

## Department Appropriation Summary

### Historical Data

### Agency Request and Executive/Legislative Recommendation

Appropriation	2011-2012		2012-2013		2012-2013		2013-2014						2014-2015					
	Actual	Pos	Budget	Pos	Authorized	Pos	Agency	Pos	Executive	Pos	Legislative	Pos	Agency	Pos	Executive	Pos	Legislative	Pos
505 Private Career Education-Operations	383,488	4	424,536	4	400,676	4	430,159	4	433,552	4	433,552	4	430,159	4	433,552	4	433,552	4
506 Student Protection Trust	23,028	0	500,000	0	500,000	0	500,000	0	500,000	0	500,000	0	500,000	0	500,000	0	500,000	0
834 Private Career Ed-Cash in Treasury	0	0	100,500	0	100,500	0	100,500	0	100,500	0	100,500	0	100,500	0	100,500	0	100,500	0
<b>Total</b>	<b>406,516</b>	<b>4</b>	<b>1,025,036</b>	<b>4</b>	<b>1,001,176</b>	<b>4</b>	<b>1,030,659</b>	<b>4</b>	<b>1,034,052</b>	<b>4</b>	<b>1,034,052</b>	<b>4</b>	<b>1,030,659</b>	<b>4</b>	<b>1,034,052</b>	<b>4</b>	<b>1,034,052</b>	<b>4</b>

Funding Sources		%		%		%		%		%		%		%		%		%
Fund Balance	4000005	1,501,987	80.5	1,460,150	75.8		901,364	65.9	901,364	65.9	901,364	65.9	374,803	44.6	371,410	44.3	371,410	44.3
Special Revenue	4000030	293,658	15.7	335,000	17.4		335,000	24.5	335,000	24.5	335,000	24.5	335,000	39.8	335,000	40.0	335,000	40.0
Cash Fund	4000045	179	0.0	56,250	2.9		56,250	4.1	56,250	4.1	56,250	4.1	56,250	6.7	56,250	6.7	56,250	6.7
Trust Fund	4000050	70,842	3.8	75,000	3.9		75,000	5.5	75,000	5.5	75,000	5.5	75,000	8.9	75,000	9.0	75,000	9.0
<b>Total Funds</b>		<b>1,866,666</b>	<b>100.0</b>	<b>1,926,400</b>	<b>100.0</b>		<b>1,367,614</b>	<b>100.0</b>	<b>1,367,614</b>	<b>100.0</b>	<b>1,367,614</b>	<b>100.0</b>	<b>841,053</b>	<b>100.0</b>	<b>837,660</b>	<b>100.0</b>	<b>837,660</b>	<b>100.0</b>
Excess Appropriation/(Funding)		(1,460,150)		(901,364)			(336,955)		(333,562)		(333,562)		189,606		196,392		196,392	
<b>Grand Total</b>		<b>406,516</b>		<b>1,025,036</b>			<b>1,030,659</b>		<b>1,034,052</b>		<b>1,034,052</b>		<b>1,030,659</b>		<b>1,034,052</b>		<b>1,034,052</b>	

FY13 Budget amount in (505) Private Career Education-Operations exceeds the authorized amount due to salary and matching rate adjustments during the 2011-2013 Biennium.  
 Variances in fund balance due to unfunded appropriation in appropriation (834) Private Career Ed-Cash in Treasury.

## **Analysis of Budget Request**

**Appropriation:** 505 - Private Career Education-Operations

**Funding Sources:** SCS - Private Career Education Fund

The State Board of Private Career Education was created by Act 906 of 1989 and is responsible for annual licensure and monitoring of private career schools and admissions representatives in Arkansas. The State Operations appropriation is funded by special revenue derived primarily from annual license and admissions representative fees paid by the schools to the Board.

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 request for Regular Salaries includes board member stipend payments.

The Agency is requesting Base Level appropriation of \$430,159 each year of the biennium.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with Executive Recommendation.

## Appropriation Summary

**Appropriation:** 505 - Private Career Education-Operations

**Funding Sources:** SCS - Private Career Education Fund

Commitment Item		2011-2012	2012-2013	2012-2013	2013-2014			2014-2015		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Regular Salaries	5010000	218,962	234,702	215,434	234,702	237,339	237,339	234,702	237,339	237,339
<b>#Positions</b>		<b>4</b>	<b>4</b>	<b>4</b>	<b>4</b>	<b>4</b>	<b>4</b>	<b>4</b>	<b>4</b>	<b>4</b>
Extra Help	5010001	30,532	32,500	32,500	32,500	32,500	32,500	32,500	32,500	32,500
<b>#Extra Help</b>		<b>3</b>	<b>4</b>	<b>4</b>	<b>4</b>	<b>4</b>	<b>4</b>	<b>4</b>	<b>4</b>	<b>4</b>
Personal Services Matching	5010003	79,927	84,334	79,742	89,957	90,713	90,713	89,957	90,713	90,713
Operating Expenses	5020002	51,085	63,000	63,000	63,000	63,000	63,000	63,000	63,000	63,000
Conference & Travel Expenses	5050009	2,275	4,000	4,000	4,000	4,000	4,000	4,000	4,000	4,000
Professional Fees	5060010	707	6,000	6,000	6,000	6,000	6,000	6,000	6,000	6,000
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>383,488</b>	<b>424,536</b>	<b>400,676</b>	<b>430,159</b>	<b>433,552</b>	<b>433,552</b>	<b>430,159</b>	<b>433,552</b>	<b>433,552</b>
<b>Funding Sources</b>										
Fund Balance	4000005	491,119	401,289		311,753	311,753	311,753	216,594	213,201	213,201
Special Revenue	4000030	293,658	335,000		335,000	335,000	335,000	335,000	335,000	335,000
<b>Total Funding</b>		<b>784,777</b>	<b>736,289</b>		<b>646,753</b>	<b>646,753</b>	<b>646,753</b>	<b>551,594</b>	<b>548,201</b>	<b>548,201</b>
Excess Appropriation/(Funding)		(401,289)	(311,753)		(216,594)	(213,201)	(213,201)	(121,435)	(114,649)	(114,649)
<b>Grand Total</b>		<b>383,488</b>	<b>424,536</b>		<b>430,159</b>	<b>433,552</b>	<b>433,552</b>	<b>430,159</b>	<b>433,552</b>	<b>433,552</b>

