

Department Appropriation Summary

Historical Data

Agency Request and Executive/Legislative Recommendation

Appropriation	2013-2014		2014-2015		2014-2015		2015-2016						2016-2017					
	Actual	Pos	Budget	Pos	Authorized	Pos	Agency	Pos	Executive	Pos	Legislative	Pos	Agency	Pos	Executive	Pos	Legislative	Pos
1MJ County Jail Reimbursement	13,705,902	0	13,843,971	0	14,118,672	0	40,184,970	0	40,184,970	0	40,184,970	0	19,661,227	0	19,661,227	0	19,661,227	0
2ZV Work Release Cash	2,684,544	0	5,169,560	0	6,896,771	0	7,887,350	0	7,376,070	0	7,376,070	0	7,750,200	0	7,238,920	0	7,238,920	0
33K ADC Sex Offender Assessment	0	0	25,000	0	25,000	0	25,000	0	25,000	0	25,000	0	25,000	0	25,000	0	25,000	0
4HS Fire Station Treasury Cash	4,470	0	50,000	0	50,000	0	25,000	0	25,000	0	25,000	0	25,000	0	25,000	0	25,000	0
509 Inmate Care & Custody	324,189,396	4,296	326,096,176	4,319	341,690,923	4,395	362,472,084	4,565	362,485,628	4,565	362,485,628	4,565	360,954,105	4,565	360,967,649	4,565	360,967,649	4,565
511 Prison Industry	9,122,936	46	10,791,000	60	11,281,041	60	11,549,948	60	11,549,948	60	11,549,948	60	11,571,873	60	11,571,873	60	11,571,873	60
512 Farm Operations	13,563,215	59	20,100,000	64	20,763,366	64	21,149,683	64	21,149,683	64	21,149,683	64	20,239,195	64	20,239,195	64	20,239,195	64
859 Inmate Welfare Treasury Cash	10,859,530	28	12,109,061	27	12,688,500	27	13,408,965	28	13,408,965	28	13,408,965	28	13,411,332	28	13,411,332	28	13,411,332	28
865 Non-Tax Revenue Receipts	1,922,014	0	2,837,500	0	6,440,000	0	3,972,500	0	3,972,500	0	3,972,500	0	3,972,500	0	3,972,500	0	3,972,500	0
F95 Paws in Prison	45,187	0	150,000	0	0	0	150,000	0	150,000	0	150,000	0	150,000	0	150,000	0	150,000	0
Total	376,097,194	4,429	391,172,268	4,470	413,954,273	4,546	460,825,500	4,717	460,327,764	4,717	460,327,764	4,717	437,760,432	4,717	437,262,696	4,717	437,262,696	4,717

Funding Sources		%		%		%		%		%		%		%		%		%
Fund Balance	4000005	14,562,599	3.7	12,658,056	3.2	4,220,056	0.9	4,220,056	1.0	4,220,056	1.0	1,232,842	0.3	1,194,426	0.3	1,194,426	0.3	
General Revenue	4000010	320,451,836	82.4	335,655,267	84.9	394,722,563	87.7	363,069,060	86.7	363,069,060	86.7	372,680,840	87.6	362,269,060	87.3	362,269,060	87.3	
Federal Revenue	4000020	483,835	0.1	500,000	0.1	500,000	0.1	500,000	0.1	500,000	0.1	500,000	0.1	500,000	0.1	500,000	0.1	
Special Revenue	4000030	17,181,998	4.4	23,316,000	5.9	24,625,215	5.5	24,625,215	5.9	24,625,215	5.9	24,775,000	5.8	24,775,000	6.0	24,775,000	6.0	
Cash Fund	4000045	17,912,541	4.6	16,563,001	4.2	19,460,660	4.3	19,460,660	4.6	19,460,660	4.6	19,624,719	4.6	19,624,719	4.7	19,624,719	4.7	
Merit Adjustment Fund	4000055	3,413,878	0.9	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	
Budget Stabilization Trust	4000130	4,600,000	1.2	5,600,000	1.4	5,600,000	1.2	5,600,000	1.3	5,600,000	1.3	5,600,000	1.3	5,600,000	1.3	5,600,000	1.3	
DFA Motor Vehicle Acquisition	4000184	81,731	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	
General Improvement Fund	4000265	9,419,873	2.4	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	
Inter-agency Fund Transfer	4000316	538,256	0.1	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	
Intra-agency Fund Transfer	4000317	0	0.0	1,000,000	0.3	1,000,000	0.2	1,000,000	0.2	1,000,000	0.2	1,000,000	0.2	1,000,000	0.2	1,000,000	0.2	
M & R Sales	4000340	108,703	0.0	100,000	0.0	0	0.0	100,000	0.0	100,000	0.0	0	0.0	100,000	0.0	100,000	0.0	
Other	4000370	0	0.0	0	0.0	100,000	0.0	0	0.0	0	0.0	100,000	0.0	0	0.0	0	0.0	
Total Funds		388,755,250	100.0	395,392,324	100.0	450,228,494	100.0	418,574,991	100.0	418,574,991	100.0	425,513,401	100.0	415,063,205	100.0	415,063,205	100.0	
Excess Appropriation/(Funding)		(12,658,056)		(4,220,056)		10,597,006		41,752,773		41,752,773		12,247,031		22,199,491		22,199,491		
Grand Total		376,097,194		391,172,268		460,825,500		460,327,764		460,327,764		437,760,432		437,262,696		437,262,696		

Variance in fund balance due to unfunded appropriation in appropriations (1MJ) County Jail Reimbursement Fund, (2ZV) Cash in Treasury, (4HS) Cash in Treasury, (509) Department of Correction Inmate Care and Custody Fund, (511) Department of Correction Prison Industry Fund, (859) Cash in Treasury and (865) Cash in Treasury.

