



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

**L.1**

**OFFICE OF BUDGET**  
1509 West Seventh Street, Suite 402  
Post Office Box 3278  
Little Rock, Arkansas 72203-3278  
Phone: (501) 682-1941  
Fax: (501) 682-1086  
[www.arkansas.gov/dfa](http://www.arkansas.gov/dfa)

June 5, 2026

Senator Jonathan Dismang, Co-Chair  
Representative Jeffrey Wardlaw, Co-Chair  
PEER-Review Subcommittee  
Arkansas Legislative Council  
State Capitol Building  
Little Rock, AR 72201

RE: FY26 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,

A handwritten signature in black ink, appearing to read 'JLH', written over a white background.

James L. Hudson  
Secretary

Attachment(s)

FY26 MAINTENANCE & OPERATION  
BUDGET CLASSIFICATION TRANSFERS

Agency	Classification	FY26 Agency Request	FY26 Executive Recommendation	FY26 Original Appropriation	FY25 Actual Expenditures	FY26 Authorized	Adjustment Requested	FY26 Revised Authorization	DFA-Chief Fiscal Officer		DFA IGS State Technology Planning Agency Request in compliance with IT Plan Certification (if applicable)
									Approve	Disapprove	
1. Department of Agriculture - Agriculture Division - Operations	Operating Expenses	\$ 1,716,272	\$ 1,716,212	\$ 1,716,272	\$ 1,578,279	\$ 1,716,272	\$ 25,000	\$ 1,741,272	X		N/A
	Conf. & Travel Exp.	\$ 33,613	\$ 33,613	\$ 33,613	\$ 24,205.00	\$ 33,613	\$ -	\$ 33,613			
	Professional Fees	\$ 33,500	\$ 33,500	\$ 33,500	\$ -	\$ 33,500	\$ (25,000)	\$ 8,500			
	Capital Outlay	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -		
	Data Processing	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -		
	<b>Total</b>	<b>\$1,783,385</b>	<b>\$1,783,325</b>	<b>\$1,783,385</b>	<b>\$ 1,602,484.00</b>	<b>\$1,783,385</b>	<b>\$0</b>	<b>\$1,783,385</b>			

Operating Expenses appropriation needed due to increase in fuel and maintenance costs.

**ARKANSAS ADMINISTRATION STATEWIDE INFORMATION SYSTEM  
REQUEST FOR BUDGET CLASSIFICATION TRANSFERS (BCT)  
FY2026**

Business Area: 0400 Business Area Title: Arkansas Department of Agriculture  
 Funds Center: 2ZR Funds Center Title: Operations  
 Fund: HAD0200 Fund Title: Department of Agriculture AFC Functional Area: COMM

Line-Item Classifications	Authorized Appropriation	Actual Expenditures ** FY2025	Transfer From			Transfer To		
			CI	Fund	Amount	CI	Fund	Amount
502:00:02 Operating Expenses	\$1,716,272	\$1,578,279				5020002	HAD0200	\$25,000
505:00:09 Conference & Travel Expenses	\$33,613	\$24,205						
506:00:10 Professional Fees	\$33,500	\$0	5060010	HAD0200	\$25,000			
512:00:11 Capital Outlay *	\$0	\$0						
509:00:12 Data Processing *	\$0	\$0						

**Reason for Transfer:**

Operating appropriation needed due to increases in fuel and maintenance costs.

  
Secretary

Norris Townsend - 5/13/2026

Budget Approval

State Technology Planning Approval  
(approval only needed if applicable \*\*\*)

\* Transfers may not be made from the capital outlay (512:00:11) sub classification unless specific authority for such transfers is provided by law. (ACA 19-4-513(c)(1)(C)(i))  
 \*\* For transfers requested during the month of July 2025 use the agency's fiscal year 2025 expenditures as of April 30, 2025 for each of the Maintenance & Operations commitment items. For transfers requested during the months August 2025 - May 2026, use the agency's fiscal year 2025 expenditures. For transfers requested during the month of June 2026 use the agency's fiscal year 2026 as of April 30, 2026.  
 \*\*\* Transfers requested for the purchase of information technology related items must be in compliance with the agency's Information Technology Plan submitted to the SAS - Office of State Technology.

