

FISCAL SESSION - MANUAL

TABLE OF CONTENTS

VOLUME 1

	<u>Page #</u>
Community Correction, Department of	2
Action Required: (1BA) Community Correction – Federal	4
(1BR) Residents Cash Treasury	6
(2GH) Community Correction – Special.....	8
(2GK) County Jail Reimbursement	10
(510) Community Correction – State	12
(86Y) Best Practices.....	14
(N57) Court Accountability Grants	16
(N58) Pay for Success Program.....	18
(V47) PFS Social Innovation Assurance.....	20

ARKANSAS PLANNING BUDGETING & ADMINISTRATIVE SYSTEM
STATE CONTRACTS OVER \$50,000 AWARDED TO MINORITY OWNED BUSINESSES
Fiscal Year 2017
Required by A.C.A. 25-36-104

AGENCY: 0485 DEPARTMENT OF COMMUNITY CORRECTION

Minority Business	Total Contract Awarded	Minority Type per A.C.A. 15-4-303 (2)					
		African American	Hispanic American	American Indian	Asian American	Pacific Islander American	Disabled Veteran
Better Community Development	\$87,344	X					
Quality Living Center	\$75,174	X					
Sober Living	\$108,354	X					
Transitions Faith Based Therapeutic	\$96,998	X					

TOTAL NUMBER OF MINORITY CONTRACTS AWARDED	<u>4</u>
TOTAL EXPENDITURES FOR CONTRACTS AWARDED	<u>\$4,459,670</u>
% OF MINORITY CONTRACTS AWARDED	<u>8.25 %</u>

Department Appropriation Summary

Historical Data

Agency Request and Recommendations

Appropriation	2016-2017		2017-2018		2017-2018		2018-2019					
	Actual	Pos	Budget	Pos	Authorized	Pos	Legislative Recommendation	Pos	Agency Request	Pos	Executive Recommendation	Pos
1BA Community Correction - Federal	167,216	6	132,296	3	1,900,352	6	1,900,352	6	1,900,352	6	1,900,352	6
1BR Residents Cash Treasury	1,028,596	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	5,913,823	41	9,941,882	65	15,332,760	65	15,336,215	65	9,836,215	65	15,336,215	65
2GK County Jail Reimbursement	1,432,470	0	2,000,000	0	3,000,000	0	3,000,000	0	3,000,000	0	3,000,000	0
510 Community Correction - State	84,688,276	1,438	91,423,392	1,385	89,190,955	1,384	89,402,000	1,384	106,619,023	1,599	89,402,000	1,384
86Y Best Practices	3,999,974	0	4,000,000	0	8,000,000	0	8,000,000	0	4,000,000	0	8,000,000	0
N57 Court Accountability Grants	1,535,293	0	164,026	0	1,400,000	0	1,400,000	0	0	0	1,400,000	0
N58 Pay for Success Program	309,507	0	412,065	0	3,000,000	0	3,000,000	0	20,000,000	0	3,000,000	0
V47 PFS Social Innovation Assurance	0	0	0	0	1,000,000	0	1,000,000	0	0	0	1,000,000	0
Total	99,075,155	1,485	111,233,307	1,453	125,983,713	1,455	126,198,213	1,455	148,515,236	1,670	126,198,213	1,455

Funding Sources		%		%		%		%		%	
Fund Balance	4000005	15,248,469	13.2	16,237,219	13.8	6,771,665	6.1	6,771,665	5.2	6,771,665	6.1
General Revenue	4000010	80,110,629	69.5	88,273,392	74.8	89,984,370	81.0	109,260,523	84.5	89,984,370	81.0
Federal Revenue	4000020	164,017	0.1	132,296	0.1	400,352	0.4	400,352	0.3	400,352	0.4
Special Revenue	4000030	11,627,964	10.1	10,100,000	8.6	11,400,000	10.3	11,400,000	8.8	11,400,000	10.3
Cash Fund	4000045	2,045,707	1.8	1,550,000	1.3	1,503,877	1.4	1,503,877	1.2	1,503,877	1.4
Trust Fund	4000050	0	0.0	0	0.0	1,000,000	0.9	0	0.0	1,000,000	0.9
Merit Adjustment Fund	4000055	0	0.0	1,300,000	1.1	0	0.0	0	0.0	0	0.0
DFA Motor Vehicle Acquisition	4000184	59,110	0.1	0	0.0	0	0.0	0	0.0	0	0.0
General Improvement Fund	4000265	1,400,000	1.2	0	0.0	0	0.0	0	0.0	0	0.0
Insurance Fund Proceeds	4000299	8,849	0.0	0	0.0	0	0.0	0	0.0	0	0.0
Inter-agency Fund Transfer	4000316	309,507	0.3	412,065	0.3	0	0.0	0	0.0	0	0.0
Intra-agency Fund Transfer	4000317	4,264,770	3.7	0	0.0	0	0.0	0	0.0	0	0.0
M & R Sales	4000340	9,718	0.0	0	0.0	0	0.0	0	0.0	0	0.0
Miscellaneous Adjustments	4000345	17,146	0.0	0	0.0	0	0.0	0	0.0	0	0.0
Other	4000370	46,488	0.0	0	0.0	0	0.0	0	0.0	0	0.0
Total Funds		115,312,374	100.0	118,004,972	100.0	111,060,264	100.0	129,336,417	100.0	111,060,264	100.0
Excess Appropriation/(Funding)		(16,237,219)		(6,771,665)		15,137,949		19,178,819		15,137,949	
Grand Total		99,075,155		111,233,307		126,198,213		148,515,236		126,198,213	