Analysis of Budget Request

Appropriation: 1MJ - County Jail Reimbursement

Funding Sources: MCJ - County Jail Reimbursement Fund

In the event the Arkansas Department of Correction cannot accept inmates from county jails due to insufficient bed space, the Agency reimburses the counties from the County Jail Reimbursement Fund at rates determined by the Chief Fiscal Officer of the State, after consultation with the Division of Legislative Audit and the Department of Correction and upon approval of the Governor, until the appropriation and funding provided for that purpose are exhausted as stipulated in A.C.A. §12-27-114. ADC serves as disbursing officer for this separate Revenue Stabilization Fund and currently pays county jails \$28 per day for housing inmates sentenced to ADC.

The Agency's Base Level appropriation totals \$13,343,971 each year of the biennium.

The Agency's Change Level Request totals \$26,840,999 in FY16 and \$6,317,256 in FY17 in appropriation and general revenue funding to reimburse counties for housing state inmates.

The Executive Recommendation provides for the Agency Request in appropriation and \$9,500,000 in general revenue funding for each year.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: 1MJ - County Jail Reimbursement

Funding Sources: MCJ - County Jail Reimbursement Fund

Commitment Item		2013-2014	2014-2015	2014-2015	2015-2016			2016-2017		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Refunds/Reimbursements	5110014	13,705,902	13,843,971	14,118,672	40,184,970	40,184,970	40,184,970	19,661,227	19,661,227	19,661,227
Total		13,705,902	13,843,971	14,118,672	40,184,970	40,184,970	40,184,970	19,661,227	19,661,227	19,661,227

Funding Sources										
Fund Balance	4000005	2,552,455	538,416		38,416	38,416	38,416	38,416	0	0
General Revenue	4000010	7,453,607	13,343,971		40,184,970	22,843,971	22,843,971	19,661,227	22,843,971	22,843,971
General Improvement Fund	4000265	3,700,000	0		0	0	0	0	0	0
Inter-agency Fund Transfer	4000316	538,256	0		0	0	0	0	0	0
Total Funding		14,244,318	13,882,387		40,223,386	22,882,387	22,882,387	19,699,643	22,843,971	22,843,971
Excess Appropriation/(Funding)		(538,416)	(38,416)		(38,416)	17,302,583	17,302,583	(38,416)	(3,182,744)	(3,182,744)
Grand Total		13,705,902	13,843,971		40,184,970	40,184,970	40,184,970	19,661,227	19,661,227	19,661,227

Inter-agency Fund Transfer reflects the transfer of unexpensed funds from Department of Community Correction (2GK) - County Jail Reimbursement Fund.

Analysis of Budget Request

Appropriation: 2ZV - Work Release Cash

Funding Sources: NDC - Cash in Treasury

The Work Release Program allows inmates to hold paid jobs in the community while being housed at a correctional facility. Work Release participants reimburse the Department of Correction \$17 per day to offset the cost for maintenance and operation of the centers. There are currently six Work Release Centers located at Luxora, Springdale, Benton, Texarkana, Wrightsville and Pine Bluff. This is a cash funded appropriation that is supported by each inmate who participates in the Work Release Program.

The Agency's Base Level appropriation totals \$5,169,560 each year of the biennium.

The Agency's Change Level Request totals \$2,717,790 in FY16 and \$2,580,640 in FY17 and consists of the following:

- Operating Expenses of \$388,760 in FY16 and \$526,360 in FY17 including utilities, fuel purchases, mileage, food purchases, firearms, and building maintenance.
- Conference and Travel Expenses of \$11,280 each year for training of employees/staff that operate the work release units.
- Professional Fees of \$500,000 each year for increases in professional, administrative and legal fees for the work release units.
- Capital Outlay of \$1,817,750 in FY16 and \$1,543,000 in FY17 for the purchase of new equipment for two of the work release units.

