

# 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		
2TP ADEQ - State Operations	4,708,530	70	5,042,657	73	5,180,035	73	5,122,665	73	5,122,665	73	5,122,665	73	5,124,666	73	5,124,666	73	5,124,666	73	5,124,666	73
2TQ ADEQ - Federal Operations	7,031,227	93	9,583,833	95	9,638,954	95	10,190,673	95	10,190,673	95	10,190,673	95	9,822,035	95	9,822,035	95	9,822,035	95	9,822,035	95
2TR Waste Water Licensing	93,515	1	162,506	1	218,168	1	163,597	1	163,597	1	163,597	1	163,597	1	163,597	1	163,597	1	163,597	1
2TS Land Reclamation	99,509	0	950,000	0	950,000	0	950,000	0	950,000	0	950,000	0	950,000	0	950,000	0	950,000	0	950,000	0
2TT Hazardous Waste Permit Program	1,249,309	18	1,452,609	17	1,644,693	17	1,486,269	17	1,486,269	17	1,486,269	17	1,486,306	17	1,486,306	17	1,486,306	17	1,486,306	17
2TU Reclamation of Abandoned Mines - State	1,259,304	0	5,700,000	0	5,700,000	0	5,700,000	0	5,700,000	0	5,700,000	0	5,700,000	0	5,700,000	0	5,700,000	0	5,700,000	0
2TV Surface Coal Mining	0	0	15,000	0	15,000	0	15,000	0	15,000	0	15,000	0	15,000	0	15,000	0	15,000	0	15,000	0
2TW Mining Reclamation	33,540	0	1,520,000	0	1,520,000	0	1,520,000	0	1,520,000	0	1,520,000	0	1,520,000	0	1,520,000	0	1,520,000	0	1,520,000	0
2TX Fee Administration	11,946,920	171	13,887,705	177	14,945,752	177	14,108,156	177	14,108,156	177	14,108,156	177	14,047,551	177	14,047,551	177	14,047,551	177	14,047,551	177
2TY Solid Waste Performance Bonds	0	0	3,000,000	0	3,000,000	0	3,000,000	0	3,000,000	0	3,000,000	0	3,000,000	0	3,000,000	0	3,000,000	0	3,000,000	0
2TZ Hazardous Waste Cleanup	681,040	3	7,959,760	5	7,962,014	3	8,091,024	5	8,091,024	5	8,091,024	5	8,136,024	5	8,136,024	5	8,136,024	5	8,136,024	5
2UA Emergency Response Program	67,009	1	478,943	1	499,627	2	372,655	0	372,655	0	372,655	0	372,655	0	372,655	0	372,655	0	372,655	0
2UB Asbestos Control Program	364,967	4	403,222	6	412,306	6	491,449	6	491,449	6	491,449	6	491,449	6	491,449	6	491,449	6	491,449	6
2UC Solid Waste Mgmt/Recycling Prog	7,255,336	20	8,508,141	20	8,511,461	20	8,525,671	20	8,525,671	20	8,525,671	20	8,526,653	20	8,526,653	20	8,526,653	20	8,526,653	20
2UD Reg. Substance Storage Tank	836,688	15	929,593	17	930,047	17	957,569	17	957,569	17	957,569	17	957,691	17	957,691	17	957,691	17	957,691	17
2UE Petroleum Storage Tank Trust	5,800,925	4	21,778,577	5	21,785,048	5	21,817,788	5	21,817,788	5	21,817,788	5	21,817,788	5	21,817,788	5	21,817,788	5	21,817,788	5
2UF Regulated Storage Tank Program	304,441	0	3,925,000	0	3,925,000	0	3,925,000	0	3,925,000	0	3,925,000	0	3,925,000	0	3,925,000	0	3,925,000	0	3,925,000	0
2UG Landfill Post Closure Program	529,481	5	7,786,855	4	7,836,977	4	7,790,306	4	7,790,306	4	7,790,306	4	7,790,306	4	7,790,306	4	7,790,306	4	7,790,306	4
2UH Waste Tire Recycling Program	5,063,154	0	6,425,000	0	6,425,000	0	6,425,000	0	6,425,000	0	6,425,000	0	6,425,000	0	6,425,000	0	6,425,000	0	6,425,000	0
2UJ St Mktg Brd for Recyclables Prog	7,944	0	28,876	0	28,876	0	28,876	0	28,876	0	28,876	0	28,876	0	28,876	0	28,876	0	28,876	0
2UK Environmental Education Program	152,330	1	272,230	1	271,965	1	272,976	1	272,976	1	272,976	1	272,976	1	272,976	1	272,976	1	272,976	1
2UN Small Business Loans	0	0	550,000	0	550,000	0	550,000	0	550,000	0	550,000	0	550,000	0	550,000	0	550,000	0	550,000	0
2UP Sm Bus Revolving Loan Prog Exp	1,004	0	19,660	0	19,660	0	19,660	0	19,660	0	19,660	0	19,660	0	19,660	0	19,660	0	19,660	0
2UQ Performance Partnership Syst Exp	17,585	0	600,000	0	600,000	0	600,000	0	600,000	0	600,000	0	600,000	0	600,000	0	600,000	0	600,000	0
2UR Environmental Settlement Trust	71,992	0	750,000	0	750,000	0	750,000	0	750,000	0	750,000	0	750,000	0	750,000	0	750,000	0	750,000	0
2US Computer/Electronic Recycling	126,095	0	250,000	0	250,000	0	250,000	0	250,000	0	250,000	0	250,000	0	250,000	0	250,000	0	250,000	0
344 PCE Comm Admn Hearing Officer	187,268	2	283,933	2	258,197	2	285,970	2	285,970	2	285,970	2	285,970	2	285,970	2	285,970	2	285,970	2
36A Fee Administration Non-Haz Clean Up	0	0	100,000	0	750,000	0	100,000	0	100,000	0	100,000	0	100,000	0	100,000	0	100,000	0	100,000	0
467 PCE Commission Expenses	3,936	0	3,977	0	3,977	0	4,477	0	4,477	0	4,477	0	4,477	0	4,477	0	4,477	0	4,477	0
F72 Performance Bond Fund	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	500,000	0
<b>Total</b>	<b>47,893,049</b>	<b>408</b>	<b>102,868,077</b>	<b>423</b>	<b>105,082,757</b>	<b>423</b>	<b>104,014,781</b>	<b>422</b>	<b>104,014,781</b>	<b>422</b>	<b>104,014,781</b>	<b>422</b>	<b>103,633,680</b>	<b>422</b>	<b>103,633,680</b>	<b>422</b>	<b>103,633,680</b>	<b>422</b>	<b>103,633,680</b>	<b>422</b>

Funding Sources		%		%		%		%		%		%		%		%	
Fund Balance	4000005	94,386,405	65.7	95,688,680	57.6	63,211,499	47.4	63,211,499	47.5	63,211,499	47.5	45,414,267	39.5	45,314,267	39.4	45,314,267	39.4
General Revenue	4000010	4,414,294	3.1	4,410,242	2.7	4,410,742	3.3	4,310,742	3.2	4,310,742	3.2	4,412,743	3.8	4,312,743	3.8	4,312,743	3.8
Federal Revenue	4000020	8,628,512	6.0	20,728,833	12.5	21,335,673	16.0	21,335,673	16.0	21,335,673	16.0	20,967,035	18.2	20,967,035	18.2	20,967,035	18.2
Special Revenue	4000030	26,897,458	18.7	31,182,118	18.8	29,581,970	22.2	29,581,970	22.2	29,581,970	22.2	29,515,970	25.6	29,515,970	25.7	29,515,970	25.7
Non-Revenue Receipts	4000040	530,395	0.4	475,000	0.3	475,000	0.4	475,000	0.4	475,000	0.4	475,000	0.4	475,000	0.4	475,000	0.4
Trust Fund	4000050	1,037,789	0.7	2,036,543	1.2	2,703,488	2.0	2,703,488	2.0	2,703,488	2.0	2,748,488	2.4	2,748,488	2.4	2,748,488	2.4
Bond Forfeitures	4000120	99,509	0.1	3,950,000	2.4	3,950,000	3.0	3,950,000	3.0	3,950,000	3.0	3,950,000	3.4	3,950,000	3.4	3,950,000	3.4
Interest	4000300	46,914	0.0	71,160	0.0	71,160	0.1	71,160	0.1	71,160	0.1	71,160	0.1	71,160	0.1	71,160	0.1
Inter-agency Fund Transfer	4000316	(157,334)	(0.1)	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0
Loan Repayment	4000330	0	0.0	550,000	0.3	550,000	0.4	550,000	0.4	550,000	0.4	550,000	0.5	550,000	0.5	550,000	0.5
M & R Sales	4000340	110,678	0.1	110,000	0.1	110,000	0.1	110,000	0.1	110,000	0.1	110,000	0.1	110,000	0.1	110,000	0.1
Other	4000370	7,587,109	5.3	6,877,000	4.1	6,878,500	5.2	6,878,500	5.2	6,878,500	5.2	6,878,500	6.0	6,878,500	6.0	6,878,500	6.0
Total Funds		143,581,729	100.0	166,079,576	100.0	133,278,032	100.0	133,178,032	100.0	133,178,032	100.0	115,093,163	100.0	114,893,163	100.0	114,893,163	100.0
Excess Appropriation/(Funding)		(95,688,680)		(63,211,499)		(29,263,251)		(29,163,251)		(29,163,251)		(11,459,483)		(11,259,483)		(11,259,483)	
Grand Total		47,893,049		102,868,077		104,014,781		104,014,781		104,014,781		103,633,680		103,633,680		103,633,680	

Variance in fund balances is due to unfunded appropriation in Hazardous Waste Cleanup (2TZ), Petroleum Storage Tank Trust Fund (2UE), Waste Tire Recycling Program (2UH), Environmental Education Program (2UK), and Performance Partnership System Expenses (2UQ).

## **Analysis of Budget Request**

**Appropriation:** 2TP - ADEQ - State Operations

**Funding Sources:** HMA - ADEQ Fund

The Agency utilizes this appropriation for the general operations of various programs and for matching of federal grants. This appropriation is funded by general revenue, and other non-revenue receipt deposits along with contributions from other agencies.

ADEQ is charged with the duty to issue permits to prevent the discharge of wastes into waters of the state. In conjunction with drilling activities, the Agency issues permits for land application activities, reserve pits, and storage facilities associated with salt-water injection wells. The Agency also performs site inspections and responds to citizen complaints.

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 requests Base Level funding for both years of the 2015-2017 Biennium.

The Executive Recommendation provides for Base Level and a reduction in general revenue funding of \$100,000 each year of the 2015-2017 Biennium.

The Legislative Recommendation concurs with the Executive Recommendation.

