 each year of the 2017-2019 Biennium.

The Agency's Change Level Request is \$25,247 each year to restore the appropriation up to the anticipated funding level.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: 34C - Rural Health Facilities

Funding Sources: MRH - Rural Health Services Revolving Fund

Commitment Item		2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Grants and Aid	5100004	30,076	1,654	65,500	26,901	26,901	26,901	26,901	26,901	26,901
Total		30,076	1,654	65,500	26,901	26,901	26,901	26,901	26,901	26,901

Funding Sources										
Fund Balance	4000005	56,977	26,901		25,247	25,247	25,247	0	0	0
Total Funding		56,977	26,901		25,247	25,247	25,247	0	0	0
Excess Appropriation/(Funding)		(26,901)	(25,247)		1,654	1,654	1,654	26,901	26,901	26,901
Grand Total		30,076	1,654		26,901	26,901	26,901	26,901	26,901	26,901

Analysis of Budget Request

Appropriation: 34D - Emergency Medical Services

Funding Sources: MEM - Emergency Medical Services Revolving Fund

The Department of Health's Emergency Medical Services appropriation will provide for certification processing and expenses of on-site examinations for Emergency Medical Technicians (EMTs), maintenance of certification software, educational programs, maintenance of EMT-Instructor certification for agency personnel, and other purposes consistent with A.C.A. 20-13-101 et seq.

Funding for this appropriation consists of certification and renewal fees held in the MEM - Emergency Medical Services Revolving Fund.

The Agency is requesting Base Level of \$60,000 each year of the 2017-2019 Biennium.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: 34D - Emergency Medical Services

Funding Sources: MEM - Emergency Medical Services Revolving Fund

Commitment Item		2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Operating Expenses	5020002	11,353	60,000	60,000	60,000	60,000	60,000	60,000	60,000	60,000
Conference & Travel Expenses	5050009	0	0	0	0	0	0	0	0	0
Professional Fees	5060010	0	0	0	0	0	0	0	0	0
Data Processing	5090012	0	0	0	0	0	0	0	0	0
Capital Outlay	5120011	0	0	0	0	0	0	0	0	0
Emerg Medical Svcs/Trauma Sys Exp	5900046	2,137	0	9,728	0	0	0	0	0	0
Total		13,490	60,000	69,728	60,000	60,000	60,000	60,000	60,000	60,000

Funding Sources										
Fund Balance	4000005	79,837	109,748		84,748	84,748	84,748	59,748	59,748	59,748
Special Revenue	4000030	43,401	35,000		35,000	35,000	35,000	35,000	35,000	35,000
Total Funding		123,238	144,748		119,748	119,748	119,748	94,748	94,748	94,748
Excess Appropriation/(Funding)		(109,748)	(84,748)		(59,748)	(59,748)	(59,748)	(34,748)	(34,748)	(34,748)
Grand Total		13,490	60,000		60,000	60,000	60,000	60,000	60,000	60,000

Analysis of Budget Request

Appropriation: 34P - Health Operations Paying

Funding Sources: PHD - Administration Paying

The Department of Health is comprised of the Center for Health Protection, the Center for Health Advancement, the Center for Local Public Health, the Center for Public Health Practice, the Office of Minority Health and Health Disparities, the Arkansas Public Health Laboratory and Health Administration, which includes the Offices of the Director, Chief Financial Officer and the Office of System Technology. The Department has 2 central office locations and 94 Local Health Units located throughout the State. This organizational structure enables the Department to provide public health policy and assessment, as well as preventive and regulatory services for the State's citizens.

This appropriation provides for the operations of the Department of Health. Duties include the operation of the Breast and Cervical Cancer Control programs; the collection, analysis, and communication of data regarding health events, disease incidence, the healthcare system, and health status indicators; the protection of the public's health by ensuring safe food and drinking water and maintaining the quality of health facilities and services through monitoring, laboratory testing, and evaluation; and educating the public concerning healthy behavior and providing accessible personal health services.

Funding for this appropriation consists of general revenue (BAA - Public Health Fund), federal funding, special revenues, Third Party Reimbursement, Tobacco Settlement Funding and other funding. Federal revenues include Immunization and Vaccines for Children, Ryan White Care Act Title II, Public Health Preparedness and Response/BIO, Bioterrorism Hospital Preparedness Program, Epidemiology and Laboratory Capacity for Infectious Diseases, Title X Family Planning Services Program, National Cancer Prevention and Control Program, Chronic Disease Prevention and Health Promotion Programs, Maternal and Child Health, and Women Infants and Children (WIC). Special revenues include the Cigarette Tax; licensing fees for Cosmetology, Radiology, Plumbing, Pharmacy, HVAC, Health Facilities, Waterworks, Athletic Commission, and Massage Therapy; Milk Inspection and Marine Sanitation Fees; and Nuclear Planning and Response Funds. Third Party Reimbursement funding includes Medicaid and Insurance funding. Other Funding, as indicated as Various Program Support, includes fees related to Vital Records, Immunization, Rabies, Swimming Pools, etc.

Base Level Regular Salaries and Personal Services Matching include the continuation of the previously authorized 2017 Salaries and Career Service Payments for eligible employees. Personal Services Matching includes the monthly contribution for State employee's health insurance for a total State match per budgeted employee of \$420 per month. Base Level salaries and matching do not include appropriation for a Cost of Living Adjustment or Merit Pay Increases. The Base Level salary of unclassified positions reflects the FY17 line item maximum plus the previously authorized 2016 1% Cost of Living Adjustment authorized by Act 1007 (3 (B)) of 2015.

The Agency has a total of two thousand nine hundred ninety-three (2,993) positions authorized in FY17 and is requesting to reduce the authorized amount by five hundred six (506) positions for the biennium due to the transition of the In-Home Services Program to a private provider.

The Base Level request is \$245,006,837 in FY18 and \$245,082,572 in FY19 with two thousand two hundred twenty-one (2,221) positions. Base Level also reflects a reduction of two hundred sixty (260) positions from the FY17 budget amount of two thousand four hundred eighty-one (2,481). The Agency is requesting to eliminate these positions due to the transition of the In Home Services Program.

The Agency's Change Level request for appropriation is \$38,288,644 in FY18 and \$38,290,246 in FY19, and consists of the following:

- Regular Salaries and Personal Services Matching totaling \$12,395,019 in FY18 and \$12,396,621 in FY19 that consist of: restoration of two hundred fifty-nine (259) various positions that were not budgeted in FY17, and seven (7) positions established through the Miscellaneous Federal Grant process.
- Extra Help and associated Personal Services Matching totaling \$1,143,269 each year for staffing needs during flu clinics and various staff shortages,
- Operating Expenses totaling \$9,182,536 each year for increased needs for vaccine and medication purchases,
- Conference and Travel totaling \$130,920 each year to restore unfunded appropriation and allow flexibility to utilize additional federal funding,
- Professional Fees totaling \$6,437,227 each year to restore unfunded appropriation and allow flexibility to utilize additional federal funding,
- Grants and Aid totaling \$4,334,117 each year to restore appropriation to support operations,
- Capital Outlay totaling \$2,489,837 each year of the biennium for the normal replacement of necessary equipment for the local health units, and other necessary needs of operation for the Public Health Lab and other branch operations of the Agency, and
- Breast Care Program totaling \$2,175,719 each year to restore appropriation to support operations.

The Executive Recommendation provides for the Agency Request. Subsequent to Agency's initial Budget Request, the Office of Personnel Management and Agency personnel evaluated the Agency's position usage and ongoing staffing needs. The Executive Recommendation reflects position reductions based on the personnel evaluation.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: 34P - Health Operations Paying

Funding Sources: PHD - Administration Paying

Commitment Item		2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Regular Salaries	5010000	103,540,514	95,661,409	123,148,038	101,496,149	98,588,346	98,588,346	101,553,349	98,645,446	98,645,446
#Positions		2,728	2,481	2,993	2,487	2,398	2,398	2,487	2,398	2,398
Extra Help	5010001	957,001	1,030,209	1,586,737	2,086,737	2,086,737	2,086,737	2,086,737	2,086,737	2,086,737
#Extra Help		113	231	231	231	231	231	231	231	231
Personal Services Matching	5010003	37,356,717	34,073,281	43,444,934	36,026,267	34,902,806	34,902,806	36,045,170	34,921,685	34,921,685
Overtime	5010006	39,268	111,500	120,559	111,500	111,500	111,500	111,500	111,500	111,500
Operating Expenses	5020002	65,321,107	73,337,597	72,034,526	81,217,062	81,217,062	81,217,062	81,217,062	81,217,062	81,217,062
Conference & Travel Expenses	5050009	417,929	1,112,645	1,243,565	1,243,565	1,243,565	1,243,565	1,243,565	1,243,565	1,243,565
Professional Fees	5060010	28,563,912	23,626,684	39,456,027	30,063,911	30,063,911	30,063,911	30,063,911	30,063,911	30,063,911
Data Processing	5090012	0	0	0	0	0	0	0	0	0
Grants and Aid	5100004	10,346,608	13,213,894	23,083,198	17,548,011	17,548,011	17,548,011	17,548,011	17,548,011	17,548,011
Refunds/Reimbursements	5110014	2,777	11,613	11,613	11,613	11,613	11,613	11,613	11,613	11,613
Claims	5110015	27,500	0	0	0	0	0	0	0	0
Capital Outlay	5120011	1,388,663	1,033,710	1,750,000	2,489,837	2,489,837	2,489,837	2,489,837	2,489,837	2,489,837
Breast Care Program	5900048	5,872,471	8,833,196	11,000,829	11,000,829	11,000,829	11,000,829	11,002,063	11,002,063	11,002,063
Total		253,834,467	252,045,738	316,880,026	283,295,481	279,264,217	279,264,217	283,372,818	279,341,430	279,341,430

Funding Sources										
General Revenue	4000010	59,662,794	59,662,794		59,662,794	59,662,794	59,662,794	59,662,794	59,662,794	59,662,794
Federal Revenue	4000020	78,063,253	105,112,117		110,112,117	110,112,117	110,112,117	110,112,117	110,112,117	110,112,117
Special Revenue	4000030	3,195,058	3,272,907		3,272,907	3,272,907	3,272,907	3,272,907	3,272,907	3,272,907
Special Revenue Restricted	4000031	16,774,052	17,182,760		17,182,760	17,182,760	17,182,760	17,182,760	17,182,760	17,182,760
Third Party Reimbursement	4000490	77,110,308	38,337,523		23,414,601	23,414,601	23,414,601	23,414,601	23,414,601	23,414,601
Transfer to Medicaid Match	4000660	(555,202)	(689,757)		(689,757)	(689,757)	(689,757)	(689,757)	(689,757)	(689,757)
Various Program Support	4000730	19,584,204	29,167,394		30,071,937	30,071,937	30,071,937	30,071,937	30,071,937	30,071,937
Total Funding		253,834,467	252,045,738		243,027,359	243,027,359	243,027,359	243,027,359	243,027,359	243,027,359
Excess Appropriation/(Funding)		0	0		40,268,122	36,236,858	36,236,858	40,345,459	36,314,071	36,314,071
Grand Total		253,834,467	252,045,738		283,295,481	279,264,217	279,264,217	283,372,818	279,341,430	279,341,430

The total number of positions in Base Level each year of the 2017-2019 Biennium reflect a reduction of 260 positions from the FY17 Budget amount of 2,481 to 2,221 due to the transition of the In Home Services program.

Budget exceeds Authorized Appropriation in Operating Expenses due to a transfer from the Miscellaneous Federal Grant Holding Account.

Analysis of Budget Request

Appropriation: 38D - Nuclear Planning Grants

Funding Sources: SNP - Arkansas Nuclear Planning and Response Fund

The grants for Nuclear Planning appropriation provides grants to the Arkansas Department of Emergency Management for local governments located in close proximity to nuclear-powered electricity generating facilities in the State. These grants are used to maintain nuclear disaster response procedures and precautions as a part of the Division of Health's Nuclear Planning and Response Program, A.C.A. 20-21-401 et seq., which provides for the following:

- Continuous radiation surveillance
- Training and education of residents in the affected areas
- Protective measures/procedures/plans and such other actions to be taken in the event of a radiation incident or accident

Funding for this appropriation consists of Special Revenue (A.C.A. 19-6-435 SNP - Arkansas Nuclear Planning and Response Fund), including assessments against utilities operating nuclear generating facilities within the State.

The Agency is requesting Base Level of \$325,000 each year of the 2017-2019 Biennium.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: 38D - Nuclear Planning Grants

Funding Sources: SNP - Arkansas Nuclear Planning and Response Fund

Commitment Item	2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
	Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Grants and Aid 5100004	325,000	325,000	375,000	325,000	325,000	325,000	325,000	325,000	325,000
Total	325,000	325,000	375,000	325,000	325,000	325,000	325,000	325,000	325,000

Funding Sources									
Special Revenue 4000030	325,000	325,000		325,000	325,000	325,000	325,000	325,000	325,000
Total Funding	325,000	325,000		325,000	325,000	325,000	325,000	325,000	325,000
Excess Appropriation/(Funding)	0	0		0	0	0	0	0	0
Grand Total	325,000	325,000		325,000	325,000	325,000	325,000	325,000	325,000

Analysis of Budget Request

Appropriation: 59T - Trauma System

Funding Sources: BAA - Public Health Fund

The Trauma System appropriation provides for operations as established by Act 393 of 2009 (A.C.A. 20-13-801 et. seq.) in which the legislature created a comprehensive trauma care system under the auspices of the Department and Board of Health. This system provides guidelines for the care of trauma victims and is fully integrated with all available resources, including, but not limited to, existing emergency medical services providers, hospitals, or other health care providers that would like to participate in the program. Funding for this appropriation is 100% General Revenue.

