

ARKANSAS TOBACCO CONTROL BOARD (AGENCY 261)
FISCAL YEARS 2018 & 2019
PER EXECUTIVE RECOMMENDATION

I) AGENCY SUMMARY & REVENUE SOURCES

MISSION

The Arkansas Tobacco Control Board was created by Act 1337 of 1997 to regulate and issue permits and licenses for the sales of cigarettes or tobacco products in Arkansas. Act 1235 of 2015 added the regulation of vapor, alternative nicotine and e-liquid products to the Board's responsibilities. The agency may suspend or revoke permits and licenses but does not collect cigarette and tobacco taxes.

TOTAL APPROPRIATION

The total appropriation is \$2,732,063 in FY2018 and \$2,732,677 in FY2019.

FUNDING SOURCE

General Revenues, a Grant from the Arkansas Department of Health, Master Tobacco Settlement monies for the sales to minors checks and enforcement, and Special Revenues in the form of permit fees.

II) CHANGE LEVEL REQUESTS:

SALES TO MINORS ENFORCEMENT - CASH (APPROPRIATION 2EH)

Appropriation provides for the organization, maintenance, operation and merchant education and training with regard to enforcement of the Tobacco Products Tax Act of 1977, the Unfair Cigarette Sale Act and prohibitions of availability to minors. Total appropriation is \$992,630 in FY2018 and \$992,998 in FY2019. Funded with cash, change levels include the following:

Operating Expenses - increase of \$19,800 each year for the cost of conducting compliance checks and increased costs to the Department of Information Systems to hose a new database.

OPERATIONS (APPROPRIATION 983)

Appropriation is used for the operations of the Board. Funded Total appropriation is \$804,647 in FY2018 and \$804,770 in FY2019. Funded with General Revenue, change levels include the following:

Operating Expenses - increase of \$10,000 due to a reallocation from Conference and Travel Expenses line item.

Conference and Travel Expenses - decrease of \$5,000 due to a reallocation to Operating Expenses line item.

Professional Fees - decrease of \$5,000 due to a reallocation to Operating Expenses line item.

All requests are to cover additional enforcement costs brought on by legislation requiring regulation of vapor, alternative nicotine and e-liquid products.

III) ADDITIONAL POSITIONS (Total FY2017 Authorized Positions:31)

Total Positions for FY2019: 31

Total Positions for FY2018: 31

Total Base Level Positions: 31

Increase/(Decrease): 0

Extra Help Positions FY2018 and FY2019: 0 (Total FY2017
Authorized Extra Help: 0)

IV) SPECIAL LANGUAGE:

PROMOTIONAL ITEMS - Language authorizes the Tobacco Control Board to purchase Promotional Items from the Maintenance and General Operations Line items in the Sales to Minors Enforcement in an amount up to \$5,000 annually.

October 15, 2016