

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
1XY Fish/Wildlife Conservation	632,088	0	800,000	0	800,000	0	800,000	0	800,000	0	800,000	0	800,000	0	800,000	0	800,000	0
2DD Conference-Treasury	174,430	0	475,000	0	475,000	0	475,000	0	475,000	0	475,000	0	475,000	0	475,000	0	475,000	0
35U Pulaski County Deseg Case Costs	803,976	0	894,671	0	894,671	0	0	0	0	0	0	0	0	0	0	0	0	0
35V Vision Screening Program	0	0	0	0	1,000,000	0	5,508	0	5,508	0	5,508	0	5,508	0	5,508	0	5,508	0
435 Federal Grants Administration	744,151	10	741,065	7	713,897	7	945,942	7	945,942	7	945,942	7	946,794	7	946,794	7	946,794	7
4HF Medicaid Adm-Cash in Treasury	14,999,788	0	15,000,000	0	15,000,000	0	15,000,000	0	15,000,000	0	15,000,000	0	15,000,000	0	15,000,000	0	15,000,000	0
56P Professional Licensure Standards Board	1,016,665	9	862,937	10	899,154	10	1,520,755	13	1,520,755	13	1,520,755	13	1,521,607	13	1,521,607	13	1,521,607	13
620 State Operations	21,753,906	257	23,827,366	266	24,794,455	269	24,692,988	265	24,692,988	265	24,692,988	265	24,702,199	265	24,702,199	265	24,702,199	265
630 Building Maintenance	0	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
631 Revolving Loan Certification	211,177	1	13,096,608	1	13,097,512	1	13,097,234	1	13,097,234	1	13,097,234	1	13,097,234	1	13,097,234	1	13,097,234	1
637 Child Nutrition	167,591,382	22	168,062,676	19	167,677,799	19	188,231,036	20	188,231,036	20	188,231,036	20	188,231,896	20	188,231,896	20	188,231,896	20
650 Fed Elem & Sec Education	349,326,405	53	524,319,017	53	559,201,832	53	524,145,479	53	524,145,479	53	524,145,479	53	524,146,582	53	524,146,582	53	524,146,582	53
85J Open Enrollment Charter School Closure	0	0	300,000	0	300,000	0	300,000	0	300,000	0	300,000	0	300,000	0	300,000	0	300,000	0
885 Multiple Grant Award Program	829,371	0	2,626,375	0	2,626,375	0	2,726,375	0	2,726,375	0	2,726,375	0	2,726,375	0	2,726,375	0	2,726,375	0
893 Medicaid Reimbursement	0	0	5,010,500	0	5,010,500	0	5,010,500	0	5,010,500	0	5,010,500	0	5,010,500	0	5,010,500	0	5,010,500	0
899 Alternative Certification Program	537,941	0	1,349,212	0	1,349,212	0	1,349,212	0	1,349,212	0	1,349,212	0	1,349,212	0	1,349,212	0	1,349,212	0
Total	558,621,280	352	757,865,427	356	794,340,407	359	778,800,029	359	778,800,029	359	778,800,029	359	778,812,907	359	778,812,907	359	778,812,907	359

Funding Sources		%		%		%		%		%		%		%		%		%	
Fund Balance	4000005	32,306,565	5.5	31,633,755	4.0			31,643,288	3.9	31,643,288	3.9	31,643,288	3.9	30,831,703	3.8	30,486,583	3.8	30,486,583	3.8
General Revenue	4000010	16,578,345	2.8	16,587,878	2.1			16,673,940	2.1	16,328,820	2.0	16,328,820	2.0	16,683,151	2.1	16,338,031	2.0	16,338,031	2.0
Federal Revenue	4000020	517,661,938	87.7	693,122,758	87.8			713,322,457	88.1	713,322,457	88.1	713,322,457	88.1	713,325,272	88.2	713,325,272	88.3	713,325,272	88.3
Cash Fund	4000045	21,701,583	3.7	26,424,024	3.3			27,145,792	3.4	27,145,792	3.4	27,145,792	3.4	27,146,644	3.4	27,146,644	3.4	27,146,644	3.4
Trust Fund	4000050	1,097,813	0.2	13,596,608	1.7			13,597,234	1.7	13,597,234	1.7	13,597,234	1.7	13,597,234	1.7	13,597,234	1.7	13,597,234	1.7
Educational Adequacy Fund	4000210	6,266,222	1.1	6,266,222	0.8			6,266,222	0.8	6,266,222	0.8	6,266,222	0.8	6,266,222	0.8	6,266,222	0.8	6,266,222	0.8
Educational Excellence Fund	4000220	955,791	0.2	982,799	0.1			982,799	0.1	982,799	0.1	982,799	0.1	982,799	0.1	982,799	0.1	982,799	0.1
Interest	4000300	188,788	0.0	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	(44,635)	0.0	894,671	0.1			0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0
M & R Sales	4000340	21,935	0.0	0	0.0			0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0
Miscellaneous Adjustments	4000345	54,817	0.0	0	0.0			0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0
Transfer frm General Education	4000535	(411,215)	(0.1)	0	0.0			0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0