Base Level Regular Salaries and Personal Services Matching include the continuation of the previously authorized 2017 Salaries and Career Service Payments for eligible employees. Personal Services Matching includes the monthly contribution for State employee's health insurance for a total State match per budgeted employee of \$420 per month. Base Level salaries and matching do not include appropriation for a Cost of Living Adjustment or Merit Pay Increases.

The Agency's Base Level request is \$19,160,986 in FY18 and \$19,162,897 in FY19 with eighteen (18) positions.

The Agency's Change Level Request is \$6,738,464 in unfunded appropriation each year in the Trauma System Expenses line item to restore appropriation close to the FY17 authorized level.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: 59T - Trauma System

Funding Sources: BAA - Public Health Fund

Commitment Item		2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Regular Salaries	5010000	703,680	946,333	971,396	883,030	883,030	883,030	884,230	884,230	884,230
#Positions		18	18	18	18	18	18	18	18	18
Extra Help	5010001	1,115	75,000	75,000	75,000	75,000	75,000	75,000	75,000	75,000
#Extra Help		1	2	2	2	2	2	2	2	2
Personal Services Matching	5010003	250,350	308,295	318,541	298,584	298,584	298,584	299,295	299,295	299,295
Operating Expenses	5020002	45,166	355,545	355,545	355,545	355,545	355,545	355,545	355,545	355,545
Conference & Travel Expenses	5050009	20,799	50,000	50,000	50,000	50,000	50,000	50,000	50,000	50,000
Professional Fees	5060010	0	0	0	0	0	0	0	0	0
Data Processing	5090012	0	0	0	0	0	0	0	0	0
Capital Outlay	5120011	0	0	0	0	0	0	0	0	0
Trauma System Expenses	5900046	15,447,028	17,498,827	26,823,032	24,237,291	24,237,291	24,237,291	24,237,291	24,237,291	24,237,291
Total		16,468,138	19,234,000	28,593,514	25,899,450	25,899,450	25,899,450	25,901,361	25,901,361	25,901,361

Funding Sources										
Fund Balance	4000005	4,079,269	6,704,541		6,704,541	6,704,541	6,704,541	39,091	39,091	39,091
General Revenue	4000010	19,234,000	19,234,000		19,234,000	19,234,000	19,234,000	19,234,000	19,234,000	19,234,000
Transfers / Adjustments	4000683	(140,590)	0		0	0	0	0	0	0
Total Funding		23,172,679	25,938,541		25,938,541	25,938,541	25,938,541	19,273,091	19,273,091	19,273,091
Excess Appropriation/(Funding)		(6,704,541)	(6,704,541)		(39,091)	(39,091)	(39,091)	6,628,270	6,628,270	6,628,270
Grand Total		16,468,138	19,234,000		25,899,450	25,899,450	25,899,450	25,901,361	25,901,361	25,901,361

Fund transfers consist of Workers Comp transfer per A.C.A. 11-9-307 and transfers of General Revenue between appropriate funds per A.C.A. 19-5-106.

Analysis of Budget Request

Appropriation: 604 - Tobacco Prevention & Cessation Programs

Funding Sources: TSD - Tobacco Prevention & Cessation Program Account

The Tobacco Prevention and Cessation program, created by Initiated Act 1 of 2000 (A.C.A. 19-12-101 et seq.), develops, integrates, and monitors tobacco prevention and cessation programs and provides administrative oversight and management of those programs. Program components approved by the Board of Health include community prevention youth programs, school education and prevention programs, enforcement of tobacco control laws, tobacco cessation programs, tobacco related disease prevention programs, public awareness and health promotion campaign, as well as grants and contracts for monitoring and evaluation. This appropriation is funded from Tobacco Settlement proceeds (TSD - Prevention and Cessation Program Account).

Base Level Regular Salaries and Personal Services Matching include the continuation of the previously authorized 2017 Salaries and Career Service Payments for eligible employees. Personal Services Matching includes the monthly contribution for State employee's health insurance for a total State match per budgeted employee of \$420 per month. Base Level salaries and matching do not include appropriation for a Cost of Living Adjustment or Merit Pay Increases.

The Agency's Base Level request is \$14,340,549 in FY18 and \$14,341,229 in FY19 with thirty-four (34) positions.

The Agency's Change Level request is \$2,862,345 each year of the biennium and consists of the following:

- Regular Salaries and Personal Services Matching increase of \$602,762 for restoration of thirteen (13) positions that were not budgeted in FY17,
- Operating Expenses increase of \$140,000 each year to restore appropriation to the FY17 authorized level,
- Tobacco Prevention & Cessation Expenses increase of \$2,002,163 each year to restore appropriation close to the FY17 authorized level, and
- Nutrition and Physical Activity Expenses increase of \$117,420 each year to restore appropriation close to the FY17 authorized level.

The Executive Recommendation provides for Base Level.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: 604 - Tobacco Prevention & Cessation Programs

Funding Sources: TSD - Tobacco Prevention & Cessation Program Account

Commitment Item		2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Regular Salaries	5010000	1,387,874	1,495,218	1,931,705	1,931,872	1,495,834	1,495,834	1,931,972	1,495,934	1,495,934
#Positions		32	34	47	47	34	34	47	34	34
Extra Help	5010001	14,980	50,000	50,000	50,000	50,000	50,000	50,000	50,000	50,000
#Extra Help		4	4	4	4	4	4	4	4	4
Personal Services Matching	5010003	460,318	476,851	649,508	651,441	484,717	484,717	651,898	485,174	485,174
Operating Expenses	5020002	87,229	185,000	325,000	325,000	185,000	185,000	325,000	185,000	185,000
Conference & Travel Expenses	5050009	17,624	25,000	25,000	25,000	25,000	25,000	25,000	25,000	25,000
Professional Fees	5060010	1,405,952	2,278,900	2,279,633	2,278,900	2,278,900	2,278,900	2,278,900	2,278,900	2,278,900
Data Processing	5090012	0	0	0	0	0	0	0	0	0
Capital Outlay	5120011	0	0	0	0	0	0	0	0	0
Tobacco Prevention & Cessation Exp	5900046	6,695,106	9,221,071	11,405,398	11,223,234	9,221,071	9,221,071	11,223,234	9,221,071	9,221,071
Exp. Nutrition & Physical Activity	5900047	621,220	598,552	717,447	717,447	600,027	600,027	717,570	600,150	600,150
Total		10,690,303	14,330,592	17,383,691	17,202,894	14,340,549	14,340,549	17,203,574	14,341,229	14,341,229

Funding Sources										
Fund Balance	4000005	5,540,519	4,858,044		701,540	701,540	701,540	0	0	0
Tobacco Settlement	4000495	12,149,381	11,742,088		11,742,088	11,742,088	11,742,088	11,742,088	11,742,088	11,742,088
Transfers / Adjustments	4000683	(2,141,553)	(1,568,000)		(1,568,000)	(1,568,000)	(1,568,000)	(1,568,000)	(1,568,000)	(1,568,000)
Total Funding		15,548,347	15,032,132		10,875,628	10,875,628	10,875,628	10,174,088	10,174,088	10,174,088
Excess Appropriation/(Funding)		(4,858,044)	(701,540)		6,327,266	3,464,921	3,464,921	7,029,486	4,167,141	4,167,141
Grand Total		10,690,303	14,330,592		17,202,894	14,340,549	14,340,549	17,203,574	14,341,229	14,341,229

Transfers include \$500,000 to the Breast Cancer Control Fund per Act 265 of 2015 and Act 127 of 2016 and various other transfers as allowed by A.C.A. 19-5-106.

Analysis of Budget Request

Appropriation: 803 - Health Building & Local Health Grant Trust

Funding Sources: THL - Health Bldg and Local Grant Trust

The Department of Health's Health Building and Local Grant Trust appropriation is used for expansion, renovation, construction, or improvement to the State Health Building and for grants for construction, renovation, or other expansion of approved local health unit facilities in the State as proscribed by A.C.A. 20-7-201 et seq.

Funding for this appropriation consists of visit fees to local health units that are held in a trust fund (A.C.A. 19-5-962 THL - Health Building and Local Grant Trust Fund).

The Agency is requesting Base Level Request of \$1,950,000 each year of the 2017-2019 Biennium.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: 803 - Health Building & Local Health Grant Trust

Funding Sources: THL - Health Bldg and Local Grant Trust

Commitment Item		2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Grants and Aid	5100004	238,612	1,950,000	1,950,000	1,950,000	1,950,000	1,950,000	1,950,000	1,950,000	1,950,000
Total		238,612	1,950,000	1,950,000	1,950,000	1,950,000	1,950,000	1,950,000	1,950,000	1,950,000

Funding Sources										
Fund Balance	4000005	1,109,872	1,460,098		110,098	110,098	110,098	0	0	0
Special Revenue	4000030	125,746	600,000		600,000	600,000	600,000	600,000	600,000	600,000
Intra-agency Fund Transfer	4000317	463,092	0		0	0	0	0	0	0
Total Funding		1,698,710	2,060,098		710,098	710,098	710,098	600,000	600,000	600,000
Excess Appropriation/(Funding)		(1,460,098)	(110,098)		1,239,902	1,239,902	1,239,902	1,350,000	1,350,000	1,350,000
Grand Total		238,612	1,950,000		1,950,000	1,950,000	1,950,000	1,950,000	1,950,000	1,950,000

Analysis of Budget Request

Appropriation: B72 - WIC Food Instruments - Cash

Funding Sources: 163 - Cash Funds

The Department of Health's Women Infants and Children (WIC) Food Instruments appropriation provides for the issuance of vouchers to at-risk persons to improve the nutrition of eligible pregnant, breastfeeding and postpartum women to provide for infants and young children during periods of critical growth. The food instruments are redeemable for specific foods at local grocery stores. The program also provides nutrition education and referral to other services.

Funding for this appropriation consists of funds from the United States Department of Agriculture that are held in a Cash fund to provide electronic benefits transfers to vendors and reimbursements from contracted formula companies.

The Agency's Base Level Request is \$72,621,171 each year of the 2017-2019 Biennium.

The Agency's Change Level Request is \$3,191,888 each year to increase the WIC Food Instruments appropriation up to the anticipated funding level.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: B72 - WIC Food Instruments - Cash

Funding Sources: 163 - Cash Funds

Commitment Item		2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
WIC Food Instruments	5900040	60,014,513	72,621,171	75,813,059	75,813,059	75,813,059	75,813,059	75,813,059	75,813,059	75,813,059
Total		60,014,513	72,621,171	75,813,059	75,813,059	75,813,059	75,813,059	75,813,059	75,813,059	75,813,059

Funding Sources										
Fund Balance	4000005	1,277,723	1,577,043		1,577,043	1,577,043	1,577,043	0	0	0
Federal Revenue	4000020	35,563,262	46,122,620		46,122,620	46,122,620	46,122,620	46,122,620	46,122,620	46,122,620
Manufacturer Rebate	4000341	24,750,571	26,498,551		26,498,551	26,498,551	26,498,551	26,498,551	26,498,551	26,498,551
Total Funding		61,591,556	74,198,214		74,198,214	74,198,214	74,198,214	72,621,171	72,621,171	72,621,171
Excess Appropriation/(Funding)		(1,577,043)	(1,577,043)		1,614,845	1,614,845	1,614,845	3,191,888	3,191,888	3,191,888
Grand Total		60,014,513	72,621,171		75,813,059	75,813,059	75,813,059	75,813,059	75,813,059	75,813,059

Analysis of Budget Request

Appropriation: N62 - Interpreters for Deaf and Hearing Impair

Funding Sources: SDI- Interpreters for Deaf and Hearing Impaired Fund

This appropriation provides for the Advisory Board expenses for the Department's Interpreters for Deaf and Hearing Impaired.

Funding for this appropriation comes from Special Revenues as authorized by A.C.A.19-6-827.

The Agency's Base Level Request is \$7,800 each year of the 2017-2019 Biennium.

The Agency's Change Level Request is \$17,200 each year to restore the appropriation up to the FY17 authorized level.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: N62 - Interpreters for Deaf and Hearing Impair

Funding Sources: SDI- Interpreters for Deaf and Hearing Impaired Fund

Commitment Item	2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
	Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Interpreter for Deaf/Hearing Impair 5900046	1,304	7,800	25,000	25,000	25,000	25,000	25,000	25,000	25,000
Total	1,304	7,800	25,000	25,000	25,000	25,000	25,000	25,000	25,000

Funding Sources										
Fund Balance	4000005	32,461	46,763		46,763	46,763	46,763	29,563	29,563	29,563
Special Revenue	4000030	15,606	7,800		7,800	7,800	7,800	7,800	7,800	7,800
Total Funding		48,067	54,563		54,563	54,563	54,563	37,363	37,363	37,363
Excess Appropriation/(Funding)		(46,763)	(46,763)		(29,563)	(29,563)	(29,563)	(12,363)	(12,363)	(12,363)
Grand Total		1,304	7,800		25,000	25,000	25,000	25,000	25,000	25,000

Department Appropriation Summary

Historical Data

Agency Request and Executive/Legislative Recommendation

Appropriation	2015-2016		2016-2017		2016-2017		2017-2018						2018-2019					
	Actual	Pos	Budget	Pos	Authorized	Pos	Agency	Pos	Executive	Pos	Legislative	Pos	Agency	Pos	Executive	Pos	Legislative	Pos
F04 OHIT-State Match	919,589	9	3,436,336	12	6,072,244	12	3,829,131	16	3,728,475	14	3,728,475	14	3,829,922	16	3,729,266	14	3,729,266	14
M64 OHIT - State Operations	1,619,037	0	1,000,000	0	2,200,000	0	1,000,000	0	1,000,000	0	1,000,000	0	1,000,000	0	1,000,000	0	1,000,000	0
M90 SHARE-IAPD HIE PCMH Program	2,997,162	1	4,000,000	0	9,442,800	0	3,605,255	0	3,605,255	0	3,605,255	0	3,605,255	0	3,605,255	0	3,605,255	0
Total	5,535,788	10	8,436,336	12	17,715,044	12	8,434,386	16	8,333,730	14	8,333,730	14	8,435,177	16	8,334,521	14	8,334,521	14

Funding Sources		%		%		%		%		%		%		%		%		%	
Fund Balance	4000005	1,906,690	25.2	2,032,445	21.3			1,096,109	12.8	1,096,109	12.8	1,096,109	12.8	1,427,825	16.0	1,427,825	16.0	1,427,825	16.0
General Revenue	4000010	1,700,000	22.5	1,000,000	10.5			1,000,000	11.6	1,000,000	11.6	1,000,000	11.6	1,000,000	11.2	1,000,000	11.2	1,000,000	11.2
Federal Revenue	4000020	2,853,108	37.7	4,000,000	42.0			4,000,000	46.5	4,000,000	46.5	4,000,000	46.5	4,000,000	44.8	4,000,000	44.8	4,000,000	44.8
Special Revenue	4000030	1,108,435	14.6	2,500,000	26.2			2,500,000	29.1	2,500,000	29.1	2,500,000	29.1	2,500,000	28.0	2,500,000	28.0	2,500,000	28.0
Total Funds		7,568,233	100.0	9,532,445	100.0			8,596,109	100.0	8,596,109	100.0	8,596,109	100.0	8,927,825	100.0	8,927,825	100.0	8,927,825	100.0
Excess Appropriation/(Funding)		(2,032,445)		(1,096,109)				(161,723)		(262,379)		(262,379)		(492,648)		(593,304)		(593,304)	
Grand Total		5,535,788		8,436,336				8,434,386		8,333,730		8,333,730		8,435,177		8,334,521		8,334,521	

Analysis of Budget Request

Appropriation: F04 - OHIT-State Match

Funding Sources: MHI - Health Information Technology Fund

This appropriation was created as a requirement of the Cooperative Agreement for a state match and sustainability of the health information exchange after the end of the federal funding period.