The Executive Recommendation provides for the Agency Request in Operating Expenses and Capital Outlay commitment items and Base Level for Conference and Travel Expenses and Professional Fees commitment items. Expenditure of appropriation is contingent upon available funding.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: 2ZV - Work Release Cash

Funding Sources: NDC - Cash in Treasury

Commitment Item		2013-2014	2014-2015	2014-2015	2015-2016			2016-2017		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Operating Expenses	5020002	1,909,410	4,565,410	4,791,941	4,954,170	4,954,170	4,954,170	5,091,770	5,091,770	5,091,770
Conference & Travel Expenses	5050009	5,749	104,150	104,830	115,430	104,150	104,150	115,430	104,150	104,150
Professional Fees	5060010	120	500,000	500,000	1,000,000	500,000	500,000	1,000,000	500,000	500,000
Data Processing	5090012	0	0	0	0	0	0	0	0	0
Capital Outlay	5120011	769,265	0	1,000,000	1,817,750	1,817,750	1,817,750	1,543,000	1,543,000	1,543,000
Debt Service	5120019	0	0	500,000	0	0	0	0	0	0
Total		2,684,544	5,169,560	6,896,771	7,887,350	7,376,070	7,376,070	7,750,200	7,238,920	7,238,920
Funding Sources										
Fund Balance	4000005	4,921,462	5,370,047		1,750,487	1,750,487	1,750,487	0	0	0
Cash Fund	4000045	3,127,770	1,550,000		2,600,000	2,600,000	2,600,000	2,600,000	2,600,000	2,600,000
M & R Sales	4000340	5,359	0		0	0	0	0	0	0
Total Funding		8,054,591	6,920,047		4,350,487	4,350,487	4,350,487	2,600,000	2,600,000	2,600,000
Excess Appropriation/(Funding)		(5,370,047)	(1,750,487)		3,536,863	3,025,583	3,025,583	5,150,200	4,638,920	4,638,920
Grand Total		2,684,544	5,169,560		7,887,350	7,376,070	7,376,070	7,750,200	7,238,920	7,238,920

Expenditure of appropriation is contingent upon available funding.

Analysis of Budget Request

Appropriation: 33K - ADC Sex Offender Assessment

Funding Sources: SSC - ADC Sex Offender Assessment Fund

This appropriation request is for UAMS Juvenile Assessment. Funds for this appropriation are derived from collections by the Arkansas Crime Information Center (ACIC) of a \$250.00 fee from each individual who is required by law to register as a Level III or Level IV Sex Offender as required by provisions of ACA §12-12-910 and 12-12-911 et seq. The fees are split between ACIC and the Department of Correction.

The Agency Request is for Base Level of \$25,000 each year of the biennium.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: 33K - ADC Sex Offender Assessment

Funding Sources: SSC - ADC Sex Offender Assessment Fund

Commitment Item		2013-2014	2014-2015	2014-2015	2015-2016			2016-2017		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Operating Expenses	5020002	0	25,000	25,000	25,000	25,000	25,000	25,000	25,000	25,000
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
Capital Outlay	5120011	0	0	0	0	0	0	0	0	0
Total		0	25,000	25,000	25,000	25,000	25,000	25,000	25,000	25,000
Funding Sources										
Fund Balance	4000005	34,953	57,104		57,104	57,104	57,104	57,104	57,104	57,104
Special Revenue	4000030	22,151	25,000		25,000	25,000	25,000	25,000	25,000	25,000
Total Funding		57,104	82,104		82,104	82,104	82,104	82,104	82,104	82,104
Excess Appropriation/(Funding)		(57,104)	(57,104)		(57,104)	(57,104)	(57,104)	(57,104)	(57,104)	(57,104)
Grand Total		0	25,000		25,000	25,000	25,000	25,000	25,000	25,000

Analysis of Budget Request

Appropriation: 4HS - Fire Station Treasury Cash

Funding Sources: NDC - Cash in Treasury

This appropriation provides for the support of the Fire Station recently constructed at the Cummins Unit. Cash funds are collected through the Fire Protection Revolving Fund as authorized by Act 833 of 1991. The construction of the new Fire Station was completed by Department of Correction's in-house construction division utilizing inmate labor to lower the cost.

The Agency Request is for Base Level of \$25,000 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 the Executive Recommendation.

Appropriation Summary

Appropriation: 4HS - Fire Station Treasury Cash

Funding Sources: NDC - Cash in Treasury

Commitment Item		2013-2014	2014-2015	2014-2015	2015-2016			2016-2017		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Operating Expenses	5020002	4,470	25,000	25,000	25,000	25,000	25,000	25,000	25,000	25,000
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
Capital Outlay	5120011	0	25,000	25,000	0	0	0	0	0	0
Total		4,470	50,000	50,000	25,000	25,000	25,000	25,000	25,000	25,000
Funding Sources										
Fund Balance	4000005	24,119	35,370		5,370	5,370	5,370	0	0	0
Cash Fund	4000045	15,721	20,000		15,000	15,000	15,000	15,000	15,000	15,000
Total Funding		39,840	55,370		20,370	20,370	20,370	15,000	15,000	15,000
Excess Appropriation/(Funding)		(35,370)	(5,370)		4,630	4,630	4,630	10,000	10,000	10,000
Grand Total		4,470	50,000		25,000	25,000	25,000	25,000	25,000	25,000

Expenditure of appropriation is contingent upon available funding.

Analysis of Budget Request

Appropriation: 509 - Inmate Care & Custody

Funding Sources: HCA - Department of Correction Inmate Care and Custody Fund

The Arkansas Department of Correction (ADC) is responsible for administration of an efficient and humane system of correction for individuals committed to the Department by the courts. In addition to providing for basic physiological and psychological needs of inmates, the Agency operates extensive farming, industry, work release programs, inmate welfare activities, pen stores, and maintenance and construction activities. Cash and special revenues produced by these and other auxiliary activities allow the Department wide discretion in planning and operating new and expanded inmate care and custody programs as well as construction projects.

