REPORT OF THE

SUBCOMMITTEE ON PERFORMANCE EVALUATION AND EXPENDITURE REVIEW (PEER)

OF THE ARKANSAS LEGISLATIVE COUNCIL

May 19, 2017

Mr. Chairmen:

Your Subcommittee on Performance Evaluation and Expenditure Review (PEER) met on Wednesday, May 17, 2017, and after having reviewed the following items, reports that the Subcommittee's review and/or approval is complete unless otherwise noted.

A. Cash Appropriation Increase Requests

- 1. Arkansas Public Employees Retirement System \$3,000,000
- 2. Towing and Recovery Board \$13,300
- 3. Assessment Coordination Department \$113,650

B. Approval Items

- 1. Set-Aside Funding Release Requests FY17
 - a. Department of Correction Ester Unit in Pine Bluff \$7,385,829
 - b. Department of Community Correction Study to Determine Effectiveness of Specialty Drug Courts \$240,000
 - c. Arkansas Economic Development Commission US Marshall Museum in Fort Smith \$1,500,000
 - d. Arkansas Economic Development Commission Arkansas Unpaved Roads Program \$300,000
 - e. Department of Education Arkansas Imagination Library \$750,000

2. Appropriation and/or Fund Transfer Requests – FY17

Department of Education-Public School Fund – Appropriation transfer in the amount of \$721,095 from School Funding Contingency; \$1,900,000 from Declining Enrollment to Special Needs Isolated in the amount of \$121,095 and to Student Growth in the amount of \$2,500,000

Appropriation Transfer from Education Renewal Zones in the amount of \$66,426 Operating Expenses and \$12,680 Conference Fees and Travel to Grants and Aids in the amount of \$79,106

Appropriation Transfer from State Operations Conference Fees and Travel in the amount of \$119,000; Professional Fees in the amount of \$265,000 and Capital Outlay in the amount of \$98,000 to Operating Expenses in the amount of \$482,000

Reallocation of Resources – FY17
 Department of Human Services – See Attachment 1

C. Appropriation and/or Fund Transfer Request

- 1. Secretary of State \$750,000 Appropriation Transfer to Operating Expenses from Regular Salaries-\$650,000; Extra Help-\$25,000; Personal Services Matching-\$60,000; and Overtime-\$15,000
- 2. Auditor of State \$70,000 to Capital Outlay from Extra Help-\$60,000 and Operating Expenses-\$10,000
- 3. Treasurer of State \$205,000 to Professional Fees and Services from Data Processing Systems/Services *Not Reviewed

D. Budget Classification Transfer Requests

- 1. Arkansas School for the Deaf-Cash Operations \$50,000 from Professional Fees to Operating Expenses
- 2. Office of Medicaid Inspector General-State Operations \$2,553 to Operating Expenses from Conference and Travel Expense in the amount of \$1,418 and from Professional Fees in the amount of \$1,135
- 3. Office of Medicaid Inspector General-State Operations \$7,082 to Operating Expenses from Conference and Travel Expense in the amount of \$6,082 and from Professional Fees in the amount of \$1,000
- 4. Department of Correction-Work Release \$1,000,000 from Operating Expenses to Capital Outlay
- 5. Arkansas State Police-Agency Construction \$200,000 from Operating Expenses to Professional Fees

E. Miscellaneous Federal Grant Requests

- 1. Administrative Office of the Courts-Drug Court Capacity Building Project \$7,200
- 2. Department of Community Correction-Residential Substance Abuse Treatment \$132,393 1 position

F. Pay Plan Holding Account Transfer Requests

- 1. Veteran's Child Welfare Service \$500
- 2. Tobacco Control Board \$16,500
- 3. Auctioneers Licensing Board \$2,000
- 4. Arkansas Economic Development Commission \$17,000
- 5. Waterways Commission \$4,000
- 6. State Board of Optometry \$6,500
- 7. Child Abuse and Neglect Prevention Board \$3,400
- 8. Appraisers Licensing & Certification Board \$8,000
- 9. Administrative Office of the Courts \$182,700
- 10. Public Defender Commission \$649,109
- 11. Auditor of State \$553,400
- 12. Office of Prosecutor Coordinator \$10,000