The appropriation is funded by the Health Information Technology Fund for use by the Office of Health Information Technology (OHIT) for operating expenses of the Office of Health Information Technology and the State Alliance for Records Exchange (SHARE). Funds include fees or charges for use of the exchange, funds transferred from the General Improvement Fund or other funds, gifts, bequests, foundations grants and gifts, Governor's or other emergency funds, federal grants and matching funds, proceeds from bond issues, interagency transfer of funds, and other funds that may be appropriated by the General Assembly.

Base Level Regular Salaries and Personal Services Matching include the continuation of the previously authorized 2017 Salaries and Career Service Payments for eligible employees. Personal Services Matching includes the monthly contribution for State employee's health insurance for a total State match per budgeted employee of \$420 per month. Base Level salaries and matching do not include appropriation for a Cost of Living Adjustment or Merit Pay Increases.

The Agency requests a Change Level increase of \$387,417 for each year of the 2017-2019 Biennium for Regular Salaries and Personal Services Matching as follows:

- Four (4) new positions, the HIT Technical Director, two (2) HIT Interface Developers, and the HIT Onboarding/Outreach/Training Coordinator.

The Executive Recommendation provides for the Agency Request which includes the four (4) new positions. Subsequent to Agency's initial Budget Request, the Office of Personnel Management and Agency personnel evaluated the Agency's position usage and ongoing staffing needs. The Executive Recommendation reflects position reductions based on the personnel evaluation. The Executive Recommendation also includes merging the Agency with the Department of Health by a Type 2 transfer.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: F04 - OHIT-State Match

Funding Sources: MHI - Health Information Technology Fund

Commitment Item	2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
	Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Regular Salaries 5010000	531,162	725,219	732,720	1,022,040	949,154	949,154	1,022,440	949,554	949,554
#Positions	9	12	12	16	14	14	16	14	14
Personal Services Matching 5010003	121,891	232,420	224,884	328,394	300,624	300,624	328,785	301,015	301,015
St Health Info Exch, Personal Serv, 5900046	266,536	2,478,697	5,114,640	2,478,697	2,478,697	2,478,697	2,478,697	2,478,697	2,478,697
Total	919,589	3,436,336	6,072,244	3,829,131	3,728,475	3,728,475	3,829,922	3,729,266	3,729,266
Funding Sources									
Fund Balance 4000005	810,519	999,365		63,029	63,029	63,029	0	0	0
Special Revenue 4000030	1,108,435	2,500,000		2,500,000	2,500,000	2,500,000	2,500,000	2,500,000	2,500,000
Total Funding	1,918,954	3,499,365		2,563,029	2,563,029	2,563,029	2,500,000	2,500,000	2,500,000
Excess Appropriation/(Funding)	(999,365)	(63,029)		1,266,102	1,165,446	1,165,446	1,329,922	1,229,266	1,229,266
Grand Total	919,589	3,436,336		3,829,131	3,728,475	3,728,475	3,829,922	3,729,266	3,729,266

FY17 Budget amount in Personal Services Matching exceeds the authorized amount due to matching rate adjustments during the 2013-2015 Biennium. Expenditure of appropriation is contingent upon available funding.

Analysis of Budget Request

Appropriation: M64 - OHIT - State Operations

Funding Sources: HUA - Miscellaneous Agencies Fund

This appropriation was authorized during the 2014 Fiscal Session. It provides for personal services, and operating expenses of the State Health Alliance for Records Exchange (SHARE) and the Office of Health Information Technology.

Funding is derived from General Revenue.

The Agency requests Base Level appropriation of \$1,000,000 each year of the 2017-2019 Biennium.

The Executive Recommendation provides for the Agency Request. The Executive Recommendation also includes merging the Agency with the Department of Health by a Type 2 transfer.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: M64 - OHIT - State Operations
Funding Sources: HUA - Miscellaneous Agencies Fund

Commitment Item	2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
	Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
St Hlth Info Exch Pers svcs & Oper F5900046	1,619,037	1,000,000	2,200,000	1,000,000	1,000,000	1,000,000	1,000,000	1,000,000	1,000,000
Total	1,619,037	1,000,000	2,200,000	1,000,000	1,000,000	1,000,000	1,000,000	1,000,000	1,000,000

Funding Sources									
Fund Balance	4000005	200,685	281,648		281,648	281,648	281,648	281,648	281,648
General Revenue	4000010	1,700,000	1,000,000		1,000,000	1,000,000	1,000,000	1,000,000	1,000,000
Total Funding		1,900,685	1,281,648		1,281,648	1,281,648	1,281,648	1,281,648	1,281,648
Excess Appropriation/(Funding)		(281,648)	(281,648)		(281,648)	(281,648)	(281,648)	(281,648)	(281,648)
Grand Total		1,619,037	1,000,000		1,000,000	1,000,000	1,000,000	1,000,000	1,000,000

Analysis of Budget Request

Appropriation: M90 - SHARE-IAPD HIE PCMH Program

Funding Sources: FHT - Federal

This appropriation was established through the authority of the Miscellaneous Federal Grant Holding Account during the 2013-2015 biennium. The agency received funding from the Centers for Medicare and Medicaid Services (CMS). The Health Information Exchange (HIE) through the Office of Health Information Technology, will assist to ensure a successful implementation of the State Health Alliance for Records Exchange (SHARE) for all hospitals and primary care providers participating in the Patient Centered Medical Home (PCMH) program.

The Agency's Change Level request totals \$1,118,740 each year of the 2017-2019 Biennium. The increase is for the continuation of appropriation established through the Miscellaneous Federal Grant (MFG) process and consists of the following:

- Operating Expenses increase of \$1,100,890 each year and,
- Conference and Travel increase of \$17,850 each year.

The Executive Recommendation provides for the Agency Request. The Executive Recommendation also includes merging the Agency with the Department of Health by a Type 2 transfer.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: M90 - SHARE-IAPD HIE PCMH Program

Funding Sources: FHT - Federal

Commitment Item		2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Regular Salaries	5010000	86,777	318,343	0	0	0	0	0	0	0
#Positions		1	0	0	0	0	0	0	0	0
Personal Services Matching	5010003	21,252	76,402	0	0	0	0	0	0	0
Operating Expenses	5020002	68,989	1,100,890	0	1,100,890	1,100,890	1,100,890	1,100,890	1,100,890	1,100,890
Conference & Travel Expenses	5050009	10,946	17,850	0	17,850	17,850	17,850	17,850	17,850	17,850
Professional Fees	5060010	2,809,198	2,486,515	9,442,800	2,486,515	2,486,515	2,486,515	2,486,515	2,486,515	2,486,515
Data Processing	5090012	0	0	0	0	0	0	0	0	0
Capital Outlay	5120011	0	0	0	0	0	0	0	0	0
Total		2,997,162	4,000,000	9,442,800	3,605,255	3,605,255	3,605,255	3,605,255	3,605,255	3,605,255
Funding Sources										
Fund Balance	4000005	895,486	751,432		751,432	751,432	751,432	1,146,177	1,146,177	1,146,177
Federal Revenue	4000020	2,853,108	4,000,000		4,000,000	4,000,000	4,000,000	4,000,000	4,000,000	4,000,000
Total Funding		3,748,594	4,751,432		4,751,432	4,751,432	4,751,432	5,146,177	5,146,177	5,146,177
Excess Appropriation/(Funding)		(751,432)	(751,432)		(1,146,177)	(1,146,177)	(1,146,177)	(1,540,922)	(1,540,922)	(1,540,922)
Grand Total		2,997,162	4,000,000		3,605,255	3,605,255	3,605,255	3,605,255	3,605,255	3,605,255

Budget exceeds Authorized Appropriation in Regular, Salaries, Personal Services Matching, Operating Expenses, and Conference & Travel Expenses due to a transfer from the Miscellaneous Federal Grant Holding Account.

Analysis of Budget Request

Appropriation: 844 - Health Serv Permit Agency-State

Funding Sources: HUA - General Revenue/Fees

The Agency uses this appropriation to review all applications for permits of approval, for nursing homes, residential care facilities, etc., addressing such issues as need, staffing, and economic feasibility. The State Operations appropriation is funded from general revenue and fees from certificate of need applications as authorized by Arkansas Code Annotated §20-8-108.

Base Level Regular Salaries and Personal Services Matching include the continuation of the previously authorized 2017 Salaries and Career Service Payments for eligible employees. Personal Services Matching includes the monthly contribution for State employee's health insurance for a total State match per budgeted employee of \$420 per month. Base Level salaries and matching do not include appropriation for a Cost of Living Adjustment or Merit Pay Increases. The Base Level salary of unclassified positions reflects the FY17 line item maximum plus the previously authorized 2016 1% Cost of Living Adjustment authorized by Act 1007 (3 (B)) of 2015.

The Agency is requesting a Change Level of \$17,500 each year of the 2017-2019 Biennium in the Operating Expenses line item. The increase is needed due to Executive Order 15-19 that moved the Arkansas Governor's Developmental Disabilities Council (DDC) to Department of Finance and Administration during FY16. Prior to the move, all operating expenses were shared between Health Services and the DDC.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: 844 - Health Serv Permit Agency-State

Funding Sources: HUA - General Revenue/Fees

Commitment Item		2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Regular Salaries	5010000	271,315	268,021	222,179	300,275	300,275	300,275	300,275	300,275	300,275
#Positions		5	6	6	6	6	6	6	6	6
Personal Services Matching	5010003	87,376	105,758	70,941	107,350	107,350	107,350	107,350	107,350	107,350
Operating Expenses	5020002	61,339	60,627	60,627	78,127	78,127	78,127	78,127	78,127	78,127
Conference & Travel Expenses	5050009	2,740	2,274	2,274	2,274	2,274	2,274	2,274	2,274	2,274
Professional Fees	5060010	363	20,267	20,267	20,267	20,267	20,267	20,267	20,267	20,267
Data Processing	5090012	0	0	0	0	0	0	0	0	0
Capital Outlay	5120011	0	0	0	0	0	0	0	0	0
Total		423,133	456,947	376,288	508,293	508,293	508,293	508,293	508,293	508,293
Funding Sources										
Fund Balance	4000005	279,786	171,165		90,711	90,711	90,711	0	0	0
General Revenue	4000010	276,096	322,493		354,637	354,637	354,637	354,637	354,637	354,637
Permit of Approval Fees	4000375	38,416	54,000		54,000	54,000	54,000	54,000	54,000	54,000
Total Funding		594,298	547,658		499,348	499,348	499,348	408,637	408,637	408,637
Excess Appropriation/(Funding)		(171,165)	(90,711)		8,945	8,945	8,945	99,656	99,656	99,656
Grand Total		423,133	456,947		508,293	508,293	508,293	508,293	508,293	508,293

FY17 Budget amount in Regular Salaries and Personal Services Matching exceeds the authorized amount due to salary and matching rate adjustments during the 2015-2017 Biennium.

