

## Department Appropriation Summary

### Historical Data

### Agency Request and Executive/Legislative Recommendation

Appropriation	2007-2008		2008-2009		2008-2009		2009-2010						2010-2011					
	Actual	Pos	Budget	Pos	Authorized	Pos	Agency	Pos	Executive	Pos	Legislative	Pos	Agency	Pos	Executive	Pos	Legislative	Pos
146 Division of Racing - Operations	1,032,645	13	1,239,772	13	1,232,121	13	1,280,601	13	1,280,601	13	1,280,601	13	1,297,357	13	1,297,357	13	1,297,357	13
7WJ License Applications	8,754	0	105,000	0	105,000	0	105,000	0	105,000	0	105,000	0	105,000	0	105,000	0	105,000	0
<b>Total</b>	<b>1,041,399</b>	<b>13</b>	<b>1,344,772</b>	<b>13</b>	<b>1,337,121</b>	<b>13</b>	<b>1,385,601</b>	<b>13</b>	<b>1,385,601</b>	<b>13</b>	<b>1,385,601</b>	<b>13</b>	<b>1,402,357</b>	<b>13</b>	<b>1,402,357</b>	<b>13</b>	<b>1,402,357</b>	<b>13</b>

Funding Sources		%		%		%		%		%		%		%		%
Fund Balance 4000005	74,314	6.3	139,524	9.6			104,524	7.2	104,524	7.2	104,524	7.2	69,524	4.8	69,524	4.8
General Revenue 4000010	1,032,214	87.4	1,232,121	85.0			1,280,601	88.0	1,280,601	88.0	1,280,601	88.0	1,297,357	90.3	1,297,357	90.3
Cash Fund 4000045	69,450	5.9	70,000	4.8			70,000	4.8	70,000	4.8	70,000	4.8	70,000	4.9	70,000	4.9
Merit Adjustment Fund 4000055	0	0.0	7,651	0.5			0	0.0	0	0.0	0	0.0	0	0.0	0	0.0
EPO Testing 4000226	400	0.0	0	0.0			0	0.0	0	0.0	0	0.0	0	0.0	0	0.0
Interest 4000300	4,514	0.4	0	0.0			0	0.0	0	0.0	0	0.0	0	0.0	0	0.0
M & R Sales 4000340	31	0.0	0	0.0			0	0.0	0	0.0	0	0.0	0	0.0	0	0.0
<b>Total Funds</b>	<b>1,180,923</b>	<b>100.0</b>	<b>1,449,296</b>	<b>100.0</b>			<b>1,455,125</b>	<b>100.0</b>	<b>1,455,125</b>	<b>100.0</b>	<b>1,455,125</b>	<b>100.0</b>	<b>1,436,881</b>	<b>100.0</b>	<b>1,436,881</b>	<b>100.0</b>
Excess Appropriation/(Funding)	(139,524)		(104,524)				(69,524)		(69,524)		(69,524)		(34,524)		(34,524)	
<b>Grand Total</b>	<b>1,041,399</b>		<b>1,344,772</b>				<b>1,385,601</b>		<b>1,385,601</b>		<b>1,385,601</b>		<b>1,402,357</b>		<b>1,402,357</b>	

Budget exceeds Authorized in Appropriation 146 due to salary adjustments during the 2007-2009 biennium.

## **Analysis of Budget Request**

**Appropriation:** 146 - Division of Racing - Operations

**Funding Sources:** HUA - Miscellaneous Agencies Fund

The Arkansas Racing Commission is composed of five members, one from each congressional district and one at large, appointed by the Governor for terms of five years. The Commission is authorized to grant franchises, approve racing dates, issue permits and licenses, hold hearings and take other action as necessary to effectively supervise, regulate and control the sport of pari-mutuel horse and dog racing in the State of Arkansas.

Southland Greyhound Park, in West Memphis, Arkansas, operates year-round and runs over 400 live greyhound performances each year. Oaklawn Park, in Hot Springs, Arkansas, has approximately 60 days of live thoroughbred horse racing and also offers Simulcast and Instant horse racing throughout the year. With the passage of Act 1151 of 2005 and passing of local elections, the addition of electronic games of skill at both Arkansas tracks is now allowed.

General revenue funds 100% of the Arkansas Racing Commission's operating budget. Currently 80% of the Agency's budget is personnel related costs with the remaining 20% maintenance and operating expenses.

The FY09 budget amount of \$1,239,772 consists of Regular Salaries and Personal Services Matching for 13 regular positions, 27 Extra Help positions (22 horse track and 5 dog track), Overtime, Operating Expenses, Conference and Travel Expenses, Capital Outlay and Professional Fees.

Base Level salaries for classified positions reflect the recommendations of the Pay Plan Study as well as the recommendation for the Dog Racing Veterinarian transition from an unclassified to a classified position. Salaries are adjusted accordingly. A 2.3% Cost of Living Allowance is reflected in the second year of the biennium. The Base Level request for Regular Salaries may include board member Stipend payments and Career Service payments for eligible employees. Personal Services Matching includes a \$75 increase in the monthly contribution for State employee's health insurance for a total State match per budgeted employee of \$425.

Base Level of appropriation and general revenue funding represents the Agency Request.

The Executive Recommendation provides for the Agency Request of Base Level appropriation and general revenue funding.

The Legislative Recommendation concurs with the Executive Recommendation.

