

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 |
| 255 Utilities Division-Operations | 8,149,781 | 87 | 9,916,559 | 89 | 9,955,569 | 89 | 9,965,778 | 89 | 9,953,859 | 89 | 9,953,859 | 89 | 9,967,193 | 89 | 9,955,274 | 89 | 9,955,274 | 89 |
| 256 Pipeline Safety Program | 875,098 | 10 | 936,442 | 10 | 881,316 | 10 | 941,875 | 10 | 941,875 | 10 | 941,875 | 10 | 942,610 | 10 | 942,610 | 10 | 942,610 | 10 |
| 257 Tax Division-Operations | 1,063,834 | 15 | 1,323,118 | 15 | 1,742,268 | 15 | 1,735,627 | 15 | 1,735,627 | 15 | 1,735,627 | 15 | 1,736,361 | 15 | 1,736,361 | 15 | 1,736,361 | 15 |
| 2KA Contingency | 0 | 0 | 0 | 0 | 1,000,000 | 0 | 1,000,000 | 0 | 1,000,000 | 0 | 1,000,000 | 0 | 1,000,000 | 0 | 1,000,000 | 0 | 1,000,000 | 0 |
| Total | 10,088,713 | 112 | 12,176,119 | 114 | 13,579,153 | 114 | 13,643,280 | 114 | 13,631,361 | 114 | 13,631,361 | 114 | 13,646,164 | 114 | 13,634,245 | 114 | 13,634,245 | 114 |

| Funding Sources | | % | | % | | % | | % | | % | | % | | % | | % | | % |
|--------------------------------|---------|-------------------|--------------|-------------------|--------------|---|-------------------|--------------|-------------------|--------------|-------------------|--------------|-------------------|--------------|-------------------|--------------|-------------------|--------------|
| Fund Balance | 4000005 | 6,123,371 | 36.9 | 6,485,567 | 37.4 | | 5,169,390 | 30.3 | 5,169,390 | 30.3 | 5,169,390 | 30.3 | 3,390,404 | 22.2 | 3,402,323 | 22.3 | 3,402,323 | 22.3 |
| Federal Revenue | 4000020 | 421,372 | 2.5 | 468,221 | 2.7 | | 470,397 | 2.8 | 470,397 | 2.8 | 470,397 | 2.8 | 470,397 | 3.1 | 470,397 | 3.1 | 470,397 | 3.1 |
| Special Revenue | 4000030 | 9,246,057 | 55.8 | 9,461,221 | 54.5 | | 10,463,397 | 61.4 | 10,463,397 | 61.4 | 10,463,397 | 61.4 | 10,463,397 | 68.6 | 10,463,397 | 68.5 | 10,463,397 | 68.5 |
| Ad Valorem Tax | 4000060 | 783,480 | 4.7 | 930,500 | 5.4 | | 930,500 | 5.5 | 930,500 | 5.5 | 930,500 | 5.5 | 930,500 | 6.1 | 930,500 | 6.1 | 930,500 | 6.1 |
| Total Funds | | 16,574,280 | 100.0 | 17,345,509 | 100.0 | | 17,033,684 | 100.0 | 17,033,684 | 100.0 | 17,033,684 | 100.0 | 15,254,698 | 100.0 | 15,266,617 | 100.0 | 15,266,617 | 100.0 |
| Excess Appropriation/(Funding) | | (6,485,567) | | (5,169,390) | | | (3,390,404) | | (3,402,323) | | (3,402,323) | | (1,608,534) | | (1,632,372) | | (1,632,372) | |
| Grand Total | | 10,088,713 | | 12,176,119 | | | 13,643,280 | | 13,631,361 | | 13,631,361 | | 13,646,164 | | 13,634,245 | | 13,634,245 | |

FY15 Budget amount exceeds the authorized amount in (256) Pipeline Safety Program due to salary and matching rate adjustments during the 2013-2015 Biennium.

Analysis of Budget Request

Appropriation: 255 - Utilities Division-Operations

Funding Sources: SJP - Public Service Commission Fund

The Public Service Commission - Utilities Division is funded entirely by special revenues derived from assessments paid by the utility companies under its jurisdiction, as authorized in A.C.A. § 19-6-406.

Base Level Regular Salaries and Personal Services Matching include 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 FY2015 line item maximum plus the previously authorized 2015 1% Cost of Living Adjustment.

Base Level for the Division totals \$9,909,785 for FY2016 and \$9,911,200 for FY2017.

Change Level requests total \$55,993 each year and are listed as follows:

- Regular Salaries and Personal Service Matching of \$20,393 each year of the biennium for the reclassification of four (4) positions including: Fiscal Division Manager C127 to PSC Chief Fiscal Officer C128, Legal Support Specialist C113 to PSC Rate Case Analyst C121, Administrative Specialist III C112 to Administrative Analyst C115, and PSC Administrative Law Judge N906 to PSC Litigation Specialist N906.
- Operating Expense of \$14,600 each year of the biennium to cover the 3% Arkansas Building Authority rent increase.
- Capital Outlay of \$21,000 each year of the biennium to replace one vehicle each fiscal year.