## Appropriation Summary

**Appropriation:** 2TP - ADEQ - State Operations

**Funding Sources:** HMA - ADEQ 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	3,245,742	3,483,351	3,600,337	3,536,181	3,536,181	3,536,181	3,537,581	3,537,581	3,537,581
<b>#Positions</b>		<b>70</b>	<b>73</b>	<b>73</b>	<b>73</b>	<b>73</b>	<b>73</b>	<b>73</b>	<b>73</b>	<b>73</b>
Extra Help	5010001	10,804	25,674	25,674	25,674	25,674	25,674	25,674	25,674	25,674
<b>#Extra Help</b>		<b>1</b>	<b>2</b>	<b>2</b>	<b>2</b>	<b>2</b>	<b>2</b>	<b>2</b>	<b>2</b>	<b>2</b>
Personal Services Matching	5010003	1,096,886	1,144,234	1,164,626	1,171,412	1,171,412	1,171,412	1,172,013	1,172,013	1,172,013
Operating Expenses	5020002	334,391	353,183	353,183	353,183	353,183	353,183	353,183	353,183	353,183
Conference & Travel Expenses	5050009	20,707	32,115	32,115	32,115	32,115	32,115	32,115	32,115	32,115
Professional Fees	5060010	0	4,100	4,100	4,100	4,100	4,100	4,100	4,100	4,100
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>4,708,530</b>	<b>5,042,657</b>	<b>5,180,035</b>	<b>5,122,665</b>	<b>5,122,665</b>	<b>5,122,665</b>	<b>5,124,666</b>	<b>5,124,666</b>	<b>5,124,666</b>

Funding Sources										
Fund Balance	4000005	730,494	962,717		801,325	801,325	801,325	559,925	459,925	459,925
General Revenue	4000010	4,410,358	4,406,265		4,406,265	4,306,265	4,306,265	4,408,266	4,308,266	4,308,266
Non-Revenue Receipts	4000040	530,395	475,000		475,000	475,000	475,000	475,000	475,000	475,000
<b>Total Funding</b>		<b>5,671,247</b>	<b>5,843,982</b>		<b>5,682,590</b>	<b>5,582,590</b>	<b>5,582,590</b>	<b>5,443,191</b>	<b>5,243,191</b>	<b>5,243,191</b>
Excess Appropriation/(Funding)		(962,717)	(801,325)		(559,925)	(459,925)	(459,925)	(318,525)	(118,525)	(118,525)
<b>Grand Total</b>		<b>4,708,530</b>	<b>5,042,657</b>		<b>5,122,665</b>	<b>5,122,665</b>	<b>5,122,665</b>	<b>5,124,666</b>	<b>5,124,666</b>	<b>5,124,666</b>

## **Analysis of Budget Request**

**Appropriation:** 2TQ - ADEQ - Federal Operations

**Funding Sources:** FYP - Federal Funds

ADEQ utilizes this appropriation for the federal portion of program activities. Federal funding is received from the Environmental Protection Agency (EPA) and the US Department of Interior. The Agency operates under the grants with varying amounts of state matching requirements.

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.

In addition to Base Level of \$9,248,173 in FY16 and \$9,250,785 in FY17, the Agency's Change Level requests totaling \$942,500 in FY16 and \$571,250 in FY17 reflect the following:

- Operating Expenses decrease of \$310,000 each year in order to reallocate appropriation to Professional and Administrative Fees and Grants and Aid.
- Conference and Travel Fees decrease of \$20,000 each year in order to reallocate appropriation to Professional and Administrative Fees.
- Professional and Administrative Fees increase of \$245,000 each year in order for the Agency to meet its obligations under the Federal Grant Program.
- Grants and Aid increase of \$720,000 in FY16 and \$400,000 in FY17 for the Agency to meet its obligations under the DERA Grant Program.
- Capital Outlay increase of \$307,500 in FY16 and \$256,250 in FY17 to replace equipment and vehicles.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

## Appropriation Summary

**Appropriation:** 2TQ - ADEQ - Federal Operations

**Funding Sources:** FYP - Federal Funds

Commitment Item		2013-2014	2014-2015	2014-2015	2015-2016			2016-2017		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Regular Salaries	5010000	4,083,450	4,343,017	4,401,756	4,319,680	4,319,680	4,319,680	4,321,805	4,321,805	4,321,805
<b>#Positions</b>		<b>93</b>	<b>95</b>	<b>95</b>	<b>95</b>	<b>95</b>	<b>95</b>	<b>95</b>	<b>95</b>	<b>95</b>
Extra Help	5010001	9,605	148,585	148,585	148,585	148,585	148,585	148,585	148,585	148,585
<b>#Extra Help</b>		<b>5</b>	<b>62</b>	<b>62</b>	<b>62</b>	<b>62</b>	<b>62</b>	<b>62</b>	<b>62</b>	<b>62</b>
Personal Services Matching	5010003	1,401,975	1,470,644	1,443,026	1,468,321	1,468,321	1,468,321	1,468,808	1,468,808	1,468,808
Operating Expenses	5020002	1,152,436	2,050,060	2,074,060	1,740,060	1,740,060	1,740,060	1,740,060	1,740,060	1,740,060
Conference & Travel Expenses	5050009	29,260	251,126	251,126	231,126	231,126	231,126	231,126	231,126	231,126
Professional Fees	5060010	127,580	510,401	510,401	755,401	755,401	755,401	755,401	755,401	755,401
Data Processing	5090012	0	0	0	0	0	0	0	0	0
Grants and Aid	5100004	0	0	0	720,000	720,000	720,000	400,000	400,000	400,000
Capital Outlay	5120011	226,921	810,000	810,000	807,500	807,500	807,500	756,250	756,250	756,250
<b>Total</b>		<b>7,031,227</b>	<b>9,583,833</b>	<b>9,638,954</b>	<b>10,190,673</b>	<b>10,190,673</b>	<b>10,190,673</b>	<b>9,822,035</b>	<b>9,822,035</b>	<b>9,822,035</b>

Funding Sources										
Federal Revenue	4000020	7,031,227	9,583,833		10,190,673	10,190,673	10,190,673	9,822,035	9,822,035	9,822,035
Total Funding		7,031,227	9,583,833		10,190,673	10,190,673	10,190,673	9,822,035	9,822,035	9,822,035
Excess Appropriation/(Funding)		0	0		0	0	0	0	0	0
<b>Grand Total</b>		<b>7,031,227</b>	<b>9,583,833</b>		<b>10,190,673</b>	<b>10,190,673</b>	<b>10,190,673</b>	<b>9,822,035</b>	<b>9,822,035</b>	<b>9,822,035</b>

FY15 Budget amount in Personal Services Matching exceeds the authorized amount due to matching rate adjustments during the 2013-2015 Biennium.

Capital Outlay in the amount of \$500,000 is included in Base Level to provide for the Agency's capital lease.

## **Analysis of Budget Request**

**Appropriation:** 2TR - Waste Water Licensing

**Funding Sources:** MWW - Waste Water Licensing Fund

This appropriation is utilized to operate the Waste Water Licensing Program. Pursuant to A.C.A. §8-5-209, funding is derived from licensing fees collected from wastewater treatment plant operations.

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 requests Base Level in both years for the 2015-2017 Biennium.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

## Appropriation Summary

**Appropriation:** 2TR - Waste Water Licensing

**Funding Sources:** MWW - Waste Water Licensing 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	62,773	60,840	101,924	61,547	61,547	61,547	61,547	61,547	61,547
<b>#Positions</b>		<b>1</b>	<b>1</b>	<b>1</b>	<b>1</b>	<b>1</b>	<b>1</b>	<b>1</b>	<b>1</b>	<b>1</b>
Personal Services Matching	5010003	23,865	19,945	34,523	20,329	20,329	20,329	20,329	20,329	20,329
Operating Expenses	5020002	6,047	26,632	26,632	26,632	26,632	26,632	26,632	26,632	26,632
Conference & Travel Expenses	5050009	830	5,089	5,089	5,089	5,089	5,089	5,089	5,089	5,089
Professional Fees	5060010	0	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
<b>Total</b>		<b>93,515</b>	<b>162,506</b>	<b>218,168</b>	<b>163,597</b>	<b>163,597</b>	<b>163,597</b>	<b>163,597</b>	<b>163,597</b>	<b>163,597</b>
<b>Funding Sources</b>										
Fund Balance	4000005	404,301	428,045		400,539	400,539	400,539	371,942	371,942	371,942
Special Revenue	4000030	117,259	135,000		135,000	135,000	135,000	135,000	135,000	135,000
<b>Total Funding</b>		<b>521,560</b>	<b>563,045</b>		<b>535,539</b>	<b>535,539</b>	<b>535,539</b>	<b>506,942</b>	<b>506,942</b>	<b>506,942</b>
Excess Appropriation/(Funding)		(428,045)	(400,539)		(371,942)	(371,942)	(371,942)	(343,345)	(343,345)	(343,345)
<b>Grand Total</b>		<b>93,515</b>	<b>162,506</b>		<b>163,597</b>	<b>163,597</b>	<b>163,597</b>	<b>163,597</b>	<b>163,597</b>	<b>163,597</b>

## **Analysis of Budget Request**

**Appropriation:** 2TS - Land Reclamation

**Funding Sources:** TLR - Land Reclamation Fund

The Agency utilizes this appropriation for Reclamation Projects, which would be funded by bond forfeitures on non-coal activities, such as sand and gravel (A.C.A. §15-57-319). Bonds are required on land to be mined in the event the land is not reclaimed to the specifications of the Department of Environmental Quality.

The Agency Request is for Base Level of \$950,000 in each year of the 2015-2017 Biennium.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

## Appropriation Summary

**Appropriation:** 2TS - Land Reclamation

**Funding Sources:** TLR - Land Reclamation Fund

Commitment Item	2013-2014 Actual	2014-2015 Budget	2014-2015 Authorized	2015-2016			2016-2017		
				Agency	Executive	Legislative	Agency	Executive	Legislative
Reclamation Contracts 5900043	99,509	950,000	950,000	950,000	950,000	950,000	950,000	950,000	950,000
Total	99,509	950,000	950,000	950,000	950,000	950,000	950,000	950,000	950,000

Funding Sources									
Bond Forfeitures 4000120	99,509	950,000		950,000	950,000	950,000	950,000	950,000	950,000
Total Funding	99,509	950,000		950,000	950,000	950,000	950,000	950,000	950,000
Excess Appropriation/(Funding)	0	0		0	0	0	0	0	0
Grand Total	99,509	950,000		950,000	950,000	950,000	950,000	950,000	950,000

## **Analysis of Budget Request**

**Appropriation:** 2TT - Hazardous Waste Permit Program

**Funding Sources:** SHW - Hazardous Waste Permit Fund

This appropriation is used to operate the Hazardous Waste Permit Program. Fees were established to recover the costs of processing permit applications and permit renewal proceedings; on-site inspections and monitoring; the certification of personnel to operate hazardous waste treatment, storage, or disposal facilities; and other departmental activities to assure that generators of hazardous waste and facilities are complying with current law (A.C.A. §19-6-434).

