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STATE OF ARKANSAS
Department of Finance and Administration

OFFICE OF BUDGET
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June 5, 2017

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

RE: FY17 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,

Larry W. Walther
Director

LWW:kb

Attachment(s)

FY17 MAINTENANCE & OPERATION
BUDGET CLASSIFICATION TRANSFERS

Agency	Classification	FY17 Agency Request	FY17 Executive Recommendation	FY17 Original Appropriation	FY17 Actual Expenditures	FY17 Authorized	Adjustment Requested	FY17 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 Public Employees Retirement System/Operations	Operating Expenses	$ 1,607,473	$ 1,607,473	$ 1,607,473	$ 1,062,796	$ 1,607,473	$ 300,000	$ 1,907,473	X		N/A
	Conf. & Travel Exp.	$ 42,500	$ 42,500	$ 42,500	$ 9,270	$ 42,500		$ 42,500			
	Professional Fees	$ 10,583,645	$ 10,583,645	$ 10,583,645	$ 1,808,871	$ 10,583,645	$ (300,000)	$10,283,645			
	Capital Outlay	$ -	$ -	$ -	$ -	$ -	$ -	$ -			
	Data Processing	$ -	$ -	$ -	$ -	$ -		$ -			
	Total	$12,233,618	$12,233,618	$12,233,618	$2,880,937	$12,233,618	$0	$12,233,618			

To pay annual mamaintenance expense for our new pension administration system, COMPASS, which went live in March.

FY17 MAINTENANCE & OPERATION
BUDGET CLASSIFICATION TRANSFERS

Agency	Classification	FY17 Agency Request	FY17 Executive Recommendation	FY17 Original Appropriation	FY17 Actual Expenditures	FY17 Authorized	Adjustment Requested	FY17 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. Fair Housing Commission/Education Trust	Operating Expenses	$ 170,000	$ 170,000	$ 170,000	$ 47,042	$ 170,000	$ (50,000)	$ 120,000	X		N/A
	Conf. & Travel Exp.	$ 30,000	$ 30,000	$ -	$ 41,311	$ -	$ 50,000	$ 50,000			
	Professional Fees	$ -	$ -	$ -	$ -	$ -	$ -	$ -			
	Capital Outlay			$ -	$ -			$ -			
	Data Processing	$ -	$ -	$ -	$ -	$ -		$ -			
	Total	$200,000	$200,000	$170,000	$88,353	$170,000	$0	$170,000			

The Agency requests a transfer from Operating Expenses to Conference & Travel Expenses in cost center, Education Trust Fund, to satisfy DFA Office of Accounting's reinterpretation of ACA 19-4-522 with regard to certain educational expenditures for the Agency's educational and training programs. ACA 16-123-346,347 requires that the Agency establish and provide education programs and services for industry personnel and the public at large. As required by law, this training and education will be disseminated in compliance with the adaptability to and accessibility guidelines. It will include expenditures in advertising, conference and seminar fees, and educational and promotional supplies and materials designed to enhance the visibility of fair housing statewide. This transfer has been corrected in the FY18 budget.

FY17 MAINTENANCE & OPERATION
BUDGET CLASSIFICATION TRANSFERS

Agency	Classification	FY17 Agency Request	FY17 Executive Recommendation	FY17 Original Appropriation	FY17 Actual Expenditures	FY17 Authorized	Adjustment Requested	FY17 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)
3. Insurance Department-Operations	Operating Expenses	$ 2,608,956	$ 2,401,356	$ 2,731,956	$ 1,651,783	$ 2,731,956	$ (20,000)	$ 2,711,956	X		N/A
	Conf. & Travel Exp.	$ 138,000	$ 138,000	$ 138,000	$ 129,740	$ 138,000	$ 20,000	$ 158,000			
	Professional Fees	$ 142,000	$ 60,000	$ 142,000	$ -	$ -		$ -			
	Capital Outlay	$ 155,000	$ 135,000	$ 355,000	$ -	$ -		$ -			
	Data Processing	$ -		$ -	$ -			$ -			
	Total	$3,043,956	$2,734,356	$3,366,956	$1,781,523	$2,869,956	$0	$2,869,956			

Due to increased travel for training for regulatory staff and additional participation in National Association of Insurance Commissioners national meetings, we respectfully request additional travel for conferences and learning.