Funding Sources		%		%		%		%		%		%		%		%	
Transfer to Medicaid Match	4000660	(6,122,912)	(1.0)	0	0.0												
Total Funds		590,255,035	100.0	789,508,715	100.0	809,631,732	100.0	809,286,612	100.0	809,286,612	100.0	808,833,025	100.0	808,142,785	100.0	808,142,785	100.0
Excess Appropriation/(Funding)		(31,633,755)		(31,643,288)		(30,831,703)		(30,486,583)		(30,486,583)		(30,020,118)		(29,329,878)		(29,329,878)	
Grand Total		558,621,280		757,865,427		778,800,029		778,800,029		778,800,029		778,812,907		778,812,907		778,812,907	

FY15 Budget exceeds the authorized amount in Federal Grants Administration (435) due to salary adjustments during the 2013-2015 Biennium.
FY15 Budget exceeds the authorized amount in Child Nutrition (637) due to a transfer from the Miscellaneous Federal Grant Holding Account.
Variance in Fund Balance is due to unfunded appropriation.

Analysis of Budget Request

Appropriation: 1XY - Fish/Wildlife Conservation

Funding Sources: NED - Cash in Treasury

Act 799 of 2003 redirected money collected from Game and Fish Commission fines to educational programs in the counties in which the fines were collected. The act required the Arkansas Department of Education to serve as the pass through Agency for distributing the funds from the Commission to the counties.

The Agency requests Base Level for the 2015-2017 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: 1XY - Fish/Wildlife Conservation

Funding Sources: NED - Cash in Treasury

Commitment Item	2013-2014	2014-2015	2014-2015	2015-2016			2016-2017		
	Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Grants and Aid 5100004	632,088	800,000	800,000	800,000	800,000	800,000	800,000	800,000	800,000
Total	632,088	800,000	800,000	800,000	800,000	800,000	800,000	800,000	800,000

Funding Sources									
Cash Fund 4000045	632,088	800,000		800,000	800,000	800,000	800,000	800,000	800,000
Total Funding	632,088	800,000		800,000	800,000	800,000	800,000	800,000	800,000
Excess Appropriation/(Funding)	0	0		0	0	0	0	0	0
Grand Total	632,088	800,000		800,000	800,000	800,000	800,000	800,000	800,000

Analysis of Budget Request

Appropriation: 2DD - Conference-Treasury

Funding Sources: NED - Cash in Treasury

This appropriation is used to pay expenses of conferences sponsored by the Department. Funding is provided from registration fees charged to participants.

The Agency requests Base Level for the 2015-2017 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: 2DD - Conference-Treasury

Funding Sources: NED - 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	166,988	400,000	400,000	400,000	400,000	400,000	400,000	400,000	400,000
Conference & Travel Expenses	5050009	4,192	25,000	25,000	25,000	25,000	25,000	25,000	25,000	25,000
Professional Fees	5060010	3,250	50,000	50,000	50,000	50,000	50,000	50,000	50,000	50,000
Data Processing	5090012	0	0	0	0	0	0	0	0	0
Capital Outlay	5120011	0	0	0	0	0	0	0	0	0
Total		174,430	475,000	475,000	475,000	475,000	475,000	475,000	475,000	475,000
Funding Sources										
Fund Balance	4000005	632,741	641,447		641,447	641,447	641,447	641,447	641,447	641,447
Cash Fund	4000045	183,136	475,000		475,000	475,000	475,000	475,000	475,000	475,000
Total Funding		815,877	1,116,447		1,116,447	1,116,447	1,116,447	1,116,447	1,116,447	1,116,447
Excess Appropriation/(Funding)		(641,447)	(641,447)		(641,447)	(641,447)	(641,447)	(641,447)	(641,447)	(641,447)
Grand Total		174,430	475,000		475,000	475,000	475,000	475,000	475,000	475,000

Analysis of Budget Request

Appropriation: 35U - Pulaski County Deseg Case Costs

Funding Sources: EGA - Department of Education-State Operations

This program, established in Act 395 of 2007, allows for the Department of Education, in consultation with the Attorney General to have the authority to enter into agreements with the three (3) Pulaski County school districts to reimburse the school districts for legal fees incurred for seeking unitary status. To be eligible for possible reimbursement for legal fees, the school districts were to file motions seeking unitary status no later than October 30, 2007 and the school districts must be declared unitary or at least partially unitary by the federal district court no later than December 31, 2009 (A.C.A. 6-20-416).

In compliance with the settlement agreement approved on January 13, 2014 regarding state desegregation funding, all funds in this appropriation were disbursed to the parties named in the settlement during FY14.

The Agency Request is to decrease the remaining appropriation.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: 35U - Pulaski County Deseg Case Costs

Funding Sources: EGA - Department of Education-State Operations

Commitment Item	2013-2014	2014-2015	2014-2015	2015-2016			2016-2017		
	Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Pulaski County Deseg Case Costs 5900046	803,976	894,671	894,671	0	0	0	0	0	0
Total	803,976	894,671	894,671	0	0	0	0	0	0
Funding Sources									
Fund Balance 4000005	848,611	0		0	0	0	0	0	0
Intra-agency Fund Transfer 4000317	(44,635)	894,671		0	0	0	0	0	0
Total Funding	803,976	894,671		0	0	0	0	0	0
Excess Appropriation/(Funding)	0	0		0	0	0	0	0	0
Grand Total	803,976	894,671		0	0	0	0	0	0

Expenditure of appropriation is contingent upon available funding carried forward from the previous fiscal year.