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.

Base Level is \$1,466,269 in FY16 and \$1,466,306 in FY17.

The Agency's Change Level request is \$20,000 in Capital Outlay each year to purchase replacement vehicles.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

## Appropriation Summary

**Appropriation:** 2TT - Hazardous Waste Permit Program

**Funding Sources:** SHW - Hazardous Waste Permit 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	810,360	857,976	1,004,776	867,175	867,175	867,175	867,200	867,200	867,200
<b>#Positions</b>		<b>18</b>	<b>17</b>	<b>17</b>	<b>17</b>	<b>17</b>	<b>17</b>	<b>17</b>	<b>17</b>	<b>17</b>
Extra Help	5010001	0	15,795	15,795	15,795	15,795	15,795	15,795	15,795	15,795
<b>#Extra Help</b>		<b>0</b>	<b>1</b>	<b>1</b>	<b>1</b>	<b>1</b>	<b>1</b>	<b>1</b>	<b>1</b>	<b>1</b>
Personal Services Matching	5010003	277,542	279,584	324,868	284,045	284,045	284,045	284,057	284,057	284,057
Overtime	5010006	0	1,250	1,250	1,250	1,250	1,250	1,250	1,250	1,250
Operating Expenses	5020002	157,062	197,304	197,304	197,304	197,304	197,304	197,304	197,304	197,304
Conference & Travel Expenses	5050009	4,345	47,700	47,700	47,700	47,700	47,700	47,700	47,700	47,700
Professional Fees	5060010	0	53,000	53,000	53,000	53,000	53,000	53,000	53,000	53,000
Data Processing	5090012	0	0	0	0	0	0	0	0	0
Capital Outlay	5120011	0	0	0	20,000	20,000	20,000	20,000	20,000	20,000
<b>Total</b>		<b>1,249,309</b>	<b>1,452,609</b>	<b>1,644,693</b>	<b>1,486,269</b>	<b>1,486,269</b>	<b>1,486,269</b>	<b>1,486,306</b>	<b>1,486,306</b>	<b>1,486,306</b>

Funding Sources										
Fund Balance	4000005	4,144,667	4,011,754		3,794,145	3,794,145	3,794,145	3,562,876	3,562,876	3,562,876
Special Revenue	4000030	962,346	1,100,000		1,120,000	1,120,000	1,120,000	1,120,000	1,120,000	1,120,000
Other	4000370	154,050	135,000		135,000	135,000	135,000	135,000	135,000	135,000
<b>Total Funding</b>		<b>5,261,063</b>	<b>5,246,754</b>		<b>5,049,145</b>	<b>5,049,145</b>	<b>5,049,145</b>	<b>4,817,876</b>	<b>4,817,876</b>	<b>4,817,876</b>
Excess Appropriation/(Funding)		(4,011,754)	(3,794,145)		(3,562,876)	(3,562,876)	(3,562,876)	(3,331,570)	(3,331,570)	(3,331,570)
<b>Grand Total</b>		<b>1,249,309</b>	<b>1,452,609</b>		<b>1,486,269</b>	<b>1,486,269</b>	<b>1,486,269</b>	<b>1,486,306</b>	<b>1,486,306</b>	<b>1,486,306</b>

## **Analysis of Budget Request**

**Appropriation:** 2TU - Reclamation of Abandoned Mines - State

**Funding Sources:** MAE - Abandoned Mine Reclamation Fund

The Agency utilizes this appropriation for bond forfeitures on coal or lignite mined lands. When mine land in Arkansas is cut for coal or lignite, a bond must be put up in the amount agreed upon by the Agency for reclamation of the area. In the event reclamation efforts fail, the bond is forfeited and the Agency is responsible for contracting for the reclamation work. The Mining Reclamation Fund may only be used to accomplish reclamation of land covered by forfeitures of performance bonds.

The Agency Request is for Base Level of \$5,700,000 in each year of the 2015-2017 Biennium.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

**Appropriation Summary**

**Appropriation:** 2TU - Reclamation of Abandoned Mines - State

**Funding Sources:** MAE - Abandoned Mine Reclamation Fund

Commitment Item	2013-2014	2014-2015	2014-2015	2015-2016			2016-2017		
	Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Abandoned Mine Reclamation Contr.5900043	1,259,304	5,700,000	5,700,000	5,700,000	5,700,000	5,700,000	5,700,000	5,700,000	5,700,000
Total	1,259,304	5,700,000	5,700,000	5,700,000	5,700,000	5,700,000	5,700,000	5,700,000	5,700,000

Funding Sources									
Federal Revenue	4000020	1,259,304	5,700,000		5,700,000	5,700,000	5,700,000	5,700,000	5,700,000
Total Funding		1,259,304	5,700,000		5,700,000	5,700,000	5,700,000	5,700,000	5,700,000
Excess Appropriation/(Funding)		0	0		0	0	0	0	0
Grand Total		1,259,304	5,700,000		5,700,000	5,700,000	5,700,000	5,700,000	5,700,000

## **Analysis of Budget Request**

**Appropriation:** 2TV - Surface Coal Mining

**Funding Sources:** MAF - Surface Coal Mining Operation Fund

The Agency utilizes this appropriation to administer and enforce the Arkansas Surface Coal Mining Reclamation Code. Pursuant to A.C.A. § 15-58-508, permit fees collected from coal and lignite-mining operations fund the appropriation.

The Agency Request is for Base Level of \$15,000 for each year in the 2015-17 Biennium.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

## Appropriation Summary

**Appropriation:** 2TV - Surface Coal Mining

**Funding Sources:** MAF - Surface Coal Mining Operation 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	15,000	15,000	15,000	15,000	15,000	15,000	15,000	15,000
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
<b>Total</b>		<b>0</b>	<b>15,000</b>	<b>15,000</b>	<b>15,000</b>	<b>15,000</b>	<b>15,000</b>	<b>15,000</b>	<b>15,000</b>	<b>15,000</b>
<b>Funding Sources</b>										
Fund Balance	4000005	72,602	82,777		74,777	74,777	74,777	68,277	68,277	68,277
Other	4000370	10,175	7,000		8,500	8,500	8,500	8,500	8,500	8,500
<b>Total Funding</b>		<b>82,777</b>	<b>89,777</b>		<b>83,277</b>	<b>83,277</b>	<b>83,277</b>	<b>76,777</b>	<b>76,777</b>	<b>76,777</b>
Excess Appropriation/(Funding)		(82,777)	(74,777)		(68,277)	(68,277)	(68,277)	(61,777)	(61,777)	(61,777)
<b>Grand Total</b>		<b>0</b>	<b>15,000</b>		<b>15,000</b>	<b>15,000</b>	<b>15,000</b>	<b>15,000</b>	<b>15,000</b>	<b>15,000</b>

## **Analysis of Budget Request**

**Appropriation:** 2TW - Mining Reclamation

**Funding Sources:** TMA - Mine Reclamation Trust Fund

The Agency utilizes this appropriation for bond forfeitures on coal or lignite mined lands. When mine land in Arkansas is cut for coal or lignite, a bond must be put up in the amount agreed upon by the Agency for reclamation of the area. In the event reclamation efforts fail, the bond is forfeited and the Agency is responsible for contracting for the reclamation work. The Mining Reclamation Fund may only be used to accomplish reclamation of land covered by forfeitures of performance bonds.

The Agency Request is for Base Level of \$1,520,000 each year in the 2015-17 Biennium.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

**Appropriation Summary**

**Appropriation:** 2TW - Mining Reclamation

**Funding Sources:** TMA - Mine Reclamation Trust Fund

Commitment Item	2013-2014	2014-2015	2014-2015	2015-2016			2016-2017		
	Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Mining Reclamation Contractual Ser.5900043	33,540	1,520,000	1,520,000	1,520,000	1,520,000	1,520,000	1,520,000	1,520,000	1,520,000
<b>Total</b>	<b>33,540</b>	<b>1,520,000</b>	<b>1,520,000</b>	<b>1,520,000</b>	<b>1,520,000</b>	<b>1,520,000</b>	<b>1,520,000</b>	<b>1,520,000</b>	<b>1,520,000</b>

Funding Sources									
Federal Revenue	4000020	33,540	1,520,000		1,520,000	1,520,000	1,520,000	1,520,000	1,520,000
<b>Total Funding</b>		<b>33,540</b>	<b>1,520,000</b>		<b>1,520,000</b>	<b>1,520,000</b>	<b>1,520,000</b>	<b>1,520,000</b>	<b>1,520,000</b>
Excess Appropriation/(Funding)		0	0		0	0	0	0	0
<b>Grand Total</b>		<b>33,540</b>	<b>1,520,000</b>		<b>1,520,000</b>	<b>1,520,000</b>	<b>1,520,000</b>	<b>1,520,000</b>	<b>1,520,000</b>

## **Analysis of Budget Request**

**Appropriation:** 2TX - Fee Administration

**Funding Sources:** TPE - ADEQ Fee Trust Fund

Act 817 of 1983 (A.C.A. §8-1-103), as amended, authorized the Agency to establish and collect permit fees for Air, Water, and Solid Waste permitting, monitoring and inspecting activities. During the 79<sup>th</sup> General Assembly, various limits on permits were included, with the Agency revising the rate structures. The fees, as established by the Agency in accordance with stipulations set out in the Act, were increased effective in October of 1993. Further, the Federal Clean Air Act has required a permit fee system to cover the costs of compliance with this law.

