

**0790 – ECONOMIC DEVELOPMENT COMMISSION  
FISCAL YEAR 2020  
AS ENACTED BY ACT 876 OF 2019**

AEDC is composed of eleven functional areas: Business Development, Business Finance, Community Development, Energy, Existing Business Resource, Film, Grants Management, International Business, Rural Services, Science and Technology, and Small and Minority Business. **Act 271 of 2017, the Arkansas Energy Office was transferred by a Type 2 transfer to the Department of Environmental Quality.**

**TOTAL APPROPRIATION**

Appropriation		2017-2018	2018-2019	2019-2020
		Actual	Authorized	Legislative
1MZ	Super Projects	\$5,290,601	\$200,000,000	\$200,000,000
2SK	State Operations	\$10,942,013	\$16,719,275	\$17,897,832
2SQ	Community Assistance-Federal	\$20,603,259	\$36,256,271	\$36,281,635
T88	AEDC-Rural Service Div-State Operations	\$891,450	\$1,243,767	\$1,784,510
T93	AEDC-RS Unpaved Road Program	\$149,631	\$250,000	\$250,000
U08	AR Manufacturing Extension Network-State	\$205,720	\$257,182	\$257,182
U09	Seed Capital Investment-Cash in Treasury	\$0	\$1,900,000	\$1,540,000
U11	Science & Technology-State Operations	\$2,542,876	\$8,433,264	\$8,283,668
U12	New AMS - Cash in Treasury	\$443,338	\$1,415,952	\$1,052,722
U13	Energy Efficiency - Cash in Treasury	\$31,224	\$150,000	\$100,000
U14	AR Manufacturing Extension Network-Fed	\$844,544	\$814,928	\$929,103
U16	Arkansas Acceleration Fund	\$910,000	\$30,000,000	\$30,000,000
U17	STEM Education - Cash	\$0	\$40,000	\$40,000
U22	Fish and Wildlife Conservation Program	\$417,691	\$800,000	\$800,000
U28	Rural Services Conference Cash	\$79,623	\$100,000	\$100,000
U34	EPSCOR Track III	\$4,026,765	\$20,000,000	\$5,002,233
U77	Quick Action Closing	\$0	\$75,000,000	\$75,000,000
X09	Minority and Women-Owned Business Loan	\$0	\$500,000	\$500,000
<b>Total</b>		\$47,743,085	\$457,939,973	\$385,694,666

**FUNDING SOURCES**

Funding Sources		2017-2018 Actual	%
Fund Balance	4000005	\$62,084,430	52.38
General Revenue	4000010	\$12,897,694	10.88
Federal Revenue	4000020	\$25,843,154	21.80
Cash Fund	4000045	\$584,248	0.49
Rainy Day Fund	4000267	\$2,500,000	2.11
Interest	4000300	\$1,201,486	1.01
Other	4000370	\$5,290,876	4.46
Transfers / Adjustments/ Reimbursement	4000683	\$8,121,897	6.87
<b>Total Funds</b>		\$118,523,785	100.00
<b>Excess Appropriation/(Funding)</b>		(\$70,780,700)	
<b>Grand Total</b>		\$47,743,085	

## CHANGE LEVEL REQUESTS

### Technology Development (Appropriation 55L)

Commitment Item		2018-2019	2019-2020	
		Authorized	Legislative	Change Level
5120011	Capital Outlay	\$175,000	\$0	(\$175,000)
<b>Total</b>		\$175,000	\$0	(\$175,000)

- Decrease in Capital Outlay due to non-utilization of appropriation since its creation.

### AEDC-Rural Services Division-State Operations (Appropriation T88)

Commitment Item		2018-2019	2019-2020	
		Authorized	Legislative	Change Level
5100004	Rural Fire Protection Grants	\$500,000	\$1,000,000	\$500,000
<b>Total</b>		\$500,000	\$1,000,000	\$500,000

- Rural Fire Protection Grants line item increased to provide additional general revenue funding for projects for communities with population less than 3,000. Maximum of \$15,000 with 50% match. Eligible projects include, but are not limited to, construction or renovation of fire stations, additional bays for existing stations, purchase of turn-out gear, communications equipment, fire trucks, Self-Contained Breathing Apparatus, and extrication equipment.

### AEDC-Rural Services Division-Animal Rescue (Appropriation T89)

Commitment Item		2018-2019	2019-2020	
		Authorized	Legislative	Change Level
5100004	Grants and Aid	\$5,328	\$0	(\$5,328)
<b>Total</b>		\$5,328	\$0	(\$5,328)

- Decrease in Grants and Aid due to lack of sufficient funding to carry out purpose of appropriation.

### AEDC-Rural Services Division- (GIF) Administrative Fee (Appropriation T90)

Commitment Item		2018-2019	2019-2020	
		Authorized	Legislative	Change Level
5020002	Operating Expenses	\$45,395	\$0	(\$45,395)
<b>Total</b>		\$45,395	\$0	(\$45,395)

- Decrease in Operating Expenses due to Legislative cessation of General Improvement Funds. Collection of an administrative fee is no longer necessary to offset costs of disbursing General Improvement Funds.

### Seed Capital Investment-Cash in Treasury (Appropriation U09)

Commitment Item		2018-2019	2019-2020	
		Authorized	Legislative	Change Level
5120013	Investments	\$1,900,000	\$1,540,000	(\$360,000)
<b>Total</b>		\$1,900,000	\$1,540,000	(\$360,000)

- Decrease in Investments reflects Agency's intention to utilize existing fund balances (\$1.3M) for this appropriation, making excess appropriation level unnecessary.

