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STATE OF ARKANSAS
Department of Finance and Administration

OFFICE OF BUDGET
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November 6, 2026

Senator Scott Flippo, Co-Chair
Representative Jeffrey Wardlaw, Co-Chair
Performance Evaluation & Expenditure Review Committee
Arkansas Legislative Council
State Capitol Building
Little Rock, AR 72201

RE: FY27 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,

James L. Hudson
Secretary

Attachment(s)

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FY27 MAINTENANCE & OPERATION
BUDGET CLASSIFICATION TRANSFERS

Agency	Classification	FY27 Agency Request	FY27 Executive Recommendation	FY27 Original Appropriation	FY26 Actual Expenditures	FY27 Authorized	Adjustment Requested	FY27 Revised Authorization	DFA-Chief Fiscal Officer Approve	DFA-Chief Fiscal Officer Disapprove	DFA IGS State Technology Planning Agency Request in compliance with IT Plan Certification (if applicable)
1. Arkansas Department of Labor and Licensing - Arkansas Workers Compensation Division	Operating Expenses	$ 1,305,495	$ 1,305,495	$ 1,305,495	$ 854,186	$ 1,305,495	$ 100,000	$ 1,405,495	X		N/A
	Conf. & Travel Exp.	$ 20,000	$ 20,000	$ 20,000	$ -	$ 20,000	$ -	$ 20,000			
	Professional Fees	$ 240,000	$ 240,000	$ 240,000	$ -	$ 240,000	$ (100,000)	$ 140,000			
	Capital Outlay	$ 1,000	$ 1,000	$ 1,000	$ 244	$ 1,000	$ -	$ 1,000			
	Data Processing	$ -	$ -	$ -	$ -	$ -	$ -	$ -			
	Total	$1,566,495	$1,566,495	$1,566,495	$ 854,430.00	$1,566,495	$0	$1,566,495			

Budget projection for the remainder of SFY2027 shows that $100,000 will be necessary for operational cost increases i.e. utilities, leases and a reduction of $100,000 for Professional fees.

ARKANSAS ADMINISTRATION STATEWIDE INFORMATION SYSTEM
REQUEST FOR BUDGET CLASSIFICATION TRANSFERS (BCT)
FY2027

Business Area: 0390 Business Area Title: ADLL-Arkansas Workers Compensation Division

Functional Area: A355000.0390 Functional Area Title: AR Workers Compensation Commission

Fund: TJW0100000 Fund Title: AWCC S4 Grant Code: N/A

Line-Item Classifications	Authorized Appropriation	Actual Expenditures ** FY2026	Transfer From			Transfer To		
			CI	Fund	Amount	CI	Fund	Amount
BM02 Operating Expenses	$1,305,495	$854,186				BM02	TJW0100000	$100,000
BM09 Conference & Travel Expenses	$20,000	$0						
BM10 Professional Fees	$240,000	$0	BM10	TJW0100000	$100,000			
BM11 Capital Outlay *	$1,000	$244						
BM12 Data Processing *	$0	$0						

Reason for Transfer:

Budget projection for the remainder of SFY2027 shows that $100,000 will be necessary for operational cost increases i.e. utilities, leases and a reduction of $100,000 for Professional fees.

Secretary

Camren Brenton 9/28/2026
Budget Approval

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

* Transfers may not be made from the Capital Outlay (BM11) 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 2026 use the agency's fiscal year 2026 expenditures as of April 30, 2026 for each of the Maintenance & Operations commitment items. For transfers requested during the months August 2026 - May 2027, use the agency's fiscal year 2026 expenditures. For transfers requested during the month of June 2027 use the agency's fiscal year 2027 as of April 30, 2027.

*** 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.

FY27 MAINTENANCE & OPERATION
BUDGET CLASSIFICATION TRANSFERS

Agency	Classification	FY27 Agency Request	FY27 Executive Recommendation	FY27 Original Appropriation	FY26 Actual Expenditures	FY27 Authorized	Adjustment Requested	FY27 Revised Authorization	DFA-Chief Fiscal Officer Approve	DFA-Chief Fiscal Officer Disapprove	DFA IGS State Technology Planning Agency Request in compliance with IT Plan Certification (if applicable)
2. Department of Shared Administrative Services - Office of Property Risk - Operations	Operating Expenses	$ 80,750,000	$ 80,750,000	$ 80,750,000	$ 35,374,353	$ 80,750,000	$ (13,000)	$ 80,737,000	X		N/A
	Conf. & Travel Exp.	$ 12,000	$ 12,000	$ 12,000	$ 9,351	$ 12,000	$ 13,000	$ 25,000			
	Professional Fees	$ 3,000,000	$ 3,000,000	$ 3,000,000	$ 1,049,701	$ 3,000,000	$ -	$ 3,000,000			
	Capital Outlay	$ 100,000	$ 100,000	$ 100,000	$ -	$ 100,000	$ -	$ 100,000			
	Data Processing	$ -	$ -	$ -	$ -	$ -	$ -	$ -			
	Total	$83,862,000	$83,862,000	$83,862,000	$ 36,433,405	$83,862,000	$0	$83,862,000			

The Office of Property Risk is requesting to move appropriation for Operating Expense (BM02) to Travel (BM09) in order to support additional training opportunities for staff. This adjustment aligns with the upcoming biennial request, which emphasizes enhanced training and professional development to improve risk management practices and operational effectiveness. Reallocating these funds will allow the division to invest in the skills and knowledge necessary to streamline processes, strengthen compliance, and support more efficient property risk management statewide.

ARKANSAS ADMINISTRATION STATEWIDE INFORMATION SYSTEM
REQUEST FOR BUDGET CLASSIFICATION TRANSFERS (BCT)
FY2027

Business Area: 9914 Business Area Title: Department of Shared Administrative Services

Functional Area: ACI8000.9914 Functional Area Title: Office of Property Risk - Operations

Fund: TCP0000000 Fund Title: State Captive Insurance S4 Grant Code:

Line-Item Classifications	Authorized Appropriation	Actual Expenditures ** FY2026	Transfer From			Transfer To		
			CI	Fund	Amount	CI	Fund	Amount
BM02 Operating Expenses	$80,750,000	$35,374,353	BM02	TCP0000000	$13,000			
BM09 Conference & Travel Expenses	$12,000	$9,351				BM09	TCP0000000	$13,000
BM10 Professional Fees	$3,000,000	$1,049,701						
BM11 Capital Outlay *	$100,000	$0						
BM12 Data Processing *	$0	$0						

Reason for Transfer:

The Office of Property Risk is requesting to move appropriation for Operating Expense (BM02) to Travel (BM09) in order to support additional training opportunities for staff. This adjustment aligns with the upcoming biennial request, which emphasizes enhanced training and professional development to improve risk management practices and operational effectiveness. Reallocating these funds will allow the division to invest in the skills and knowledge necessary to streamline processes, strengthen compliance, and support more efficient property risk management statewide.

Secretary

Budget Approval

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