The Board of Corrections is comprised of seven voting members: five citizen members, the chairperson of the Post Prison Transfer Board and one member of a criminal justice faculty. Each member is appointed by the Governor and serves a seven-year term.

The Agency has five divisions. The divisions and responsibilities are:

Administrative Services provides support to all operational units of the ADC while ensuring Agency compliance with state and federal accounting, budgetary and personnel procedures;

Institutional Services oversees the various Institutions, Work Release Programs, Regional Jails, Transportation Services, Accreditation, Classification and Emergency Preparedness;

Operations directs the Agriculture and Industry Programs, the 309 County Jail Contracts Program (A.C.A. §12-30-401) and also coordinates inmate grievances;

Health and Correctional Programs is responsible for Medical and Mental Health Services, Religious Services, Substance Abuse Treatment Program (SATP) and Reduction of Sexual Victimization Program (RSVP). The Health and Correctional Programs Division also coordinates educational programs provided through the Department of Correction School District, which is accredited and supervised by the Arkansas Department of Education. During the 1999 Legislative Session, responsibility for assessment of sex offenders in prison and living in communities in Arkansas was assigned to ADC. A unit supervised by the Deputy Director of Health and Correctional Programs conducts the assessments as prescribed by the Sex Offender Assessment Committee whose members are appointed by the Governor and prescribed by law;

Construction and Maintenance is responsible for ongoing and preventative maintenance programs at the various units and design and construction projects for the department. Construction of facilities is often completed with inmate labor, which costs substantially less than free-world labor.

Funding for Inmate Care and Custody (ICC) is primarily from general revenue. The opening of the Jefferson and Delta Regional Jail Units in FY92 provided a new fund source for the Department. Legislation specifies that fees collected from contracting with counties for an agreed upon number of beds is to be deposited in the "Regional Facilities Operation Account" and used for payment of debt service on, or operation of, regional facilities. The operation of these facilities is funded within Inmate Care and Custody appropriation with a portion of the cost defrayed by a transfer of the cash funds to the Inmate Care and Custody Fund. The use of cash and special revenue income for Inmate Care & Custody Fund Operations allows the Agency to prepare fiscal year budgets to help meet the contingencies of population growth.

Base Level Regular Salaries and Personal Services Matching include the continuation of the previously authorized 2015 1% Cost of Living Adjustment and Career Service Payments for eligible employees. Personal Services Matching also includes a \$10 increase in the monthly contribution for State employee's health insurance for a total State match per budgeted employee of \$420 per month. Base Level salaries and matching do not include appropriation for Merit Pay Increases. The Base Level salary of unclassified positions reflects the FY15 line item maximum plus the previously authorized 2015 1% Cost of Living Adjustment.

The Agency's Base Level appropriation totals \$327,720,427 in FY16 and \$327,884,486 in FY17 and includes four thousand three hundred nineteen (4,319) positions.

The Agency's Change Level Request totals \$34,751,657 with general revenue funding of \$30,512,504 in FY16 and \$33,069,619 with general revenue funding of \$28,994,524 in FY17. The following is a summary of the major components of the Agency Request.

Unfunded Salary Requirements

The Agency has made it a priority to fill vacant positions to avoid overtime and to have more secure institutions. However, due to having less turnover the agency is unable to use salary savings to help offset costs for Holiday Time and Straight Time. Therefore, the Agency requests Regular Salaries and Personal Services Matching of \$10,127,813 in FY16 and \$7,620,479 in FY17 for Straight Time and Holiday Time payouts.

Medical Contract Increases

In anticipation of a projected cost increase of 3% each year of the biennium for the Agency's medical contract, the Agency requests an increase in Professional Fees of \$1,939,834 in FY16 and \$3,661,786 in FY17.

Agency General Operations

In order to provide for the administration of the system as a whole, the Agency requests the following:

- Regular Salaries and Personal Services Matching of \$4,595,739 each year which includes:
 1. Restoration of forty seven (47) "flex" positions (appropriation only).
 2. Restoration of twenty nine (29) positions that were approved and authorized by Act 284 of 2014 (appropriation only).
 3. Request of twenty six (26) new positions funded by the Special Session of 2014 (appropriation only).
 4. Request of nine (9) new positions funded by the \$6.2 million approved during the Special Session of 2014 amending the Revenue Stabilization Act (appropriation only).

5. Reclassification of nine (9) positions (general revenue funding and appropriation).
- Operating Expenses of \$6,103,768 each year for food costs increases, building and grounds maintenance and costs associated with supporting the positions requested.
 - Capital Outlay of \$2,226,705 in FY16 and \$1,834,428 in FY17 to replace and update aging equipment in various units.

New Bed Initiatives

The Agency anticipates the following new bed openings during the 2015-2017 Biennium:

- Ester Unit (formerly the Diagnostic Unit)
Three hundred fifty-six (356) general population beds.
- Tucker Parole Bootcamp
Twenty four (24) special programs beds.