The Executive Recommendation provides for the Agency Request with the exception of the reclassification of Fiscal Division Manager C127 to PSC Chief Fiscal Officer C128, and Administrative Specialist III C112 to Administrative Analyst C115. The Executive also recommends the PSC Administrative Law Judge N906, be reclassified to Managing Attorney C129 instead of PSC Litigation Specialist N906.

The Legislative Recommendation provides for the Executive Recommendation and allows the Agency to withdraw its reclassification request for the PSC Administrative Law Judge N906 to PSC Litigation Specialist N906.

Appropriation Summary

Appropriation: 255 - Utilities Division-Operations

Funding Sources: SJP - Public Service Commission 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 | 5,234,107 | 5,577,496 | 5,629,091 | 5,593,226 | 5,583,348 | 5,583,348 | 5,594,126 | 5,584,248 | 5,584,248 |
| #Positions | | 87 | 89 | 89 | 89 | 89 | 89 | 89 | 89 | 89 |
| Extra Help | 5010001 | 1,562 | 9,000 | 9,000 | 9,000 | 9,000 | 9,000 | 9,000 | 9,000 | 9,000 |
| #Extra Help | | 2 | 6 | 6 | 6 | 6 | 6 | 6 | 6 | 6 |
| Personal Services Matching | 5010003 | 1,616,697 | 1,692,394 | 1,679,809 | 1,711,283 | 1,709,242 | 1,709,242 | 1,711,798 | 1,709,757 | 1,709,757 |
| Overtime | 5010006 | 35 | 25,000 | 25,000 | 25,000 | 25,000 | 25,000 | 25,000 | 25,000 | 25,000 |
| Operating Expenses | 5020002 | 881,958 | 1,055,997 | 1,055,997 | 1,070,597 | 1,070,597 | 1,070,597 | 1,070,597 | 1,070,597 | 1,070,597 |
| Conference & Travel Expenses | 5050009 | 49,306 | 68,922 | 68,922 | 68,922 | 68,922 | 68,922 | 68,922 | 68,922 | 68,922 |
| Professional Fees | 5060010 | 0 | 15,000 | 15,000 | 15,000 | 15,000 | 15,000 | 15,000 | 15,000 | 15,000 |
| Data Processing | 5090012 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Capital Outlay | 5120011 | 17,062 | 21,000 | 21,000 | 21,000 | 21,000 | 21,000 | 21,000 | 21,000 | 21,000 |
| Special Maintenance | 5120032 | 559 | 24,319 | 24,319 | 24,319 | 24,319 | 24,319 | 24,319 | 24,319 | 24,319 |
| Fed Regulatory Services | 5900040 | 236,470 | 290,575 | 290,575 | 290,575 | 290,575 | 290,575 | 290,575 | 290,575 | 290,575 |
| Professional Services | 5900043 | 58,440 | 998,000 | 998,000 | 998,000 | 998,000 | 998,000 | 998,000 | 998,000 | 998,000 |
| Data Processing Services | 5900044 | 53,585 | 138,856 | 138,856 | 138,856 | 138,856 | 138,856 | 138,856 | 138,856 | 138,856 |
| Total | | 8,149,781 | 9,916,559 | 9,955,569 | 9,965,778 | 9,953,859 | 9,953,859 | 9,967,193 | 9,955,274 | 9,955,274 |

| Funding Sources | | | | | | | | | | |
|--------------------------------|---------|-------------------|-------------------|--|-------------------|-------------------|-------------------|-------------------|-------------------|-------------------|
| Fund Balance | 4000005 | 3,353,849 | 3,705,577 | | 2,709,018 | 2,709,018 | 2,709,018 | 1,663,240 | 1,675,159 | 1,675,159 |
| Special Revenue | 4000030 | 8,501,509 | 8,920,000 | | 8,920,000 | 8,920,000 | 8,920,000 | 8,920,000 | 8,920,000 | 8,920,000 |
| Total Funding | | 11,855,358 | 12,625,577 | | 11,629,018 | 11,629,018 | 11,629,018 | 10,583,240 | 10,595,159 | 10,595,159 |
| Excess Appropriation/(Funding) | | (3,705,577) | (2,709,018) | | (1,663,240) | (1,675,159) | (1,675,159) | (616,047) | (639,885) | (639,885) |
| Grand Total | | 8,149,781 | 9,916,559 | | 9,965,778 | 9,953,859 | 9,953,859 | 9,967,193 | 9,955,274 | 9,955,274 |

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: 256 - Pipeline Safety Program

Funding Sources: SAD - Public Service Utility Safety Fund

The Public Service Commission's Pipeline Safety Program is funded by special revenue inspection fees charged annually to each company according to its pipeline mileage in Arkansas, as authorized in Arkansas Code § 23-15-214 et seq. The Program is also eligible for federal reimbursement for up to 50% of its expenditures. Under this program, the Commission maintains safety jurisdiction and monitors the transmission by pipeline of hazardous materials, such as gasoline, oil, and natural gas.

