



**Division of Higher Education**

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Johnny Key  
Secretary

Maria Markham, Ph.D.  
Director

November 5, 2020

The Honorable Joyce Elliott, Chair  
The Honorable Laurie Rushing, Chair  
ALC - Lottery Oversight Committee  
State Capitol Building  
Little Rock, AR 72201

Dear Senator Elliott and Representative Rushing:

Pursuant to Arkansas Code Annotated 6-85-219 and 23-115-801, I am submitting for your review the enclosed report on the expenditures, deposits and balances of Higher Education Grants fund and the Net Proceeds Trust fund that supported financial aid programs for fiscal Year 2020. The Arkansas Division of Higher Education evaluation is that net proceeds from the state lottery did not supplant non-lottery state educational resources in fiscal 2020.

Please feel free to contact me if you require additional information.

Thank you for your consideration in this matter.

Sincerely,

A handwritten signature in black ink that reads 'Maria Markham'.

Dr. Maria Markham  
Director

Arkansas Department of Higher Education  
Lottery Net Proceeds Trust Account  
July 1, 2019 - June 30, 2020  
A.C.A. 6-85-219

|                               |                        |
|-------------------------------|------------------------|
| General Revenue Deposits      | <u>20,000,000.00</u>   |
| Lottery Net Proceeds Deposits | 75,000,000.00          |
| Interest Deposits             | 85,809.07              |
| Prior Year Refunds            | 16,193.97              |
| Scholarship Expenditures      | <u>(91,213,799.20)</u> |
| Balance as of June 30         | <u>3,888,203.84</u>    |

Arkansas Department of Higher Education  
Higher Education Grants Fund Expenditures  
July 1, 2019 - June 30, 2020  
A.C.A. 6-85-219

| <b>Program</b>                    | <b>FY2020<br/>Expenditures</b> | <b>FY2021<br/>Budget</b> |
|-----------------------------------|--------------------------------|--------------------------|
| Academic Challenge Scholarship    | \$20,000,000                   | \$20,000,000             |
| AR Geographical Critical Needs    | \$81,750                       | \$150,000                |
| Arkansas Future Grant             | \$1,569,619                    | \$3,809,974              |
| Governor's Scholars Program       | \$20,220,596                   | \$21,000,000             |
| Law Enforcement Dependents        | \$393,048                      | \$400,000                |
| Military Dependents               | \$1,567,626                    | \$1,500,000              |
| National Guard Tuition Assistance | \$1,032,556                    | \$1,400,000              |
| Go! Opportunities Grants          | \$680,435                      | \$1,500,000              |
| Single Parent Scholarship         | \$175,000                      | \$175,000                |
| SREB Minority Doctoral Scholars   | \$175,000                      | \$175,000                |
| State Teacher Education Program   | \$1,455,498                    | \$2,000,000              |
| SURF Program                      | \$149,262                      | \$150,000                |
| Teacher Opportunity Program       | \$1,837,532                    | \$2,000,000              |
| Tuition Adjustment                | \$350,000                      | \$350,000                |
| Washington Center Scholarships    | \$47,000                       | \$100,000                |
| Workforce Improvement Grants      | \$0                            | \$0                      |
| Arkansas Health Education Grants: |                                |                          |
| Dental Aid                        | \$2,606,100                    | \$3,000,000              |
| Dental Loans                      | \$1,068,000                    | \$987,370                |
| Optometry Grants                  | \$518,400                      | \$650,000                |
| Optometry Loans                   | \$105,000                      | \$140,000                |
| Veterinary Aid                    | \$1,462,210                    | \$1,750,000              |
| Veterinary Loan Forgiveness       | \$0                            | \$250,000                |
| Chiropractic                      | \$149,173                      | \$260,000                |
| Podiatry                          | \$13,000                       | \$80,000                 |
| Osteopathy                        | \$0                            | \$0                      |
| <b>Total</b>                      | <b>\$55,656,804</b>            | <b>\$61,827,344</b>      |

Arkansas Department of Higher Education  
Higher Education Grants Fund  
July 1, 2019 - June 30, 2020  
A.C.A. 6-85-219

|                          |                           |
|--------------------------|---------------------------|
| General Revenue Deposits | <u>\$55,311,734</u>       |
| Expenditures             | <u>\$55,656,804</u>       |
| Net                      | <u><u>(\$345,070)</u></u> |
| <br>                     |                           |
| Balance June 30          | \$13,057,095              |