Department Appropriation Summary

Historical Data

Agency Request and Executive/Legislative Recommendation

Appropriation	2015-2016		2016-2017		2016-2017		2017-2018						2018-2019					
	Actual	Pos	Budget	Pos	Authorized	Pos	Agency	Pos	Executive	Pos	Legislative	Pos	Agency	Pos	Executive	Pos	Legislative	Pos
476 Conservation Tax-Amendment 75	5,279,054	29	7,737,767	31	7,523,419	32	7,708,311	31	7,708,311	31	7,708,311	31	7,709,795	31	7,709,795	31	7,709,795	31
482 Director's Office-State Operations	6,341,528	68	8,455,089	110	9,732,032	110	8,543,829	110	8,543,829	110	8,493,829	110	8,550,672	110	8,550,672	110	8,500,672	110
C79 DAH-Delta Cultural Center - Bank Charges	4,142	0	6,000	0	6,000	0	6,000	0	6,000	0	6,000	0	6,000	0	6,000	0	6,000	0
C80 DAH-MTCC - Bank Charges	3,629	0	5,060	0	5,060	0	5,060	0	5,060	0	5,060	0	5,060	0	5,060	0	5,060	0
C81 DAH-Old State House - Bank Charges	4,287	0	5,060	0	5,060	0	5,060	0	5,060	0	5,060	0	5,060	0	5,060	0	5,060	0
C82 DAH-Historic AR Museum - Bank Charges	10,450	0	11,250	0	11,250	0	11,250	0	11,250	0	11,250	0	11,250	0	11,250	0	11,250	0
U40 DAH-Delta Cultural-Cash in Treasury	26,479	0	50,000	0	50,000	0	50,000	0	50,000	0	50,000	0	50,000	0	50,000	0	50,000	0
U41 DAH-Mosaic Templar-Cash in Treasury	24,492	0	85,029	0	102,279	0	85,029	0	85,029	0	85,029	0	85,029	0	85,029	0	85,029	0
U42 DAH-Old State House-Cash in Treasury	20,085	0	204,805	0	204,646	0	204,811	0	204,811	0	204,811	0	204,811	0	204,811	0	204,811	0
U43 DAH-Hist Preserv-Real Estate Transfer Tax	2,653,419	1	3,000,000	16	0	16	0	16	0	16	0	16	0	16	0	16	0	16
U44 DAH-Historic Preservation-Federal Prog	1,238,483	5	644,671	5	1,590,647	5	629,420	5	629,420	5	629,420	5	629,420	5	629,420	5	629,420	5
U45 DAH-Hist Pres-Main St-Cash in Treasury	0	0	30,842	0	30,842	0	30,842	0	30,842	0	30,842	0	30,842	0	30,842	0	30,842	0
U46 DAH-NHC-Nat Area Mgmt-Cash in Treasury	30,918	1	422,576	0	730,405	0	422,576	0	422,576	0	422,576	0	422,576	0	422,576	0	422,576	0
U47 DAH-NHC-Nat Area Research-Treasury Cash	19,152	0	40,025	0	39,781	0	40,033	0	40,033	0	40,033	0	40,033	0	40,033	0	40,033	0
U48 DAH-Nat Heritage-Gas Royalty Expenses	1,210,417	1	810,869	1	796,647	1	811,073	1	811,073	1	811,073	1	811,073	1	811,073	1	811,073	1
U49 DAH-Natural Heritage-Federal Program	234,895	2	2,109,397	2	2,169,071	2	2,110,558	2	2,110,558	2	2,110,558	2	2,110,558	2	2,110,558	2	2,110,558	2
U51 DAH-Historic AR Musuem-Cash in Treasury	153,707	2	302,553	1	300,893	1	303,456	1	303,456	1	303,456	1	303,456	1	303,456	1	303,456	1
U61 DAH-AR State Archives - Cash in Treasury	54,272	0	69,357	0	71,800	0	69,357	0	69,357	0	69,357	0	69,357	0	69,357	0	69,357	0
NOT REQUESTED FOR THE BIENNIUM																		
U50 DAH-NHC-Capital Outlay/Land Acquisition	0	0	0	0	1,000,000	0	0	0	0	0	0	0	0	0	0	0	0	0
Total	17,309,409	109	23,990,350	166	24,369,832	167	21,036,665	166	21,036,665	166	20,986,665	166	21,044,992	166	21,044,992	166	20,994,992	166

Funding Sources		%		%		%		%		%		%		%		%		%	
Fund Balance	4000005	4,200,298	19.3	4,497,160	15.8			4,516,231	17.6	4,516,231	17.9	4,516,231	17.9	4,673,544	18.1	4,673,544	18.4	4,673,544	18.4
General Revenue	4000010	6,341,528	29.1	8,455,089	29.7			8,543,829	33.4	8,220,579	32.5	8,220,579	32.5	8,550,672	33.2	8,227,422	32.3	8,227,422	32.3
Federal Revenue	4000020	1,473,378	6.8	2,754,068	9.7			2,739,978	10.7	2,739,978	10.8	2,739,978	10.8	2,739,978	10.6	2,739,978	10.8	2,739,978	10.8
Special Revenue	4000030	340,707	1.6	400,000	1.4			400,000	1.6	400,000	1.6	400,000	1.6	400,000	1.6	400,000	1.6	400,000	1.6
Cash Fund	4000045	520,137	2.4	1,523,216	5.3			1,523,216	5.9	1,523,216	6.0	1,523,216	6.0	1,523,216	5.9	1,523,216	6.0	1,523,216	6.0
Inter-agency Fund Transfer	4000316	2,653,419	12.2	3,000,000	10.5			0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0
Rental Income	4000430	143,551	0.7	138,000	0.5			138,000	0.5	138,000	0.5	138,000	0.5	138,000	0.5	138,000	0.5	138,000	0.5

Funding Sources		%		%		%		%		%		%		%		%		
Conservation Tax	4000453	6,133,551	28.1	7,739,048	27.1		7,739,048	30.2	7,739,048	30.6	7,739,048	30.6	7,740,532	30.0	7,740,532	30.4	7,740,532	30.4
Total Funds		21,806,569	100.0	28,506,581	100.0		25,600,302	100.0	25,277,052	100.0	25,277,052	100.0	25,765,942	100.0	25,442,692	100.0	25,442,692	100.0
Excess Appropriation/(Funding)		(4,497,160)		(4,516,231)			(4,563,637)		(4,240,387)		(4,290,387)		(4,720,950)		(4,397,700)		(4,447,700)	
Grand Total		17,309,409		23,990,350			21,036,665		21,036,665		20,986,665		21,044,992		21,044,992		20,994,992	

The FY17 Budget amount in Conservation Tax - Amendment 75 (Appropriation 476) and Natural Heritage - Gas Royalty Expenses (Appropriation U48) exceeds the Authorized amount due to salary and matching rate adjustments during the 2015-2017 Biennium.

The FY17 Budget amount exceeds the Authorized amount in the Historic Preservation - Real Estate Transfer Tax (Appropriation U43) due to a transfer from the Natural and Cultural Resources Council Grant Fund (481) by authority of A.C.A. 15-12-103(3).

Variance in Fund Balance is due to unfunded appropriation in Funds Center 482 Director's Office - State Operations.

The FY17 Budget amount exceeds the Authorized amount in the Old State House (FC U42), Natural Area Research (FC U47), and Historic Arkansas Museum (FC U51) due to transfers from the Cash Fund Holding Account.

Analysis of Budget Request

Appropriation: 476 - Conservation Tax-Amendment 75

Funding Sources: SHF - Arkansas Department of Heritage Fund

This appropriation provides for the special revenue funding from the additional 1/8th cent sales tax levied by Amendment 75 (A.C.A. §19-6-484). These funds are dedicated to DAH to provide for additional programs and to supplement general revenue funding for basic operating expenses. Other funds primarily include rental income, prior year refunds and Marketing & Redistribution (M&R) proceeds. The Department utilizes this appropriation to improve and care for historic structures, artifacts in museum collections and natural areas held in trust for Arkansas; to encourage the arts; to keep historical information; and to expand knowledge of Arkansas' unique heritage from prehistoric times to the present.

Base Level Regular Salaries and Personal Services Matching include the continuation of the previously authorized 2017 Salaries and Career Service Payments for eligible employees. Personal Services Matching includes the monthly contribution for State employee's health insurance for a total State match per budgeted employee of \$420 per month. Base Level salaries and matching do not include appropriation for a Cost of Living Adjustment or Merit Pay Increases.

The Agency is requesting Base Level of \$7,708,311 in FY18 and \$7,709,795 in FY19 with thirty-one (31) Regular positions and twenty-nine (29) Extra Help positions.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: 476 - Conservation Tax-Amendment 75

Funding Sources: SHF - Arkansas Department of Heritage Fund

Commitment Item		2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Regular Salaries	5010000	935,967	1,316,714	1,082,134	1,291,222	1,291,222	1,291,222	1,292,422	1,292,422	1,292,422
#Positions		29	31	32	31	31	31	31	31	31
Extra Help	5010001	371,814	392,226	393,726	392,226	392,226	392,226	392,226	392,226	392,226
#Extra Help		29	29	29	29	29	29	29	29	29
Personal Services Matching	5010003	353,638	499,001	387,174	495,037	495,037	495,037	495,321	495,321	495,321
Operating Expenses	5020002	1,638,983	2,137,238	2,263,797	2,137,238	2,137,238	2,137,238	2,137,238	2,137,238	2,137,238
Conference & Travel Expenses	5050009	50,618	86,826	89,826	86,826	86,826	86,826	86,826	86,826	86,826
Professional Fees	5060010	859,241	943,241	944,241	943,241	943,241	943,241	943,241	943,241	943,241
Construction	5090005	77,333	600,000	600,000	600,000	600,000	600,000	600,000	600,000	600,000
Data Processing	5090012	0	0	0	0	0	0	0	0	0
Grants and Aid	5100004	703,483	914,729	914,729	914,729	914,729	914,729	914,729	914,729	914,729
Capital Outlay	5120011	0	0	0	0	0	0	0	0	0
Special Maintenance	5120032	287,977	847,792	847,792	847,792	847,792	847,792	847,792	847,792	847,792
Total		5,279,054	7,737,767	7,523,419	7,708,311	7,708,311	7,708,311	7,709,795	7,709,795	7,709,795

Funding Sources										
Fund Balance	4000005	1,701,583	2,699,631		2,838,912	2,838,912	2,838,912	3,007,649	3,007,649	3,007,649
Rental Income	4000430	143,551	138,000		138,000	138,000	138,000	138,000	138,000	138,000
Conservation Tax	4000453	6,133,551	7,739,048		7,739,048	7,739,048	7,739,048	7,740,532	7,740,532	7,740,532
Total Funding		7,978,685	10,576,679		10,715,960	10,715,960	10,715,960	10,886,181	10,886,181	10,886,181
Excess Appropriation/(Funding)		(2,699,631)	(2,838,912)		(3,007,649)	(3,007,649)	(3,007,649)	(3,176,386)	(3,176,386)	(3,176,386)
Grand Total		5,279,054	7,737,767		7,708,311	7,708,311	7,708,311	7,709,795	7,709,795	7,709,795

FY17 Budget amount in Regular Salaries and Personal Services Matching exceeds the authorized amount due to salary and matching rate adjustments during the 2015-2017 Biennium.

Analysis of Budget Request

Appropriation: 482 - Director's Office-State Operations

Funding Sources: HRA - Arkansas Heritage Fund

This appropriation provides for the personal services and operating expenses of the Department of Arkansas Heritage including the Director's Office and the eight business areas consolidated as of July 1, 2016. This appropriation consists entirely of general revenue funding and the Director's Office coordinates the staffing and other administrative matters relating to state operations.

Base Level Regular Salaries and Personal Services Matching include the continuation of the previously authorized 2017 Salaries and Career Service Payments for eligible employees. Personal Services Matching includes the monthly contribution for State employee's health insurance for a total State match per budgeted employee of \$420 per month. Base Level salaries and matching do not include appropriation for a Cost of Living Adjustment or Merit Pay Increases.

The Base Level request includes appropriation and general revenue funding of \$8,220,579 in FY18 and \$8,227,422 in FY19 with one hundred & ten (110) Regular positions and nineteen (19) Extra Help positions.

The Agency's Change Level Request is \$323,250 each year of the biennium and is summarized as follows:

- Capital Outlay of \$273,250 each year to restore previous authorization to acquire various assets such as art and artifacts from museums.
- Operating Expenses of \$50,000 each year for acquiring archival storage cartons to preserve historical state documents of the state agencies, offices, and departments.

The Executive Recommendation provides for the Agency Request for appropriation only.

The Legislative Recommendation concurs with the Executive Recommendation with the exception of Operating Expenses, which is recommended at base level.

Appropriation Summary

Appropriation: 482 - Director's Office-State Operations

Funding Sources: HRA - Arkansas Heritage Fund

Commitment Item		2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Regular Salaries	5010000	3,764,680	4,458,110	4,796,813	4,496,850	4,496,850	4,496,850	4,502,750	4,502,750	4,502,750
#Positions		68	110	110	110	110	110	110	110	110
Extra Help	5010001	114,425	65,202	125,202	65,202	65,202	65,202	65,202	65,202	65,202
#Extra Help		1	19	19	19	19	19	19	19	19
Personal Services Matching	5010003	1,325,306	1,589,403	1,714,387	1,589,403	1,589,403	1,589,403	1,590,346	1,590,346	1,590,346
Operating Expenses	5020002	895,105	1,771,302	1,861,334	1,821,302	1,821,302	1,771,302	1,821,302	1,821,302	1,771,302
Conference & Travel Expenses	5050009	1,589	7,206	9,216	7,206	7,206	7,206	7,206	7,206	7,206
Professional Fees	5060010	720	20,800	37,900	20,800	20,800	20,800	20,800	20,800	20,800
Data Processing	5090012	0	0	0	0	0	0	0	0	0
Grants and Aid	5100004	205,886	255,886	900,000	255,886	255,886	255,886	255,886	255,886	255,886
Capital Outlay	5120011	33,817	273,250	273,250	273,250	273,250	273,250	273,250	273,250	273,250
Black History Commission	5900041	0	13,930	13,930	13,930	13,930	13,930	13,930	13,930	13,930
Total		6,341,528	8,455,089	9,732,032	8,543,829	8,543,829	8,493,829	8,550,672	8,550,672	8,500,672

Funding Sources										
General Revenue	4000010	6,341,528	8,455,089		8,543,829	8,220,579	8,220,579	8,550,672	8,227,422	8,227,422
Total Funding		6,341,528	8,455,089		8,543,829	8,220,579	8,220,579	8,550,672	8,227,422	8,227,422
Excess Appropriation/(Funding)		0	0		0	323,250	273,250	0	323,250	273,250
Grand Total		6,341,528	8,455,089		8,543,829	8,543,829	8,493,829	8,550,672	8,550,672	8,500,672

Analysis of Budget Request

Appropriation: C79 - DAH-Delta Cultural Center - Bank Charges

Funding Sources: 121 - Delta Cultural Museum Bank Charges

This cash appropriation provides for the payment of bank charges, credit card charges and fees from revenues collected by the Delta Cultural Museum Store.