FY26 MAINTENANCE & OPERATION  
BUDGET CLASSIFICATION TRANSFERS

Agency	Classification	FY26 Agency Request	FY26 Executive Recommendation	FY26 Original Appropriation	FY25 Actual Expenditures	FY26 Authorized	Adjustment Requested	FY26 Revised Authorization	DFA-Chief Fiscal Officer		DFA IGS
									Approve	Disapprove	State Technology Planning Agency Request in compliance with IT Plan Certification (if applicable)
2. Office of Governor - Governor's Office - Operations	Operating Expenses	\$ 446,706	\$ 446,706	\$ 446,706	\$ 179,914	\$ 446,706	\$ (12,000)	\$ 434,706	X		N/A
	Conf. & Travel Exp.	\$ 15,200	\$ 15,200	\$ 15,200	\$ 3,164	\$ 15,200	\$ -	\$ 15,200			
	Professional Fees	\$ 14,000	\$ 14,000	\$ 14,000	\$ -	\$ 14,000	\$ 12,000	\$ 26,000			
	Capital Outlay	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -			
	Data Processing	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -			
	<b>Total</b>	<b>\$475,906</b>	<b>\$475,906</b>	<b>\$475,906</b>	<b>\$ 183,078.00</b>	<b>\$475,906</b>	<b>\$0</b>	<b>\$475,906</b>			

Transfer is needed to pay invoices for legal fees.

**ARKANSAS ADMINISTRATION STATEWIDE INFORMATION SYSTEM  
REQUEST FOR BUDGET CLASSIFICATION TRANSFERS (BCT)  
FY2026**

Business Area: 0034 Business Area Title: Office of the Governor  
 Funds Center: 001 Funds Center Title: Governor's Office - Operations  
 Fund: HSC3400 Fund Title: Governor's Office Functional Area: CNST

Line-Item Classifications	Authorized Appropriation	Actual Expenditures ** FY2025	Transfer From			Transfer To		
			CI	Fund	Amount	CI	Fund	Amount
502:00:02 Operating Expenses	\$446,706	\$179,914	02	HSC3400	\$12,000			
505:00:09 Conference & Travel Expenses	\$15,200	\$3,164						
506:00:10 Professional Fees	\$14,000	\$0				10	HSC3400	\$12,000
512:00:11 Capital Outlay *	\$0	\$0						
509:00:12 Data Processing *	\$0	\$0						

**Reason for Transfer:**

Transfer is needed to pay invoices for legal fees.

  
 \_\_\_\_\_  
 Secretary

  
 \_\_\_\_\_  
 Budget Approval

\_\_\_\_\_  
 State Technology Planning Approval  
 (approval only needed if applicable \*\*\*)

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FY26 MAINTENANCE & OPERATION  
BUDGET CLASSIFICATION TRANSFERS

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									Approve	Disapprove		
3 Department of Labor and Licensing - Accountancy Board	Operating Expenses	\$ 196,220	\$ 196,220	\$ 196,220	\$ 89,907	\$ 196,220	\$ (5,000)	\$ 191,220	X		N/A	
	Conf. & Travel Exp.	\$ 25,000	\$ 25,000	\$ 25,000	\$ 24,412	\$ 25,000	\$ 5,000	\$ 30,000				
	Professional Fees	\$ 3,000	\$ 3,000	\$ 3,000	\$ -	\$ 3,000	\$ -	\$ 3,000				
	Capital Outlay	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -			
	Data Processing	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -			
<b>Total</b>		<b>\$224,220</b>	<b>\$224,220</b>	<b>\$224,220</b>	<b>\$ 114,318.84</b>	<b>\$224,220</b>	<b>\$0</b>	<b>\$224,220</b>				

Budget projections for the remainder of SFY26 show a potential deficit in CL09. There is sufficient appropriation in operations to transfer the remaining amount needed.

**ARKANSAS ADMINISTRATION STATEWIDE INFORMATION SYSTEM  
REQUEST FOR BUDGET CLASSIFICATION TRANSFERS (BCT)  
FY2026**

Business Area: 0203 Business Area Title: ADLL - Division of Accountancy  
 Funds Center: A25 Funds Center Title: Public Accountancy Board  
 Fund: NPA0000 Fund Title: Accountancy Functional Area: PROF

Line-Item Classifications	Authorized Appropriation	Actual Expenditures ** FY2025	Transfer From			Transfer To		
			CI	Fund	Amount	CI	Fund	Amount
502:00:02 Operating Expenses	196,220.00	89,907.32	502:00:02	NPA0000	5,000.00			
505:00:09 Conference & Travel Expenses	25,000.00	24,411.52				505:00:09	NPA0000	5,000.00
506:00:10 Professional Fees	3,000.00	0.00						
512:00:11 Capital Outlay *	0.00	0.00						
509:00:12 Data Processing *	0.00	0.00						

**Reason for Transfer:**

Budget projections for the remainder of SFY26 show a potential deficit in CI09. There is sufficient appropriation in operations to transfer the remaining amount needed.