FY17 MAINTENANCE & OPERATION
BUDGET CLASSIFICATION TRANSFERS

Agency	Classification	FY17 Agency Request	FY17 Executive Recommendation	FY17 Original Appropriation	FY17 Actual Expenditures	FY17 Authorized	Adjustment Requested	FY17 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)
4. State Military Department/National Guard Museum	Operating Expenses	$ 24,450	$ 24,450	$ 24,450	$ 14,849	$ 24,450	$ 2,037	$ 26,487	X		N/A
	Conf. & Travel Exp.	$ 2,400	$ 2,400	$ 2,400	$ 363	$ 2,400	$ (2,037)	$ 363			
	Professional Fees	$ -	$ -	$ -	$ -	$ -	$ -	$ -			
	Capital Outlay	$ -	$ -	$ -	$ -	$ -	$ -	$ -			
	Data Processing	$ -	$ -	$ -	$ -	$ -		$ -			
	Total	$26,850	$26,850	$26,850	$15,212	$26,850	$0	$26,850			

Budget Classification Transfer is needed in maintenance and operations. No travel will occur the remainder of fiscal year 2017.

FY18 MAINTENANCE & OPERATION
BUDGET CLASSIFICATION TRANSFERS

Agency	Classification	FY18 Agency Request	FY18 Executive Recommendation	FY18 Original Appropriation	FY17 Actual Expenditures	FY18 Authorized	Adjustment Requested	FY18 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)
5. Arkansas State Claims Commission/Operations	Operating Expenses	$ 92,390	$ 92,390	$ 92,390	$ 84,629	$ 92,390	$ (6,000)	$ 86,390	X		N/A
	Conf. & Travel Exp.	$ 3,000	$ 3,000	$ 3,000	$ -	$ 3,000	$ -	$ 3,000			
	Professional Fees	$ -	$ -	$ -	$ -	$ -	$ -	$ -			
	Capital Outlay	$ -	$ -	$ -	$ -	$ -	$ 6,000	$ 6,000			
	Data Processing	$ -	$ -	$ -	$ -	$ -		$ -			
	Total	$95,390	$95,390	$95,390	$84,629	$95,390	$0	$95,390			

The Arkansas State Claims Commission is in the process of getting a new claims database. Our current database is s FoxPro Database. FoxPro no longer exists, so our database has no technical support. Our database is over 10 years old. This new database will a claims database and document manager.

ARKANSAS ADMINISTRATION STATEWIDE INFORMATION SYSTEM
REQUEST FOR BUDGET CLASSIFICATION TRANSFERS (BCT)
FY 2017

Business Area: 0370 Business Area Title: AR Public Employees Retirement System

Funds Center: 2QR Funds Center Title: Public Employee Retirement-Operations

Fund: TSR0000 Fund Title: Public Employee-Operations Functional Area: RETR

Line-Item Classifications	Authorized Appropriation	Actual Expenditures **	Transfer From			Transfer To		
			CI	Fund	Amount	CI	Fund	Amount
502:00:02 Operating Expenses	1,607,473	1,062,795.98				5020002	TSR0000	300,000
505:00:09 Conference & Travel Expenses	42,500	9,270,.24						
506:00:10 Professional Fees	10,583,645	1,808,870.99	5060010	TSR0000	300,000			
512:00:11 Capital Outlay *	0.00	0.00						
509:00:12 Data Processing *	0.00	0.00						

Reason for Transfer:
To pay annual maintenance expense for our new pension administration system, COMPASS, which went live in March.

Agency Director

Budget Approval

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

Transfers may not be made from the capital outlay (512:00:11) or data processing (509:00:12) sub class lineitems unless specific authority or such transfers is provided by law. (ACA 19-4-522(C)(1)

For transfers requested during the month of July 2016 use the agency's fiscal year 2016 expenditures as of April 30, 2016 for each of the Maintenance & Operations commitment items. For transfers requested during the months August 2016 - May 2017 the agency's fiscal year 2016 expenditures. For transfers requested during the month of June 2017 use the agency's fiscal year 2017 expenditures as of April 30, 2017.

Transfers requested for the purchase of information technology related items must be in compliance with the agency's Information Technology Plan submitted to DFA IGS State Technology Planning.

ARKANSAS ADMINISTRATION STATEWIDE INFORMATION SYSTEM
REQUEST FOR BUDGET CLASSIFICATION TRANSFERS (BCT)
FY2017

Business Area: 0229 Business Area Title: Fair Housing Commission

Funds Center: 53L Funds Center Title: Education Trust

Fund: TFH0000 Fund Title: Arkansas Fair Housing Commission Trust Fund Functional Area: COMM

Line-Item Classifications	Authorized Appropriation	Actual Expenditures ** FY2016	Transfer From			Transfer To		
			CI	Fund	Amount	CI	Fund	Amount
502:00:02 Operating Expenses	$170,000	$47,042	502:00:02	TFH0000	$50,000			
505:00:09 Conference & Travel Expenses		$41,311				505:00:09	TFH0000	$50,000
506:00:10 Professsional Fees								
512:00:11 Capital Outlay *								
509:00:12 Data Processing *								