Base Level Regular Salaries and Personal Services Matching include 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 Request for the program is \$906,265 in FY2016 and \$907,000 in FY2017.

Change Level Requests total \$35,610 each year of the biennium and include the following:

- Regular Salaries and Personal Service Matching of \$9,896 each year of the biennium for the reclassification of three (3) Corrosion Inspectors C115 to PSC Pipeline Safety Specialists C120.
- Operating Expense of \$714 each year of the biennium to cover the 3% Arkansas Building Authority rent increase.
- Capital Outlay of 25,000 each year of the biennium to replace one vehicle each fiscal year.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: 256 - Pipeline Safety Program

Funding Sources: SAD - Public Service Utility Safety 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 | 564,865 | 595,861 | 552,904 | 598,443 | 598,443 | 598,443 | 599,043 | 599,043 | 599,043 |
| #Positions | | 10 | 10 | 10 | 10 | 10 | 10 | 10 | 10 | 10 |
| Personal Services Matching | 5010003 | 176,406 | 182,732 | 170,563 | 184,869 | 184,869 | 184,869 | 185,004 | 185,004 | 185,004 |
| Operating Expenses | 5020002 | 92,214 | 105,000 | 105,000 | 105,714 | 105,714 | 105,714 | 105,714 | 105,714 | 105,714 |
| Conference & Travel Expenses | 5050009 | 21,977 | 25,620 | 25,620 | 25,620 | 25,620 | 25,620 | 25,620 | 25,620 | 25,620 |
| Professional Fees | 5060010 | 0 | 2,229 | 2,229 | 2,229 | 2,229 | 2,229 | 2,229 | 2,229 | 2,229 |
| Data Processing | 5090012 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Capital Outlay | 5120011 | 19,636 | 25,000 | 25,000 | 25,000 | 25,000 | 25,000 | 25,000 | 25,000 | 25,000 |
| Total | | 875,098 | 936,442 | 881,316 | 941,875 | 941,875 | 941,875 | 942,610 | 942,610 | 942,610 |
| Funding Sources | | | | | | | | | | |
| Fund Balance | 4000005 | 1,167,728 | 1,379,353 | | 1,379,353 | 1,379,353 | 1,379,353 | 1,378,272 | 1,378,272 | 1,378,272 |
| Federal Revenue | 4000020 | 421,372 | 468,221 | | 470,397 | 470,397 | 470,397 | 470,397 | 470,397 | 470,397 |
| Special Revenue | 4000030 | 665,351 | 468,221 | | 470,397 | 470,397 | 470,397 | 470,397 | 470,397 | 470,397 |
| Total Funding | | 2,254,451 | 2,315,795 | | 2,320,147 | 2,320,147 | 2,320,147 | 2,319,066 | 2,319,066 | 2,319,066 |
| Excess Appropriation/(Funding) | | (1,379,353) | (1,379,353) | | (1,378,272) | (1,378,272) | (1,378,272) | (1,376,456) | (1,376,456) | (1,376,456) |
| Grand Total | | 875,098 | 936,442 | | 941,875 | 941,875 | 941,875 | 942,610 | 942,610 | 942,610 |

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: 257 - Tax Division-Operations

Funding Sources: HTD - Tax Division Fund

The Public Service Commission - Tax Division's appropriation is funded by special revenues transferred from the Public Service Commission Fund, the Division's share of ad valorem taxes, as authorized in Arkansas Code §19-5-1024, and general revenues, if needed.

Base Level Regular Salaries and Personal Services Matching include 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 FY2015 line item maximum plus the previously authorized 2015 1% Cost of Living Adjustment.

Base Level request for the Division is \$1,734,514 in FY2016 and \$1,735,248 in FY2017.

The Commission's Change Level request is for \$1,113 in Operating Expenses each year of the biennium to cover the 3% Arkansas Building Authority rent increase.