Analysis of Budget Request

Appropriation: 35V - Vision Screening Program

Funding Sources: SCV - School Age Child Eyecare

This appropriation for the Vision Screening Program provides operating expenses for the Arkansas Commission on Eye and Vision Care of School Age Children. The Commission was established for the Department of Health in Act 755 of 2003. However, during the 2007-2009 Biennium the operating appropriation for the Commission was transferred from the Department of Health to the Department of Education by Act 1243 of 2007. Additionally, the Commission was extended to exist through June 30, 2011 in Act 138 of 2007.

The duties of the Commission are to study the vision needs of children, evaluate screening programs in schools, determine whether children are receiving adequate vision care, and to study the effects of inadequate vision on classroom performance.

The Agency requests a Change Level of \$5,508 appropriation to restore appropriation.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: 35V - Vision Screening Program

Funding Sources: SCV - School Age Child Eyecare

Commitment Item	2013-2014 Actual	2014-2015 Budget	2014-2015 Authorized	2015-2016			2016-2017		
				Agency	Executive	Legislative	Agency	Executive	Legislative
Vision Screening and Care 5900046	0	0	1,000,000	5,508	5,508	5,508	5,508	5,508	5,508
Total	0	0	1,000,000	5,508	5,508	5,508	5,508	5,508	5,508

Funding Sources									
Fund Balance 4000005	5,508	5,508		5,508	5,508	5,508	0	0	0
Total Funding	5,508	5,508		5,508	5,508	5,508	0	0	0
Excess Appropriation/(Funding)	(5,508)	(5,508)		0	0	0	5,508	5,508	5,508
Grand Total	0	0		5,508	5,508	5,508	5,508	5,508	5,508

Expenditure of appropriation is contingent upon available funding carried forward from the previous fiscal year.

Analysis of Budget Request

Appropriation: 435 - Federal Grants Administration

Funding Sources: FHA - Federal Indirect Costs

This appropriation for the Department of Education provides administration, accounting, purchasing and record keeping services for federal programs. It is funded by indirect cost charges levied against the federal programs operated by the Department.

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. Bases level salaries will not include Merit Pay Increases.

The Base Level Request is \$745,945 in FY16 and \$746,794 in FY17.

The Agency Change Level provides for Professional Fees of \$200,000 each year for increasing costs associated with audits of federal programs.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: 435 - Federal Grants Administration

Funding Sources: FHA - Federal Indirect Costs

Commitment Item		2013-2014	2014-2015	2014-2015	2015-2016			2016-2017		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Regular Salaries	5010000	380,532	474,025	443,936	477,341	477,341	477,341	478,041	478,041	478,041
#Positions		10	7	7	7	7	7	7	7	7
Personal Services Matching	5010003	113,149	137,398	140,319	138,959	138,959	138,959	139,111	139,111	139,111
Operating Expenses	5020002	13,124	49,970	49,970	49,970	49,970	49,970	49,970	49,970	49,970
Conference & Travel Expenses	5050009	0	19,672	19,672	19,672	19,672	19,672	19,672	19,672	19,672
Professional Fees	5060010	237,346	60,000	60,000	260,000	260,000	260,000	260,000	260,000	260,000
Data Processing	5090012	0	0	0	0	0	0	0	0	0
Capital Outlay	5120011	0	0	0	0	0	0	0	0	0
Total		744,151	741,065	713,897	945,942	945,942	945,942	946,794	946,794	946,794
Funding Sources										
Federal Revenue	4000020	744,151	741,065		945,942	945,942	945,942	946,794	946,794	946,794
Total Funding		744,151	741,065		945,942	945,942	945,942	946,794	946,794	946,794
Excess Appropriation/(Funding)		0	0		0	0	0	0	0	0
Grand Total		744,151	741,065		945,942	945,942	945,942	946,794	946,794	946,794

FY15 Budget amount in Regular Salaries exceeds the authorized amount due to salary adjustments during the 2013-2015 Biennium.

Analysis of Budget Request

Appropriation: 4HF - Medicaid Adm-Cash in Treasury

Funding Sources: NED - Cash in Treasury

Medicaid Administrative Claiming is a federally funded program administered by the Centers for Medicare and Medicaid Services (CMS). This program provides school districts with the ability to receive reimbursement for certain administrative activities. School districts will be reimbursed for administrative costs incurred which directly support the Arkansas Medicaid program. The program includes all students.

The Agency requests Base Level for the 2015-2017 Biennium.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: 4HF - Medicaid Adm-Cash in Treasury

Funding Sources: NED - Cash in Treasury

Commitment Item		2013-2014	2014-2015	2014-2015	2015-2016			2016-2017		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
AR Medicaid Admin Claims	5900046	14,999,788	15,000,000	15,000,000	15,000,000	15,000,000	15,000,000	15,000,000	15,000,000	15,000,000
Total		14,999,788	15,000,000	15,000,000	15,000,000	15,000,000	15,000,000	15,000,000	15,000,000	15,000,000