### Science & Technology-State Operations (Appropriation U11)

Commitment Item		2018-2019	2019-2020	
		Authorized	Legislative	Change Level
5010001	Extra Help	\$12,000	\$0	(\$12,000)
5020002	Operating Expenses	\$218,703	\$0	(\$218,703)
5050009	Conference & Travel Expenses	\$27,800	\$0	(\$27,800)
5060010	Professional Fees	\$16,800	\$0	(\$16,800)
<b>Total</b>		\$275,303	\$0	(\$275,303)

- Decrease in Extra Help, Operating Expenses, Conference and Travel Expenses and Professional Fees reflects the discontinuation of two positions.

**Energy Efficiency - Cash in Treasury (Appropriation U13)**

Commitment Item		2018-2019	2019-2020	
		Authorized	Legislative	Change Level
5020002	Operating Expenses	\$60,000	\$100,000	\$40,000
5100004	Grants and Aid	\$90,000	\$0	(\$90,000)
<b>Total</b>		\$150,000	\$100,000	(\$50,000)

- Increase in Operating Expenses to pay for Manufacturing Solutions training each year.
- Decrease in Grants and Aid due to a lack of funding for this purpose.

**EPSCOR RII - Track 2 Plant Bioimaging (Appropriation U18)**

Commitment Item		2018-2019	2019-2020	
		Authorized	Legislative	Change Level
5020002	Operating Expenses	\$34,280	\$0	(\$34,280)
5050009	Conference & Travel Expenses	\$133,200	\$0	(\$133,200)
5060010	Professional Fees	\$55,500	\$0	(\$55,500)
5100004	Grants and Aid	\$2,909,850	\$0	(\$2,909,850)
<b>Total</b>		\$3,132,830	\$0	(\$3,132,830)

- Decrease in Operating Expenses, Conference and Travel Expenses, Professional Fees and Grants and Aid reflect the discontinuation of federal funding from the National Science Foundation.

**Innovate Arkansas (Appropriation U20)**

Commitment Item		2018-2019	2019-2020	
		Authorized	Legislative	Change Level
5900046	Innovative AR transfer	\$5,000,000	\$0	(\$5,000,000)
<b>Total</b>		\$5,000,000	\$0	(\$5,000,000)

- Decrease in Innovative AR transfer reflects the discontinuation of General Improvement funding, which was the source of revenue for this appropriation.

**EPSCOR Track III (Appropriation U34)**

Commitment Item		2018-2019	2019-2020	
		Authorized	Legislative	Change Level
5020002	Operating Expenses	\$1,050,173	\$120,000	(\$930,173)
5100004	Grants and Aid	\$17,169,528	\$4,190,000	(\$12,979,528)
5900046	Indirect Cost Allocation	\$30,000	\$0	(\$30,000)
<b>Total</b>		\$18,249,701	\$4,310,000	(\$13,939,701)

- Decrease in Operating Expenses, Grants and Aid and Indirect Cost Allocation reflects the decreased costs of this phase of the Experimental Program to Stimulate Competitive Research (EPSCOR) grant funded by the National Science Foundation.

**Internet Service Provider Grant Program (Appropriation V39)**

Commitment Item		2018-2019	2019-2020	
		Authorized	Legislative	Change Level
5900046	Personal services, maintenance , operating expenses & grants	\$25,000,000	\$0	(\$25,000,000)
<b>Total</b>		\$25,000,000	\$0	(\$25,000,000)

- Decrease in this appropriation reflects the failure of Senate approval/support in FY2017 for this program (contained in HB2099 of 2017) – established for FY2018.

**\*New\***

**AEDC-Rural Services Division- Law Enforcement Grants**

Commitment Item		2018-2019	2019-2020	
		Authorized	Legislative	Change Level
5100004	Grants to Law Enforcement Agencies	\$0	\$5,000,000	\$5,000,000
<b>Total</b>		\$0	\$5,000,000	\$5,000,000

- Law Enforcement Grants appropriation added by amendment to provide additional cash funding for law enforcement agencies and associations.

**POSITIONS**

Total Authorized Positions FY2019: 108

Total Authorized Positions FY2020: 108

Increase / (Decrease): 0

Extra Help Positions FY2020: 6

**SPECIAL LANGUAGE REVISIONS**

- Deleted Transfer Provision – Foreign Offices special language authorizing transfer of appropriation among foreign offices to respond to changes in the world markets.
- Deleted Transfer Provision – Savings Transfers special language authorizing appropriation transfers from "Regular Salaries" and "Global Business Initiatives" line items to "Maintenance and General Operation" line items in state operations appropriation.
- Deleted Transfer Provision – Industry Training special language authorizing any savings to be used for Maintenance and Operations and Industry Training line items.
- Deleted Funding Transfer special language authorizing the transfer of up to \$30,000,000 from Federal Funds to the Technology Acceleration Fund.
- Deleted Division of Rural Services General Improvement Projects Administration Fee special language authorizing the retention and utilization of 1.5% of the total amount of any General Improvement Fund moneys received for projects authorized to be disbursed for administrative costs.
- Deleted Division of Rural Services Fund Transfer special language authorizing the transfer of up to 1.5% of General Improvement Fund moneys to the Miscellaneous Agencies Fund Account for administrative costs.
- Deleted Division of Rural Services Administrative Expenses special language authorizing the unexpended balance of funds transferred into the Miscellaneous Agencies Fund Account for administration of general improvement fund projects to remain and be made available for the same purpose during the following year.