The Agency is requesting Base Level of \$6,000 each year of the biennium.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: C79 - DAH-Delta Cultural Center - Bank Charges

Funding Sources: 121 - Delta Cultural Museum Bank Charges

Commitment Item		2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Operating Expenses	5020002	4,142	6,000	6,000	6,000	6,000	6,000	6,000	6,000	6,000
Conference & Travel Expenses	5050009	0	0	0	0	0	0	0	0	0
Professional Fees	5060010	0	0	0	0	0	0	0	0	0
Data Processing	5090012	0	0	0	0	0	0	0	0	0
Capital Outlay	5120011	0	0	0	0	0	0	0	0	0
Total		4,142	6,000	6,000	6,000	6,000	6,000	6,000	6,000	6,000
Funding Sources										
Fund Balance	4000005	42,643	49,097		49,097	49,097	49,097	49,097	49,097	49,097
Cash Fund	4000045	10,596	6,000		6,000	6,000	6,000	6,000	6,000	6,000
Total Funding		53,239	55,097		55,097	55,097	55,097	55,097	55,097	55,097
Excess Appropriation/(Funding)		(49,097)	(49,097)		(49,097)	(49,097)	(49,097)	(49,097)	(49,097)	(49,097)
Grand Total		4,142	6,000		6,000	6,000	6,000	6,000	6,000	6,000

Analysis of Budget Request

Appropriation: C80 - DAH-MTCC - Bank Charges

Funding Sources: 122 - Mosaic Templars Bank Charges

This cash appropriation provides for the payment of bank charges, credit card charges and fees from gift shop sale revenues collected by the Mosaic Templars Cultural Center Museum.

The Agency Base Level Request is \$5,060 each year of the biennium.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: C80 - DAH-MTCC - Bank Charges

Funding Sources: 122 - Mosaic Templars Bank Charges

Commitment Item		2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Operating Expenses	5020002	3,629	5,060	5,060	5,060	5,060	5,060	5,060	5,060	5,060
Conference & Travel Expenses	5050009	0	0	0	0	0	0	0	0	0
Professional Fees	5060010	0	0	0	0	0	0	0	0	0
Data Processing	5090012	0	0	0	0	0	0	0	0	0
Capital Outlay	5120011	0	0	0	0	0	0	0	0	0
Total		3,629	5,060	5,060	5,060	5,060	5,060	5,060	5,060	5,060
Funding Sources										
Fund Balance	4000005	142,778	172,870		172,870	172,870	172,870	172,870	172,870	172,870
Cash Fund	4000045	33,721	5,060		5,060	5,060	5,060	5,060	5,060	5,060
Total Funding		176,499	177,930		177,930	177,930	177,930	177,930	177,930	177,930
Excess Appropriation/(Funding)		(172,870)	(172,870)		(172,870)	(172,870)	(172,870)	(172,870)	(172,870)	(172,870)
Grand Total		3,629	5,060		5,060	5,060	5,060	5,060	5,060	5,060

Analysis of Budget Request

Appropriation: C81 - DAH-Old State House - Bank Charges

Funding Sources: 101 - Old State House Cash in Bank

This cash appropriation provides for the payment of bank charges, credit card charges and fees from gift shop sale revenues collected by the Old State House Museum.

The Agency is requesting Base Level of \$5,060 each year of the biennium.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: C81 - DAH-Old State House - Bank Charges

Funding Sources: 101 - Old State House Cash in Bank

Commitment Item		2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Operating Expenses	5020002	4,287	5,060	5,060	5,060	5,060	5,060	5,060	5,060	5,060
Conference & Travel Expenses	5050009	0	0	0	0	0	0	0	0	0
Professional Fees	5060010	0	0	0	0	0	0	0	0	0
Data Processing	5090012	0	0	0	0	0	0	0	0	0
Capital Outlay	5120011	0	0	0	0	0	0	0	0	0
Total		4,287	5,060	5,060	5,060	5,060	5,060	5,060	5,060	5,060
Funding Sources										
Fund Balance	4000005	119,857	134,938		134,938	134,938	134,938	134,938	134,938	134,938
Cash Fund	4000045	19,368	5,060		5,060	5,060	5,060	5,060	5,060	5,060
Total Funding		139,225	139,998		139,998	139,998	139,998	139,998	139,998	139,998
Excess Appropriation/(Funding)		(134,938)	(134,938)		(134,938)	(134,938)	(134,938)	(134,938)	(134,938)	(134,938)
Grand Total		4,287	5,060		5,060	5,060	5,060	5,060	5,060	5,060

Analysis of Budget Request

Appropriation: C82 - DAH-Historic AR Museum - Bank Charges

Funding Sources: 112 - Historic Arkansas Museum Bank Charges Fund

This cash appropriation provides for the payment of bank charges, credit card charges and fees from gift shop sale revenues collected by the Historic Arkansas Museum.

The Agency is requesting Base Level of \$11,250 each year of the biennium.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: C82 - DAH-Historic AR Museum - Bank Charges

Funding Sources: 112 - Historic Arkansas Museum Bank Charges Fund

Commitment Item		2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Operating Expenses	5020002	10,450	11,250	11,250	11,250	11,250	11,250	11,250	11,250	11,250
Conference & Travel Expenses	5050009	0	0	0	0	0	0	0	0	0
Professional Fees	5060010	0	0	0	0	0	0	0	0	0
Data Processing	5090012	0	0	0	0	0	0	0	0	0
Capital Outlay	5120011	0	0	0	0	0	0	0	0	0
Total		10,450	11,250	11,250	11,250	11,250	11,250	11,250	11,250	11,250
Funding Sources										
Fund Balance	4000005	50,951	73,201		73,201	73,201	73,201	73,201	73,201	73,201
Cash Fund	4000045	32,700	11,250		11,250	11,250	11,250	11,250	11,250	11,250
Total Funding		83,651	84,451		84,451	84,451	84,451	84,451	84,451	84,451
Excess Appropriation/(Funding)		(73,201)	(73,201)		(73,201)	(73,201)	(73,201)	(73,201)	(73,201)	(73,201)
Grand Total		10,450	11,250		11,250	11,250	11,250	11,250	11,250	11,250

Analysis of Budget Request

Appropriation: U40 - DAH-Delta Cultural-Cash in Treasury

Funding Sources: NNH - Delta Cultural Center Cash

Act 109 of 1989 (A.C.A. §13-5-703) established the Delta Cultural Center to provide a resource to study, preserve, interpret, and present the rich cultural heritage of a rural Mississippi River Delta community. This appropriation is used to supplement the operating expenses of the Delta Cultural Center. Funding is derived from cash funds generated at the Delta Cultural Center in Helena, Arkansas.

The Agency is requesting Base Level of \$50,000 each year of the biennium.

The Executive Recommendation provides for the Agency Request. Expenditure of Appropriation is contingent upon available funding.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: U40 - DAH-Delta Cultural-Cash in Treasury

Funding Sources: NNH - Delta Cultural Center Cash

Commitment Item		2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Operating Expenses	5020002	8,119	15,000	15,000	15,000	15,000	15,000	15,000	15,000	15,000
Conference & Travel Expenses	5050009	0	0	0	0	0	0	0	0	0
Professional Fees	5060010	0	10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000
Data Processing	5090012	0	0	0	0	0	0	0	0	0
Resale (COGS)	5090017	18,360	25,000	25,000	25,000	25,000	25,000	25,000	25,000	25,000
Capital Outlay	5120011	0	0	0	0	0	0	0	0	0
Total		26,479	50,000	50,000	50,000	50,000	50,000	50,000	50,000	50,000

Funding Sources										
Fund Balance	4000005	597	2,344		2,344	2,344	2,344	2,344	2,344	2,344
Cash Fund	4000045	28,226	50,000		50,000	50,000	50,000	50,000	50,000	50,000
Total Funding		28,823	52,344		52,344	52,344	52,344	52,344	52,344	52,344
Excess Appropriation/(Funding)		(2,344)	(2,344)		(2,344)	(2,344)	(2,344)	(2,344)	(2,344)	(2,344)
Grand Total		26,479	50,000		50,000	50,000	50,000	50,000	50,000	50,000

The Expenditure of Appropriation is contingent upon available funding.

Analysis of Budget Request

Appropriation: U41 - DAH-Mosaic Templar-Cash in Treasury

Funding Sources: NNH - Mosaic Templars Cash in Treasury

The Mosaic Templars of America Center for African-American Culture and Business Enterprise (MTCC) was established by Act 1176 of 2001 as a division of the Department of Arkansas Heritage. The Mosaic Templars Cultural Center Museum building was destroyed by fire during March 2005. During the 2007-09 Biennium this cash appropriation was used to provide for insurance settlement proceeds for construction costs related to the rebuilding of the museum. From the 2009-11 Biennium forward, this cash appropriation has been used to support Agency programs and is funded by donations and Museum Gift Shop operations.

The Agency is requesting Base Level of \$85,029 each year of the biennium.

The Executive Recommendation provides for the Agency Request. Expenditure of Appropriation is contingent upon available funding.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: U41 - DAH-Mosaic Templar-Cash in Treasury

Funding Sources: NNH - Mosaic Templars Cash in Treasury

Commitment Item		2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Operating Expenses	5020002	443	39,029	56,279	39,029	39,029	39,029	39,029	39,029	39,029
Conference & Travel Expenses	5050009	0	0	0	0	0	0	0	0	0
Professional Fees	5060010	0	0	0	0	0	0	0	0	0
Data Processing	5090012	0	0	0	0	0	0	0	0	0
Resale (COGS)	5090017	24,049	46,000	46,000	46,000	46,000	46,000	46,000	46,000	46,000
Capital Outlay	5120011	0	0	0	0	0	0	0	0	0
Total		24,492	85,029	102,279	85,029	85,029	85,029	85,029	85,029	85,029

Funding Sources										
Fund Balance	4000005	46,285	42,793		60,043	60,043	60,043	77,293	77,293	77,293
Cash Fund	4000045	21,000	102,279		102,279	102,279	102,279	102,279	102,279	102,279
Total Funding		67,285	145,072		162,322	162,322	162,322	179,572	179,572	179,572
Excess Appropriation/(Funding)		(42,793)	(60,043)		(77,293)	(77,293)	(77,293)	(94,543)	(94,543)	(94,543)
Grand Total		24,492	85,029		85,029	85,029	85,029	85,029	85,029	85,029

The Expenditure of appropriation is contingent upon available funding.

Analysis of Budget Request

Appropriation: U42 - DAH-Old State House-Cash in Treasury

Funding Sources: NNH - Old State House Cash

This cash appropriation is used to supplement the operating expenses for the Agency's programs and activities. Funding consists of rental receipts, donations, interest income and gift shop sales for the Old Statehouse and Trapnall Hall.

The Base Level Request is \$204,811 each year of the biennium with one (1) Extra Help position.

The Agency Change Level Request provides for reallocation of appropriation of \$18,000 between general ledger codes within Operating Expenses each year of the biennium.

The Executive Recommendation provides for the Agency Request. Expenditure of Appropriation is contingent upon available funding.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: U42 - DAH-Old State House-Cash in Treasury

Funding Sources: NNH - Old State House Cash

Commitment Item		2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Extra Help	5010001	5,840	20,430	20,430	20,430	20,430	20,430	20,430	20,430	20,430
#Extra Help		1	1	1	1	1	1	1	1	1
Personal Services Matching	5010003	452	1,755	1,596	1,761	1,761	1,761	1,761	1,761	1,761
Operating Expenses	5020002	11,191	109,895	109,895	109,895	109,895	109,895	109,895	109,895	109,895
Conference & Travel Expenses	5050009	0	500	500	500	500	500	500	500	500
Professional Fees	5060010	0	12,225	12,225	12,225	12,225	12,225	12,225	12,225	12,225
Data Processing	5090012	0	0	0	0	0	0	0	0	0
Resale (COGS)	5090017	2,602	60,000	60,000	60,000	60,000	60,000	60,000	60,000	60,000
Capital Outlay	5120011	0	0	0	0	0	0	0	0	0
Total		20,085	204,805	204,646	204,811	204,811	204,811	204,811	204,811	204,811
Funding Sources										
Fund Balance	4000005	220,570	243,747		243,588	243,588	243,588	243,423	243,423	243,423
Cash Fund	4000045	43,262	204,646		204,646	204,646	204,646	204,646	204,646	204,646
Total Funding		263,832	448,393		448,234	448,234	448,234	448,069	448,069	448,069
Excess Appropriation/(Funding)		(243,747)	(243,588)		(243,423)	(243,423)	(243,423)	(243,258)	(243,258)	(243,258)
Grand Total		20,085	204,805		204,811	204,811	204,811	204,811	204,811	204,811

FY17 Budget amount in Personal Services Matching exceeds the authorized amount due to matching rate adjustments during the 2015-2017 Biennium. The Expenditure of Appropriation is contingent upon available funding.

Analysis of Budget Request

Appropriation: U43 - DAH-Hist Preserv-Real Estate Transfer Tax

Funding Sources: TGP - Natural & Cultural Resources Historic Preservation Fund

This appropriation provides for state grant funding collected from the Real Estate Transfer Tax for Historic Preservation/Main Street Programs. The Director of the Department of Arkansas Heritage is designated as the disbursing officer for grant funding and appropriation provided by the Natural and Cultural Resources Council (NCRC).

According to A.C.A. §15-12-103 (3), "Ten percent (10%) of the net amount [of the Real Estate Transfer Tax, after deducting 3% for the Constitutional Officers Fund] shall be credited to a fund to be known as the 'Natural and Cultural Resources Historic Preservation Trust Fund', to be used by the Council for providing a source of funds for the operation of the state historic preservation program and the 'Main Street' program."

