



STATE OF ARKANSAS
**Department of Finance
and Administration**

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September 13, 2016

Senator Bruce Maloch, Co-Chair
Representative David Meeks, Co-Chair
Performance Evaluation & Expenditure Review Committee
Arkansas Legislative Council
State Capitol Building
Little Rock, AR 72201

RE: FY17 Budget Classification Transfer Request(s)

Dear Co-Chairs:

I am forwarding for appropriate action as required by law, the attached Budget Classification Transfer Request(s) that have received my approval as Chief Fiscal Officer of the State.

Sincerely,


Larry W. Walther
Director

LWW:nf

Attachment(s)

FY17 MAINTENANCE & OPERATION
BUDGET CLASSIFICATION TRANSFERS

Agency	Classification	FY17	FY17	FY17	FY16	FY17	Adjustment	FY17	DFA-Chief	DFA IGS
		Agency Request	Executive Recommendation	Original Appropriation	Actual Expenditures	Authorized	Requested	Revised Authorization	Fiscal Officer Approve/Disapprove	
1. Arkansas Tobacco Control - ATC-CID/Admin Div	Operating Expenses	268,268	268,268	268,268	188,718	268,268	(15,800)	252,468		Yes
	Conf. & Travel Exp.	10,000	10,000	10,000	4,844	10,000		10,000		
	Professional Fees	10,000	10,000	10,000	300	10,000		10,000		
	Capital Outlay	49,000	-	-	-	-	15,800	15,800		
	Data Processing	-	-	-	-	-		-		
	Total	\$337,268	\$288,268	\$288,268	\$193,862	\$288,268	\$0	\$288,268		

The reason for the transfer is to expense payment for a leasehold improvement, a Closed Circuit Television security camera system and an access control system. The purpose of the Access Control System is to provide secure access throughout office areas. The system will monitor access to certain areas of the office as well as keeping records and evidence related to both administrative and criminal cases secure at all times. In addition, the system will work as a time clock to ensure accurate time sheets for employees. The camera system will provide security video of all office access points as well as the reception area where payments are processed. Together, these systems will provide added protection and security for employees as well as allowing better accountability controls for the agency. This expenditure was originally budgeted within operating expenses, but was later determined to meet the Capital Outlay threshold.

Agency	Classification	FY17	FY17	FY17	FY16	FY17	Adjustment	FY17	DFA-Chief	DFA IGS
		Agency Request	Executive Recommendation	Original Appropriation	Actual Expenditures	Authorized	Requested	Revised Authorization	Fiscal Officer Approve/Disapprove	
2. Arkansas Insurance Department - SHILP	Operating Expenses	284,063	284,063	284,063	71,737	284,063	(15,000)	269,063		N/A
	Conf. & Travel Exp.	-	-	-	3,018	-	15,000	15,000		
	Professional Fees	356,409	356,409	356,409	226,488	356,409		356,409		
	Capital Outlay	-	-	-	-	-		-		
	Data Processing	-	-	-	-	-		-		
	Total	\$640,472	\$640,472	\$640,472	\$301,243	\$640,472	\$0	\$640,472		

This request is due to the lack of Conference and Travel Expenses appropriation being authorized. This division is requesting to travel to conferences held by their federal funding entity. These conferences enhance the knowledge of how other states operate their Senior Health Insurance Information Program allowing for best practices to be implemented in our state.

FY17 MAINTENANCE & OPERATION
BUDGET CLASSIFICATION TRANSFERS

DFA IGS

State Technology Planning

Agency Request in

compliance with IT Plan

Certification (if applicable)

Agency	Classification	FY17	FY17	FY17	FY16	FY17	Adjustment	FY17	DFA-Chief Fiscal Officer	State Technology Planning Agency Request in compliance with IT Plan Certification (if applicable)	
		Agency Request	Executive Recommendation	Original Appropriation	Actual Expenditures	Authorized	Requested	Revised Authorization			Approve
3. Arkansas Department of Health - Health Operations Paying	Operating Expenses	\$ 71,971,436	\$ 72,034,526	\$ 72,034,526	\$ 188,718	\$ 74,717,062	\$ 9,850,000	\$ 84,567,062		X	N/A
	Conf. & Travel Exp.	\$ 1,243,565	\$ 1,243,565	\$ 1,243,565	\$ 4,844	\$ 1,310,282		\$ 1,310,282			
	Professional Fees	\$ 39,456,027	\$ 39,456,027	\$ 39,456,027	\$ 300	\$ 39,456,027	\$(9,850,000)	\$ 29,606,027			
	Capital Outlay	\$ 1,750,000	\$ 1,750,000	\$ 1,750,000	\$ -	\$ 2,532,699		\$ 2,532,699			
	Data Processing	\$ -	\$ -	\$ -	\$ -	\$ -		\$ -			
	Total	\$114,421,028	\$114,484,118	\$114,484,118	\$193,862	\$118,016,070	\$0	\$118,016,070			

The agency requests the transfer of appropriation from Professional Fees to Operating Expenses in the amount of \$9,850,000. There is an increased need to purchase special formula for the Women, Infant, and Children (WIC) program, long acting reversible contraceptives and vaccine to support services in the local health units. Additional funding has also been provided for Ebola and Zika related activities. With the increased funding in these areas, the agency is requesting this transfer to better align existing appropriation.