Funding Sources										
Fund Balance	4000005	3,426,760	1,063,952		1,063,952	1,063,952	1,063,952	1,063,952	1,063,952	1,063,952
Cash Fund	4000045	12,636,980	15,000,000		15,000,000	15,000,000	15,000,000	15,000,000	15,000,000	15,000,000
Total Funding		16,063,740	16,063,952		16,063,952	16,063,952	16,063,952	16,063,952	16,063,952	16,063,952
Excess Appropriation/(Funding)		(1,063,952)	(1,063,952)		(1,063,952)	(1,063,952)	(1,063,952)	(1,063,952)	(1,063,952)	(1,063,952)
Grand Total		14,999,788	15,000,000		15,000,000	15,000,000	15,000,000	15,000,000	15,000,000	15,000,000

Analysis of Budget Request

Appropriation: 56P - Professional Licensure Standards Board

Funding Sources: NED - Cash in Treasury

Act 846 of 2007 created the Professional Licensure Standards Board (PLSB). As part of the legislation, the PLSB was charged with creating a code of ethics for Arkansas Educators and developing and recommend for adoption by the Arkansas State Board of Education minimum college level preparatory and grade point average requirements for all teacher apply for initial or additional licensure after July 1, 2007. In June of 2008, the Arkansas State Board of Education accepted the recommendation of the PLSB and approved the Rules Governing the Code of Ethics for Arkansas Educators. Through this act, the PLSB is also in charge of investigating violations of the ethics code and to conduct audits of licensure programs of study in all Arkansas institutions of higher education.

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 do not include appropriation for Merit Pay Increases.

The Base Level Request is \$867,849 in FY16 and \$868,701 in FY17.

The Agency's Change Level request for each year is \$652,906 as follows:

- Regular Salaries and Personal Services Matching of \$227,906 for a transfer from State Operations (620), a position upgrade, and two new investigator positions.
- Operating Expenses of \$50,000 for increased cost of equipment maintenance.
- Grants and Aid of \$100,000 to issue grants to institutions of higher education for the edTPA program.
- Capital Outlay of \$275,000 for increases related to background checks and investigations.

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: 56P - Professional Licensure Standards Board

Funding Sources: NED - 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	329,869	384,412	407,044	562,277	562,277	562,277	562,977	562,977	562,977
	#Positions	9	10	10	13	13	13	13	13	13
Personal Services Matching	5010003	121,090	132,695	146,280	187,648	187,648	187,648	187,800	187,800	187,800
Operating Expenses	5020002	318,323	326,325	326,325	376,325	376,325	376,325	376,325	376,325	376,325
Conference & Travel Expenses	5050009	9,882	10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000
Professional Fees	5060010	1,692	9,505	9,505	9,505	9,505	9,505	9,505	9,505	9,505
Data Processing	5090012	0	0	0	0	0	0	0	0	0
Grants and Aid	5100004	0	0	0	100,000	100,000	100,000	100,000	100,000	100,000
Capital Outlay	5120011	235,809	0	0	275,000	275,000	275,000	275,000	275,000	275,000
Total		1,016,665	862,937	899,154	1,520,755	1,520,755	1,520,755	1,521,607	1,521,607	1,521,607
Funding Sources										
Fund Balance	4000005	2,267,190	2,036,258		2,036,258	2,036,258	2,036,258	2,000,208	2,000,208	2,000,208
Cash Fund	4000045	785,733	862,937		1,484,705	1,484,705	1,484,705	1,485,557	1,485,557	1,485,557
Total Funding		3,052,923	2,899,195		3,520,963	3,520,963	3,520,963	3,485,765	3,485,765	3,485,765
Excess Appropriation/(Funding)		(2,036,258)	(2,036,258)		(2,000,208)	(2,000,208)	(2,000,208)	(1,964,158)	(1,964,158)	(1,964,158)
Grand Total		1,016,665	862,937		1,520,755	1,520,755	1,520,755	1,521,607	1,521,607	1,521,607

Analysis of Budget Request

Appropriation: 620 - State Operations

Funding Sources: EGA - Department of Education-State Operations

This appropriation provides state funded resources for the operations of the Department of Education and assistance to Arkansas' public schools. Operational activities include legal services, information technology, public relations and fiscal management. Assistance to school districts includes the "School Report Card," fiscal and administrative support, curriculum and instruction, and special education assistance and compliance monitoring. To provide the operations of the Department and assistance to schools, the Department is separated into 6 units. These units are: (1) Central Administration, (2) Division of Fiscal and Administrative Services, (3) Division of Human Resources, (4) Division of Learning Services, (5) Division of Public School Accountability and (6) Division of Research and Technology.

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 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 Base Level request for Regular Salaries includes board member stipend payments.

The Base Level Request is \$23,577,841 in FY16 and \$23,587,052 in FY17, with general revenue funding of \$16,328,820 in FY16 and \$16,338,031 in FY17 .

The Agency's Change Level Request of \$1,115,147 each year in appropriation and general revenue funding reflects the following:

- Regular Salaries and Personal Services Matching of \$345,120 which includes restoration of four (4) ADE Special Advisors, reclassification of three (3) positions, and transfer of a position to Professional Licensure Standards Board (PLSB) (56P).
- Extra Help and Personal Services Matching of \$156,197 in unfunded appropriation.
- Professional Fees of \$100,000 of unfunded appropriation for curriculum frameworks meetings, scholastic audit training and other projects for school districts and charter schools.
- Grants and Aid of \$413,830 of unfunded appropriation for support of programs affiliated with the National Math and Science Initiative to support the Advanced Placement Training and Incentive Program.
- Capital Outlay of \$100,000 of unfunded appropriation for unforeseen needs.