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 Request includes Base Level appropriation of \$13,887,156 in FY16, \$13,892,551 in FY17, and Change Level requests as follows:

- Reallocation of \$141,000 from Operating Expenses to Professional and Administrative Services in order to fund a contract with the University of Arkansas Agriculture Extension Service.
- Professional Fees increase of \$61,000 in FY16 and \$25,000 in FY17 to help fund a contract with the University of Arkansas Agriculture Extension Service.
- Capital Outlay increase of \$160,000 in FY16 and \$130,000 in FY17 for the purchase of three (3) new i3200 scanners, three (3) new A3 flatbed scanners and accompanying software and support, one (1) Forward Looking Infrared (FLIR) camera and accessories, and the replacement of aging or irreparable equipment. This request is contingent upon the agency's Information Technology Plan.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

## Appropriation Summary

**Appropriation:** 2TX - Fee Administration

**Funding Sources:** TPE - ADEQ Fee Trust 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	7,223,740	7,712,752	7,804,779	7,721,501	7,721,501	7,721,501	7,725,901	7,725,901	7,725,901
<b>#Positions</b>		<b>171</b>	<b>177</b>	<b>177</b>	<b>177</b>	<b>177</b>	<b>177</b>	<b>177</b>	<b>177</b>	<b>177</b>
Extra Help	5010001	0	45,000	45,000	45,000	45,000	45,000	45,000	45,000	45,000
<b>#Extra Help</b>		<b>0</b>	<b>5</b>	<b>5</b>	<b>5</b>	<b>5</b>	<b>5</b>	<b>5</b>	<b>5</b>	<b>5</b>
Personal Services Matching	5010003	2,483,032	2,630,875	2,596,895	2,646,577	2,646,577	2,646,577	2,647,572	2,647,572	2,647,572
Operating Expenses	5020002	847,215	1,448,170	1,698,170	1,307,170	1,307,170	1,307,170	1,307,170	1,307,170	1,307,170
Conference & Travel Expenses	5050009	28,569	152,389	152,389	152,389	152,389	152,389	152,389	152,389	152,389
Professional Fees	5060010	51,893	823,519	1,573,519	1,025,519	1,025,519	1,025,519	989,519	989,519	989,519
Data Processing	5090012	0	0	0	0	0	0	0	0	0
Capital Outlay	5120011	1,312,471	1,075,000	1,075,000	1,210,000	1,210,000	1,210,000	1,180,000	1,180,000	1,180,000
<b>Total</b>		<b>11,946,920</b>	<b>13,887,705</b>	<b>14,945,752</b>	<b>14,108,156</b>	<b>14,108,156</b>	<b>14,108,156</b>	<b>14,047,551</b>	<b>14,047,551</b>	<b>14,047,551</b>
<b>Funding Sources</b>										
Fund Balance	4000005	15,167,172	14,935,969		17,098,264	17,098,264	17,098,264	17,061,108	17,061,108	17,061,108
Special Revenue	4000030	11,715,717	16,050,000		14,071,000	14,071,000	14,071,000	14,005,000	14,005,000	14,005,000
<b>Total Funding</b>		<b>26,882,889</b>	<b>30,985,969</b>		<b>31,169,264</b>	<b>31,169,264</b>	<b>31,169,264</b>	<b>31,066,108</b>	<b>31,066,108</b>	<b>31,066,108</b>
Excess Appropriation/(Funding)		(14,935,969)	(17,098,264)		(17,061,108)	(17,061,108)	(17,061,108)	(17,018,557)	(17,018,557)	(17,018,557)
<b>Grand Total</b>		<b>11,946,920</b>	<b>13,887,705</b>		<b>14,108,156</b>	<b>14,108,156</b>	<b>14,108,156</b>	<b>14,047,551</b>	<b>14,047,551</b>	<b>14,047,551</b>

FY15 Budget amount in Personal Services Matching exceeds the authorized amount due to matching rate adjustments during the 2013-2015 Biennium.

Capital Outlay in the amount of \$1,050,000 is included in Base Level to provide for the Agency's capital lease.

## **Analysis of Budget Request**

**Appropriation:** 2TY - Solid Waste Performance Bonds

**Funding Sources:** MWP - Solid Waste Performance Bond Fund

The Agency utilizes this appropriation for payment to contractors for the proper closure of solid waste facilities. If a city, county, or individual in Arkansas were to open a landfill, a performance bond would be put up to insure proper closure of the site once it is complete; however, if the site does not meet requirements of the Pollution Control and Ecology Commission the bond is forfeited and the Agency contracts the remediation work.

The Agency Request is for Base Level of \$3,000,000 in each year of the 2015-2017 Biennium.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

**Appropriation Summary**

**Appropriation:** 2TY - Solid Waste Performance Bonds

**Funding Sources:** MWP - Solid Waste Performance Bond Fund

Commitment Item	2013-2014	2014-2015	2014-2015	2015-2016			2016-2017		
	Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Solid Waste Performance Bonds Cor 5900043	0	3,000,000	3,000,000	3,000,000	3,000,000	3,000,000	3,000,000	3,000,000	3,000,000
Total	0	3,000,000	3,000,000	3,000,000	3,000,000	3,000,000	3,000,000	3,000,000	3,000,000

Funding Sources									
Bond Forfeitures	4000120	0	3,000,000		3,000,000	3,000,000	3,000,000	3,000,000	3,000,000
Total Funding		0	3,000,000		3,000,000	3,000,000	3,000,000	3,000,000	3,000,000
Excess Appropriation/(Funding)		0	0		0	0	0	0	0
Grand Total		0	3,000,000		3,000,000	3,000,000	3,000,000	3,000,000	3,000,000

## **Analysis of Budget Request**

**Appropriation:** 2TZ - Hazardous Waste Cleanup

**Funding Sources:** THS - Hazardous Substance Remedial Action Trust Fund

The Hazardous Substance Remedial Action Trust Fund was established by Act 479 of 1985 (A.C.A. §8-7-509). Funding is derived from fees, donations, damages, and any other monies legally designated for the fund. The Agency utilizes this appropriation for administrative costs and expenses of providing for inspection, identification, containment, abatement, treatment, and control of hazardous substance sites. In addition, ten percent (10%) of the monies collected for the Hazardous Substance Remedial Action Trust Fund are deposited into the Environmental Education Fund up to \$275,000 per fiscal year. This appropriation contains \$4,000,000 of unfunded contingency appropriation that is utilized when necessary and funded for corrective actions.

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.

In addition to Base Level of \$7,615,191 in each year of the 2015-2017 Biennium, the Agency's Change Level request reflects:

- Reallocate Operating Expenses of \$3,833 from Fund Center 2UA to consolidate cost centers and make budgetary tracking easier.
- Reallocate Conference Fees and Travel of \$2,000 from Fund Center 2UA to consolidate cost centers and make budgetary tracking easier.
- Capital Outlay of \$470,000 in FY16 and \$515,000 in FY17 of appropriation to replace aging laboratory and information technology equipment.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

## Appropriation Summary

**Appropriation:** 2TZ - Hazardous Waste Cleanup

**Funding Sources:** THS - Hazardous Substance Remedial Action Trust 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	119,189	131,864	134,272	209,256	209,256	209,256	209,256	209,256	209,256
<b>#Positions</b>		<b>3</b>	<b>5</b>	<b>3</b>	<b>5</b>	<b>5</b>	<b>5</b>	<b>5</b>	<b>5</b>	<b>5</b>
Personal Services Matching	5010003	41,614	44,641	44,487	72,680	72,680	72,680	72,680	72,680	72,680
Operating Expenses	5020002	37,419	401,358	401,358	405,191	405,191	405,191	405,191	405,191	405,191
Conference & Travel Expenses	5050009	0	33,960	33,960	35,960	35,960	35,960	35,960	35,960	35,960
Professional Fees	5060010	0	250,000	250,000	250,000	250,000	250,000	250,000	250,000	250,000
Data Processing	5090012	0	0	0	0	0	0	0	0	0
Capital Outlay	5120011	101,321	450,000	450,000	470,000	470,000	470,000	515,000	515,000	515,000
Contractual Services	5900043	287,508	6,194,000	6,194,000	6,194,000	6,194,000	6,194,000	6,194,000	6,194,000	6,194,000
Data Processing Purchases	5900044	93,989	453,937	453,937	453,937	453,937	453,937	453,937	453,937	453,937
<b>Total</b>		<b>681,040</b>	<b>7,959,760</b>	<b>7,962,014</b>	<b>8,091,024</b>	<b>8,091,024</b>	<b>8,091,024</b>	<b>8,136,024</b>	<b>8,136,024</b>	<b>8,136,024</b>
<b>Funding Sources</b>										
Fund Balance	4000005	8,808,568	9,026,316		1,274,156	1,274,156	1,274,156	0	0	0
Trust Fund	4000050	898,788	207,600		980,833	980,833	980,833	1,025,833	1,025,833	1,025,833
<b>Total Funding</b>		<b>9,707,356</b>	<b>9,233,916</b>		<b>2,254,989</b>	<b>2,254,989</b>	<b>2,254,989</b>	<b>1,025,833</b>	<b>1,025,833</b>	<b>1,025,833</b>
Excess Appropriation/(Funding)		(9,026,316)	(1,274,156)		5,836,035	5,836,035	5,836,035	7,110,191	7,110,191	7,110,191
<b>Grand Total</b>		<b>681,040</b>	<b>7,959,760</b>		<b>8,091,024</b>	<b>8,091,024</b>	<b>8,091,024</b>	<b>8,136,024</b>	<b>8,136,024</b>	<b>8,136,024</b>

FY15 Budget amount in Personal Services Matching exceeds the authorized amount due to matching rate adjustments during the 2013-2015 Biennium.

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

## **Analysis of Budget Request**

**Appropriation:** 2UA - Emergency Response Program

**Funding Sources:** THS - Hazardous Substance Remedial Action Trust Fund

This appropriation was created by Act 452 of 1985 (A.C.A. §8-7-401) in order to give spending authorization to the Emergency Response Program. Act 1824 of 2005 repealed A.C.A. §8-7-401 and provided for funds collected as civil penalties to be deposited in the Hazardous Substance Remedial Action Trust Fund (A.C.A. §8-4-103), and provided for the Emergency Response Program to be funded from the Hazardous Substance Remedial Action Trust. Funds are used for the purchase/reimbursement of any commodities and/or services necessary in taking emergency response actions in connection with a release or a threatened release of hazardous substances. Further, the Director is not authorized to spend in excess of \$250,000 on any single response action without the Pollution Control & Ecology Commission approval.

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 Request is for Base Level of \$378,488 in each year of the 2015-17 Biennium with reallocations of \$3,833 from Operating Expenses and \$2,000 from Conference and Travel Expenses to Fund Center 2TZ to consolidate cost centers and make budgetary tracking easier.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

## Appropriation Summary

**Appropriation:** 2UA - Emergency Response Program

**Funding Sources:** THS - Hazardous Substance Remedial Action Trust 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	40,414	73,875	91,125	0	0	0	0	0	0
<b>#Positions</b>		<b>1</b>	<b>1</b>	<b>2</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
Personal Services Matching	5010003	19,026	26,580	30,014	0	0	0	0	0	0
Operating Expenses	5020002	1,707	3,833	3,833	0	0	0	0	0	0
Conference & Travel Expenses	5050009	0	2,000	2,000	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
Contractual Services	5900043	5,862	372,655	372,655	372,655	372,655	372,655	372,655	372,655	372,655
<b>Total</b>		<b>67,009</b>	<b>478,943</b>	<b>499,627</b>	<b>372,655</b>	<b>372,655</b>	<b>372,655</b>	<b>372,655</b>	<b>372,655</b>	<b>372,655</b>
<b>Funding Sources</b>										
Trust Fund	4000050	67,009	478,943		372,655	372,655	372,655	372,655	372,655	372,655
Total Funding		67,009	478,943		372,655	372,655	372,655	372,655	372,655	372,655
Excess Appropriation/(Funding)		0	0		0	0	0	0	0	0
<b>Grand Total</b>		<b>67,009</b>	<b>478,943</b>		<b>372,655</b>	<b>372,655</b>	<b>372,655</b>	<b>372,655</b>	<b>372,655</b>	<b>372,655</b>

## **Analysis of Budget Request**

**Appropriation:** 2UB - Asbestos Control Program

**Funding Sources:** SAC - Asbestos Control Fund

The Asbestos Control Program utilizes this appropriation to provide spending authority for responsibilities placed on the Agency through Act 394 of 1985 (A.C.A. §20-27-1001). This Act called for the Agency to adopt, administer, and enforce a program for licensing contractors engaged in the removal of asbestos materials from facilities. Pursuant to A.C.A. §19-6-452, funding is derived from an annual contractor's license fee of \$500 and a fee of \$35 for asbestos removal workers to cover program costs.