## Appropriation Summary

**Appropriation:** 146 - Division of Racing - Operations

**Funding Sources:** HUA - Miscellaneous Agencies Fund

Commitment Item		2007-2008	2008-2009	2008-2009	2009-2010			2010-2011		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Regular Salaries	5010000	473,398	551,403	523,331	575,190	575,190	575,190	588,984	588,984	588,984
<b>#Positions</b>		<b>13</b>	<b>13</b>	<b>13</b>	<b>13</b>	<b>13</b>	<b>13</b>	<b>13</b>	<b>13</b>	<b>13</b>
Extra Help	5010001	145,115	210,000	210,000	210,000	210,000	210,000	210,000	210,000	210,000
<b>#Extra Help</b>		<b>21</b>	<b>27</b>	<b>27</b>	<b>27</b>	<b>27</b>	<b>27</b>	<b>27</b>	<b>27</b>	<b>27</b>
Personal Services Matching	5010003	202,016	200,122	204,344	217,164	217,164	217,164	220,126	220,126	220,126
Overtime	5010006	21,594	30,000	30,000	30,000	30,000	30,000	30,000	30,000	30,000
Operating Expenses	5020002	174,536	223,496	223,496	223,496	223,496	223,496	223,496	223,496	223,496
Conference & Travel Expenses	5050009	2,627	5,950	5,950	5,950	5,950	5,950	5,950	5,950	5,950
Professional Fees	5060010	13,359	18,801	35,000	18,801	18,801	18,801	18,801	18,801	18,801
Data Processing	5090012	0	0	0	0	0	0	0	0	0
Capital Outlay	5120011	0	0	0	0	0	0	0	0	0
<b>Total</b>		<b>1,032,645</b>	<b>1,239,772</b>	<b>1,232,121</b>	<b>1,280,601</b>	<b>1,280,601</b>	<b>1,280,601</b>	<b>1,297,357</b>	<b>1,297,357</b>	<b>1,297,357</b>

Funding Sources										
General Revenue	4000010	1,032,214	1,232,121		1,280,601	1,280,601	1,280,601	1,297,357	1,297,357	1,297,357
Merit Adjustment Fund	4000055	0	7,651		0	0	0	0	0	0
EPO Testing	4000226	400	0		0	0	0	0	0	0
M & R Sales	4000340	31	0		0	0	0	0	0	0
<b>Total Funding</b>		<b>1,032,645</b>	<b>1,239,772</b>		<b>1,280,601</b>	<b>1,280,601</b>	<b>1,280,601</b>	<b>1,297,357</b>	<b>1,297,357</b>	<b>1,297,357</b>
Excess Appropriation/(Funding)		0	0		0	0	0	0	0	0
<b>Grand Total</b>		<b>1,032,645</b>	<b>1,239,772</b>		<b>1,280,601</b>	<b>1,280,601</b>	<b>1,280,601</b>	<b>1,297,357</b>	<b>1,297,357</b>	<b>1,297,357</b>

Budget amount in Regular Salaries exceeds authorized amount due to salary adjustments during the 2007-2009 biennium.

## **Analysis of Budget Request**

**Appropriation:** 7WJ - License Applications

**Funding Sources:** NRC - DFA Racing - Cash in Treasury

Act 1151 of 2005, otherwise known as "Electronic Games of Skill" legislation, provided for expanded gaming at the race tracks in the State of Arkansas. This cash funded appropriation provides for the application process and background investigations for issuing licenses to individuals and industries in the Electronic Games of Skill areas at Oaklawn & Southland Parks.

Applicants, by regulation, are required to pay a license fee and the costs of the background investigations. License fees are deposited to general revenue. The costs of the background investigations are retained by the Department of Finance and Administration - Division of Racing to pay for the actual costs of the investigations, postage and licensing material and unexpected refunds.

The Agency Request is to continue this cash funded appropriation at the current approved level.

The Executive Recommendation provides for the Agency Request. Expenditure of appropriation is contingent upon available funding.

The Legislative Recommendation concurs with the Executive Recommendation.

## Appropriation Summary

**Appropriation:** 7WJ - License Applications

**Funding Sources:** NRC - DFA Racing - Cash in Treasury

Commitment Item		2007-2008	2008-2009	2008-2009	2009-2010			2010-2011		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Operating Expenses	5020002	8,754	100,000	100,000	100,000	100,000	100,000	100,000	100,000	100,000
Conference & Travel Expenses	5050009	0	0	0	0	0	0	0	0	0
Professional Fees	5060010	0	0	0	0	0	0	0	0	0
Data Processing	5090012	0	0	0	0	0	0	0	0	0
Refunds/Reimbursements	5110014	0	5,000	5,000	5,000	5,000	5,000	5,000	5,000	5,000
Capital Outlay	5120011	0	0	0	0	0	0	0	0	0
<b>Total</b>		<b>8,754</b>	<b>105,000</b>	<b>105,000</b>	<b>105,000</b>	<b>105,000</b>	<b>105,000</b>	<b>105,000</b>	<b>105,000</b>	<b>105,000</b>

Funding Sources										
Fund Balance	4000005	74,314	139,524		104,524	104,524	104,524	69,524	69,524	69,524
Cash Fund	4000045	69,450	70,000		70,000	70,000	70,000	70,000	70,000	70,000
Interest	4000300	4,514	0		0	0	0	0	0	0
<b>Total Funding</b>		<b>148,278</b>	<b>209,524</b>		<b>174,524</b>	<b>174,524</b>	<b>174,524</b>	<b>139,524</b>	<b>139,524</b>	<b>139,524</b>
<b>Excess Appropriation/(Funding)</b>		<b>(139,524)</b>	<b>(104,524)</b>		<b>(69,524)</b>	<b>(69,524)</b>	<b>(69,524)</b>	<b>(34,524)</b>	<b>(34,524)</b>	<b>(34,524)</b>
<b>Grand Total</b>		<b>8,754</b>	<b>105,000</b>		<b>105,000</b>	<b>105,000</b>	<b>105,000</b>	<b>105,000</b>	<b>105,000</b>	<b>105,000</b>