The Executive Recommendation provides for the Agency Request appropriation only.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: 620 - State Operations

Funding Sources: EGA - Department of Education-State Operations

Commitment Item		2013-2014	2014-2015	2014-2015	2015-2016			2016-2017		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Regular Salaries	5010000	13,319,717	14,450,244	14,235,750	14,506,243	14,506,243	14,506,243	14,513,343	14,513,343	14,513,343
#Positions		257	266	269	265	265	265	265	265	265
Extra Help	5010001	0	14,998	14,998	160,000	160,000	160,000	160,000	160,000	160,000
#Extra Help		0	8	8	8	8	8	8	8	8
Personal Services Matching	5010003	4,192,393	4,434,412	4,652,165	4,485,203	4,485,203	4,485,203	4,487,314	4,487,314	4,487,314
Operating Expenses	5020002	2,533,145	3,479,443	3,479,443	3,479,443	3,479,443	3,479,443	3,479,443	3,479,443	3,479,443
Conference & Travel Expenses	5050009	53,434	206,530	206,530	206,530	206,530	206,530	206,530	206,530	206,530
Professional Fees	5060010	180,427	205,569	205,569	305,569	305,569	305,569	305,569	305,569	305,569
Data Processing	5090012	0	0	0	0	0	0	0	0	0
Grants and Aid	5100004	450,000	36,170	900,000	450,000	450,000	450,000	450,000	450,000	450,000
Capital Outlay	5120011	24,790	0	100,000	100,000	100,000	100,000	100,000	100,000	100,000
Reading Recovery	5900046	100,000	100,000	100,000	100,000	100,000	100,000	100,000	100,000	100,000
AR Leadership Academy	5900049	900,000	900,000	900,000	900,000	900,000	900,000	900,000	900,000	900,000
Total		21,753,906	23,827,366	24,794,455	24,692,988	24,692,988	24,692,988	24,702,199	24,702,199	24,702,199

Funding Sources										
Fund Balance	4000005	6,669,012	8,375,001		8,384,534	8,384,534	8,384,534	7,614,507	7,269,387	7,269,387
General Revenue	4000010	16,578,345	16,587,878		16,673,940	16,328,820	16,328,820	16,683,151	16,338,031	16,338,031
Educational Adequacy Fund	4000210	6,266,222	6,266,222		6,266,222	6,266,222	6,266,222	6,266,222	6,266,222	6,266,222
Educational Excellence Fund	4000220	955,791	982,799		982,799	982,799	982,799	982,799	982,799	982,799
M & R Sales	4000340	15,935	0		0	0	0	0	0	0
Miscellaneous Adjustments	4000345	54,817	0		0	0	0	0	0	0
Transfer frm General Education	4000535	(411,215)	0		0	0	0	0	0	0
Total Funding		30,128,907	32,211,900		32,307,495	31,962,375	31,962,375	31,546,679	30,856,439	30,856,439
Excess Appropriation/(Funding)		(8,375,001)	(8,384,534)		(7,614,507)	(7,269,387)	(7,269,387)	(6,844,480)	(6,154,240)	(6,154,240)
Grand Total		21,753,906	23,827,366		24,692,988	24,692,988	24,692,988	24,702,199	24,702,199	24,702,199

FY15 Budget amount in Regular Salaries exceeds the authorized amount due to salary adjustments during the 2013-2015 Biennium.

Analysis of Budget Request

Appropriation: 630 - Building Maintenance

Funding Sources: TEB - Education Building Revolving Bond

The Building Maintenance program provides financing for building and grounds maintenance, equipment maintenance contracts, insurance and janitorial services for the various buildings in the Education complex. This appropriation is funded from rent charged to the various non-federal units at the Department.

The Agency requests Base Level for the 2015-2017 Biennium.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: 630 - Building Maintenance

Funding Sources: TEB - Education Building Revolving Bond

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	500,000	500,000	500,000	500,000	500,000	500,000	500,000	500,000
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	500,000	500,000	500,000	500,000	500,000	500,000	500,000	500,000

Funding Sources										
Fund Balance	4000005	4,255,812	4,458,929		4,458,929	4,458,929	4,458,929	4,458,929	4,458,929	4,458,929
Trust Fund	4000050	187,331	500,000		500,000	500,000	500,000	500,000	500,000	500,000
Interest	4000300	15,786	0		0	0	0	0	0	0
Total Funding		4,458,929	4,958,929		4,958,929	4,958,929	4,958,929	4,958,929	4,958,929	4,958,929
Excess Appropriation/(Funding)		(4,458,929)	(4,458,929)		(4,458,929)	(4,458,929)	(4,458,929)	(4,458,929)	(4,458,929)	(4,458,929)
Grand Total		0	500,000		500,000	500,000	500,000	500,000	500,000	500,000

Analysis of Budget Request

Appropriation: 631 - Revolving Loan Certification

Funding Sources: TEM - Education Revolving Loan Certificates Fund

The Revolving Loan Certification program within the Department of Education issues revolving loan certificates through the State Treasury in order to finance loans up to \$500,000 each to school districts for construction and the purchase of equipment or buses.

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 do not include appropriation for Merit Pay Increases.

