



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

OFFICE OF THE DIRECTOR
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May 31, 2013

Senator Bruce Maloch, Co-Chair
Representative Stephen Meeks, Co-Chair
Performance Evaluation & Expenditure Review Committee
Arkansas Legislative Council
State Capitol Building
Little Rock, AR 72201

Dear Co-Chairs:

I am forwarding for appropriate action as required by law, the percentage deduction required to meet the obligations and commitments of the State Central Services Fund that has received my approval as Chief Fiscal Officer of the State.

Sincerely,

A handwritten signature in black ink, appearing to read "Richard A. Weiss".

Richard A. Weiss
Director

RAW:jds

Attachment



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May 31, 2013

Senator Paul Bookout, Chair
Representative John Charles Edwards, Chair
Arkansas Legislative Council
State Capitol
Little Rock, AR 72201

Dear Co-Chairs:

Pursuant to A.C.A. §19-5-202, and in accordance with the balanced budget proposed during the Fall 2012 Budget hearings that coincided with the development of the 2014 Arkansas Revenue Stabilization Law (Act 1517 of 2013), I am recommending an increase in the 2014 fiscal year percentage deduction for the State Central Services Fund effective July 1, 2013. Current projections of income and expenditures for the State Central Services Fund indicate that an additional \$24.3 million will be needed to address the commitments and expenditures of the Fund. An increase of .3% in the percentage deduction to 2.3% on both general and special revenue will provide sufficient funding for agencies operating from the Fund.

This increase for the State Central Services Fund has been included in the general revenues available for distribution to state agencies under the current Official Forecast of General Revenue for the 2014 fiscal year.

I would appreciate your approval of this request.

Sincerely,

A handwritten signature in black ink, appearing to read "R. Weiss".

Richard A. Weiss
Director

RAW:brs

cc: AR Legislative Council

**STATE CENTRAL SERVICES FUND
PROJECTED REVENUES AND EXPENDITURES
FOR THE FISCAL YEARS 2012 through 2014**

	FY12 ACTUAL STATE CENTRAL SERVICES FUND (Gross GR 5,739.5) (Gross SR 1,695.4)	FY13 BUDGETED STATE CENTRAL SERVICES FUND (Gross GR 6,061.2) (Gross SR 1,727.4)	FY14 PROJECTED STATE CENTRAL SERVICES FUND (Gross GR 6,228.4) (Gross SR 1,760.6)
YEAR END BALANCES			
PY Adj / Outlawed Warrants	\$ 12,863,448	\$ 12,934,325	\$ 12,326,896
ADJUSTED BEGINNING BALANCE	\$ 1,174,258	\$ -	\$ -
General Revenues (2/3 of 3% of Gross GR)	\$ 118,401,214	\$ 121,100,000	\$ 124,200,000
General Revenues [add'l fee per ACA 19-5-202(b)(2)(B)(i)]	\$ 17,760,182	\$ 18,200,000	\$ 19,389,343
General Revenue Transfer [per ACA 19-5-205(e)(3)(A)]	\$ -	\$ -	\$ -
TOTAL GENERAL REVENUES	\$ 136,161,396	\$ 139,300,000	\$ 143,589,343
Special Revenue Fees - (2/3 of 3% inc. New Taxes)	\$ 30,370,075	\$ 30,700,000	\$ 35,895,617
Special Revenue Fees - (2/3 of 1.5%)	\$ 1,812,180	\$ 1,800,000	\$ 1,900,000
Special Revenue Fees - [add'l fee per ACA 19-5-203(a)(2)(A)]	\$ 4,840,388	\$ 4,900,000	\$ 4,900,000
TOTAL SPECIAL REVENUE FEES	\$ 37,022,643	\$ 37,400,000	\$ 42,695,617
LOCAL SALES & USE TAX FEE - (2/3 of 3%)	\$ 19,958,966	\$ 18,500,000	\$ 18,500,000
Special Revenue - Specified (ACA 19-6-301)	\$ 16,801,065	\$ 16,800,000	\$ 16,400,000
\$1 Vehicle Fee (Act 974/97)	\$ 2,799,863	\$ 2,800,000	\$ 2,800,000
TOTAL SPECIAL REVENUE - SPECIFIED	\$ 19,600,928	\$ 19,600,000	\$ 19,200,000
FUND TRANSFERS IN			
Federal Indirect Cost Reimbursement	\$ 3,352,120	\$ 1,000,000	\$ 1,000,000
Ad Valorem Tax (reduced in FY14 by Act 1165 of 2013)	\$ 14,528,227	\$ 15,000,000	\$ 14,000,000
MCF Balance Transfer (Act 945/87)	\$ 41,706,409	\$ 47,238,686	\$ 46,173,298
Service Charge on Cash Funds (Act 1230/93)	\$ 133,233	\$ 140,000	\$ 140,000
Public Defender (AOJ)	\$ 6,236,168	\$ 5,664,582	\$ 6,703,958
Public Defender (Attorney Fees/Bailbonds)	\$ 2,543,743	\$ 2,500,000	\$ 2,200,000
Public Defender (DYS Transfer-Ombudsman)	\$ 90,537	\$ 87,909	\$ 88,189
AOC Dependency/Neglect (AOJ)	\$ 4,255,461	\$ 3,513,567	\$ 4,158,260
Deputy Prosecuting Attorneys	\$ 4,921,210	\$ 5,502,517	\$ 4,900,000
Enhanced 911 System (SB5 of 2011 - Transfer from Unclaimed Property)	\$ -	\$ 1,000,000	\$ 1,000,000
Merit Adjustment - Payplan Cost	\$ 7,170,942	\$ -	\$ -
Budget Stabilization Trust	\$ 4,000,000	\$ -	\$ -
Miscellaneous Transfers In (M&R, Motor Veh. Boating Safety)	\$ 3,571,539	\$ 3,500,000	\$ 3,500,000
Lottery Proceeds (For Legislative Audit Expenses)	\$ 279,854	\$ 285,000	\$ 285,000
Transfer from Unclaimed Property for Auditor software upgrades	\$ 441,520	\$ -	\$ -
Non-Revenue Receipts (Earnings & Other Income)	\$ 5,639,030	\$ 4,500,000	\$ 4,500,000
TOTAL FUND TRANSFERS/OTHER INCOME	\$ 98,870,014	\$ 89,932,263	\$ 88,648,705
TOTAL	\$ 325,849,852	\$ 317,666,588	\$ 324,960,581
FUND TRANSFERS OUT			
Justice Building	\$ (1,624,552)	\$ (1,500,000)	\$ (1,500,000)
UCC Filings to County Aid Fund	\$ -	\$ -	\$ -
Misc (inc. Surety Bonds, Workers Comp, Claims Cmsn)	\$ -	\$ -	\$ -
BALANCE TRANSFER TO GENERAL REVENUE [ACA 19-5-205(e)(4)]	\$ -	\$ -	\$ -
TOTAL AVAILABLE FUNDING	\$ 324,025,100	\$ 316,166,588	\$ 323,460,581
ACTUAL/ESTIMATED EXPENDITURES - FY12, FY13, FY14 @ 90%	\$ (311,090,775)	\$ (303,839,692)	\$ (322,061,955)
ENDING FUND BALANCE	\$ 12,934,325	\$ 12,326,896	\$ 1,398,606