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 Request is for Base Level of \$491,449 in each year of the 2015-2017 Biennium.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

## Appropriation Summary

**Appropriation:** 2UB - Asbestos Control Program

**Funding Sources:** SAC - Asbestos Control 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	151,619	160,938	169,464	224,192	224,192	224,192	224,192	224,192	224,192
<b>#Positions</b>		<b>4</b>	<b>6</b>	<b>6</b>	<b>6</b>	<b>6</b>	<b>6</b>	<b>6</b>	<b>6</b>	<b>6</b>
Personal Services Matching	5010003	54,283	56,642	57,200	81,615	81,615	81,615	81,615	81,615	81,615
Operating Expenses	5020002	7,543	29,452	29,452	29,452	29,452	29,452	29,452	29,452	29,452
Conference & Travel Expenses	5050009	1,097	4,090	4,090	4,090	4,090	4,090	4,090	4,090	4,090
Professional Fees	5060010	425	2,100	2,100	2,100	2,100	2,100	2,100	2,100	2,100
Data Processing	5090012	0	0	0	0	0	0	0	0	0
Grants and Aid	5100004	150,000	150,000	150,000	150,000	150,000	150,000	150,000	150,000	150,000
Capital Outlay	5120011	0	0	0	0	0	0	0	0	0
<b>Total</b>		<b>364,967</b>	<b>403,222</b>	<b>412,306</b>	<b>491,449</b>	<b>491,449</b>	<b>491,449</b>	<b>491,449</b>	<b>491,449</b>	<b>491,449</b>
<b>Funding Sources</b>										
Fund Balance	4000005	1,674,048	1,587,410		1,454,188	1,454,188	1,454,188	1,232,739	1,232,739	1,232,739
Special Revenue	4000030	278,329	270,000		270,000	270,000	270,000	270,000	270,000	270,000
<b>Total Funding</b>		<b>1,952,377</b>	<b>1,857,410</b>		<b>1,724,188</b>	<b>1,724,188</b>	<b>1,724,188</b>	<b>1,502,739</b>	<b>1,502,739</b>	<b>1,502,739</b>
Excess Appropriation/(Funding)		(1,587,410)	(1,454,188)		(1,232,739)	(1,232,739)	(1,232,739)	(1,011,290)	(1,011,290)	(1,011,290)
<b>Grand Total</b>		<b>364,967</b>	<b>403,222</b>		<b>491,449</b>	<b>491,449</b>	<b>491,449</b>	<b>491,449</b>	<b>491,449</b>	<b>491,449</b>

## **Analysis of Budget Request**

**Appropriation:** 2UC - Solid Waste Mgmt/Recycling Prog

**Funding Sources:** TWS - Solid Waste Management Recycling Fund

Act 849 of 1989 (A.C.A. §8-6-605) established a Solid Waste Management and Recycling Fund to assist counties, cities, and solid waste authorities in the development of solid waste management plans, programs, and facilities that integrate recycling as a functional part of the solid waste management system. During the 79<sup>th</sup> General Assembly, additional legislation was adopted strengthening the recycling aspect of solid waste management. Funding is derived from landfill disposal fees collected pursuant to legislative enactments.

This appropriation contains unfunded contingency appropriation for Electronic Waste Recycling Infrastructure. Pursuant to A.C.A. §8-6-614, funding is derived from landfill disposal fees.

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.

In addition to Base Level of \$8,500,671 in FY16 and \$8,501,653 in FY17, the Agency requests \$25,000 in Capital Outlay for the purchase of replacement vehicles. The Agency also requests \$4,650,000 to be reallocated from Grants and Aid to Refunds/Reimbursements to comply with Act 1333 of 2013 that changed program disbursements to "distributions" from "grants."

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

## Appropriation Summary

**Appropriation:** 2UC - Solid Waste Mgmt/Recycling Prog

**Funding Sources:** TWS - Solid Waste Management Recycling 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	885,117	895,984	902,298	904,031	904,031	904,031	904,831	904,831	904,831
	<b>#Positions</b>	<b>20</b>	<b>20</b>	<b>20</b>	<b>20</b>	<b>20</b>	<b>20</b>	<b>20</b>	<b>20</b>	<b>20</b>
Personal Services Matching	5010003	298,515	299,960	296,966	304,443	304,443	304,443	304,625	304,625	304,625
Operating Expenses	5020002	97,152	126,529	126,529	126,529	126,529	126,529	126,529	126,529	126,529
Conference & Travel Expenses	5050009	1,694	15,668	15,668	15,668	15,668	15,668	15,668	15,668	15,668
Professional Fees	5060010	0	0	0	0	0	0	0	0	0
Data Processing	5090012	0	0	0	0	0	0	0	0	0
Grants and Aid	5100004	3,523,048	4,650,000	4,650,000	0	0	0	0	0	0
Refunds/Reimbursements	5110014	0	0	0	4,650,000	4,650,000	4,650,000	4,650,000	4,650,000	4,650,000
Capital Outlay	5120011	19,128	20,000	20,000	25,000	25,000	25,000	25,000	25,000	25,000
Electronic Waste Recycling Infrastru	5900046	2,430,682	2,500,000	2,500,000	2,500,000	2,500,000	2,500,000	2,500,000	2,500,000	2,500,000
<b>Total</b>		<b>7,255,336</b>	<b>8,508,141</b>	<b>8,511,461</b>	<b>8,525,671</b>	<b>8,525,671</b>	<b>8,525,671</b>	<b>8,526,653</b>	<b>8,526,653</b>	<b>8,526,653</b>

Funding Sources										
Fund Balance	4000005	15,510,790	15,934,817		15,376,676	15,376,676	15,376,676	14,801,005	14,801,005	14,801,005
Special Revenue	4000030	7,679,363	7,950,000		7,950,000	7,950,000	7,950,000	7,950,000	7,950,000	7,950,000
<b>Total Funding</b>		<b>23,190,153</b>	<b>23,884,817</b>		<b>23,326,676</b>	<b>23,326,676</b>	<b>23,326,676</b>	<b>22,751,005</b>	<b>22,751,005</b>	<b>22,751,005</b>
Excess Appropriation/(Funding)		(15,934,817)	(15,376,676)		(14,801,005)	(14,801,005)	(14,801,005)	(14,224,352)	(14,224,352)	(14,224,352)
<b>Grand Total</b>		<b>7,255,336</b>	<b>8,508,141</b>		<b>8,525,671</b>	<b>8,525,671</b>	<b>8,525,671</b>	<b>8,526,653</b>	<b>8,526,653</b>	<b>8,526,653</b>

FY15 Budget amount in Personal Services Matching exceeds the authorized amount due to matching rate adjustments during the 2013-2015 Biennium.

## **Analysis of Budget Request**

**Appropriation:** 2UD - Reg. Substance Storage Tank

**Funding Sources:** SRS - Regulated Substance Storage Tank Program Fund

Acts 172 and 173 of 1989, as amended, designated the Department of Environmental Quality as the implementing agency for the Regulated Storage Tank Program. Pursuant to A.C.A. §8-7-808, this appropriation is funded by fees collected from the annual registration of underground and above ground storage tanks and from the licensure of installers of storage tanks.

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 Request is for Base Level of \$957,569 in FY16 and \$957,691 in FY17.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

## Appropriation Summary

**Appropriation:** 2UD - Reg. Substance Storage Tank

**Funding Sources:** SRS - Regulated Substance Storage Tank Program 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	580,195	629,609	634,677	648,515	648,515	648,515	648,615	648,615	648,615
<b>#Positions</b>		<b>15</b>	<b>17</b>	<b>17</b>	<b>17</b>	<b>17</b>	<b>17</b>	<b>17</b>	<b>17</b>	<b>17</b>
Personal Services Matching	5010003	205,198	223,851	219,237	232,921	232,921	232,921	232,943	232,943	232,943
Operating Expenses	5020002	50,978	71,128	71,128	71,128	71,128	71,128	71,128	71,128	71,128
Conference & Travel Expenses	5050009	317	5,005	5,005	5,005	5,005	5,005	5,005	5,005	5,005
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
<b>Total</b>		<b>836,688</b>	<b>929,593</b>	<b>930,047</b>	<b>957,569</b>	<b>957,569</b>	<b>957,569</b>	<b>957,691</b>	<b>957,691</b>	<b>957,691</b>
<b>Funding Sources</b>										
Fund Balance	4000005	1,575,325	1,776,186		1,061,593	1,061,593	1,061,593	504,024	504,024	504,024
Special Revenue	4000030	1,037,549	215,000		400,000	400,000	400,000	400,000	400,000	400,000
<b>Total Funding</b>		<b>2,612,874</b>	<b>1,991,186</b>		<b>1,461,593</b>	<b>1,461,593</b>	<b>1,461,593</b>	<b>904,024</b>	<b>904,024</b>	<b>904,024</b>
Excess Appropriation/(Funding)		(1,776,186)	(1,061,593)		(504,024)	(504,024)	(504,024)	53,667	53,667	53,667
<b>Grand Total</b>		<b>836,688</b>	<b>929,593</b>		<b>957,569</b>	<b>957,569</b>	<b>957,569</b>	<b>957,691</b>	<b>957,691</b>	<b>957,691</b>

FY15 Budget amount in Personal Services Matching exceeds the authorized amount due to matching rate adjustments during the 2013-2015 Biennium.

## **Analysis of Budget Request**

**Appropriation:** 2UE - Petroleum Storage Tank Trust

**Funding Sources:** TPT - Petroleum Storage Tank Trust Fund

The Petroleum Storage Tank Trust Fund was established by Act 173 of 1989, as amended (A.C.A. §8-7-901). This fund provides a procedure for reimbursement of remediation costs or damages as a result of leaking tanks. Funding for the program is derived from an environmental assurance fee which is assessed at a rate not to exceed three-tenths of one cent for each gallon of motor fuel or distillate special fuel purchased or imported into Arkansas (A.C.A. §8-7-906). The environmental assurance fee is paid by the first distributor or supplier receiving fuel from a terminal in Arkansas, or if the fuel will never be stored in a terminal in this State, then by the distributor or supplier who first imports the fuel into the State by truck.