In order to accommodate these openings, the Agency requests the following:

- Regular Salaries and Personal Services Matching of \$6,175,872 each year in association with the Agency's request of one hundred thirty five (135) new positions.
- Operating Expenses of \$1,644,588 in FY16 and \$1,504,338 in FY17 for support of these positions in facilities operations.
- Professional Fees of \$1,429,023 in FY16 and \$1,473,209 in FY17 for medical expenses for the inmates housed in the new units.
- Capital Outlay of \$508,315 in FY16 and \$100,000 in FY17 for new kitchen equipment for the Ester Unit.

The Executive Recommendation provides for \$16,200,000 for FY16 and \$15,400,000 for FY17 in general revenue funding and the Agency Request in appropriation and positions only with the exception of the reclassification requests. Instead, the Executive Recommendation provides for the upgrade of the ADC/DCC Internal Affairs Investigator positions from a C116 to a C117. The Executive Recommendation also provides for the reclassification of two (2) positions based on the request for reclassification by the Department of Community Correction and following job audits by the Office of Personnel Management.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: 509 - Inmate Care & Custody

Funding Sources: HCA - Department of Correction Inmate Care and Custody Fund

Commitment Item		2013-2014	2014-2015	2014-2015	2015-2016			2016-2017		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Regular Salaries	5010000	158,367,769	153,575,662	162,299,096	170,272,823	170,283,254	170,283,254	168,392,723	168,403,154	168,403,154
#Positions		4,296	4,319	4,395	4,565	4,565	4,565	4,565	4,565	4,565
Extra Help	5010001	80,757	100,000	100,000	100,000	100,000	100,000	100,000	100,000	100,000
#Extra Help		12	170	170	170	170	170	170	170	170
Personal Services Matching	5010003	59,274,514	59,543,256	64,464,556	65,369,770	65,372,883	65,372,883	64,906,595	64,909,708	64,909,708
Overtime	5010006	416,533	1,550,000	1,550,000	1,550,000	1,550,000	1,550,000	1,550,000	1,550,000	1,550,000
Operating Expenses	5020002	49,771,753	49,372,602	49,372,602	57,120,958	57,120,958	57,120,958	56,980,708	56,980,708	56,980,708
Conference & Travel Expenses	5050009	143,981	155,398	157,288	155,398	155,398	155,398	155,398	155,398	155,398
Professional Fees	5060010	54,471,992	60,266,258	60,925,723	63,635,115	63,635,115	63,635,115	65,401,253	65,401,253	65,401,253
Data Processing	5090012	0	0	0	0	0	0	0	0	0
Capital Outlay	5120011	482,581	0	1,288,658	2,735,020	2,735,020	2,735,020	1,934,428	1,934,428	1,934,428
Jail Contracts	5900047	1,179,516	1,533,000	1,533,000	1,533,000	1,533,000	1,533,000	1,533,000	1,533,000	1,533,000
Total		324,189,396	326,096,176	341,690,923	362,472,084	362,485,628	362,485,628	360,954,105	360,967,649	360,967,649

Funding Sources										
General Revenue	4000010	312,998,229	322,311,296		354,537,593	340,225,089	340,225,089	353,019,613	339,425,089	339,425,089
Federal Revenue	4000020	425,584	500,000		500,000	500,000	500,000	500,000	500,000	500,000
Cash Fund	4000045	1,612,627	3,284,880		3,195,338	3,195,338	3,195,338	3,359,397	3,359,397	3,359,397
Merit Adjustment Fund	4000055	3,413,878	0		0	0	0	0	0	0
General Improvement Fund	4000265	5,719,873	0		0	0	0	0	0	0
M & R Sales	4000340	19,205	0		0	0	0	0	0	0
Total Funding		324,189,396	326,096,176		358,232,931	343,920,427	343,920,427	356,879,010	343,284,486	343,284,486
Excess Appropriation/(Funding)		0	0		4,239,153	18,565,201	18,565,201	4,075,095	17,683,163	17,683,163
Grand Total		324,189,396	326,096,176		362,472,084	362,485,628	362,485,628	360,954,105	360,967,649	360,967,649

Analysis of Budget Request

Appropriation: 511 - Prison Industry

Funding Sources: SDD - Department of Correction Prison Industry Fund

Correctional Industries exists as a self-supporting operation within the ADC and is funded by special revenues generated by the sale of products to public agencies and nonprofit organizations. The primary goal of the Industries program is to administer and operate the various industry programs in an efficient and cost-effective manner that provides inmates with productive and significant training opportunities. More than 500 inmates participate in the various work programs. Principal operations include printing and graphic arts, digital imaging, engraving, janitorial product manufacturing, school bus/fire truck repair, furniture manufacturing, refinishing and upholstery, vinyl products and athletic equipment. Prison Industry Enhancement (PIE) Programs at the McPherson and Pine Bluff Units are a partnership with private sector companies operating within prison fences and employing inmates at prevailing wages. FY14 sales totaled \$8.2 million.

Base Level Regular Salaries and Personal Services Matching include the continuation of the previously authorized 2015 1% Cost of Living Adjustment and Career Service Payments for eligible employees. Personal Services Matching also includes a \$10 increase in the monthly contribution for State employee's health insurance for a total State match per budgeted employee of \$420 per month. Base Level salaries and matching do not include appropriation for Merit Pay Increases.