Under this authority, the Natural and Cultural Resources Council is authorized to grant appropriation and funding to the Historic Preservation Program pursuant to special language in Section 34 of Act 273 of 2014 [Appropriation 481]. This authorization entrusts the Director of the Department of Arkansas Heritage to allocate grant appropriation and funding as determined by the conditions of the grant and the state agency.

Base Level includes sixteen (16) Regular positions and five (5) Extra Help positions.

Base Level Regular Salaries and Personal Services Matching include the continuation of the previously authorized 2017 Salaries and Career Service Payments for eligible employees. Personal Services Matching includes the monthly contribution for State employee's health insurance for a total State match per budgeted employee of \$420 per month. Base Level salaries and matching do not include appropriation for a Cost of Living Adjustment or Merit Pay Increases.

The salary and matching appropriation for these positions (as well as supporting operations appropriation) are not reflected on the Appropriation Summary Report for the Historic Preservation - Real Estate Transfer Tax appropriation (U43). The appropriation and funding will be transferred from the DAH - Natural & Cultural Resources Council - NCRC-Main Street Program appropriation (FC 481) by authority A.C.A. §15-12-103(3).

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: U43 - DAH-Hist Preserv-Real Esate Transfer Tax

Funding Sources: TGP - Natural & Cultural Resources Historic Preservation Fund

Commitment Item		2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Regular Salaries	5010000	601,225	687,943	0	0	0	0	0	0	0
#Positions		1	16	16	16	16	16	16	16	16
Extra Help	5010001	51,355	18,672	0	0	0	0	0	0	0
#Extra Help		1	5	5	5	5	5	5	5	5
Personal Services Matching	5010003	205,906	241,090	0	0	0	0	0	0	0
Operating Expenses	5020002	284,830	505,108	0	0	0	0	0	0	0
Conference & Travel Expenses	5050009	25,734	25,800	0	0	0	0	0	0	0
Professional Fees	5060010	0	0	0	0	0	0	0	0	0
Data Processing	5090012	0	0	0	0	0	0	0	0	0
Grants and Aid	5100004	1,455,518	1,521,387	0	0	0	0	0	0	0
Capital Outlay	5120011	28,851	0	0	0	0	0	0	0	0
Total		2,653,419	3,000,000	0	0	0	0	0	0	0

Funding Sources										
Inter-agency Fund Transfer	4000316	2,653,419	3,000,000		0	0	0	0	0	0
Total Funding		2,653,419	3,000,000		0	0	0	0	0	0
Excess Appropriation/(Funding)		0	0		0	0	0	0	0	0
Grand Total		2,653,419	3,000,000		0	0	0	0	0	0

FY17 Budget exceeds Authorized appropriation due to a transfer from the Natural and Cultural Resources Council (NCRC) Grant Fund (481) by authority of A.C.A. §15-12-103 (3). The Inter-agency Fund Transfer reflects the transfer of Real Estate Transfer Tax funding from the Natural and Cultural Resources Council (Business Area 0887).

Analysis of Budget Request

Appropriation: U44 - DAH-Historic Preservation-Federal Prog

Funding Sources: FHP - Historic Preservation Federal

The Historic Preservation Program is charged with coordinating the State Historic Preservation Plan with the representatives of the Federal Government, other States, and governmental units within Arkansas, State Agencies, organizations, and individuals with regard to matters of historic preservation (A.C.A. §13-7-106). This appropriation provides federal funding from the United States National Park Service for the Historic Preservation Program.

Base Level Regular Salaries and Personal Services Matching include the continuation of the previously authorized 2017 Salaries and Career Service Payments for eligible employees. Personal Services Matching includes the monthly contribution for State employee's health insurance for a total State match per budgeted employee of \$420 per month. Base Level salaries and matching do not include appropriation for a Cost of Living Adjustment or Merit Pay Increases.

The Agency is requesting Base Level of \$629,420 each year of the biennium with five (5) Regular positions.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: U44 - DAH-Historic Preservation-Federal Prog

Funding Sources: FHP - Historic Preservation Federal

Commitment Item		2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Regular Salaries	5010000	325,977	251,061	715,568	237,648	237,648	237,648	237,648	237,648	237,648
#Positions		5	5	5	5	5	5	5	5	5
Extra Help	5010001	17,736	0	18,672	0	0	0	0	0	0
#Extra Help		1	0	2	0	0	0	0	0	0
Personal Services Matching	5010003	118,606	83,170	242,867	81,332	81,332	81,332	81,332	81,332	81,332
Operating Expenses	5020002	197,742	205,394	205,394	205,394	205,394	205,394	205,394	205,394	205,394
Conference & Travel Expenses	5050009	4,461	5,046	5,046	5,046	5,046	5,046	5,046	5,046	5,046
Professional Fees	5060010	0	0	44,000	0	0	0	0	0	0
Data Processing	5090012	0	0	0	0	0	0	0	0	0
Grants and Aid	5100004	573,961	100,000	359,100	100,000	100,000	100,000	100,000	100,000	100,000
Capital Outlay	5120011	0	0	0	0	0	0	0	0	0
Total		1,238,483	644,671	1,590,647	629,420	629,420	629,420	629,420	629,420	629,420
Funding Sources										
Federal Revenue	4000020	1,238,483	644,671		629,420	629,420	629,420	629,420	629,420	629,420
Total Funding		1,238,483	644,671		629,420	629,420	629,420	629,420	629,420	629,420
Excess Appropriation/(Funding)		0	0		0	0	0	0	0	0
Grand Total		1,238,483	644,671		629,420	629,420	629,420	629,420	629,420	629,420

Analysis of Budget Request

Appropriation: U45 - DAH-Hist Pres-Main St-Cash in Treasury

Funding Sources: NNH - Natural and Cultural Resources Historic Preservation Cash

The Main Street Program was established in 2001 and works with local communities to revitalize downtown commercial areas throughout Arkansas. The Agency utilizes this appropriation to provide professional services and educational training meetings to support Main Street activities. This appropriation is also used to administer the State Tax Credit program established by Act 498 of 2009 Regular Session. Funding is derived from cash funds generated by technical assistance receipts collected for the Historic Preservation Main Street Program.

The Agency is requesting Base Level of \$30,842 each year of the biennium.

The Executive Recommendation provides for the Agency Request. Expenditure of Appropriation is contingent upon available funding.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: U45 - DAH-Hist Pres-Main St-Cash in Treasury

Funding Sources: NNH - Natural and Cultural Resources Historic Preservation Cash

Commitment Item		2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Operating Expenses	5020002	0	10,842	10,842	10,842	10,842	10,842	10,842	10,842	10,842
Conference & Travel Expenses	5050009	0	0	0	0	0	0	0	0	0
Professional Fees	5060010	0	20,000	20,000	20,000	20,000	20,000	20,000	20,000	20,000
Data Processing	5090012	0	0	0	0	0	0	0	0	0
Capital Outlay	5120011	0	0	0	0	0	0	0	0	0
Total		0	30,842	30,842	30,842	30,842	30,842	30,842	30,842	30,842

Funding Sources										
Fund Balance	4000005	165,355	203,542		203,542	203,542	203,542	203,542	203,542	203,542
Cash Fund	4000045	38,187	30,842		30,842	30,842	30,842	30,842	30,842	30,842
Total Funding		203,542	234,384		234,384	234,384	234,384	234,384	234,384	234,384
Excess Appropriation/(Funding)		(203,542)	(203,542)		(203,542)	(203,542)	(203,542)	(203,542)	(203,542)	(203,542)
Grand Total		0	30,842		30,842	30,842	30,842	30,842	30,842	30,842

The Expenditure of Appropriation is contingent upon available funding.

Analysis of Budget Request

Appropriation: U46 - DAH-NHC-Nat Area Mgmt-Cash in Treasury

Funding Sources: NNH - Natural Area Management Cash

This appropriation provides management and stewardship funds for natural areas located throughout the State. Funding is provided by interest income, donations, timber thins and grants. The Agency utilizes this appropriation to administer the Natural Area Management Program.

The Agency is requesting Base Level of \$422,576 each year of the biennium.

The Executive Recommendation provides for the Agency Request. Expenditure of Appropriation is contingent upon available funding.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: U46 - DAH-NHC-Nat Area Mgmt-Cash in Treasury

Funding Sources: NNH - Natural Area Management Cash

Commitment Item		2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Regular Salaries	5010000	11,878	0	24,955	0	0	0	0	0	0
#Positions		1	0	0	0	0	0	0	0	0
Extra Help	5010001	4,562	0	27,650	0	0	0	0	0	0
#Extra Help		0	0	0	0	0	0	0	0	0
Personal Services Matching	5010003	3,823	0	10,300	0	0	0	0	0	0
Operating Expenses	5020002	10,655	100,000	100,000	100,000	100,000	100,000	100,000	100,000	100,000
Conference & Travel Expenses	5050009	0	2,500	2,500	2,500	2,500	2,500	2,500	2,500	2,500
Professional Fees	5060010	0	0	0	0	0	0	0	0	0
Data Processing	5090012	0	0	0	0	0	0	0	0	0
Capital Outlay	5120011	0	0	0	0	0	0	0	0	0
Special Maintenance	5120032	0	65,000	65,000	65,000	65,000	65,000	65,000	65,000	65,000
Land Aquisition	5900046	0	255,076	500,000	255,076	255,076	255,076	255,076	255,076	255,076
Total		30,918	422,576	730,405	422,576	422,576	422,576	422,576	422,576	422,576

Funding Sources										
Fund Balance	4000005	50,824	74,428		382,257	382,257	382,257	690,086	690,086	690,086
Cash Fund	4000045	54,522	730,405		730,405	730,405	730,405	730,405	730,405	730,405
Total Funding		105,346	804,833		1,112,662	1,112,662	1,112,662	1,420,491	1,420,491	1,420,491
Excess Appropriation/(Funding)		(74,428)	(382,257)		(690,086)	(690,086)	(690,086)	(997,915)	(997,915)	(997,915)
Grand Total		30,918	422,576		422,576	422,576	422,576	422,576	422,576	422,576

Actual position exceeds Authorized due to single salary section in appropriation act. The Expenditure of Appropriation is contingent upon available funding.

Analysis of Budget Request

Appropriation: U47 - DAH-NHC-Nat Area Research-Treasury Cash

Funding Sources: NNH - Natural Area Management Cash

This appropriation is funded from cash receipts generated by environmental studies performed by the Commission's staff. The Commission operates a system of fees or special charges to defray the expenses of providing research services to users of the heritage data systems.

The Agency is requesting Base Level of \$40,033 each year of the biennium with one (1) Extra Help position.

The Executive Recommendation provides for the Agency Request. Expenditure of Appropriation is contingent upon available funding.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: U47 - DAH-NHC-Nat Area Research-Treasury Cash

Funding Sources: NNH - Natural Area Management Cash

Commitment Item		2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Extra Help	5010001	17,755	27,650	27,650	27,650	27,650	27,650	27,650	27,650	27,650
#Extra Help		1	1	1	1	1	1	1	1	1
Personal Services Matching	5010003	1,397	2,375	2,131	2,383	2,383	2,383	2,383	2,383	2,383
Operating Expenses	5020002	0	10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000
Conference & Travel Expenses	5050009	0	0	0	0	0	0	0	0	0
Professional Fees	5060010	0	0	0	0	0	0	0	0	0
Data Processing	5090012	0	0	0	0	0	0	0	0	0
Capital Outlay	5120011	0	0	0	0	0	0	0	0	0
Total		19,152	40,025	39,781	40,033	40,033	40,033	40,033	40,033	40,033
Funding Sources										
Fund Balance	4000005	32,605	19,597		19,353	19,353	19,353	19,101	19,101	19,101
Cash Fund	4000045	6,144	39,781		39,781	39,781	39,781	39,781	39,781	39,781
Total Funding		38,749	59,378		59,134	59,134	59,134	58,882	58,882	58,882
Excess Appropriation/(Funding)		(19,597)	(19,353)		(19,101)	(19,101)	(19,101)	(18,849)	(18,849)	(18,849)
Grand Total		19,152	40,025		40,033	40,033	40,033	40,033	40,033	40,033

FY17 Budget amount in Personal Services Matching exceeds the authorized amount due to matching rate adjustments during the 2015-2017 Biennium. The Expenditure of Appropriation is contingent upon available funding.

Analysis of Budget Request

Appropriation: U48 - DAH-Nat Heritage-Gas Royalty Expenses

Funding Sources: HRA - Arkansas Heritage Fund

The Natural Heritage Commission establishes a system of natural areas and a registry for them, it conducts research and publishes information on natural areas, and it performs other duties relating to the use, management, and preservation of the natural features of the State. Funding for this appropriation consists primarily of general revenue. Other funding consists of gas lease payments from Agency's Big Creek Natural Area and Cove Creek Natural Area.

Base Level Regular Salaries and Personal Services Matching include the continuation of the previously authorized 2017 Salaries and Career Service Payments for eligible employees. Personal Services Matching includes the monthly contribution for State employee's health insurance for a total State match per budgeted employee of \$420 per month. Base Level salaries and matching do not include appropriation for a Cost of Living Adjustment or Merit Pay Increases.

The Agency is requesting Base Level of \$811,073 each year of the Biennium.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: U48 - DAH-Nat Heritage-Gas Royalty Expenses

Funding Sources: HRA - Arkansas Heritage Fund

Commitment Item		2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Gas Royalty Expenses	5900047	1,210,417	810,869	796,647	811,073	811,073	811,073	811,073	811,073	811,073
Total		1,210,417	810,869	796,647	811,073	811,073	811,073	811,073	811,073	811,073

Funding Sources										
Fund Balance	4000005	1,612,139	742,429		331,560	331,560	331,560	0	0	0
Special Revenue	4000030	340,707	400,000		400,000	400,000	400,000	400,000	400,000	400,000
Total Funding		1,952,846	1,142,429		731,560	731,560	731,560	400,000	400,000	400,000
Excess Appropriation/(Funding)		(742,429)	(331,560)		79,513	79,513	79,513	411,073	411,073	411,073
Grand Total		1,210,417	810,869		811,073	811,073	811,073	811,073	811,073	811,073

FY17 Budget Amount in Gas Royalty Expenses exceeds Authorized Amount due to salary adjustment during the 2015-2017 Biennium.