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.

## **Analysis of Budget Request**

**Appropriation:** 506 - Student Protection Trust

**Funding Sources:** TCS - Private Career School Student Protection Trust Fund

The State Board of Private Career Education requests the continuation of the \$500,000 Base Level for each year of the 2013-2015 Biennium for the Student Protection Trust Fund Program.

Revenues deposited into this fund consists of annual certification fees paid by participating schools to the Board and are primarily used to cover expenses associated with providing for a student's continuing education in the event a school closes or to pay student claims when this arrangement is not feasible. Schools originally licensed during the 1989-91 biennium and have maintained their licensure for fifteen (15) years will not be assessed additional fees unless the fund balance totals less than \$500,000 on May 30th of any fiscal year. Regardless of the fund balance, schools that have not paid licensure fees for fifteen (15) years will continue being charged until they have paid fees for a minimum of fifteen (15) years.

The Agency is requesting Base Level appropriation of \$500,000 each year of the biennium.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with Executive Recommendation.

**Appropriation Summary**

**Appropriation:** 506 - Student Protection Trust

**Funding Sources:** TCS - Private Career School Student Protection Trust Fund

Commitment Item	2011-2012	2012-2013	2012-2013	2013-2014			2014-2015		
	Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Expenses/Claims/Fees 5900046	23,028	500,000	500,000	500,000	500,000	500,000	500,000	500,000	500,000
Total	23,028	500,000	500,000	500,000	500,000	500,000	500,000	500,000	500,000

Funding Sources									
Fund Balance 4000005	960,395	1,008,209		583,209	583,209	583,209	158,209	158,209	158,209
Trust Fund 4000050	70,842	75,000		75,000	75,000	75,000	75,000	75,000	75,000
Total Funding	1,031,237	1,083,209		658,209	658,209	658,209	233,209	233,209	233,209
Excess Appropriation/(Funding)	(1,008,209)	(583,209)		(158,209)	(158,209)	(158,209)	266,791	266,791	266,791
Grand Total	23,028	500,000		500,000	500,000	500,000	500,000	500,000	500,000

## **Analysis of Budget Request**

**Appropriation:** 834 - Private Career Ed-Cash in Treasury

**Funding Sources:** NPC - Cash in Treasury

Funds for the Cash Operations appropriation are received through grants from the Real Estate Foundation and the Winthrop Rockefeller Foundation, investments, and from surety bond receipts paid to the Board to be used for payment of tuition refunds to students or potential students. These funds are used to supplement funding for regular operation costs of the Arkansas Private Career Education Board.

The Agency Request provides for Base Level appropriation of \$100,500 each year of the biennium.

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

The Legislative Recommendation concurs with Executive Recommendation.

## Appropriation Summary

**Appropriation:** 834 - Private Career Ed-Cash in Treasury

**Funding Sources:** NPC - Cash in Treasury

Commitment Item		2011-2012	2012-2013	2012-2013	2013-2014			2014-2015		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Operating Expenses	5020002	0	81,602	81,602	81,602	81,602	81,602	81,602	81,602	81,602
Conference & Travel Expenses	5050009	0	8,898	8,898	8,898	8,898	8,898	8,898	8,898	8,898
Professional Fees	5060010	0	10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000
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>0</b>	<b>100,500</b>	<b>100,500</b>	<b>100,500</b>	<b>100,500</b>	<b>100,500</b>	<b>100,500</b>	<b>100,500</b>	<b>100,500</b>
<b>Funding Sources</b>										
Fund Balance	4000005	50,473	50,652		6,402	6,402	6,402	0	0	0
Cash Fund	4000045	179	56,250		56,250	56,250	56,250	56,250	56,250	56,250
<b>Total Funding</b>		<b>50,652</b>	<b>106,902</b>		<b>62,652</b>	<b>62,652</b>	<b>62,652</b>	<b>56,250</b>	<b>56,250</b>	<b>56,250</b>
Excess Appropriation/(Funding)		(50,652)	(6,402)		37,848	37,848	37,848	44,250	44,250	44,250
<b>Grand Total</b>		<b>0</b>	<b>100,500</b>		<b>100,500</b>	<b>100,500</b>	<b>100,500</b>	<b>100,500</b>	<b>100,500</b>	<b>100,500</b>