The Agency requests Base Level for the 2015-2017 Biennium.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: 631 - Revolving Loan Certification

Funding Sources: TEM - Education Revolving Loan Certificates 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	43,199	42,465	42,464	42,881	42,881	42,881	42,881	42,881	42,881
	#Positions	1	1	1	1	1	1	1	1	1
Personal Services Matching	5010003	14,319	14,143	15,048	14,353	14,353	14,353	14,353	14,353	14,353
Operating Expenses	5020002	3,126	27,500	27,500	27,500	27,500	27,500	27,500	27,500	27,500
Conference & Travel Expenses	5050009	0	2,500	2,500	2,500	2,500	2,500	2,500	2,500	2,500
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
Loans	5120029	150,533	13,000,000	13,000,000	13,000,000	13,000,000	13,000,000	13,000,000	13,000,000	13,000,000
Total		211,177	13,096,608	13,097,512	13,097,234	13,097,234	13,097,234	13,097,234	13,097,234	13,097,234

Funding Sources										
Fund Balance	4000005	9,908,333	10,779,355		10,779,355	10,779,355	10,779,355	10,779,355	10,779,355	10,779,355
Trust Fund	4000050	910,482	13,096,608		13,097,234	13,097,234	13,097,234	13,097,234	13,097,234	13,097,234
Interest	4000300	171,717	0		0	0	0	0	0	0
Total Funding		10,990,532	23,875,963		23,876,589	23,876,589	23,876,589	23,876,589	23,876,589	23,876,589
Excess Appropriation/(Funding)		(10,779,355)	(10,779,355)		(10,779,355)	(10,779,355)	(10,779,355)	(10,779,355)	(10,779,355)	(10,779,355)
Grand Total		211,177	13,096,608		13,097,234	13,097,234	13,097,234	13,097,234	13,097,234	13,097,234

FY15 Budget amount in Regular Salaries exceeds the authorized amount due to salary adjustments during the 2013-2015 Biennium.

Analysis of Budget Request

Appropriation: 637 - Child Nutrition

Funding Sources: FHB - DOE Food Service Federal Fund

The Child Nutrition Program of the Department of Education provides administrative services and reimbursement to the local school districts that participate in the school lunch, school breakfast or special milk programs. This program also promotes nutrition education by conducting courses in methods and materials for teaching nutrition education. The Child Nutrition Program is funded with federal funds from the United States Department of Agriculture.

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 do not include appropriation for Merit Pay Increases.

The Base Level Request is \$167,604,448 in FY16 and \$167,605,308 in FY17.

The Agency's Change Level Request for each year is \$20,626,588 and reflects the following:

- Regular Salaries and Personal Services Matching of \$26,188 for restoration of two (2) positions and discontinuation of one (1) position.
- Operating Expenses of \$500,000 for costs related to the Meal Pattern Grant.
- Grants and Aid of \$20,000,000 for increased program participation to allow schools that serve predominately low-income children to offer free school meals to all students.
- Refunds of \$50,400 due to the increase in grant payments.
- Capital Outlay of \$50,000 for unforeseen needs of the Child Nutrition Program.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: 637 - Child Nutrition

Funding Sources: FHB - DOE Food Service Federal 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	777,728	865,504	875,851	887,812	887,812	887,812	888,412	888,412	888,412
	#Positions	22	19	19	20	20	20	20	20	20
Personal Services Matching	5010003	270,143	281,472	303,248	294,124	294,124	294,124	294,384	294,384	294,384
Operating Expenses	5020002	1,050,390	1,089,100	672,100	1,172,100	1,172,100	1,172,100	1,172,100	1,172,100	1,172,100
Conference & Travel Expenses	5050009	20,840	52,600	52,600	52,600	52,600	52,600	52,600	52,600	52,600
Professional Fees	5060010	24,240	156,400	156,400	156,400	156,400	156,400	156,400	156,400	156,400
Data Processing	5090012	0	0	0	0	0	0	0	0	0
Grants and Aid	5100004	165,167,355	165,168,000	165,168,000	185,168,000	185,168,000	185,168,000	185,168,000	185,168,000	185,168,000
Refunds/Reimbursements	5110014	280,686	399,600	399,600	450,000	450,000	450,000	450,000	450,000	450,000
Capital Outlay	5120011	0	50,000	50,000	50,000	50,000	50,000	50,000	50,000	50,000
Total		167,591,382	168,062,676	167,677,799	188,231,036	188,231,036	188,231,036	188,231,896	188,231,896	188,231,896
Funding Sources										
Federal Revenue	4000020	167,591,382	168,062,676		188,231,036	188,231,036	188,231,036	188,231,896	188,231,896	188,231,896
Total Funding		167,591,382	168,062,676		188,231,036	188,231,036	188,231,036	188,231,896	188,231,896	188,231,896
Excess Appropriation/(Funding)		0	0		0	0	0	0	0	0
Grand Total		167,591,382	168,062,676		188,231,036	188,231,036	188,231,036	188,231,896	188,231,896	188,231,896

Budget exceeds Authorized Appropriation in Operating Expenses due to a transfer from the Miscellaneous Federal Grant Holding Account.