Budget exceeds Authorized Appropriation in Community Correction – State due to salary and matching rate adjustments due to implementation of Act 365 of 2017.

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 federal grant programs. These programs are for offender substance abuse rehabilitation treatment, drug courts, serious and violent offenders, transitional housing, and preparation for release from incarceration with follow up.

The Agency Request reflects the FY19 requests from the 2016 Fall Budget Hearings Summary Manuals. The Legislative Recommendation and Executive Recommendation reflect the FY19 ALC/JBC recommendation from the 2016 Fall Budget Hearings Summary Manuals, any Governor's Letters adopted and member amendments.

Appropriation Summary

Appropriation: 1BA - Community Correction - Federal

Funding Sources: FPF - Federal Fund

Appropriation		2016-2017	2017-2018	2017-2018	2018-2019		
		Actual	Budget	Authorized	Legislative Recommendation	Agency Request	Executive Recommendation
Regular Salaries	5010000	109,324	95,418	211,028	211,028	211,028	211,028
	#Positions	6	3	6	6	6	6
Personal Services Matching	5010003	47,716	36,878	81,326	81,326	81,326	81,326
Operating Expenses	5020002	8,619	0	1,270,246	1,270,246	1,270,246	1,270,246
Conference & Travel Expenses	5050009	1,557	0	28,313	28,313	28,313	28,313
Professional Fees	5060010	0	0	309,439	309,439	309,439	309,439
Data Processing	5090012	0	0	0	0	0	0
Capital Outlay	5120011	0	0	0	0	0	0
Total		167,216	132,296	1,900,352	1,900,352	1,900,352	1,900,352
Funding Sources							
Fund Balance	4000005	176,037	128,296		128,296	128,296	128,296
Federal Revenue	4000020	119,475	132,296		400,352	400,352	400,352
Total Funding		295,512	260,592		528,648	528,648	528,648
Excess Appropriation/(Funding)		(128,296)	(128,296)		1,371,704	1,371,704	1,371,704
Grand Total		167,216	132,296		1,900,352	1,900,352	1,900,352

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 Request reflects the FY19 requests from the 2016 Fall Budget Hearings Summary Manuals. The Legislative Recommendation and Executive Recommendation reflect the FY19 ALC/JBC recommendation from the 2016 Fall Budget Hearings Summary Manuals, any Governor's Letters adopted and member amendments.

Appropriation Summary

Appropriation: 1BR - Residents Cash Treasury

Funding Sources: NCC - Cash in Treasury

Appropriation		2016-2017	2017-2018	2017-2018	2018-2019		
		Actual	Budget	Authorized	Legislative Recommendation	Agency Request	Executive Recommendation
Operating Expenses	5020002	1,017,204	2,557,846	2,557,846	2,557,846	2,557,846	2,557,846
Conference & Travel Expenses	5050009	0	0	0	0	0	0
Professional Fees	5060010	11,392	101,800	101,800	101,800	101,800	101,800
Data Processing	5090012	0	0	0	0	0	0
Capital Outlay	5120011	0	500,000	500,000	500,000	500,000	500,000
Total		1,028,596	3,159,646	3,159,646	3,159,646	3,159,646	3,159,646
Funding Sources							
Fund Balance	4000005	1,223,151	1,902,525		242,879	242,879	242,879
Cash Fund	4000045	1,707,737	1,500,000		1,453,877	1,453,877	1,453,877
M & R Sales	4000340	233	0		0	0	0
Total Funding		2,931,121	3,402,525		1,696,756	1,696,756	1,696,756
Excess Appropriation/(Funding)		(1,902,525)	(242,879)		1,462,890	1,462,890	1,462,890
Grand Total		1,028,596	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, 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 provides for safety equipment, vehicles, and drug testing supplies.