The Agency's Base Level appropriation totals \$10,755,011 in FY16 and \$10,755,884 in FY17 and includes sixty (60) positions.

The Agency's Change Level Request totals \$794,937 in FY16 and \$815,989 in FY17 and includes the following:

- Extra Help and Personal Services Matching of \$10,989 each year to be used if necessary.
- Operating Expenses of \$500,000 each year for utility increases.
- Capital Outlay of \$283,948 in FY16 and \$305,000 in FY17 for the purchase of replacement equipment.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: 511 - Prison Industry

Funding Sources: SDD - Department of Correction Prison Industry Fund

Commitment Item		2013-2014	2014-2015	2014-2015	2015-2016			2016-2017		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Regular Salaries	5010000	1,714,265	2,134,241	2,233,453	2,150,941	2,150,941	2,150,941	2,151,641	2,151,641	2,151,641
#Positions		46	60	60	60	60	60	60	60	60
Extra Help	5010001	0	0	0	10,000	10,000	10,000	10,000	10,000	10,000
#Extra Help		0	0	0	0	0	0	0	0	0
Personal Services Matching	5010003	715,078	823,266	857,348	835,566	835,566	835,566	835,739	835,739	835,739
Overtime	5010006	3,906	8,000	8,000	8,000	8,000	8,000	8,000	8,000	8,000
Operating Expenses	5020002	6,570,487	7,720,213	8,076,960	8,220,213	8,220,213	8,220,213	8,220,213	8,220,213	8,220,213
Conference & Travel Expenses	5050009	7,844	41,280	41,280	41,280	41,280	41,280	41,280	41,280	41,280
Professional Fees	5060010	0	0	0	0	0	0	0	0	0
Data Processing	5090012	0	0	0	0	0	0	0	0	0
Capital Outlay	5120011	111,356	64,000	64,000	283,948	283,948	283,948	305,000	305,000	305,000
Total		9,122,936	10,791,000	11,281,041	11,549,948	11,549,948	11,549,948	11,571,873	11,571,873	11,571,873

Funding Sources										
Fund Balance	4000005	1,721,719	1,550,498		550,498	550,498	550,498	0	0	0
Special Revenue	4000030	8,907,281	9,791,000		10,100,215	10,100,215	10,100,215	10,250,000	10,250,000	10,250,000
DFA Motor Vehicle Acquisition	4000184	41,126	0		0	0	0	0	0	0
M & R Sales	4000340	3,308	0		0	0	0	0	0	0
Total Funding		10,673,434	11,341,498		10,650,713	10,650,713	10,650,713	10,250,000	10,250,000	10,250,000
Excess Appropriation/(Funding)		(1,550,498)	(550,498)		899,235	899,235	899,235	1,321,873	1,321,873	1,321,873
Grand Total		9,122,936	10,791,000		11,549,948	11,549,948	11,549,948	11,571,873	11,571,873	11,571,873

Analysis of Budget Request

Appropriation: 512 - Farm Operations

Funding Sources: SDC - Department of Correction Farm Fund

The agricultural operation of the ADC is a self-supported division. The Agricultural Division is involved in almost every area of farming providing fresh and frozen vegetables, meat, milk and eggs which are consumed by the inmate population and generates revenue by selling products such as soybeans, rice, cotton and wheat. The primary goal of the Farm Program is to provide useful and meaningful work for inmates, produce sufficient cost-effective food for inmate consumption, and maximize revenues from production and sales of marketable field crops and livestock. A Vegetable Processing facility is located at the Varner Unit and annually provides approximately 2.4 million pounds of vegetables for inmate consumption. A Cold Storage facility located at the Cummins Unit provides beef and pork products to all units for consumption. A state of the art Creamery operation is also located at the Cummins Unit and provides milk and juice products. Approximately 30,000 acres are devoted to cash crops, vegetables, hay production and livestock. FY14 cash crop sales totaled \$7.5 million. The Farm Program provides jobs for approximately 400 inmates. The Livestock Division consists of 2,300 beef cows, a 319-cow dairy, swine production facilities, and egg layer operation as well as responsibility for all the horses being used in the cattle operation and at various units around the state for security and regional maintenance.

Base Level Regular Salaries and Personal Services Matching include the continuation of the previously authorized 2015 1% Cost of Living Adjustment and Career Service Payments for eligible employees. Personal Services Matching also includes a \$10 increase in the monthly contribution for State employee's health insurance for a total State match per budgeted employee of \$420 per month. Base Level salaries and matching do not include appropriation for Merit Pay Increases.

The Agency's Base Level appropriation totals \$18,141,830 in FY16 and \$18,142,206 in FY17 and includes sixty four (64) positions.