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: 257 - Tax Division-Operations

Funding Sources: HTD - Tax Division 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 | 686,598 | 725,574 | 744,014 | 733,032 | 733,032 | 733,032 | 733,632 | 733,632 | 733,632 |
| #Positions | | 15 | 15 | 15 | 15 | 15 | 15 | 15 | 15 | 15 |
| Extra Help | 5010001 | 0 | 38,238 | 38,238 | 38,238 | 38,238 | 38,238 | 38,238 | 38,238 | 38,238 |
| #Extra Help | | 0 | 5 | 5 | 5 | 5 | 5 | 5 | 5 | 5 |
| Personal Services Matching | 5010003 | 228,927 | 240,447 | 241,157 | 244,385 | 244,385 | 244,385 | 244,519 | 244,519 | 244,519 |
| Overtime | 5010006 | 0 | 5,000 | 5,000 | 5,000 | 5,000 | 5,000 | 5,000 | 5,000 | 5,000 |
| Operating Expenses | 5020002 | 141,188 | 201,359 | 201,359 | 202,472 | 202,472 | 202,472 | 202,472 | 202,472 | 202,472 |
| Conference & Travel Expenses | 5050009 | 7,121 | 12,500 | 12,500 | 12,500 | 12,500 | 12,500 | 12,500 | 12,500 | 12,500 |
| Professional Fees | 5060010 | 0 | 100,000 | 100,000 | 100,000 | 100,000 | 100,000 | 100,000 | 100,000 | 100,000 |
| Data Processing | 5090012 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Capital Outlay | 5120011 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Contingency | 5130018 | 0 | 0 | 400,000 | 400,000 | 400,000 | 400,000 | 400,000 | 400,000 | 400,000 |
| Total | | 1,063,834 | 1,323,118 | 1,742,268 | 1,735,627 | 1,735,627 | 1,735,627 | 1,736,361 | 1,736,361 | 1,736,361 |

| Funding Sources | | | | | | | | | | |
|--------------------------------|---------|------------------|------------------|--|------------------|------------------|------------------|------------------|------------------|------------------|
| Fund Balance | 4000005 | 1,601,794 | 1,400,637 | | 1,081,019 | 1,081,019 | 1,081,019 | 348,892 | 348,892 | 348,892 |
| Special Revenue | 4000030 | 79,197 | 73,000 | | 73,000 | 73,000 | 73,000 | 73,000 | 73,000 | 73,000 |
| Ad Valorem Tax | 4000060 | 783,480 | 930,500 | | 930,500 | 930,500 | 930,500 | 930,500 | 930,500 | 930,500 |
| Total Funding | | 2,464,471 | 2,404,137 | | 2,084,519 | 2,084,519 | 2,084,519 | 1,352,392 | 1,352,392 | 1,352,392 |
| Excess Appropriation/(Funding) | | (1,400,637) | (1,081,019) | | (348,892) | (348,892) | (348,892) | 383,969 | 383,969 | 383,969 |
| Grand Total | | 1,063,834 | 1,323,118 | | 1,735,627 | 1,735,627 | 1,735,627 | 1,736,361 | 1,736,361 | 1,736,361 |

Expenditure of appropriation is contingent upon available funding.

Analysis of Budget Request

Appropriation: 2KA - Contingency

Funding Sources: SJP - Public Service Commission Fund

The Public Service Commission - Utilities Division's Contingency appropriation provides additional spending authority that may be transferred to the Division's operating line items in emergency situations that would require additional resources. Funding for this appropriation is from Special Revenue balances held in the Public Service Commission Fund to support any transfers that may be made.

The Agency Request provides for Base Level of \$1,000,000 each year of the biennium.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: 2KA - Contingency

Funding Sources: SJP - Public Service Commission Fund

| Commitment Item | 2013-2014 | 2014-2015 | 2014-2015 | 2015-2016 | | | 2016-2017 | | |
|---------------------------|-----------|-----------|------------|-----------|-----------|-------------|-----------|-----------|-------------|
| | Actual | Budget | Authorized | Agency | Executive | Legislative | Agency | Executive | Legislative |
| Overtime Salaries 5130018 | 0 | 0 | 1,000,000 | 1,000,000 | 1,000,000 | 1,000,000 | 1,000,000 | 1,000,000 | 1,000,000 |
| Total | 0 | 0 | 1,000,000 | 1,000,000 | 1,000,000 | 1,000,000 | 1,000,000 | 1,000,000 | 1,000,000 |

| Funding Sources | | | | | | | | | |
|--------------------------------|---|---|--|-----------|-----------|-----------|-----------|-----------|-----------|
| Special Revenue 4000030 | 0 | 0 | | 1,000,000 | 1,000,000 | 1,000,000 | 1,000,000 | 1,000,000 | 1,000,000 |
| Total Funding | 0 | 0 | | 1,000,000 | 1,000,000 | 1,000,000 | 1,000,000 | 1,000,000 | 1,000,000 |
| Excess Appropriation/(Funding) | 0 | 0 | | 0 | 0 | 0 | 0 | 0 | 0 |
| Grand Total | 0 | 0 | | 1,000,000 | 1,000,000 | 1,000,000 | 1,000,000 | 1,000,000 | 1,000,000 |