The Agency Request reflects the FY19 requests from the 2016 Fall Budget Hearings Summary Manuals. The Legislative Recommendation and Executive Recommendation reflect the FY19 ALC/JBC recommendation from the 2016 Fall Budget Hearings Summary Manuals, any Governor's Letters adopted and member amendments.

Appropriation Summary

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

Appropriation		2016-2017	2017-2018	2017-2018	2018-2019		
		Actual	Budget	Authorized	Legislative Recommendation	Agency Request	Executive Recommendation
Regular Salaries	5010000	605,791	2,518,888	2,501,289	2,504,089	2,504,089	2,504,089
	#Positions	41	65	65	65	65	65
Personal Services Matching	5010003	477,305	912,994	912,895	913,550	913,550	913,550
Operating Expenses	5020002	0	4,200,000	4,200,000	4,200,000	0	4,200,000
Conference & Travel Expenses	5050009	0	100,000	100,000	100,000	0	100,000
Professional Fees	5060010	0	1,000,000	1,000,000	1,000,000	0	1,000,000
Data Processing	5090012	0	0	0	0	0	0
Capital Outlay	5120011	0	1,200,000	1,200,000	1,200,000	0	1,200,000
WMSC Parking Srvs from Fees	5900046	10,000	10,000	10,000	10,000	10,000	10,000
Community Correction Programs	5900047	4,820,727	0	5,408,576	5,408,576	6,408,576	5,408,576
Total		5,913,823	9,941,882	15,332,760	15,336,215	9,836,215	15,336,215
Funding Sources							
Fund Balance	4000005	5,470,958	8,179,032		5,737,150	5,737,150	5,737,150
Federal Revenue	4000020	44,542	0		0	0	0
Special Revenue	4000030	8,520,785	7,500,000		7,400,000	7,400,000	7,400,000
Insurance Fund Proceeds	4000299	8,849	0		0	0	0
Intra-agency Fund Transfer	4000317	13,778	0		0	0	0
M & R Sales	4000340	6,116	0		0	0	0
Other	4000370	27,827	0		0	0	0
Total Funding		14,092,855	15,679,032		13,137,150	13,137,150	13,137,150
Excess Appropriation/(Funding)		(8,179,032)	(5,737,150)		2,199,065	(3,300,935)	2,199,065
Grand Total		5,913,823	9,941,882		15,336,215	9,836,215	15,336,215

The FY18 Budget amount in Regular Salaries and Personal Services Matching exceeds the FY18 authorized amount due to salary and matching rate adjustments.

Analysis of Budget Request

Appropriation: 2GK - County Jail Reimbursement

Funding Sources: MCJ - County Jail Reimbursement Fund

Arkansas Code §19-5-1045 provides for Jail Reimbursement to Counties by the Department of Community Correction. Prior to this legislation, only the Department of Correction could provide Jail Reimbursements to the Counties. In the event that the Department of Correction or Department of Community Correction can not accept inmates from county jails due to insufficient bed space, each agency must reimburse the counties for housing the inmates at the current rate of \$30 per inmate per month until the appropriation and funding is exhausted. Funding for this appropriation comes from general revenue.

The Agency Request reflects the FY19 requests from the 2016 Fall Budget Hearings Summary Manuals. The Legislative Recommendation and Executive Recommendation reflect the FY19 ALC/JBC recommendation from the 2016 Fall Budget Hearings Summary Manuals, any Governor's Letters adopted and member amendments.