The Agency utilizes this appropriation to pay reimbursements to owner operators for taking corrective action or to pay third parties for compensatory damages caused by accidental releases from qualified storage tanks, and to pay reasonable and necessary costs and expenses of the department for taking corrective action caused by accidental releases from a storage tank of unknown ownership or when corrective action is not taken by the owner or operator in a timely manner.

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 request for Regular Salaries includes board member stipend payments.

The Agency Request is for Base Level of \$21,817,788 in each year of the 2015-2017 Biennium.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

## Appropriation Summary

**Appropriation:** 2UE - Petroleum Storage Tank Trust  
**Funding Sources:** TPT - Petroleum Storage Tank Trust 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	213,721	208,924	215,103	238,364	238,364	238,364	238,364	238,364	238,364
<b>#Positions</b>		<b>4</b>	<b>5</b>	<b>5</b>	<b>5</b>	<b>5</b>	<b>5</b>	<b>5</b>	<b>5</b>	<b>5</b>
Personal Services Matching	5010003	67,455	66,692	66,984	76,463	76,463	76,463	76,463	76,463	76,463
Operating Expenses	5020002	5,183,793	18,999,800	18,999,800	18,999,800	18,999,800	18,999,800	18,999,800	18,999,800	18,999,800
Conference & Travel Expenses	5050009	0	3,005	3,005	3,005	3,005	3,005	3,005	3,005	3,005
Professional Fees	5060010	335,956	2,500,156	2,500,156	2,500,156	2,500,156	2,500,156	2,500,156	2,500,156	2,500,156
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>5,800,925</b>	<b>21,778,577</b>	<b>21,785,048</b>	<b>21,817,788</b>	<b>21,817,788</b>	<b>21,817,788</b>	<b>21,817,788</b>	<b>21,817,788</b>	<b>21,817,788</b>
<b>Funding Sources</b>										
Fund Balance	4000005	20,130,114	21,634,472		6,505,895	6,505,895	6,505,895	0	0	0
Other	4000370	7,305,283	6,650,000		6,650,000	6,650,000	6,650,000	6,650,000	6,650,000	6,650,000
<b>Total Funding</b>		<b>27,435,397</b>	<b>28,284,472</b>		<b>13,155,895</b>	<b>13,155,895</b>	<b>13,155,895</b>	<b>6,650,000</b>	<b>6,650,000</b>	<b>6,650,000</b>
Excess Appropriation/(Funding)		(21,634,472)	(6,505,895)		8,661,893	8,661,893	8,661,893	15,167,788	15,167,788	15,167,788
<b>Grand Total</b>		<b>5,800,925</b>	<b>21,778,577</b>		<b>21,817,788</b>	<b>21,817,788</b>	<b>21,817,788</b>	<b>21,817,788</b>	<b>21,817,788</b>	<b>21,817,788</b>

## **Analysis of Budget Request**

**Appropriation:** 2UF - Regulated Storage Tank Program

**Funding Sources:** FYP - Federal Funds

Acts 172 and 173 of 1989 created the Regulated Storage Tank Program and placed the responsibilities of the program under the direction of the Department of Environmental Quality. The Agency utilizes this appropriation for contractual services on corrective actions with federal funding derived from the Environmental Protection Agency. This funding requires a 90/10 federal/state match ratio.

The Agency Request is for Base Level of \$3,925,000 in each year of the 2015-2017 Biennium.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

**Appropriation Summary**

**Appropriation:** 2UF - Regulated Storage Tank Program

**Funding Sources:** FYP - Federal Funds

Commitment Item	2013-2014	2014-2015	2014-2015	2015-2016			2016-2017		
	Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Regulated Storage Tank & Contract 5900043	304,441	3,925,000	3,925,000	3,925,000	3,925,000	3,925,000	3,925,000	3,925,000	3,925,000
<b>Total</b>	<b>304,441</b>	<b>3,925,000</b>	<b>3,925,000</b>	<b>3,925,000</b>	<b>3,925,000</b>	<b>3,925,000</b>	<b>3,925,000</b>	<b>3,925,000</b>	<b>3,925,000</b>

Funding Sources									
Federal Revenue	4000020	304,441	3,925,000		3,925,000	3,925,000	3,925,000	3,925,000	3,925,000
<b>Total Funding</b>		<b>304,441</b>	<b>3,925,000</b>		<b>3,925,000</b>	<b>3,925,000</b>	<b>3,925,000</b>	<b>3,925,000</b>	<b>3,925,000</b>
Excess Appropriation/(Funding)		0	0		0	0	0	0	0
<b>Grand Total</b>		<b>304,441</b>	<b>3,925,000</b>		<b>3,925,000</b>	<b>3,925,000</b>	<b>3,925,000</b>	<b>3,925,000</b>	<b>3,925,000</b>

## **Analysis of Budget Request**

**Appropriation:** 2UG - Landfill Post Closure Program

**Funding Sources:** TLP - Landfill Post Closure Trust Fund

The Landfill Post-Closure Program was created by Act 747 of 1991 (A.C.A. §8-6-1001) to address corrective actions, which may be necessary to properly clean up a previously closed landfill, so that no harm is caused to the public health or the environment. Funding is derived from landfill disposal fees and transportation fees, as well as fees imposed on solid waste generated in the State but not disposed of in a solid waste facility within the State.

Pursuant to Act 938 of 1997 (A.C.A. §8-6-1002), funding for all programs is capped at \$25,000,000, with no additional funds collected for the Landfill Post Closure Trust Fund once this level is reached; however, collections are reinstated once the fund diminishes to \$15,000,000. In addition, for administrative purposes, the Agency may utilize these funds at a level not exceeding \$300,000 annually, with an annual escalator not exceeding 3%. During FY09 the fund balance was capped at \$25,000,000; therefore, no additional funds will be collected for the Landfill Post Closure Trust Fund until the fund balance diminishes to \$15,000,000. Current funding is derived from interest earned on the monies in the Landfill Post Closure Trust Fund.

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 Request is for Base Level amount of \$7,790,306 in both years of the 2015-2017 Biennium.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

## Appropriation Summary

**Appropriation:** 2UG - Landfill Post Closure Program

**Funding Sources:** TLP - Landfill Post Closure Trust 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	287,161	241,834	280,072	244,192	244,192	244,192	244,192	244,192	244,192
<b>#Positions</b>		<b>5</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	89,626	74,725	86,609	75,818	75,818	75,818	75,818	75,818	75,818
Operating Expenses	5020002	0	30,923	30,923	30,923	30,923	30,923	30,923	30,923	30,923
Conference & Travel Expenses	5050009	0	6,000	6,000	6,000	6,000	6,000	6,000	6,000	6,000
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
Contractual Services	5900043	152,694	7,433,373	7,433,373	7,433,373	7,433,373	7,433,373	7,433,373	7,433,373	7,433,373
<b>Total</b>		<b>529,481</b>	<b>7,786,855</b>	<b>7,836,977</b>	<b>7,790,306</b>	<b>7,790,306</b>	<b>7,790,306</b>	<b>7,790,306</b>	<b>7,790,306</b>	<b>7,790,306</b>
<b>Funding Sources</b>										
Fund Balance	4000005	22,958,309	22,473,460		14,736,605	14,736,605	14,736,605	6,996,299	6,996,299	6,996,299
Interest	4000300	44,632	50,000		50,000	50,000	50,000	50,000	50,000	50,000
<b>Total Funding</b>		<b>23,002,941</b>	<b>22,523,460</b>		<b>14,786,605</b>	<b>14,786,605</b>	<b>14,786,605</b>	<b>7,046,299</b>	<b>7,046,299</b>	<b>7,046,299</b>
Excess Appropriation/(Funding)		(22,473,460)	(14,736,605)		(6,996,299)	(6,996,299)	(6,996,299)	744,007	744,007	744,007
<b>Grand Total</b>		<b>529,481</b>	<b>7,786,855</b>		<b>7,790,306</b>	<b>7,790,306</b>	<b>7,790,306</b>	<b>7,790,306</b>	<b>7,790,306</b>	<b>7,790,306</b>

## **Analysis of Budget Request**

**Appropriation:** 2UH - Waste Tire Recycling Program

**Funding Sources:** TTG - Waste Tire Grant Fund

The Waste Tire Recycling Program was created by Act 749 of 1991, as amended by Act 1292 of 1997 (A.C.A. §8-9-404). Funding for this program is derived from a fee imposed on the sale of each automobile and truck tire sold at retail at a rate of \$2.00 per tire, and an additional \$3.00 per truck tire. The fee imposed, less 5% retained by the tire retailer is used for grants to the State's regional solid waste districts. Of the total funds collected, 8% is transferred to the Agency's Permit Fee Fund for administrative program support. In addition to the fee imposed on new tires, a \$1.00 fee is imposed on all waste tires imported into Arkansas.

This appropriation is used to disburse Tire Recycling Grant Funds to the Regional Solid Waste Management Districts and contains unfunded contingency appropriation in the amount of \$1,000,000 that is disbursed when funds are available.

The Agency Request is for Base Level of \$6,425,000 in each year of the 2015-2017 Biennium.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

**Appropriation Summary**

**Appropriation:** 2UH - Waste Tire Recycling Program

**Funding Sources:** TTG - Waste Tire Grant Fund

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	5,063,154	6,425,000	6,425,000	6,425,000	6,425,000	6,425,000	6,425,000	6,425,000	6,425,000
Total		5,063,154	6,425,000	6,425,000	6,425,000	6,425,000	6,425,000	6,425,000	6,425,000	6,425,000

Funding Sources										
Fund Balance	4000005	1,436,265	1,271,815		0	0	0	0	0	0
Special Revenue	4000030	4,898,704	5,153,185		5,325,000	5,325,000	5,325,000	5,325,000	5,325,000	5,325,000
Total Funding		6,334,969	6,425,000		5,325,000	5,325,000	5,325,000	5,325,000	5,325,000	5,325,000
Excess Appropriation/(Funding)		(1,271,815)	0		1,100,000	1,100,000	1,100,000	1,100,000	1,100,000	1,100,000
Grand Total		5,063,154	6,425,000		6,425,000	6,425,000	6,425,000	6,425,000	6,425,000	6,425,000

## **Analysis of Budget Request**

**Appropriation:** 2UJ - St Mktg Brd for Recyclables Prog

**Funding Sources:** SMB - State Marketing Board Fund

The State Marketing Board for Recyclables Program was created by the 78<sup>th</sup> General Assembly through Act 749 of 1991 (A.C.A. §8-9-201 and §8-6-607). The Board's responsibilities includes development of a program coordinating all existing marketing programs for recyclables as well as an overall marketing plan for Arkansas recyclables; establishment of an inventory of markets for recyclables in Arkansas and surrounding states with maintenance of current market prices and trends; working with new and existing industries to encourage the use of recyclables in the manufacturing processes; and advising and assisting of state and local officials in all areas of recyclables marketing.

