

## Department Appropriation Summary

### Historical Data

### Agency Request and Executive/Legislative Recommendation

Appropriation	2009-2010		2010-2011		2010-2011		2011-2012						2012-2013					
	Actual	Pos	Budget	Pos	Authorized	Pos	Agency	Pos	Executive	Pos	Legislative	Pos	Agency	Pos	Executive	Pos	Legislative	Pos
146 Division of Racing - Operations	1,166,536	13	1,297,073	13	1,297,357	13	1,288,204	13	1,323,710	13	1,323,710	13	1,288,204	13	1,341,330	13	1,341,330	13
7WJ License Applications	42,716	0	105,000	0	105,000	0	135,000	0	135,000	0	135,000	0	135,000	0	135,000	0	135,000	0
<b>Total</b>	<b>1,209,252</b>	<b>13</b>	<b>1,402,073</b>	<b>13</b>	<b>1,402,357</b>	<b>13</b>	<b>1,423,204</b>	<b>13</b>	<b>1,458,710</b>	<b>13</b>	<b>1,458,710</b>	<b>13</b>	<b>1,423,204</b>	<b>13</b>	<b>1,476,330</b>	<b>13</b>	<b>1,476,330</b>	<b>13</b>

Funding Sources		%		%		%		%		%		%		%		%		%
Fund Balance 4000005	200,429	13.6	262,539	15.8			257,539	15.6	257,539	15.3	257,539	15.3	222,539	13.8	222,539	13.4	222,539	13.4
General Revenue 4000010	1,166,536	79.3	1,297,073	78.2			1,288,204	78.3	1,323,710	78.7	1,323,710	78.7	1,288,204	80.0	1,341,330	80.6	1,341,330	80.6
Cash Fund 4000045	100,450	6.8	100,000	6.0			100,000	6.1	100,000	5.9	100,000	5.9	100,000	6.2	100,000	6.0	100,000	6.0
Interest 4000300	4,376	0.3	0	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>1,471,791</b>	<b>100.0</b>	<b>1,659,612</b>	<b>100.0</b>			<b>1,645,743</b>	<b>100.0</b>	<b>1,681,249</b>	<b>100.0</b>	<b>1,681,249</b>	<b>100.0</b>	<b>1,610,743</b>	<b>100.0</b>	<b>1,663,869</b>	<b>100.0</b>	<b>1,663,869</b>	<b>100.0</b>
Excess Appropriation/(Funding)	(262,539)		(257,539)				(222,539)		(222,539)		(222,539)		(187,539)		(187,539)		(187,539)	
<b>Grand Total</b>	<b>1,209,252</b>		<b>1,402,073</b>				<b>1,423,204</b>		<b>1,458,710</b>		<b>1,458,710</b>		<b>1,423,204</b>		<b>1,476,330</b>		<b>1,476,330</b>	

## **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.

Base Level salaries and matching do not include appropriation for a Cost of Living Adjustment or Career Service Payments.

The Agency is requesting a reallocation of Operating Expense of \$13,249 and Conference and Travel Expense of \$2,950 to Professional Fees in the amount of \$16,199, which is a net Change Level of zero. This reallocation is for the contract attorney to handle the increase in legal work relating to the number of appeals. This increase will also accommodate any future needs to update rule books for horse racing, greyhound racing and changes in the electronic games of skill.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

## Appropriation Summary

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

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

Commitment Item		2009-2010	2010-2011	2010-2011	2011-2012			2012-2013		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Regular Salaries	5010000	543,683	605,132	588,984	597,332	628,204	628,204	597,332	642,884	642,884
<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	191,125	210,000	210,000	210,000	210,000	210,000	210,000	210,000	210,000
<b>#Extra Help</b>		<b>18</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	203,861	203,694	220,126	202,625	207,259	207,259	202,625	210,199	210,199
Overtime	5010006	17,411	30,000	30,000	30,000	30,000	30,000	30,000	30,000	30,000
Operating Expenses	5020002	178,017	223,496	223,496	210,247	210,247	210,247	210,247	210,247	210,247
Conference & Travel Expenses	5050009	768	5,950	5,950	3,000	3,000	3,000	3,000	3,000	3,000
Professional Fees	5060010	31,671	18,801	18,801	35,000	35,000	35,000	35,000	35,000	35,000
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>1,166,536</b>	<b>1,297,073</b>	<b>1,297,357</b>	<b>1,288,204</b>	<b>1,323,710</b>	<b>1,323,710</b>	<b>1,288,204</b>	<b>1,341,330</b>	<b>1,341,330</b>
<b>Funding Sources</b>										
General Revenue	4000010	1,166,536	1,297,073		1,288,204	1,323,710	1,323,710	1,288,204	1,341,330	1,341,330
Total Funding		1,166,536	1,297,073		1,288,204	1,323,710	1,323,710	1,288,204	1,341,330	1,341,330
Excess Appropriation/(Funding)		0	0		0	0	0	0	0	0
<b>Grand Total</b>		<b>1,166,536</b>	<b>1,297,073</b>		<b>1,288,204</b>	<b>1,323,710</b>	<b>1,323,710</b>	<b>1,288,204</b>	<b>1,341,330</b>	<b>1,341,330</b>

The FY11 Budget amount in Regular Salaries exceeds authorized amount due to salary adjustments during the 2009-2011 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 is requesting a Change Level increase in Operating Expense of \$25,000 and Conference and Travel of \$5,000 to cover additional expenses associated with licensing employees at Oaklawn and Southland Parks.

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		2009-2010	2010-2011	2010-2011	2011-2012			2012-2013		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Operating Expenses	5020002	42,716	100,000	100,000	125,000	125,000	125,000	125,000	125,000	125,000
Conference & Travel Expenses	5050009	0	0	0	5,000	5,000	5,000	5,000	5,000	5,000
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>42,716</b>	<b>105,000</b>	<b>105,000</b>	<b>135,000</b>	<b>135,000</b>	<b>135,000</b>	<b>135,000</b>	<b>135,000</b>	<b>135,000</b>

Funding Sources										
Fund Balance	4000005	200,429	262,539		257,539	257,539	257,539	222,539	222,539	222,539
Cash Fund	4000045	100,450	100,000		100,000	100,000	100,000	100,000	100,000	100,000
Interest	4000300	4,376	0		0	0	0	0	0	0
<b>Total Funding</b>		<b>305,255</b>	<b>362,539</b>		<b>357,539</b>	<b>357,539</b>	<b>357,539</b>	<b>322,539</b>	<b>322,539</b>	<b>322,539</b>
<b>Excess Appropriation/(Funding)</b>		<b>(262,539)</b>	<b>(257,539)</b>		<b>(222,539)</b>	<b>(222,539)</b>	<b>(222,539)</b>	<b>(187,539)</b>	<b>(187,539)</b>	<b>(187,539)</b>
<b>Grand Total</b>		<b>42,716</b>	<b>105,000</b>		<b>135,000</b>	<b>135,000</b>	<b>135,000</b>	<b>135,000</b>	<b>135,000</b>	<b>135,000</b>