The Subcommittee was also presented the:

- Certification of Adequate Funds and Appropriation FY2016-17 Arkansas Institutions of Higher Education
- Office of the Attorney General Quarterly Report of Cash Account Information for the First Quarter of FY2017
- Department of Human Services Quarterly Report of Inter-Agency and Inter-Divisional Match Fund Transfers for the Third Quarter of FY2017

The PEER Subcommittee adopted rules regarding Placement of Items on Subcommittee Agenda

Respectfully submitted by Subcommittee Co-Chairs, Senator Bruce Maloch and Representative David Meeks.

Acres . Attachment

DEPARTMENT OF HUMAN SERVICES TRANSFER REQUEST SUMMARY FISCAL YEAR 2017

	TOTAL	(100,000) 400,000 9,000 1,500,000 (909,000) (900,000)	00000000	20,000 5,000 6,000 0 (26,000)	287,126 1,659,739 (2,120) (1,500,150) (47,049) (2,162,392) (42,638) (11,586) 1,619,072	0	(8)	0
			0	0		0		0
	YOUTH		0	0	1,619,072	1,619,072		0
	COMMUNITY		0	9,000		0		0
	SERVICES FOR THE BLIND		0	0	(11,588)	(11,588)	100	8
	DEV. DISABILITIES SERVICES		Q	0	(42,638)	(42,638)		0
	ADMIN. SERVICES	400,000 (500,000)	0	0		0	(8)	(8)
	COUNTY		0	(26,000)	(2,162,392)	(2.162.392)		0
	MEDICAL		ō.	٥		0		0
	BEHAVIORAL HEALTH M SERVICES SE	400,000 1,000,000 (400,000) (1,000,000)	0	0	(47,049)	(47.049)		0
	CHILD B CARE SERVICES		0	0	(2.120)	(2,120)		0
	CHILDREN & FAMILY SERVICES SE		0	0	(1,500,150)	(1,500,150)		0
	AGING & ADULT SERVICES		٥	0	1,859,739	1,859,739		0
	CHIEF	(100,000)	0	0	290,000	290,000		0
	DIRECTOR'S OFFICE	00 0006)	00 0	26000 00	(2674.00)	(2874.00)		00.00
		APPROPRIATION TRANSFERS A. WITHIN DIVISIONS REGULAR SALARIES EXTRA HELP PERSONAL SERVICES MATCHING OPERATING EXPENSE PROFESSIONAL FEES & SERVICES CAPITAL OUTLAY STATEWIDE PREV / INTERV YOUTH	DCFS STATE RESIDENTIAL TREATMENT DCFS STATE FOSTER CARE DBH ACUTE MENTAL HEALTH SERV-per CAPITA DBH ALCOHOL&DRUG ABUSE PREVENTION DCO SHELTER PLUS CARE DYS COMMUNITY SERVICES DYS FEDERAL CHILD AND YOUTH SERVICE GRANTS DHS CONSTRUCTION A TOTAL	B. BETWEEN DIVISIONS REGULAR SALARIES EXTRA HELP PERSONAL SERVICES MATCHING OPERATING EXPENSE DATA PROCESSING SERVICES BCO SHELTER PLUS CARE B TOTAL	FUND TRANSFERS GENERAL REVENUE-OPERATIONS DAS FUND DOAS FUND DOC FUND DOC FUND DOC FUND DOS FUND	TOTAL FUND TRANSFERS	POSITION TRANSFERS TRANSFERS OUT TRANSFERS IN	TOTAL POSITION TRANSFERS

TRANSFER 1 OF 2 Authority-Section 17(d), Act 282 of 2014

PREPARED BY: DFA - OFFICE OF BUDGET

01-May-17