



Arkansas Department of Higher Education

423 Main Street, STE 400 • Little Rock, Arkansas • 72201-3818 • (501) 371-2000 • Fax (501) 371-2001

Asa Hutchinson
Governor

Dr. Brett Powell
Director

July 1, 2016

The Honorable Jimmy Hickey, Jr., Chair
The Honorable Chris Richey, Chair
Arkansas Lottery Legislative Oversight Committee
State Capitol Building
Little Rock, AR 72201

Dear Senator Hickey and Representative Richey:

Pursuant to Arkansas Code Annotated 23-115-801 (d) (2), I am requesting your review of the Arkansas Department of Higher Education expenses for Fiscal 2016 for the reimbursable administrative costs associated with the scholarships awarded funded with the net proceeds of the Arkansas Lottery. The request represents \$436,995.78 in direct costs. The attached report shows expenses for fiscal year ended June 30, 2016, by category.

Upon completion of your review, the department shall submit the expenses to the Arkansas Lottery Commission for reimbursement to the Higher Education Grants Fund.

Should you require additional information, please let me know and we will be happy to provide.

Thank you for your consideration in this matter.

Sincerely,

A handwritten signature in black ink that reads "Brett A Powell".

Brett A. Powell, Ed.D.
Director

**Arkansas Department of Higher Education
Academic Challenge Scholarship Administrative Expense
Fiscal 2016
23-115-801**

	4thQrtFY15	Total. FY15	1stQrtFY16	2ndQrtFY16	3rdQrtFY16	4thQrtFY16	Total. FY16
Salaries	\$45,538.29	\$253,894.63	\$44,058.19	\$63,723.13	\$54,019.90	\$66,264.06	\$228,065.28
Benefits	\$10,308.22	\$56,944.45	\$9,768.85	\$14,114.69	\$12,059.87	\$14,677.45	\$50,620.86
Extra Help	\$0.00	\$10,406.61	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
Travel	\$0.00	\$8,700.51	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
Office Supplies		\$0.00		\$801.83			\$801.83
Network Services	\$943.34	\$3,773.35	\$1,500.00	\$1,500.00	\$1,500.00	\$1,500.00	\$6,000.00
Info. Tech. Hardware		\$16,278.06		\$3,909.83		\$26,729.23	\$30,639.06
Info. Tech. Software		\$9,884.88	\$1,199.00	\$0.00	\$1,205.51	\$11,394.64	\$13,799.15
Rents and Leases		\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
Professional Fees	\$3,295.00	\$138,603.51	\$26,767.40	\$26,767.40	\$26,767.40	\$26,767.40	\$107,069.60
Total Direct:	\$60,084.85	\$498,486.00	\$83,293.44	\$110,816.88	\$95,552.68	\$147,332.78	\$436,995.78

**Arkansas Department of Higher Education
Academic Challenge Scholarship Administrative Expense
Employee Classification
Annual Fiscal 2016 Report
A.C.A. 23-115-801**

Authorized Title	Hourly Rate	Annual Salary	Type
DHE PROGRAM SPECIALIST	\$20.19	\$41,986.00	Full Time
DHE PROGRAM SPECIALIST	\$17.91	\$37,259.00	Full Time
DHE PROGRAM SPECIALIST	\$15.82	\$32,987.00	Full Time
DHE PROGRAM COORDINATOR	\$36.05	\$74,987.00	Full Time
DHE PROGRAM SPECIALIST	\$17.91	\$37,259.00	Full Time
Total		\$224,478.00	