Analysis of Budget Request

Appropriation: 650 - Fed Elem & Sec Education

Funding Sources: FEE - Dept of Education Federal Fund

The Federal Elementary and Secondary Education appropriation for the Department of Education contains the majority of the federal entitlement programs for elementary and secondary education. These programs include Title 1 Compensatory Education for the educationally disadvantaged, Title 2 Block Grant, Special Education programs, Early Childhood programs, AIDS Education, Drug Education, and Migrant Education.

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 do not include appropriation for Merit Pay Increases.

The Base Level Request is \$523,375,206 in FY16 and \$523,376,309 in FY17.

The Agency's Change Level Request for each year is \$770,273 and reflects the following:

- Salaries and Personal Services Matching of \$170,273 for restoration of two (2) positions.
- Capital Outlay of \$200,000 for unforeseen federal program needs.
- \$400,000 to continue the Partnership for Assessment of Readiness for College and Careers (PARCC) program.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: 650 - Fed Elem & Sec Education

Funding Sources: FEE - Dept of Education Federal 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	2,431,345	2,516,297	3,187,425	2,895,173	2,895,173	2,895,173	2,895,973	2,895,973	2,895,973
#Positions		53	53	48	53	53	53	53	53	53
Extra Help	5010001	0	10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000
#Extra Help		0	4	4	4	4	4	4	4	4
Personal Services Matching	5010003	776,412	783,474	1,061,534	897,433	897,433	897,433	897,736	897,736	897,736
Operating Expenses	5020002	1,663,969	3,475,900	3,475,900	3,475,900	3,475,900	3,475,900	3,475,900	3,475,900	3,475,900
Conference & Travel Expenses	5050009	130,992	710,500	710,500	710,500	710,500	710,500	710,500	710,500	710,500
Professional Fees	5060010	5,535,167	18,351,105	18,351,105	18,351,105	18,351,105	18,351,105	18,351,105	18,351,105	18,351,105
Data Processing	5090012	0	0	0	0	0	0	0	0	0
Grants and Aid	5100004	331,972,856	496,095,368	496,095,368	496,095,368	496,095,368	496,095,368	496,095,368	496,095,368	496,095,368
Refunds/Reimbursements	5110014	134,092	1,110,000	1,110,000	1,110,000	1,110,000	1,110,000	1,110,000	1,110,000	1,110,000
Capital Outlay	5120011	0	200,000	200,000	200,000	200,000	200,000	200,000	200,000	200,000
ARRA of 2009	5900052	6,681,572	1,066,373	35,000,000	400,000	400,000	400,000	400,000	400,000	400,000
Total		349,326,405	524,319,017	559,201,832	524,145,479	524,145,479	524,145,479	524,146,582	524,146,582	524,146,582
Funding Sources										
Federal Revenue	4000020	349,326,405	524,319,017		524,145,479	524,145,479	524,145,479	524,146,582	524,146,582	524,146,582
Total Funding		349,326,405	524,319,017		524,145,479	524,145,479	524,145,479	524,146,582	524,146,582	524,146,582
Excess Appropriation/(Funding)		0	0		0	0	0	0	0	0
Grand Total		349,326,405	524,319,017		524,145,479	524,145,479	524,145,479	524,146,582	524,146,582	524,146,582

Budget Number of Positions may exceed the Authorized Number due to single salary section in appropriation act.

Analysis of Budget Request

Appropriation: 85J - Open Enrollment Charter School Closure

Funding Sources: NED - Cash in Treasury

This appropriation was established to allow the Department of Education to pay outstanding debts incurred by a closed open enrollment charter school. Anytime an open enrollment school is closed, the assets and outstanding debts of that school are transferred to the Department. The funds are collected from the school.

The Agency requests Base Level for the 2015-2017 Biennium. Expenditure of appropriation is contingent upon available funding.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: 85J - Open Enrollment Charter School Closure

Funding Sources: NED - Cash in Treasury

Commitment Item		2013-2014	2014-2015	2014-2015	2015-2016			2016-2017		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Charter School Closure	5900046	0	300,000	300,000	300,000	300,000	300,000	300,000	300,000	300,000
Total		0	300,000	300,000	300,000	300,000	300,000	300,000	300,000	300,000

Funding Sources										
Fund Balance	4000005	114,510	148,786		148,786	148,786	148,786	148,786	148,786	148,786
Cash Fund	4000045	26,991	300,000		300,000	300,000	300,000	300,000	300,000	300,000
Interest	4000300	1,285	0		0	0	0	0	0	0
M & R Sales	4000340	6,000	0		0	0	0	0	0	0
Total Funding		148,786	448,786		448,786	448,786	448,786	448,786	448,786	448,786
Excess Appropriation/(Funding)		(148,786)	(148,786)		(148,786)	(148,786)	(148,786)	(148,786)	(148,786)	(148,786)
Grand Total		0	300,000		300,000	300,000	300,000	300,000	300,000	300,000

Analysis of Budget Request

Appropriation: 885 - Multiple Grant Award Program

Funding Sources: NED - Cash in Treasury

The Department of Education receives grants and awards from private foundations or individuals for program, such as, Teacher of the Year, Milken Educator Awards and Play it Again Arkansas. The Department currently administers approximately 16-20 such grants each year.

The Base Level Request is \$2,626,374 in each year.

The Agency requests a Change Level increase each year in Capital Outlay of \$100,000 to meet unforeseen needs for private grant programs.