Secretary

Camren Brenton 5/18/2026

Budget Approval

DFA IGS State Technology Planning  
(approval only needed if applicable \*\*\*)

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FY26 MAINTENANCE & OPERATION  
BUDGET CLASSIFICATION TRANSFERS

Agency	Classification	FY26 Agency Request	FY26 Executive Recommendation	FY26 Original Appropriation	FY25 Actual Expenditures	FY26 Authorized	Adjustment Requested	FY26 Revised Authorization	DFA-IGS	
									DFA-Chief Fiscal Officer Approve	Disapprove
4 Disability, Determination for Social Security Administration (DDSSA)	Operating Expenses	\$ 6,184,400	\$ 6,184,400	\$ 6,184,400	\$ 3,141,468	\$ 6,184,400	\$ (500,000)	\$ 5,684,400	X	N/A
	Conf. & Travel Exp.	\$ 26,500	\$ 26,500	\$ 26,500	\$ 3,163	\$ 26,500	\$ -	\$ 26,500		
	Professional Fees	\$ 13,926,285	\$ 13,926,285	\$ 13,926,285	\$ 12,784,232	\$ 13,926,285	\$ 500,000	\$ 14,426,285		
	Capital Outlay	\$ 75,000	\$ 75,000	\$ 75,000	\$ -	\$ 75,000	\$ -	\$ 75,000		
	Data Processing	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -		
<b>Total</b>		<b>\$20,212,185</b>	<b>\$20,212,185</b>	<b>\$20,212,185</b>	<b>\$ 15,928,863.51</b>	<b>\$20,212,185</b>	<b>\$0</b>	<b>\$20,212,185</b>		

The Arkansas DDS has seen a 130% increase in out-of-state cases. This presented itself in a potential deficit in our Professional Fees commitment item. The major costs impacted by this increase is seen in the addition of 7 contracted medical consultants to process the cases: and payment of a larger influx of medical records. The combined increase of these items compared to fiscal year 2025 is approximately \$2,000,000. The Arkansas DDS feels a \$500,000 BCT from Operating Expenses to Professional Fees will cover through the end of the fiscal year and ensure that disability claimants are not negatively impacted.

**ARKANSAS ADMINISTRATION STATEWIDE INFORMATION SYSTEM  
REQUEST FOR BUDGET CLASSIFICATION TRANSFERS (BCT)  
FY2026**

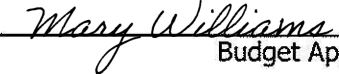
Business Area: 0311 Business Area Title: Disability Determination for Social Security Administration  
 Funds Center: 20Q Funds Center Title: Operations  
 Fund: FSD0100 Fund Title: Disability Determination Functional Area: HHS

Line-Item Classifications	Authorized Appropriation	Actual Expenditures ** FY2025	Transfer From			Transfer To		
			CI	Fund	Amount	CI	Fund	Amount
502:00:02 Operating Expenses	\$6,184,400	\$3,141,468	502:00:02	FSD0100	\$500,000			
505:00:09 Conference & Travel Expenses	\$26,500	\$3,163						
506:00:10 Professional Fees	\$13,926,285	\$12,784,232				506:00:10	FSD0100	\$500,000
512:00:11 Capital Outlay *	\$75,000	\$0						
509:00:12 Data Processing *	\$0	\$0						

**Reason for Transfer:**

The Arkansas DDS has seen a 130% increase in out-of-state cases. This has presented itself in a potential deficit in our Professional Fees commitment item. The major costs impacted by this increase is seen in the addition of 7 contracted medical consultants to process the cases; and payment of a larger influx of medical records. The combined increase of these items compared to fiscal year 2025 is approximately \$2,000,000. The Arkansas DDS feels a \$500,000 BCT from Operating Expenses to Professional Fees will cover all costs through the end of the fiscal year and ensure that disability claimants are not negatively impacted.

  
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 Secretary

  
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 Budget Approval

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