

Analysis of Budget Request

Appropriation: 2QQ - DDSSA-Operations

Funding Sources: FSD - Disability Determination - Federal

Disability Determination for Social Security Administration (DDSSA) is the State Agency responsible for determining the eligibility of Arkansans for disability and other payments in accordance with federal Social Security laws, regulations and instructions. The Agency makes determinations for disability benefits under Titles II and XVI of the Social Security Act and investigates suspected cases of fraud or abuse. Title II claimants are those who have contributed FICA taxes on wages for five of the past ten years prior to the date of alleged disability. Title XVI (Supplemental Security Income) claimants are those who have established the fact that they have low income and resources and are alleging disability.

Base Level Regular Salaries and Personal Services Matching includes Career Service payments for eligible employees. Personal Services Matching also includes a \$20 increase in the monthly contribution for State employee's health insurance for a total State match per budgeted employee of \$410 per month. Base Level salaries and matching do not include appropriation for a Cost of Living Adjustment or Merit Pay Increases. The Base Level salary of unclassified positions reflects the FY13 line item maximum.

The Agency is requesting a \$3,327,680 increase in appropriation for FY14 and \$3,527,680 for FY15. Funding for the increase appropriation is 100% federally funded. The Agency's request reflects the following:

- \$411,565 increase in Regular Salaries for FY14 and FY15 due to 15 restored administrative/clerical positions.
- \$166,115 increase in Personal Services Matching for each year of the biennium due to 15 restored administrative/clerical positions.
- \$250,000 increase in Operating Expenses appropriation for each year of the biennium to cover the cost of temporary manpower support, leased equipments and office supplies
- \$2,400,000 increase in Professional Fees in FY14 and \$2,600,000 in FY15 to support the Agency's cost for contracted medical consultants.
- \$100,000 increase in Capital Outlay for each of the biennium for anticipated equipment expenses.

The Executive Recommendations provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation and provides for additional Federal appropriation and anticipated funding approved for inclusion in the appropriation.

Appropriation Summary

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Funding Sources: FSD - Disability Determination - Federal

Commitment Item		2011-2012	2012-2013	2012-2013	2013-2014			2014-2015		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Regular Salaries	5010000	20,385,603	24,646,060	24,206,615	25,345,856	25,698,898	25,740,057	25,353,756	25,706,798	25,747,957
#Positions		427	467	538	482	482	483	482	482	483
Extra Help	5010001	272,929	390,000	390,000	390,000	390,000	390,000	390,000	390,000	390,000
#Extra Help		12	20	20	20	20	20	20	20	20
Personal Services Matching	5010003	6,167,077	7,828,523	7,400,588	8,190,285	8,265,389	8,275,680	8,203,078	8,278,183	8,288,474
Overtime	5010006	715,133	860,000	860,000	860,000	860,000	860,000	860,000	860,000	860,000
Operating Expenses	5020002	3,460,800	3,734,400	3,734,400	3,984,400	3,984,400	3,984,400	3,984,400	3,984,400	3,984,400
Conference & Travel Expenses	5050009	50	26,500	26,500	26,500	26,500	26,500	26,500	26,500	26,500
Professional Fees	5060010	12,252,467	10,545,200	10,545,200	12,945,200	12,945,200	12,945,200	13,145,200	13,145,200	13,145,200
Data Processing	5090012	0	0	0	0	0	0	0	0	0
Capital Outlay	5120011	0	100,000	100,000	100,000	100,000	100,000	100,000	100,000	100,000
Total		43,254,059	48,130,683	47,263,303	51,842,241	52,270,387	52,321,837	52,062,934	52,491,081	52,542,531
Funding Sources										
Federal Revenue	4000020	43,254,059	48,130,683		51,842,241	52,270,387	52,321,837	52,062,934	52,491,081	52,542,531
Total Funding		43,254,059	48,130,683		51,842,241	52,270,387	52,321,837	52,062,934	52,491,081	52,542,531
Excess Appropriation/(Funding)		0	0		0	0	0	0	0	0
Grand Total		43,254,059	48,130,683		51,842,241	52,270,387	52,321,837	52,062,934	52,491,081	52,542,531

FY13 Budget amount in Regular Salaries and Personal Services Matching exceeds the authorized amount due to salary and matching rate adjustments during the 2011-2013 Biennium.