Appropriation Summary

Appropriation: 2GK - County Jail Reimbursement

Funding Sources: MCJ - County Jail Reimbursement Fund

Appropriation		2016-2017	2017-2018	2017-2018	2018-2019		
		Actual	Budget	Authorized	Legislative Recommendation	Agency Request	Executive Recommendation
Refunds/Reimbursements	5110014	1,432,470	2,000,000	3,000,000	3,000,000	3,000,000	3,000,000
Total		1,432,470	2,000,000	3,000,000	3,000,000	3,000,000	3,000,000
Funding Sources							
Fund Balance	4000005	43,172	127,848		127,848	127,848	127,848
General Revenue	4000010	1,500,000	2,000,000		2,000,000	3,000,000	2,000,000
Miscellaneous Adjustments	4000345	17,146	0		0	0	0
Total Funding		1,560,318	2,127,848		2,127,848	3,127,848	2,127,848
Excess Appropriation/(Funding)		(127,848)	(127,848)		872,152	(127,848)	872,152
Grand Total		1,432,470	2,000,000		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 primarily from general revenues and cash funds received from the rental of buildings at the Texarkana unit to other state agencies.

The Agency Request reflects the FY19 requests from the 2016 Fall Budget Hearings Summary Manuals. The Legislative Recommendation and Executive Recommendation reflect the FY19 ALC/JBC recommendation from the 2016 Fall Budget Hearings Summary Manuals, any Governor's Letters adopted and member amendments.

Appropriation Summary

Appropriation: 510 - Community Correction - State

Funding Sources: HCP - Department of Community Correction Fund

Appropriation		2016-2017	2017-2018	2017-2018	2018-2019		
		Actual	Budget	Authorized	Legislative Recommendation	Agency Request	Executive Recommendation
Regular Salaries	5010000	46,342,988	52,748,367	48,322,586	48,361,586	55,190,130	48,361,586
	#Positions	1,438	1,385	1,384	1,384	1,599	1,384
Extra Help	5010001	16,574	100,000	100,000	100,000	100,000	100,000
	#Extra Help	1	10	10	10	10	10
Personal Services Matching	5010003	17,599,207	19,250,359	18,281,863	18,290,979	21,041,039	18,290,979
Overtime	5010006	21,514	10,000	10,000	10,000	260,000	10,000
Operating Expenses	5020002	14,283,310	13,090,639	15,752,479	15,752,479	21,579,481	15,752,479
Conference & Travel Expenses	5050009	1,816	2,000	2,000	2,000	2,000	2,000
Professional Fees	5060010	6,167,169	6,222,027	6,222,027	6,384,956	8,143,358	6,384,956
Data Processing	5090012	0	0	0	0	0	0
Capital Outlay	5120011	255,698	0	500,000	500,000	303,015	500,000
Total		84,688,276	91,423,392	89,190,955	89,402,000	106,619,023	89,402,000
Funding Sources							
Fund Balance	4000005	5,349,701	3,936,299		136,299	136,299	136,299
General Revenue	4000010	78,610,629	86,273,392		87,984,370	106,260,523	87,984,370
Cash Fund	4000045	337,970	50,000		50,000	50,000	50,000
Merit Adjustment Fund	4000055	0	1,300,000		0	0	0
DFA Motor Vehicle Acquisition	4000184	59,110	0		0	0	0
Intra-agency Fund Transfer	4000317	4,245,135	0		0	0	0
M & R Sales	4000340	3,369	0		0	0	0
Other	4000370	18,661	0		0	0	0
Total Funding		88,624,575	91,559,691		88,170,669	106,446,822	88,170,669
Excess Appropriation/(Funding)		(3,936,299)	(136,299)		1,231,331	172,201	1,231,331
Grand Total		84,688,276	91,423,392		89,402,000	106,619,023	89,402,000

The FY18 Budget amount in Regular Salaries and Personal Services Matching exceeds the FY18 authorized amount due to salary and matching rate adjustments due to implementation of Act 365 of 2017. Budget Number of Positions may exceed the Authorized Number due to single salary section in appropriation act.

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 revenues 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 Request reflects the FY19 requests from the 2016 Fall Budget Hearings Summary Manuals. The Legislative Recommendation and Executive Recommendation reflect the FY19 ALC/JBC recommendation from the 2016 Fall Budget Hearings Summary Manuals, any Governor's Letters adopted and member amendments.

Appropriation Summary

Appropriation: 86Y - Best Practices

Funding Sources: TBP - Best Practices Trust

Appropriation	2016-2017	2017-2018	2017-2018	2018-2019		
	Actual	Budget	Authorized	Legislative Recommendation	Agency Request	Executive Recommendation
Community Correction Prgm 5900046	3,999,974	4,000,000	8,000,000	8,000,000	4,000,000	8,000,000
Total	3,999,974	4,000,000	8,000,000	8,000,000	4,000,000	8,000,000
Funding Sources						
Fund Balance 4000005	2,686,131	1,799,193		399,193	399,193	399,193
Special Revenue 4000030	3,107,179	2,600,000		4,000,000	4,000,000	4,000,000
Intra-agency Fund Transfer 4000317	5,857	0		0	0	0
Total Funding	5,799,167	4,399,193		4,399,193	4,399,193	4,399,193
Excess Appropriation/(Funding)	(1,799,193)	(399,193)		3,600,807	(399,193)	3,600,807
Grand Total	3,999,974	4,000,000		8,000,000	4,000,000	8,000,000

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.