Act 755 of 1991 (A.C.A. §8-6-607), as amended, provides the Board's funding from 25% of the disposal fees collected from landfills where a private industry bears the expense of operating and maintaining the landfill solely for the disposal of wastes generated by the industry. The remaining 75% of the disposal fees, which fund the Solid Waste Management and Recycling Program, are found in appropriation (2UC) Solid Waste Management Recycling Program .

The Base Level request for Regular Salaries reflects board member Stipend payments and corresponding Personal Services Matching.

The Agency Request is for Base Level of \$28,876 for each year in the 2015-2017 Biennium.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

## Appropriation Summary

**Appropriation:** 2UJ - St Mktg Brd for Recyclables Prog

**Funding Sources:** SMB - State Marketing Board 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	660	1,500	1,500	1,500	1,500	1,500	1,500	1,500	1,500
<b>#Positions</b>		<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
Personal Services Matching	5010003	50	115	115	115	115	115	115	115	115
Operating Expenses	5020002	6,230	13,846	13,846	13,846	13,846	13,846	13,846	13,846	13,846
Conference & Travel Expenses	5050009	1,004	6,415	6,415	6,415	6,415	6,415	6,415	6,415	6,415
Professional Fees	5060010	0	7,000	7,000	7,000	7,000	7,000	7,000	7,000	7,000
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>7,944</b>	<b>28,876</b>	<b>28,876</b>	<b>28,876</b>	<b>28,876</b>	<b>28,876</b>	<b>28,876</b>	<b>28,876</b>	<b>28,876</b>
<b>Funding Sources</b>										
Fund Balance	4000005	212,579	225,558		221,682	221,682	221,682	217,806	217,806	217,806
Special Revenue	4000030	20,923	25,000		25,000	25,000	25,000	25,000	25,000	25,000
<b>Total Funding</b>		<b>233,502</b>	<b>250,558</b>		<b>246,682</b>	<b>246,682</b>	<b>246,682</b>	<b>242,806</b>	<b>242,806</b>	<b>242,806</b>
Excess Appropriation/(Funding)		(225,558)	(221,682)		(217,806)	(217,806)	(217,806)	(213,930)	(213,930)	(213,930)
<b>Grand Total</b>		<b>7,944</b>	<b>28,876</b>		<b>28,876</b>	<b>28,876</b>	<b>28,876</b>	<b>28,876</b>	<b>28,876</b>	<b>28,876</b>

## **Analysis of Budget Request**

**Appropriation:** 2UK - Environmental Education Program

**Funding Sources:** MEE - Environmental Education Fund

The appropriation for the Environmental Education Program was created by the 78<sup>th</sup> General Assembly to provide environmental education materials and training. Funding is derived from 10% of the revenue collected for the Hazardous Substance Remedial Action Trust Fund up to \$275,000 per fiscal year (A.C.A. §8-7-509(d)).

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 Request is for Base Level of \$272,976 in each year in the 2015-2017 Biennium.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

## Appropriation Summary

**Appropriation:** 2UK - Environmental Education Program

**Funding Sources:** MEE - Environmental Education 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	51,829	50,830	50,830	51,329	51,329	51,329	51,329	51,329	51,329
<b>#Positions</b>		<b>1</b>	<b>1</b>	<b>1</b>	<b>1</b>	<b>1</b>	<b>1</b>	<b>1</b>	<b>1</b>	<b>1</b>
Personal Services Matching	5010003	16,679	16,439	16,174	16,686	16,686	16,686	16,686	16,686	16,686
Operating Expenses	5020002	78,466	152,961	152,961	152,961	152,961	152,961	152,961	152,961	152,961
Conference & Travel Expenses	5050009	5,321	8,000	8,000	8,000	8,000	8,000	8,000	8,000	8,000
Professional Fees	5060010	35	44,000	44,000	44,000	44,000	44,000	44,000	44,000	44,000
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>152,330</b>	<b>272,230</b>	<b>271,965</b>	<b>272,976</b>	<b>272,976</b>	<b>272,976</b>	<b>272,976</b>	<b>272,976</b>	<b>272,976</b>
<b>Funding Sources</b>										
Fund Balance	4000005	354,924	320,195		132,965	132,965	132,965	0	0	0
Other	4000370	117,601	85,000		85,000	85,000	85,000	85,000	85,000	85,000
<b>Total Funding</b>		<b>472,525</b>	<b>405,195</b>		<b>217,965</b>	<b>217,965</b>	<b>217,965</b>	<b>85,000</b>	<b>85,000</b>	<b>85,000</b>
Excess Appropriation/(Funding)		(320,195)	(132,965)		55,011	55,011	55,011	187,976	187,976	187,976
<b>Grand Total</b>		<b>152,330</b>	<b>272,230</b>		<b>272,976</b>	<b>272,976</b>	<b>272,976</b>	<b>272,976</b>	<b>272,976</b>	<b>272,976</b>

FY15 Budget amount in Personal Services Matching exceeds the authorized amount due to matching rate adjustments during the 2013-2015 Biennium.

## **Analysis of Budget Request**

**Appropriation:** 2UN - Small Business Loans

**Funding Sources:** TBL - Small Business Revolving Loan Fund

The Small Business Revolving Loan Program was created by the 81<sup>st</sup> General Assembly through Act 691 of 1997 (A.C.A. §8-5-801 et seq.). This Act authorized the Agency to establish and administer the Small Business Revolving Loan Fund to encourage the investment in pollution control and prevention technologies. Funding for this program is derived from interest earnings and repayment streams of the small business loans. The personal services and operating expenses of the Small Business Revolving Loan Program are found in appropriation (2UP) Small Business Revolving Loan Program Expenses. The Agency utilizes this appropriation to issue small business loans.

The Agency Request is for Base Level of \$550,000 in each year of the 2015-2017 Biennium.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

## Appropriation Summary

**Appropriation:** 2UN - Small Business Loans

**Funding Sources:** TBL - Small Business Revolving Loan Fund

Commitment Item	2013-2014	2014-2015	2014-2015	2015-2016			2016-2017		
	Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Loans 5120029	0	550,000	550,000	550,000	550,000	550,000	550,000	550,000	550,000
Total	0	550,000	550,000	550,000	550,000	550,000	550,000	550,000	550,000

Funding Sources									
Loan Repayment 4000330	0	550,000		550,000	550,000	550,000	550,000	550,000	550,000
Total Funding	0	550,000		550,000	550,000	550,000	550,000	550,000	550,000
Excess Appropriation/(Funding)	0	0		0	0	0	0	0	0
Grand Total	0	550,000		550,000	550,000	550,000	550,000	550,000	550,000

## **Analysis of Budget Request**

**Appropriation:** 2UP - Sm Bus Revolving Loan Prog Exp

**Funding Sources:** TBL - Small Business Revolving Loan Fund

The Small Business Revolving Loan Program was created by the 81<sup>st</sup> General Assembly through Act 691 of 1997 (A.C.A. §8-5-801 et seq.). This Act authorized the Agency to establish and administer the Small Business Revolving Loan Fund to encourage the investment in pollution control and prevention technologies. Funding for this program is derived from interest earned on the monies in Small Business Revolving Loan Fund. The loan expenses of the Small Business Revolving Loan Program are found in appropriation (2UN) Small Business Loans. This appropriation provides for the operating expenses of the Small Business Revolving Loan Program.

The Agency Request is for Base Level of \$19,660 in each year of the 2015-2017 Biennium.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

**Appropriation Summary**

**Appropriation:** 2UP - Sm Bus Revolving Loan Prog Exp

**Funding Sources:** TBL - Small Business Revolving Loan 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	1,004	11,010	11,010	11,010	11,010	11,010	11,010	11,010	11,010
Conference & Travel Expenses	5050009	0	3,650	3,650	3,650	3,650	3,650	3,650	3,650	3,650
Professional Fees	5060010	0	5,000	5,000	5,000	5,000	5,000	5,000	5,000	5,000
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>1,004</b>	<b>19,660</b>	<b>19,660</b>	<b>19,660</b>	<b>19,660</b>	<b>19,660</b>	<b>19,660</b>	<b>19,660</b>	<b>19,660</b>
<b>Funding Sources</b>										
Interest	4000300	1,004	19,660		19,660	19,660	19,660	19,660	19,660	19,660
Total Funding		1,004	19,660		19,660	19,660	19,660	19,660	19,660	19,660
Excess Appropriation/(Funding)		0	0		0	0	0	0	0	0
<b>Grand Total</b>		<b>1,004</b>	<b>19,660</b>		<b>19,660</b>	<b>19,660</b>	<b>19,660</b>	<b>19,660</b>	<b>19,660</b>	<b>19,660</b>

## **Analysis of Budget Request**

**Appropriation:** 2UQ - Performance Partnership Syst Exp

**Funding Sources:** TPP - Performance Partnership Trust Fund

This appropriation was created by Act 1210 of 1999 (A.C.A. §19-5-1102) to provide for expenses of designing and establishing a management organization, utilizing the principles of the National Environmental Performance Partnership System advocated by the U.S. Environmental Protection Agency which integrates environmental indicators, management information, along with performance-based budgeting and accounting to measure Agency performance. The fund enables the Agency to examine infrastructure, develop integrated approaches to environmental management, and implement a multi-year redesign of the Agency's regulatory databases.

Initial funding was derived from fund transfers beginning in FY00 of \$500,000 each fiscal year from the Landfill Post Closure Trust Fund. The transfers were authorized for five (5) years, with the cessation of the fund transfers occurring in FY04. Current funding is derived from interest earned on the monies in the Performance Partnership Trust Fund. This program will cease when the fund balance is depleted.

The Agency Request is for Base Level of \$600,000 each year of the 2015-2017 Biennium.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

**Appropriation Summary**

**Appropriation:** 2UQ - Performance Partnership Syst Exp

**Funding Sources:** TPP - Performance Partnership Trust Fund

Commitment Item	2013-2014	2014-2015	2014-2015	2015-2016			2016-2017		
	Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Performance Integrated Syst 5900046	17,585	600,000	600,000	600,000	600,000	600,000	600,000	600,000	600,000
Total	17,585	600,000	600,000	600,000	600,000	600,000	600,000	600,000	600,000

Funding Sources									
Fund Balance 4000005	715,230	698,923		100,423	100,423	100,423	0	0	0
Interest 4000300	1,278	1,500		1,500	1,500	1,500	1,500	1,500	1,500
Total Funding	716,508	700,423		101,923	101,923	101,923	1,500	1,500	1,500
Excess Appropriation/(Funding)	(698,923)	(100,423)		498,077	498,077	498,077	598,500	598,500	598,500
Grand Total	17,585	600,000		600,000	600,000	600,000	600,000	600,000	600,000

## **Analysis of Budget Request**

**Appropriation:** 2UR - Environmental Settlement Trust

**Funding Sources:** TET - ADEQ Environmental Settlement Trust Fund

The ADEQ Environmental Settlement Trust Fund was created by Act 1416 of 2001 (A.C.A. §19-5-1111) for expenses authorized through various settlement agreements benefiting the State of Arkansas as administered through the ADEQ. The fund consists of income received by the State of Arkansas pursuant to settlement agreements for environmental or natural resource damages, interest earnings, and other designated revenue.