Analysis of Budget Request

Appropriation: U49 - DAH-Natural Heritage-Federal Program

Funding Sources: FHH - Natural & Cultural Heritage Federal

This appropriation uses federal funds to perform the inventory and data management function of the Natural Heritage Commission. The Department utilizes this appropriation for personal services and operating expenses to administer this program.

Base Level Regular Salaries and Personal Services Matching include the continuation of the previously authorized 2017 Salaries and Career Service Payments for eligible employees. Personal Services Matching includes the monthly contribution for State employee's health insurance for a total State match per budgeted employee of \$420 per month. Base Level salaries and matching do not include appropriation for a Cost of Living Adjustment or Merit Pay Increases.

The Agency is requesting Base Level of \$2,110,558 each year with two (2) Regular positions.

The Agency Change Level Request provides for reallocation of \$110,000 each year of the biennium from Land Acquisition appropriation to Operating Expenses to utilize anticipated funds from Federal grants for research and stewardship contracts.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: U49 - DAH-Natural Heritage-Federal Program

Funding Sources: FHH - Natural & Cultural Heritage Federal

Commitment Item		2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Regular Salaries	5010000	104,379	86,320	129,413	87,020	87,020	87,020	87,020	87,020	87,020
#Positions		2	2	2	2	2	2	2	2	2
Personal Services Matching	5010003	38,892	30,173	46,754	30,634	30,634	30,634	30,634	30,634	30,634
Operating Expenses	5020002	90,605	150,740	150,740	260,740	260,740	260,740	260,740	260,740	260,740
Conference & Travel Expenses	5050009	1,019	9,000	9,000	9,000	9,000	9,000	9,000	9,000	9,000
Professional Fees	5060010	0	0	0	0	0	0	0	0	0
Data Processing	5090012	0	0	0	0	0	0	0	0	0
Capital Outlay	5120011	0	0	0	0	0	0	0	0	0
Special Maintenance	5120032	0	44,914	44,914	44,914	44,914	44,914	44,914	44,914	44,914
Land Acquisition	5900046	0	1,788,250	1,788,250	1,678,250	1,678,250	1,678,250	1,678,250	1,678,250	1,678,250
Total		234,895	2,109,397	2,169,071	2,110,558	2,110,558	2,110,558	2,110,558	2,110,558	2,110,558
Funding Sources										
Federal Revenue	4000020	234,895	2,109,397		2,110,558	2,110,558	2,110,558	2,110,558	2,110,558	2,110,558
Total Funding		234,895	2,109,397		2,110,558	2,110,558	2,110,558	2,110,558	2,110,558	2,110,558
Excess Appropriation/(Funding)		0	0		0	0	0	0	0	0
Grand Total		234,895	2,109,397		2,110,558	2,110,558	2,110,558	2,110,558	2,110,558	2,110,558

Analysis of Budget Request

Appropriation: U51 - DAH-Historic AR Musuem-Cash in Treasury

Funding Sources: NNH - Historic Arkansas Museum Cash

The Agency utilizes this cash appropriation to supplement Museum operations and replenish Craft Store inventory. Funding is generated by admission fees, rental receipts, donations and proceeds at the Craft Store at the Historic Arkansas Museum.

Base Level Regular Salaries and Personal Services Matching include the continuation of the previously authorized 2017 Salaries and Career Service Payments for eligible employees. Personal Services Matching includes the monthly contribution for State employee's health insurance for a total State match per budgeted employee of \$420 per month. Base Level salaries and matching do not include appropriation for a Cost of Living Adjustment or Merit Pay Increases.

The Agency is requesting Base Level of \$303,456 each year with one (1) Regular position and fourteen (14) Extra Help positions.

The Executive Recommendation provides for the Agency Request. Expenditure of Appropriation is contingent upon available funding.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: U51 - DAH-Historic AR Musuem-Cash in Treasury

Funding Sources: NNH - Historic Arkansas Museum Cash

Commitment Item		2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Regular Salaries	5010000	23,068	22,394	22,172	22,994	22,994	22,994	22,994	22,994	22,994
#Positions		1	1	1	1	1	1	1	1	1
Extra Help	5010001	65,807	142,134	142,134	142,134	142,134	142,134	142,134	142,134	142,134
#Extra Help		5	14	14	14	14	14	14	14	14
Personal Services Matching	5010003	15,256	22,420	20,982	22,723	22,723	22,723	22,723	22,723	22,723
Operating Expenses	5020002	5,392	34,521	34,521	34,521	34,521	34,521	34,521	34,521	34,521
Conference & Travel Expenses	5050009	1,340	3,334	3,334	3,334	3,334	3,334	3,334	3,334	3,334
Professional Fees	5060010	0	7,570	7,570	7,570	7,570	7,570	7,570	7,570	7,570
Data Processing	5090012	0	0	0	0	0	0	0	0	0
Resale (COGS)	5090017	42,844	70,180	70,180	70,180	70,180	70,180	70,180	70,180	70,180
Capital Outlay	5120011	0	0	0	0	0	0	0	0	0
Total		153,707	302,553	300,893	303,456	303,456	303,456	303,456	303,456	303,456

Funding Sources										
Fund Balance	4000005	790	3,767		2,107	2,107	2,107	0	0	0
Cash Fund	4000045	156,684	300,893		300,893	300,893	300,893	300,893	300,893	300,893
Total Funding		157,474	304,660		303,000	303,000	303,000	300,893	300,893	300,893
Excess Appropriation/(Funding)		(3,767)	(2,107)		456	456	456	2,563	2,563	2,563
Grand Total		153,707	302,553		303,456	303,456	303,456	303,456	303,456	303,456

FY17 Budget amount in Regular Salaries and Personal Services Matching exceeds the authorized amount due to salary and matching rate adjustments during the 2015-2017 Biennium. The Expenditure of Appropriation is contingent upon available funding.

Analysis of Budget Request

Appropriation: U61 - DAH-AR State Archives - Cash in Treasury

Funding Sources: NNH - Arkansas State Archives

This appropriation is utilized to provide for the operating expenses of the Arkansas State Archives. Funding is derived from cash receipts generated from sales of microfilm, photographs, and photocopies.

The Agency is requesting Base Level of \$69,357 each year of the biennium.

The Executive Recommendation provides for the Agency Request. Expenditure of appropriation is contingent upon available funding.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: U61 - DAH-AR State Archives - Cash in Treasury

Funding Sources: NNH - Arkansas State Archives

Commitment Item		2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Extra Help	5010001	5,644	0	0	0	0	0	0	0	0
#Extra Help		0	0	0	0	0	0	0	0	0
Personal Services Matching	5010003	1,250	0	0	0	0	0	0	0	0
Operating Expenses	5020002	37,594	69,357	71,800	69,357	69,357	69,357	69,357	69,357	69,357
Conference & Travel Expenses	5050009	0	0	0	0	0	0	0	0	0
Professional Fees	5060010	0	0	0	0	0	0	0	0	0
Data Processing	5090012	0	0	0	0	0	0	0	0	0
Capital Outlay	5120011	9,784	0	0	0	0	0	0	0	0
Total		54,272	69,357	71,800	69,357	69,357	69,357	69,357	69,357	69,357
Funding Sources										
Fund Balance	4000005	13,321	34,776		2,419	2,419	2,419	0	0	0
Cash Fund	4000045	75,727	37,000		37,000	37,000	37,000	37,000	37,000	37,000
Total Funding		89,048	71,776		39,419	39,419	39,419	37,000	37,000	37,000
Excess Appropriation/(Funding)		(34,776)	(2,419)		29,938	29,938	29,938	32,357	32,357	32,357
Grand Total		54,272	69,357		69,357	69,357	69,357	69,357	69,357	69,357

The Expenditure of appropriation is contingent upon available funding. FY16 Actual Expendures exceed the Authorized amount due to Cash Letter.

Department Appropriation Summary

Historical Data

Agency Request and Executive/Legislative Recommendation

Appropriation	2015-2016		2016-2017		2016-2017		2017-2018						2018-2019					
	Actual	Pos	Budget	Pos	Authorized	Pos	Agency	Pos	Executive	Pos	Legislative	Pos	Agency	Pos	Executive	Pos	Legislative	Pos
486 Arts Council - Federal Program	658,449	2	802,448	2	834,857	2	802,820	2	802,820	2	802,820	2	802,820	2	802,820	2	802,820	2
943 Arts Council - Cash in Treasury	113,933	0	153,189	0	175,810	0	153,189	0	153,189	0	153,189	0	153,189	0	153,189	0	153,189	0
Total	772,382	2	955,637	2	1,010,667	2	956,009	2	956,009	2	956,009	2	956,009	2	956,009	2	956,009	2

Funding Sources		%		%		%		%		%		%		%		%		%
Fund Balance 4000005	134,546	14.9	129,206	13.5			3,267	0.4	3,267	0.4	3,267	0.4	0	0.0	0	0.0	0	0.0
Federal Revenue 4000020	658,449	73.0	802,448	83.7			802,820	96.0	802,820	96.0	802,820	96.0	802,820	96.4	802,820	96.4	802,820	96.4
Cash Fund 4000045	108,593	12.0	27,250	2.8			30,000	3.6	30,000	3.6	30,000	3.6	30,000	3.6	30,000	3.6	30,000	3.6
Total Funds	901,588	100.0	958,904	100.0			836,087	100.0	836,087	100.0	836,087	100.0	832,820	100.0	832,820	100.0	832,820	100.0
Excess Appropriation/(Funding)	(129,206)		(3,267)				119,922		119,922		119,922		123,189		123,189		123,189	
Grand Total	772,382		955,637				956,009		956,009		956,009		956,009		956,009		956,009	

Analysis of Budget Request

Appropriation: 486 - Arts Council - Federal Program

Funding Sources: FHH - Natural & Cultural Heritage Federal

This appropriation provides for federal funding received from the National Endowment for the Arts. The Department utilizes this appropriation to provide art programs and grants to promote and assist Arkansas artists.

Base Level Regular Salaries and Personal Services Matching include the continuation of the previously authorized 2017 Salaries and Career Service Payments for eligible employees. Personal Services Matching includes the monthly contribution for State employee's health insurance for a total State match per budgeted employee of \$420 per month. Base Level salaries and matching do not include appropriation for a Cost of Living Adjustment or Merit Pay Increases.

Base Level includes appropriation of \$802,820 each year of the biennium.

The Agency Change Level Request provides for reallocation of \$40,000 each year from Grants and Aid to Operating Expenses to accommodate anticipated expenses.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: 486 - Arts Council - Federal Program

Funding Sources: FHH - Natural & Cultural Heritage Federal

Commitment Item		2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Regular Salaries	5010000	69,404	66,462	65,814	66,462	66,462	66,462	66,462	66,462	66,462
	#Positions	2	2	2	2	2	2	2	2	2
Personal Services Matching	5010003	25,483	24,801	24,869	25,173	25,173	25,173	25,173	25,173	25,173
Operating Expenses	5020002	77,657	42,385	47,252	82,385	82,385	82,385	82,385	82,385	82,385
Conference & Travel Expenses	5050009	0	10,000	10,500	10,000	10,000	10,000	10,000	10,000	10,000
Professional Fees	5060010	5,000	0	12,970	0	0	0	0	0	0
Data Processing	5090012	0	0	0	0	0	0	0	0	0
Grants and Aid	5100004	480,905	658,800	673,452	618,800	618,800	618,800	618,800	618,800	618,800
Capital Outlay	5120011	0	0	0	0	0	0	0	0	0
Total		658,449	802,448	834,857	802,820	802,820	802,820	802,820	802,820	802,820
Funding Sources										
Federal Revenue	4000020	658,449	802,448		802,820	802,820	802,820	802,820	802,820	802,820
Total Funding		658,449	802,448		802,820	802,820	802,820	802,820	802,820	802,820
Excess Appropriation/(Funding)		0	0		0	0	0	0	0	0
Grand Total		658,449	802,448		802,820	802,820	802,820	802,820	802,820	802,820

FY17 Budget amount in Regular Salaries exceeds the authorized amount due to salary adjustments during the 2015-2017 Biennium.

Analysis of Budget Request

Appropriation: 943 - Arts Council - Cash in Treasury

Funding Sources: NNH - Arts & Humanities Cash

This appropriation is funded from cash receipts generated by registration fees, interest income and the sales of items purchased for display and for workshop sessions. The Agency coordinates an annual conference on the arts as well as several smaller conferences and workshops to support the education, organizational development, and marketing Arkansas's craft and traditional artists.

The Agency is requesting Base Level of \$153,189 each year of the biennium.

The Executive Recommendation provides for the Agency Request. Expenditure of appropriation is contingent upon available funding.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: 943 - Arts Council - Cash in Treasury

Funding Sources: NNH - Arts & Humanities Cash

Commitment Item		2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Operating Expenses	5020002	13,913	14,210	28,250	14,210	14,210	14,210	14,210	14,210	14,210
Conference & Travel Expenses	5050009	1,379	6,000	6,000	6,000	6,000	6,000	6,000	6,000	6,000
Professional Fees	5060010	0	0	5,500	0	0	0	0	0	0
Data Processing	5090012	0	0	0	0	0	0	0	0	0
Grants and Aid	5100004	98,641	132,979	136,060	132,979	132,979	132,979	132,979	132,979	132,979
Capital Outlay	5120011	0	0	0	0	0	0	0	0	0
Total		113,933	153,189	175,810	153,189	153,189	153,189	153,189	153,189	153,189

Funding Sources										
Fund Balance	4000005	134,546	129,206		3,267	3,267	3,267	0	0	0
Cash Fund	4000045	108,593	27,250		30,000	30,000	30,000	30,000	30,000	30,000
Total Funding		243,139	156,456		33,267	33,267	33,267	30,000	30,000	30,000
Excess Appropriation/(Funding)		(129,206)	(3,267)		119,922	119,922	119,922	123,189	123,189	123,189
Grand Total		113,933	153,189		153,189	153,189	153,189	153,189	153,189	153,189

The Expenditure of Appropriation is contingent upon available funding.