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: 885 - Multiple Grant Award Program

Funding Sources: NED - 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	121,369	122,000	122,000	122,000	122,000	122,000	122,000	122,000	122,000
Conference & Travel Expenses	5050009	8,904	16,500	16,500	16,500	16,500	16,500	16,500	16,500	16,500
Professional Fees	5060010	6,574	40,000	40,000	40,000	40,000	40,000	40,000	40,000	40,000
Data Processing	5090012	0	0	0	0	0	0	0	0	0
Grants and Aid	5100004	692,524	2,447,875	2,447,875	2,447,875	2,447,875	2,447,875	2,447,875	2,447,875	2,447,875
Capital Outlay	5120011	0	0	0	100,000	100,000	100,000	100,000	100,000	100,000
Total		829,371	2,626,375	2,626,375	2,726,375	2,726,375	2,726,375	2,726,375	2,726,375	2,726,375

Funding Sources										
Fund Balance	4000005	3,574,524	3,587,886		3,587,886	3,587,886	3,587,886	3,587,886	3,587,886	3,587,886
Cash Fund	4000045	842,733	2,626,375		2,726,375	2,726,375	2,726,375	2,726,375	2,726,375	2,726,375
Total Funding		4,417,257	6,214,261		6,314,261	6,314,261	6,314,261	6,314,261	6,314,261	6,314,261
Excess Appropriation/(Funding)		(3,587,886)	(3,587,886)		(3,587,886)	(3,587,886)	(3,587,886)	(3,587,886)	(3,587,886)	(3,587,886)
Grand Total		829,371	2,626,375		2,726,375	2,726,375	2,726,375	2,726,375	2,726,375	2,726,375

Analysis of Budget Request

Appropriation: 893 - Medicaid Reimbursement

Funding Sources: NED - Cash in Treasury

The Department of Education collects from the various school districts their match as Medicaid providers and then transmits this quarterly to the State Medicaid Office. Reimbursements are for targeted case management and psychological services in addition to the reimbursement for speech-language pathology, physical therapy and occupational therapy.

The Agency requests Base Level for the 2015-2017 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: 893 - Medicaid Reimbursement

Funding Sources: NED - Cash in Treasury

Commitment Item		2013-2014	2014-2015	2014-2015	2015-2016			2016-2017		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Refunds/Reimbursements	5110014	0	5,000,000	5,000,000	5,000,000	5,000,000	5,000,000	5,000,000	5,000,000	5,000,000
Medicaid Admin	5900046	0	10,500	10,500	10,500	10,500	10,500	10,500	10,500	10,500
Total		0	5,010,500	5,010,500	5,010,500	5,010,500	5,010,500	5,010,500	5,010,500	5,010,500
Funding Sources										
Fund Balance	4000005	10,245	8,659		8,659	8,659	8,659	8,659	8,659	8,659
Cash Fund	4000045	6,121,326	5,010,500		5,010,500	5,010,500	5,010,500	5,010,500	5,010,500	5,010,500
Transfer to Medicaid Match	4000660	(6,122,912)	0		0	0	0	0	0	0
Total Funding		8,659	5,019,159		5,019,159	5,019,159	5,019,159	5,019,159	5,019,159	5,019,159
Excess Appropriation/(Funding)		(8,659)	(8,659)		(8,659)	(8,659)	(8,659)	(8,659)	(8,659)	(8,659)
Grand Total		0	5,010,500		5,010,500	5,010,500	5,010,500	5,010,500	5,010,500	5,010,500

Analysis of Budget Request

Appropriation: 899 - Alternative Certification Program

Funding Sources: NED - Cash in Treasury

The Department of Education has developed alternative methods for certifying individuals within the State who have expertise and knowledge in particular subject areas but do not have the standard teaching certificate. The prospective teachers are charged a fee for training workshops with the funds used to pay workshop expenses.

The Agency requests Base Level for the 2015-2017 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: 899 - Alternative Certification Program

Funding Sources: NED - 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	130,585	515,292	515,292	515,292	515,292	515,292	515,292	515,292	515,292
Conference & Travel Expenses	5050009	369	8,500	8,500	8,500	8,500	8,500	8,500	8,500	8,500
Professional Fees	5060010	31,394	125,420	125,420	125,420	125,420	125,420	125,420	125,420	125,420
Data Processing	5090012	0	0	0	0	0	0	0	0	0
Grants and Aid	5100004	375,593	700,000	700,000	700,000	700,000	700,000	700,000	700,000	700,000
Capital Outlay	5120011	0	0	0	0	0	0	0	0	0
Total		537,941	1,349,212	1,349,212	1,349,212	1,349,212	1,349,212	1,349,212	1,349,212	1,349,212

Funding Sources										
Fund Balance	4000005	593,319	527,974		527,974	527,974	527,974	527,974	527,974	527,974
Cash Fund	4000045	472,596	1,349,212		1,349,212	1,349,212	1,349,212	1,349,212	1,349,212	1,349,212
Total Funding		1,065,915	1,877,186		1,877,186	1,877,186	1,877,186	1,877,186	1,877,186	1,877,186
Excess Appropriation/(Funding)		(527,974)	(527,974)		(527,974)	(527,974)	(527,974)	(527,974)	(527,974)	(527,974)
Grand Total		537,941	1,349,212		1,349,212	1,349,212	1,349,212	1,349,212	1,349,212	1,349,212