The Agency's Change Level Request totals \$3,007,853 in FY16 and \$2,096,989 in FY17 and includes the following:

- Extra Help and Personal Services Matching of \$10,989 in each year of the biennium to use only as necessary.
- Operating Expenses of \$750,000 each year for fuel purchases and utility increases.
- Capital Outlay of \$2,246,864 in FY16 and \$1,336,000 in FY17 for new and replacement equipment.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: 512 - Farm Operations

Funding Sources: SDC - Department of Correction Farm Fund

Commitment Item		2013-2014	2014-2015	2014-2015	2015-2016			2016-2017		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Regular Salaries	5010000	2,400,883	2,573,061	2,662,316	2,597,433	2,597,433	2,597,433	2,597,733	2,597,733	2,597,733
#Positions		59	64	64	64	64	64	64	64	64
Extra Help	5010001	0	0	0	10,000	10,000	10,000	10,000	10,000	10,000
#Extra Help		0	0	0	0	0	0	0	0	0
Personal Services Matching	5010003	900,003	949,140	976,732	963,813	963,813	963,813	963,889	963,889	963,889
Operating Expenses	5020002	8,505,880	13,750,209	13,750,209	14,500,209	14,500,209	14,500,209	14,500,209	14,500,209	14,500,209
Conference & Travel Expenses	5050009	5,222	53,010	53,010	53,010	53,010	53,010	53,010	53,010	53,010
Professional Fees	5060010	45,297	128,354	128,354	128,354	128,354	128,354	128,354	128,354	128,354
Data Processing	5090012	0	0	0	0	0	0	0	0	0
Capital Outlay	5120011	1,148,330	1,996,226	2,542,745	2,246,864	2,246,864	2,246,864	1,336,000	1,336,000	1,336,000
Purchase Cattle/Meat	5900047	557,600	650,000	650,000	650,000	650,000	650,000	650,000	650,000	650,000
Total		13,563,215	20,100,000	20,763,366	21,149,683	21,149,683	21,149,683	20,239,195	20,239,195	20,239,195

Funding Sources										
Fund Balance	4000005	1,789,615	1,122,300		1,122,300	1,122,300	1,122,300	1,072,617	1,072,617	1,072,617
Special Revenue	4000030	8,252,566	13,500,000		14,500,000	14,500,000	14,500,000	14,500,000	14,500,000	14,500,000
Budget Stabilization Trust	4000130	4,600,000	5,600,000		5,600,000	5,600,000	5,600,000	5,600,000	5,600,000	5,600,000
DFA Motor Vehicle Acquisition	4000184	40,605	0		0	0	0	0	0	0
Intra-agency Fund Transfer	4000317	0	1,000,000		1,000,000	1,000,000	1,000,000	1,000,000	1,000,000	1,000,000
M & R Sales	4000340	2,729	0		0	0	0	0	0	0
Total Funding		14,685,515	21,222,300		22,222,300	22,222,300	22,222,300	22,172,617	22,172,617	22,172,617
Excess Appropriation/(Funding)		(1,122,300)	(1,122,300)		(1,072,617)	(1,072,617)	(1,072,617)	(1,933,422)	(1,933,422)	(1,933,422)
Grand Total		13,563,215	20,100,000		21,149,683	21,149,683	21,149,683	20,239,195	20,239,195	20,239,195

Analysis of Budget Request

Appropriation: 859 - Inmate Welfare Treasury Cash

Funding Sources: NDC - Cash in Treasury

Self-supported Pen Store operations within institutions provide the opportunity for inmates to purchase various commissary supplies such as hygiene items, paper and stamps as well as various snack foods. A centralized banking system manages inmate funds, and the profits from the stores are used to purchase items that benefit inmates such as tables and chairs for visitation, televisions and recreational equipment for inmate use.

Base Level Regular Salaries and Personal Services Matching include the continuation of the previously authorized 2015 1% Cost of Living Adjustment and Career Service Payments for eligible employees. Personal Services Matching also includes a \$10 increase in the monthly contribution for State employee's health insurance for a total State match per budgeted employee of \$420 per month. Base Level salaries and matching do not include appropriation for Merit Pay Increases.

The Agency's Base Level appropriation totals \$12,122,428 in FY16 and \$12,124,795 in FY17 and includes twenty seven (27) positions.

The Agency's Change Level Request totals \$1,286,537 each year of the biennium and includes the following:

- Regular Salaries and Personal Services Matching of \$36,537 each year for one (1) Commissary Manager (C112) to be utilized at the Ester Unit.
- Operating Expenses of \$750,000 each year for the purchase of merchandise for resale.
- Capital Outlay of \$500,000 each year for the purchase of new and replacement equipment for expanded commissary operations.

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: 859 - Inmate Welfare Treasury Cash

Funding Sources: NDC - Cash in Treasury

Commitment Item		2013-2014	2014-2015	2014-2015	2015-2016			2016-2017		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Regular Salaries	5010000	759,467	759,936	818,338	793,328	793,328	793,328	795,228	795,228	795,228
#Positions		28	27	27	28	28	28	28	28	28
Personal Services Matching	5010003	170,095	320,165	341,202	336,677	336,677	336,677	337,144	337,144	337,144
Operating Expenses	5020002	9,929,968	11,028,960	11,028,960	11,778,960	11,778,960	11,778,960	11,778,960	11,778,960	11,778,960
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
Capital Outlay	5120011	0	0	500,000	500,000	500,000	500,000	500,000	500,000	500,000
Total		10,859,530	12,109,061	12,688,500	13,408,965	13,408,965	13,408,965	13,411,332	13,411,332	13,411,332
Funding Sources										
Fund Balance	4000005	2,300,253	2,696,375		552,935	552,935	552,935	0	0	0
Cash Fund	4000045	11,255,652	9,965,621		10,800,322	10,800,322	10,800,322	10,800,322	10,800,322	10,800,322
Total Funding		13,555,905	12,661,996		11,353,257	11,353,257	11,353,257	10,800,322	10,800,322	10,800,322
Excess Appropriation/(Funding)		(2,696,375)	(552,935)		2,055,708	2,055,708	2,055,708	2,611,010	2,611,010	2,611,010
Grand Total		10,859,530	12,109,061		13,408,965	13,408,965	13,408,965	13,411,332	13,411,332	13,411,332

Expenditure of appropriation is contingent upon available funding.