Department Appropriation Summary

Historical Data

Agency Request and Executive/Legislative Recommendation

Appropriation	2015-2016		2016-2017		2016-2017		2017-2018						2018-2019					
	Actual	Pos	Budget	Pos	Authorized	Pos	Agency	Pos	Executive	Pos	Legislative	Pos	Agency	Pos	Executive	Pos	Legislative	Pos
2MZ NCRC--Administration	76,167	1	67,942	1	0	1	0	1	0	1	0	1	0	1	0	1	0	1
480 NCRC - State Owned Lands or Historic Sites	0	0	19,597,000	0	30,000,000	0	30,000,000	0	30,000,000	0	30,000,000	0	30,000,000	0	30,000,000	0	30,000,000	0
481 NCRC - Main Street Program	0	0	3,000,000	0	3,000,000	0	3,000,000	0	3,000,000	0	3,000,000	0	3,000,000	0	3,000,000	0	3,000,000	0
Total	76,167	1	22,664,942	1	33,000,000	1	33,000,000	1	33,000,000	1	33,000,000	1	33,000,000	1	33,000,000	1	33,000,000	1

Funding Sources		%		%		%		%		%		%		%		%	
Fund Balance	4000005	33,291,240	92.4	35,936,892	81.2			21,572,892	50.4	21,572,892	50.4	21,572,892	50.4	9,805,892	31.6	9,805,892	31.6
Interest	4000300	46,833	0.1	0	0.0			0	0.0	0	0.0	0	0.0	0	0.0	0	0.0
Inter-agency Fund Transfer	4000316	(19,897,119)	(55.2)	(13,000,000)	(29.4)			0	0.0	0	0.0	0	0.0	0	0.0	0	0.0
Intra-agency Fund Transfer	4000317	0	0.0	942	0.0			(67,000)	(0.2)	(67,000)	(0.2)	(67,000)	(0.2)	(67,000)	(0.2)	(67,000)	(0.2)
Other	4000370	11,234	0.0	0	0.0			0	0.0	0	0.0	0	0.0	0	0.0	0	0.0
Real Estate Transfer Tax	4000403	22,560,871	62.6	21,300,000	48.1			21,300,000	49.8	21,300,000	49.8	21,300,000	49.8	21,300,000	68.6	21,300,000	68.6
Total Funds		36,013,059	100.0	44,237,834	100.0			42,805,892	100.0	42,805,892	100.0	42,805,892	100.0	31,038,892	100.0	31,038,892	100.0
Excess Appropriation/(Funding)		(35,936,892)		(21,572,892)				(9,805,892)		(9,805,892)		(9,805,892)		1,961,108		1,961,108	
Grand Total		76,167		22,664,942				33,000,000		33,000,000		33,000,000		33,000,000		33,000,000	

The FY17 Budget amount exceeds the Authorized amount due to a transfer from the Natural and Cultural Resources Council Grant Fund (Appropriation 480) by Authority A.C.A. §15-12-103(1).

Analysis of Budget Request

Appropriation: 2MZ - NCRC--Administration

Funding Sources: TGT - Natural & Cultural Heritage Grant & Trust

This appropriation provides for the administration of Real Estate Transfer Tax proceeds by the Natural and Cultural Resources Council (NCRC).

According to A.C.A. §15-12-103(b)(1), "Eighty percent (80%) of the net amount [of the Real Estate Transfer Tax, after deducting 3% for the Constitutional Officers Fund] shall be credited to the Natural and Cultural Resources Grants and Trust Fund, to be preserved and managed by the Arkansas Natural and Cultural Resources Council for use in the acquisition, management, and stewardship of state-owned lands or the preservation of state-owned historic sites, buildings, structures, or objects which the council determines to be of value for recreation or conservation purposes..."

Furthermore, consistent with subparagraph (C) - "The grants shall be made in such amounts, for such purposes, and to such agencies as the council in its discretion shall select."

Under this authority, the Director of the Department of Arkansas Heritage is charged as the disbursing officer of grant funding and appropriation for the administrative costs of the Natural and Cultural Resources Council pursuant to special language in Section 34 of Act 273 of 2014 [Appropriation 480], so long as it does not conflict with A.C.A. §15-12-103 (1)(B) - "It is not the intention of this chapter that the Council shall itself manage, operate, or maintain any lands so acquired, but, rather, that it from time to time in its own discretion shall make grants to other agencies..."

Base Level Regular Salaries and Personal Services Matching include the continuation of the previously authorized 2017 Salaries and Career Service Payments for eligible employees. Personal Services Matching includes the monthly contribution for State employee's health insurance for a total State match per budgeted employee of \$420 per month. Base Level salaries and matching do not include appropriation for a Cost of Living Adjustment or Merit Pay Increases.

Base Level Request includes one (1) Regular position.

The Salary and Matching appropriation for the position is not reflected on the Appropriation Summary Report for the NCRC Administration appropriation (2MZ). The appropriation and funding will be transferred from the NCRC Grant Fund (480) by authority A.C.A. §15-12-103(1).

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: 2MZ - NCRC--Administration

Funding Sources: TGT - Natural & Cultural Heritage Grant & Trust

Commitment Item		2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Regular Salaries	5010000	53,014	51,496	0	0	0	0	0	0	0
#Positions		1	1	1	1	1	1	1	1	1
Extra Help	5010001	0	0	0	0	0	0	0	0	0
#Extra Help		0	0	0	0	0	0	0	0	0
Personal Services Matching	5010003	16,806	16,446	0	0	0	0	0	0	0
Operating Expenses	5020002	6,347	0	0	0	0	0	0	0	0
Conference & Travel Expenses	5050009	0	0	0	0	0	0	0	0	0
Professional Fees	5060010	0	0	0	0	0	0	0	0	0
Data Processing	5090012	0	0	0	0	0	0	0	0	0
Grants and Aid	5100004	0	0	0	0	0	0	0	0	0
Capital Outlay	5120011	0	0	0	0	0	0	0	0	0
Total		76,167	67,942	0	0	0	0	0	0	0
Funding Sources										
Intra-agency Fund Transfer	4000317	76,167	67,942		0	0	0	0	0	0
Total Funding		76,167	67,942		0	0	0	0	0	0
Excess Appropriation/(Funding)		0	0		0	0	0	0	0	0
Grand Total		76,167	67,942		0	0	0	0	0	0

The FY17 Budget exceed the Authorized due to a transfer from the Natural and Cultural Resources Council Grant Fund (480) by authority of A.C.A. §15-12-103(1).

The Intra-agency Fund Transfer reflects the transfer of Real Estate Transfer Tax funding from the NCRC State Owned Lands or Historic Sites Program (480) to the NCRC Administration Program (2MZ).

Analysis of Budget Request

Appropriation: 480 - NCRC - State Owned Lands or Historic Sites

Funding Sources: TGT - Natural & Cultural Heritage Grant & Trust

The Natural and Cultural Resources Council utilizes this appropriation to make grants for the acquisition, management, and stewardship of state owned lands or the preservation of state owned historic sites, buildings, structures, or objects. Funding for the appropriation is provided by the increase in the Real Estate Transfer Tax levied by Act 729 of 1987 and Act 1181 of 1993 (A.C.A. §26-60-105).

According to A.C.A. § 15-12-103 (b)(1), "Eighty percent (80%) of the net amount [of the Real Estate Transfer Tax, after deducting 3% for the Constitutional Officers Fund] shall be credited to the Natural and Cultural Resources Grants and Trust Fund, to be preserved and managed by the Arkansas Natural and Cultural Resources Council for use in the acquisition, management, and stewardship of state-owned lands or the preservation of state-owned historic sites, buildings, structures, or objects which the council determines to be of value for recreation or conservation purposes..."

Appropriation and funds are transferred on a year-to-year basis to those agencies receiving grants from the Council. Actual expenditures are reflected by the recipient agency.

The Agency is requesting Base Level of \$30,000,000 each year of the biennium.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: 480 - NCRC - State Owned Lands or Historic Sites

Funding Sources: TGT - Natural & Cultural Heritage Grant & Trust

Commitment Item		2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Grants and Aid	5100004	0	19,597,000	30,000,000	30,000,000	30,000,000	30,000,000	30,000,000	30,000,000	30,000,000
Total		0	19,597,000	30,000,000	30,000,000	30,000,000	30,000,000	30,000,000	30,000,000	30,000,000

Funding Sources										
Fund Balance	4000005	31,757,733	34,535,573		20,871,573	20,871,573	20,871,573	9,804,573	9,804,573	9,804,573
Interest	4000300	43,600	0		0	0	0	0	0	0
Inter-agency Fund Transfer	4000316	(17,243,700)	(13,000,000)		0	0	0	0	0	0
Intra-agency Fund Transfer	4000317	(76,167)	(67,000)		(67,000)	(67,000)	(67,000)	(67,000)	(67,000)	(67,000)
Real Estate Transfer Tax	4000403	20,054,107	19,000,000		19,000,000	19,000,000	19,000,000	19,000,000	19,000,000	19,000,000
Total Funding		34,535,573	40,468,573		39,804,573	39,804,573	39,804,573	28,737,573	28,737,573	28,737,573
Excess Appropriation/(Funding)		(34,535,573)	(20,871,573)		(9,804,573)	(9,804,573)	(9,804,573)	1,262,427	1,262,427	1,262,427
Grand Total		0	19,597,000		30,000,000	30,000,000	30,000,000	30,000,000	30,000,000	30,000,000

Special Language provides that the Director the Department of Arkansas Heritage shall be the disbursing officer for the NCRC appropriation and that when grants are made to state agencies, the corresponding amount of appropriation and funding may be transferred to the receiving state agency. Therefore, actual expenditures are reflected by the grant recipient agency.

The Inter-Agency Fund Transfer amount in FY16 represents the amount of obligated funding distributed for FY16 grants and FY15 grant extensions. The FY17 amount represents the portion of the FY17 beginning Fund Balance that is obligated for FY16 grant extensions.

The Intra-Agency Fund Transfer amount in FY18 and FY19 represents grant funding transferred to the NCRC Administration appropriation (Fund Center 2MZ).

The FY17 Budget has been adjusted to reflect the amount of FY17 Grant Awards approved by the Arkansas Natural and Cultural Council (ANCRC).

Analysis of Budget Request

Appropriation: 481 - NCRC - Main Street Program

Funding Sources: TGP - Natural & Cultural Resources Historic Preservation

This appropriation provides for the operation of the State Historic Preservation Program and the Main Street Arkansas Program. Funding for the appropriation is provided by the increase in the Real Estate Transfer Tax levied by Act 729 of 1987 and Act 1181 of 1993 (A.C.A. §26-60-105). Appropriation and funds are transferred on a year to year basis to the Historic Preservation Program and reflected as expenditures of that state agency. This appropriation is utilized to augment federal funding for the Historic Preservation Program and to provide for programs such as Main Street and Model Business Grants.

According to A.C.A. § 15-12-103 (b)(3), "Ten percent (10%) of the net amount [of the Real Estate Transfer Tax, after deducting 3% for the Constitutional Officers Fund] shall be credited to a fund to be known as the 'Natural and Cultural Resources Historic Preservation Trust Fund', to be used by the council for providing a source of funds for the operation of the state historic preservation program and the 'Main Street' program."

Appropriation and funds are transferred on a year-to-year basis to those agencies receiving historic preservation or 'Main Street' grants from the Council. The expenditures are reflected by the recipient agency.

The Agency is requesting Base Level of \$3,000,000 each year of the biennium.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: 481 - NCRC - Main Street Program

Funding Sources: TGP - Natural & Cultural Resources Historic Preservation

Commitment Item		2015-2016	2016-2017	2016-2017	2017-2018			2018-2019		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Grants and Aid	5100004	0	3,000,000	3,000,000	3,000,000	3,000,000	3,000,000	3,000,000	3,000,000	3,000,000
Total		0	3,000,000	3,000,000	3,000,000	3,000,000	3,000,000	3,000,000	3,000,000	3,000,000

Funding Sources										
Fund Balance	4000005	1,533,507	1,401,319		701,319	701,319	701,319	1,319	1,319	1,319
Interest	4000300	3,233	0		0	0	0	0	0	0
Inter-agency Fund Transfer	4000316	(2,653,419)	0		0	0	0	0	0	0
Other	4000370	11,234	0		0	0	0	0	0	0
Real Estate Transfer Tax	4000403	2,506,764	2,300,000		2,300,000	2,300,000	2,300,000	2,300,000	2,300,000	2,300,000
Total Funding		1,401,319	3,701,319		3,001,319	3,001,319	3,001,319	2,301,319	2,301,319	2,301,319
Excess Appropriation/(Funding)		(1,401,319)	(701,319)		(1,319)	(1,319)	(1,319)	698,681	698,681	698,681
Grand Total		0	3,000,000		3,000,000	3,000,000	3,000,000	3,000,000	3,000,000	3,000,000

Section 27 of Act 253 of 2016 provides that the Director of the Department of Arkansas Heritage shall be the disbursing officer for the Main Street appropriation and that when grants are made to state agencies from the NCRC appropriation, the corresponding amount of appropriation and funding may be transferred to the receiving state agency. Therefore, actual expenditures are reflected by the recipient agency.

The Inter-agency Fund Transfer in FY16 reflects the transfer of appropriation and funding to DAH Historic Preservation - Real Estate Transfer Tax appropriation (Business Area 0865).

Other Funding consists of Non-Federal Reimbursement, M&R Sales and Prior Year Refunds.