Reason for Transfer:

The Agency requests a transfer from Operating Expenses to Conference & Travel Expenses in cost center 474807 (Education Trust Fund) to satisfy DFA Office of Accounting's reinterpretation of ACA 19-4-522 with regard to certain educational expenditures for the Agency's educational and training programs. ACA 16-123-346,347 requires that the Agency establish and provide education programs and services for industry personnel and the public at large. As required by law, this training and education will be disseminated in compliance with the adaptability to and accessibility guidelines. It will include expenditures in advertising, conference and seminar fees, and educational and promotional supplies and materials designed to enhance the visibility of fair housing statewide. This transfer has been corrected in the FY18 budget.

Agency Director

Amy Dick
Budget Approval

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

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*** Transfers requested for the purchase of information technology related items must be in compliance with the agency's Information Technology Plan submitted to the DFA-Technology Planning Unit.

ARKANSAS ADMINISTRATION STATEWIDE INFORMATION SYSTEM
REQUEST FOR BUDGET CLASSIFICATION TRANSFERS (BCT)
FY 2017

Business Area: 0425 Business Area Title: Insurance Department

Funds Center: 2SW Funds Center Title: Insurance Department Operations

Fund: TSI4500 Fund Title: Insurance Department Operations Functional Area: COMM

Line-Item Classifications	Authorized Appropriation	Actual Expenditures **	Transfer From			Transfer To		
			CI	Fund	Amount	CI	Fund	Amount
502:00:02 Operating Expenses	2,731,956	1,651,782.77	502:00:02	TSI4500	20,000			
505:00:09 Conference & Travel Expenses	138,000	129,740.04				505:00:09	TSI4500	20,000
506:00:10 Professional Fees								
512:00:11 Capital Outlay *								
509:00:12 Data Processing *								

Reason for Transfer:

Due to increased travel for training for regulatory staff and additional participation in National Association of Insurance Commissioners national meetings. we respectfully request additional travel for conferences and learning.

Agency Director

Budget Approval

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

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ARKANSAS ADMINISTRATION STATEWIDE INFORMATION SYSTEM
REQUEST FOR BUDGET CLASSIFICATION TRANSFERS (BCT)
FY 2017

Business Area: 0975 Business Area Title: State Military Department

Funds Center: 576 Funds Center Title: National Guard Museum

Fund: HUA9700 Fund Title: National Guard Museum Functional Area: SFTY

Line-Item Classifications	Authorized Appropriation	Actual Expenditures **	Transfer From			Transfer To		
			CI	Fund	Amount	CI	Fund	Amount
502:00:02 Operating Expenses	24,450.00	14,848.70				502:00:02	HUA9700	2,037.30
505:00:09 Conference & Travel Expenses	2,400.00	362.70	505:00:09	HUA9700	2,037.30			
506:00:10 Professional Fees	0							
512:00:11 Capital Outlay *	0							
509:00:12 Data Processing *	0							

Reason for Transfer:

Budget Classification Transfer is needed in maintenance and operations. No travel will occur the remainder of fiscal year 2017.

Agency Director

Budget Approval

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

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Transfers requested for the purchase of information technology related items must be in compliance with the agency's Information Technology Plan submitted to DFA IGS State Technology Planning.

FY17

ARKANSAS ADMINISTRATION STATEWIDE INFORMATION SYSTEM
REQUEST FOR BUDGET CLASSIFICATION TRANSFERS (BCT)
FY2017

Business Area: 0360 Business Area Title: Arkansas State Claims Commission

Funds Center: 227 Funds Center Title: Operations

Fund: HSC3600 Fund Title: State Central Services Functional Area: ADMN

Line-Item Classifications	Authorized Appropriation	Actual Expenditures ** FY2016	Transfer From			Transfer To		
			CI	Fund	Amount	CI	Fund	Amount
502:00:02 Operating Expenses	$92,390	$84,629	502:00:02	HSC3600	$6,000			
505:00:09 Conference & Travel Expenses	$3,000	$0						
506:00:10 Professsional Fees	$0	$0						
512:00:11 Capital Outlay *	$0	$0				512:00:11	HSC3600	$6,000
509:00:12 Data Processing *	$0	$0						

Reason for Transfer:

The Arkansas State Claims Commission is in the process of getting a new claims database. Our current database is a FoxPro database. FoxPro no longer exists, so our database has no technical support. Our database is over 10 years old. This new database will a claims database and document manager.

Agency Director

Lasonja Ross
Budget Approval

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

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TC - FR69

Revised 04/13/2016