Analysis of Budget Request

Appropriation: 865 - Non-Tax Revenue Receipts

Funding Sources: NDC - Cash in Treasury

This cash appropriation is funded by proceeds derived from contractual agreement with a telephone service provider for the operation of a coin-less telephone system that was implemented in the 1995-97 Biennium. The program allows inmates to call family or friends collect with a portion of the receipts from such calls paid to the Department of Correction by the telephone company. The appropriation is used for inmate assistance projects, security equipment, long term needs and general operations as annually approved by the Arkansas Board of Corrections.

The Agency's Base Level appropriation totals \$2,772,500 each year of the biennium.

The Agency's Change Level Request totals \$1,200,000 each year to allow flexibility in allocating available funding for general operations and other projects as may be allocated by the Board of Corrections and includes the following:

- Operating Expenses of \$750,000 each year.
- Professional Fees of \$150,000 each year.
- Capital Outlay of \$300,000 each year.

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: 865 - Non-Tax Revenue Receipts

Funding Sources: NDC - Cash in Treasury

Commitment Item		2013-2014	2014-2015	2014-2015	2015-2016			2016-2017		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Operating Expenses	5020002	923,871	730,500	3,829,195	1,480,500	1,480,500	1,480,500	1,480,500	1,480,500	1,480,500
Conference & Travel Expenses	5050009	0	0	0	0	0	0	0	0	0
Professional Fees	5060010	0	50,000	200,000	200,000	200,000	200,000	200,000	200,000	200,000
Construction	5090005	896,146	1,992,000	2,010,805	1,992,000	1,992,000	1,992,000	1,992,000	1,992,000	1,992,000
Data Processing	5090012	0	0	0	0	0	0	0	0	0
Capital Outlay	5120011	101,997	65,000	400,000	300,000	300,000	300,000	300,000	300,000	300,000
Total		1,922,014	2,837,500	6,440,000	3,972,500	3,972,500	3,972,500	3,972,500	3,972,500	3,972,500
Funding Sources										
Fund Balance	4000005	1,218,023	1,203,241		78,241	78,241	78,241	0	0	0
Federal Revenue	4000020	58,251	0		0	0	0	0	0	0
Cash Fund	4000045	1,848,981	1,712,500		2,800,000	2,800,000	2,800,000	2,800,000	2,800,000	2,800,000
Total Funding		3,125,255	2,915,741		2,878,241	2,878,241	2,878,241	2,800,000	2,800,000	2,800,000
Excess Appropriation/(Funding)		(1,203,241)	(78,241)		1,094,259	1,094,259	1,094,259	1,172,500	1,172,500	1,172,500
Grand Total		1,922,014	2,837,500		3,972,500	3,972,500	3,972,500	3,972,500	3,972,500	3,972,500

Expenditure of appropriation is contingent upon available funding.

Analysis of Budget Request

Appropriation: F95 - Paws in Prison

Funding Sources: NDC - Cash in Treasury

This cash appropriation is funded by marketing and distribution proceeds and cash donations. This non-profit program supports the training of rescue dogs by inmates and allows for the dogs to eventually be adopted as pets.

The Agency's Request includes \$150,000 in each year of the biennium for operational needs and support.

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: F95 - Paws in Prison

Funding Sources: NDC - Cash in Treasury

Commitment Item		2013-2014	2014-2015	2014-2015	2015-2016			2016-2017		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Paws in Prison	5900046	45,187	150,000	0	150,000	150,000	150,000	150,000	150,000	150,000
Total		45,187	150,000	0	150,000	150,000	150,000	150,000	150,000	150,000

Funding Sources										
Fund Balance	4000005	0	84,705		64,705	64,705	64,705	64,705	64,705	64,705
Cash Fund	4000045	51,790	30,000		50,000	50,000	50,000	50,000	50,000	50,000
M & R Sales	4000340	78,102	100,000		0	100,000	100,000	0	100,000	100,000
Other	4000370	0	0		100,000	0	0	100,000	0	0
Total Funding		129,892	214,705		214,705	214,705	214,705	214,705	214,705	214,705
Excess Appropriation/(Funding)		(84,705)	(64,705)		(64,705)	(64,705)	(64,705)	(64,705)	(64,705)	(64,705)
Grand Total		45,187	150,000		150,000	150,000	150,000	150,000	150,000	150,000

Budget exceeds Authorized in FY15 due to appropriation establishment by cash letter. Expenditure of appropriation is contingent upon available funding.