The Agency Request is for Base Level of \$750,000 in each year of the 2015-2017 Biennium.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

**Appropriation Summary**

**Appropriation:** 2UR - Environmental Settlement Trust  
**Funding Sources:** TET - ADEQ Environmental Settlement Trust Fund

Commitment Item	2013-2014	2014-2015	2014-2015	2015-2016			2016-2017		
	Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Environmental Settlement Trust 5900046	71,992	750,000	750,000	750,000	750,000	750,000	750,000	750,000	750,000
Total	71,992	750,000	750,000	750,000	750,000	750,000	750,000	750,000	750,000

Funding Sources									
Trust Fund 4000050	71,992	750,000		750,000	750,000	750,000	750,000	750,000	750,000
Total Funding	71,992	750,000		750,000	750,000	750,000	750,000	750,000	750,000
Excess Appropriation/(Funding)	0	0		0	0	0	0	0	0
Grand Total	71,992	750,000		750,000	750,000	750,000	750,000	750,000	750,000

## **Analysis of Budget Request**

**Appropriation:** 2US - Computer/Electronic Recycling

**Funding Sources:** MER - Computer and Electronic Recycling Fund

The Computer and Electronic Recycling Fund was created by Act 1410 of 2001 (A.C.A. § 19-5-1217). This appropriation is used to promote market research and development grants to determine the most efficient process for collecting, transporting and processing various scrap electronic equipment. This appropriation is funded through Marketing and Redistribution proceeds from computer or electronic equipment sales throughout the state.

The Agency Request is for Base Level of \$250,000 in each year of the 2015-2017 Biennium.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

**Appropriation Summary**

**Appropriation:** 2US - Computer/Electronic Recycling

**Funding Sources:** MER - Computer and Electronic Recycling Fund

Commitment Item	2013-2014	2014-2015	2014-2015	2015-2016			2016-2017		
	Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Computer & Electronics Recycling Ma5900046	126,095	250,000	250,000	250,000	250,000	250,000	250,000	250,000	250,000
<b>Total</b>	<b>126,095</b>	<b>250,000</b>	<b>250,000</b>	<b>250,000</b>	<b>250,000</b>	<b>250,000</b>	<b>250,000</b>	<b>250,000</b>	<b>250,000</b>

Funding Sources										
Fund Balance	4000005	491,017	318,266		178,266	178,266	178,266	38,266	38,266	38,266
Inter-agency Fund Transfer	4000316	(157,334)	0		0	0	0	0	0	0
M & R Sales	4000340	110,678	110,000		110,000	110,000	110,000	110,000	110,000	110,000
<b>Total Funding</b>		<b>444,361</b>	<b>428,266</b>		<b>288,266</b>	<b>288,266</b>	<b>288,266</b>	<b>148,266</b>	<b>148,266</b>	<b>148,266</b>
Excess Appropriation/(Funding)		(318,266)	(178,266)		(38,266)	(38,266)	(38,266)	101,734	101,734	101,734
<b>Grand Total</b>		<b>126,095</b>	<b>250,000</b>		<b>250,000</b>	<b>250,000</b>	<b>250,000</b>	<b>250,000</b>	<b>250,000</b>	<b>250,000</b>

## **Analysis of Budget Request**

**Appropriation:** 344 - PCE Comm Admn Hearing Officer

**Funding Sources:** TPE - ADEQ Fee Trust Fund

The Hearing Officer Division was created by Act 921 of 1993 (A.C.A. §8-1-203), which authorized the Pollution Control and Ecology Commission to hire a full-time, independent administrative hearing officer for the purposes of adjudicatory review of Agency decisions concerning permit issuance or revocation, and assessment of civil penalties. Act 1077 of 1993 provided appropriations for this Division payable from the Agency's Fee Fund. Funding for this appropriation is derived from special revenues transferred from the Agency's Fee Fund. (A.C.A §8-1-204)

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 request for Regular Salaries includes board member stipend payments.

The Agency requests Base Level of \$285,970 in each year of the 2015-2017 Biennium.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

## Appropriation Summary

**Appropriation:** 344 - PCE Comm Admn Hearing Officer

**Funding Sources:** TPE - ADEQ Fee Trust 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	113,985	147,854	127,373	149,285	149,285	149,285	149,285	149,285	149,285
<b>#Positions</b>		<b>2</b>	<b>2</b>	<b>2</b>	<b>2</b>	<b>2</b>	<b>2</b>	<b>2</b>	<b>2</b>	<b>2</b>
Personal Services Matching	5010003	36,404	41,940	36,685	42,546	42,546	42,546	42,546	42,546	42,546
Operating Expenses	5020002	30,223	49,217	49,217	49,217	49,217	49,217	49,217	49,217	49,217
Conference & Travel Expenses	5050009	0	6,922	6,922	6,922	6,922	6,922	6,922	6,922	6,922
Professional Fees	5060010	6,656	38,000	38,000	38,000	38,000	38,000	38,000	38,000	38,000
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>187,268</b>	<b>283,933</b>	<b>258,197</b>	<b>285,970</b>	<b>285,970</b>	<b>285,970</b>	<b>285,970</b>	<b>285,970</b>	<b>285,970</b>
<b>Funding Sources</b>										
Special Revenue	4000030	187,268	283,933		285,970	285,970	285,970	285,970	285,970	285,970
Total Funding		187,268	283,933		285,970	285,970	285,970	285,970	285,970	285,970
Excess Appropriation/(Funding)		0	0		0	0	0	0	0	0
<b>Grand Total</b>		<b>187,268</b>	<b>283,933</b>		<b>285,970</b>	<b>285,970</b>	<b>285,970</b>	<b>285,970</b>	<b>285,970</b>	<b>285,970</b>

FY15 Budget amount in Regular Salaries and Personal Services Matching exceeds the authorized amount due to salary and matching rate adjustments during the 2013-2015 Biennium.

## **Analysis of Budget Request**

**Appropriation:** 36A - Fee Administration Non-Haz Clean Up

**Funding Sources:** TPE - ADEQ Fee Trust Fund

This appropriation was created by the 86<sup>th</sup> General Assembly in Act 1281 of 2007. This appropriation gives ADEQ the ability to cleanup non-hazardous sites which pose a threat to the environment of the State of Arkansas. The ADEQ Fee Trust Fund provides the funding for the appropriation; however, funding is restricted to interest earnings only from the ADEQ Fee Trust Fund.

The Agency Request is for Base Level of \$100,000 in each year of the 2015-2017 Biennium.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

**Appropriation Summary**

**Appropriation:** 36A - Fee Administration Non-Haz Clean Up

**Funding Sources:** TPE - ADEQ Fee Trust Fund

Commitment Item	2013-2014 Actual	2014-2015 Budget	2014-2015 Authorized	2015-2016			2016-2017		
				Agency	Executive	Legislative	Agency	Executive	Legislative
Contractual Services 5900043	0	100,000	750,000	100,000	100,000	100,000	100,000	100,000	100,000
Total	0	100,000	750,000	100,000	100,000	100,000	100,000	100,000	100,000

Funding Sources									
Trust Fund 4000050	0	100,000		100,000	100,000	100,000	100,000	100,000	100,000
Total Funding	0	100,000		100,000	100,000	100,000	100,000	100,000	100,000
Excess Appropriation/(Funding)	0	0		0	0	0	0	0	0
Grand Total	0	100,000		100,000	100,000	100,000	100,000	100,000	100,000

## **Analysis of Budget Request**

**Appropriation:** 467 - PCE Commission Expenses

**Funding Sources:** HUA - Miscellaneous Agencies Fund

The Pollution Control and Ecology Commission utilizes this appropriation for Commission training expenses and is funded by General Revenue.

Base Level is \$3,977 each year of the 2015-17 Biennium. The Agency requests an increase of \$500 in PC&E Commission Expenses for Commission member travel reimbursement.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

**Appropriation Summary**

**Appropriation:** 467 - PCE Commission Expenses

**Funding Sources:** HUA - Miscellaneous Agencies Fund

Commitment Item	2013-2014 Actual	2014-2015 Budget	2014-2015 Authorized	2015-2016			2016-2017		
				Agency	Executive	Legislative	Agency	Executive	Legislative
PC&E Commission Expenses 5900046	3,936	3,977	3,977	4,477	4,477	4,477	4,477	4,477	4,477
Total	3,936	3,977	3,977	4,477	4,477	4,477	4,477	4,477	4,477

Funding Sources									
General Revenue 4000010	3,936	3,977		4,477	4,477	4,477	4,477	4,477	4,477
Total Funding	3,936	3,977		4,477	4,477	4,477	4,477	4,477	4,477
Excess Appropriation/(Funding)	0	0		0	0	0	0	0	0
Grand Total	3,936	3,977		4,477	4,477	4,477	4,477	4,477	4,477

## **Analysis of Budget Request**

**Appropriation:** F72 - Performance Bond Fund

**Funding Sources:** TWB - Water Performance Bond Fund

The Water Performance Bond Fund was created pursuant to Act 402 of 2014 as a depository trust fund for funds appropriated by the General Assembly, all forfeitures collected under A.C.A. 8-4-201 et seq., grants made by a person or the federal government, gifts and donations, and interest earned on the funds deposited into the fund for the enforcement of laws pertaining to domestic sewage treatment.

The Agency may use these funds to hire a third-party contractor to (1) take remedial action against parties not in compliance with domestic sewage treatment laws, (2) effect the closure of domestic sewage treatment works, (3) maintain and operate a nonmunicipal sewage treatment works, and (4) take any other action the Director of the Arkansas Department of Environmental Quality determines to be necessary to enforce sewage treatment standards set forth by law.

The Agency Request is for Base Level of \$500,000 in each year of the 2015-2017 Biennium.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

**Appropriation Summary**

**Appropriation:** F72 - Performance Bond Fund

**Funding Sources:** TWB - Water Performance Bond Fund

Commitment Item	2013-2014	2014-2015	2014-2015	2015-2016			2016-2017		
	Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Non-Municipal Domestic Sewage 5900043	0	500,000	500,000	500,000	500,000	500,000	500,000	500,000	500,000
Total	0	500,000	500,000	500,000	500,000	500,000	500,000	500,000	500,000

Funding Sources									
Trust Fund 4000050	0	500,000		500,000	500,000	500,000	500,000	500,000	500,000
Total Funding	0	500,000		500,000	500,000	500,000	500,000	500,000	500,000
Excess Appropriation/(Funding)	0	0		0	0	0	0	0	0
Grand Total	0	500,000		500,000	500,000	500,000	500,000	500,000	500,000