The Agency Request reflects the FY19 requests from the 2016 Fall Budget Hearings Summary Manuals. The Legislative Recommendation and Executive Recommendation reflect the FY19 ALC/JBC recommendation from the 2016 Fall Budget Hearings Summary Manuals, any Governor's Letters adopted and member amendments.

Appropriation Summary

Appropriation: N57 - Court Accountability Grants

Funding Sources: TAC - Accountability Court Fund

Appropriation	2016-2017	2017-2018	2017-2018	2018-2019		
	Actual	Budget	Authorized	Legislative Recommendation	Agency Request	Executive Recommendation
Grants and Aid 5100004	1,535,293	164,026	1,400,000	1,400,000	0	1,400,000
Total	1,535,293	164,026	1,400,000	1,400,000	0	1,400,000
Funding Sources						
Fund Balance 4000005	299,319	164,026		0	0	0
General Improvement Fund 4000265	1,400,000	0		0	0	0
Total Funding	1,699,319	164,026		0	0	0
Excess Appropriation/(Funding)	(164,026)	0		1,400,000	0	1,400,000
Grand Total	1,535,293	164,026		1,400,000	0	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.

The Agency Request reflects the FY19 requests from the 2016 Fall Budget Hearings Summary Manuals. The Legislative Recommendation and Executive Recommendation reflect the FY19 ALC/JBC recommendation from the 2016 Fall Budget Hearings Summary Manuals, any Governor's Letters adopted and member amendments.

Appropriation Summary

Appropriation: N58 - Pay for Success Program

Funding Sources: TBQ - Social Innovation Fund

Appropriation	2016-2017	2017-2018	2017-2018	2018-2019		
	Actual	Budget	Authorized	Legislative Recommendation	Agency Request	Executive Recommendation
Pay for Success Program 5900046	309,507	412,065	3,000,000	3,000,000	20,000,000	3,000,000
Total	309,507	412,065	3,000,000	3,000,000	20,000,000	3,000,000
Funding Sources						
Inter-agency Fund Transfer 4000316	309,507	412,065		0	0	0
Total Funding	309,507	412,065		0	0	0
Excess Appropriation/(Funding)	0	0		3,000,000	20,000,000	3,000,000
Grand Total	309,507	412,065		3,000,000	20,000,000	3,000,000

Analysis of Budget Request

Appropriation: V47 - PFS Social Innovation Assurance

Funding Sources: TBQ - Social Innovation Fund

The Pay For Success Social Innovation Assurance appropriation provides for the payment of debt service as authorized by the Pay for Success Act, §12-27-201 et. seq.. "Pay-for-success program" means a program in which the Department of Community Correction pays for intervention services only if certain performance targets are met. Funding for this appropriation comes from any loans, investments, or other amounts received by the Department of Community Correction under the Pay-for-Success Act; grants made by any person or federal government agency; and any other funds authorized or provided by law.

The Agency Request reflects the FY19 requests from the 2016 Fall Budget Hearings Summary Manuals. The Legislative Recommendation and Executive Recommendation reflect the FY19 ALC/JBC recommendation from the 2016 Fall Budget Hearings Summary Manuals, any Governor's Letters adopted and member amendments.

Appropriation Summary

Appropriation: V47 - PFS Social Innovation Assurance

Funding Sources: TBQ - Social Innovation Fund

Appropriation	2016-2017	2017-2018	2017-2018	2018-2019		
	Actual	Budget	Authorized	Legislative Recommendation	Agency Request	Executive Recommendation
Debt Service 5120019	0	0	1,000,000	1,000,000	0	1,000,000
Total	0	0	1,000,000	1,000,000	0	1,000,000
Funding Sources						
Trust Fund 4000050	0	0		1,000,000	0	1,000,000
Total Funding	0	0		1,000,000	0	1,000,000
Excess Appropriation/(Funding)	0	0		0	0	0
Grand Total	0	0		1,000,000	0	1,000,000