

## 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
146 Division of Racing - Operations	1,330,672	14	1,545,838	14	1,545,838	14	1,565,512	14	1,565,512	14	1,565,512	14	1,565,637	14	1,565,637	14	1,565,637	14
7WJ License Applications	52,083	0	135,000	0	135,000	0	135,000	0	135,000	0	135,000	0	135,000	0	135,000	0	135,000	0
<b>Total</b>	<b>1,382,755</b>	<b>14</b>	<b>1,680,838</b>	<b>14</b>	<b>1,680,838</b>	<b>14</b>	<b>1,700,512</b>	<b>14</b>	<b>1,700,512</b>	<b>14</b>	<b>1,700,512</b>	<b>14</b>	<b>1,700,637</b>	<b>14</b>	<b>1,700,637</b>	<b>14</b>	<b>1,700,637</b>	<b>14</b>

Funding Sources		%		%		%		%		%		%		%		%		%
Fund Balance 4000005	452,934	23.8	516,585	23.8			491,585	22.7	491,585	22.7	491,585	22.7	466,585	21.8	466,585	21.8	466,585	21.8
General Revenue 4000010	1,330,661	70.1	1,545,838	71.2			1,565,512	72.2	1,565,512	72.2	1,565,512	72.2	1,565,637	73.1	1,565,637	73.1	1,565,637	73.1
Cash Fund 4000045	110,550	5.8	110,000	5.1			110,000	5.1	110,000	5.1	110,000	5.1	110,000	5.1	110,000	5.1	110,000	5.1
Interest 4000300	5,184	0.3	0	0.0			0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0
M & R Sales 4000340	11	0.0	0	0.0			0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0
<b>Total Funds</b>	<b>1,899,340</b>	<b>100.0</b>	<b>2,172,423</b>	<b>100.0</b>			<b>2,167,097</b>	<b>100.0</b>	<b>2,167,097</b>	<b>100.0</b>	<b>2,167,097</b>	<b>100.0</b>	<b>2,142,222</b>	<b>100.0</b>	<b>2,142,222</b>	<b>100.0</b>	<b>2,142,222</b>	<b>100.0</b>
Excess Appropriation/(Funding)	(516,585)		(491,585)				(466,585)		(466,585)		(466,585)		(441,585)		(441,585)		(441,585)	
<b>Grand Total</b>	<b>1,382,755</b>		<b>1,680,838</b>				<b>1,700,512</b>		<b>1,700,512</b>		<b>1,700,512</b>		<b>1,700,637</b>		<b>1,700,637</b>		<b>1,700,637</b>	

## **Analysis of Budget Request**

**Appropriation:** 146 - Division of Racing - Operations

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

The Arkansas Racing Commission is composed of five members, one from each congressional district and one at large, appointed by the Governor for terms of five years. The Commission is authorized to grant franchises, approve racing dates, issue permits and licenses, hold hearings and take other action as necessary to effectively supervise, regulate and control the sport of pari-mutuel horse and dog racing in the State of Arkansas.

Southland Greyhound Park, in West Memphis, Arkansas, operates year-round and runs over 400 live greyhound performances each year. Oaklawn Park, in Hot Springs, Arkansas, has approximately 60 days of live thoroughbred horse racing and also offers Simulcast and Instant horse racing throughout the year. With the passage of Act 1151 of 2005 and passing of local elections, the addition of electronic games of skill at both Arkansas tracks is now allowed.

General revenue funds 100% of the Arkansas Racing Commission's operating budget. Currently 84% of the Agency's budget is personnel related costs with the remaining 16% maintenance and operating expenses.

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 for the biennium is \$1,539,912 in FY16 and \$1,540,037 for FY17.

The Agency's Change Level request for appropriation and general revenue funding of \$25,600 in Operating Expenses each year provides for a rent increase and to cover a technical contract for veterinarian expenses due to the adoption of a Model Rule that requires that administration of Lasix in racing horses be done by a State Veterinarian or a private Veterinarian under the observation of a Commission employee.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

## Appropriation Summary

**Appropriation:** 146 - Division of Racing - Operations

**Funding Sources:** HUA - Miscellaneous Agencies 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	630,045	669,118	669,118	662,750	662,750	662,750	662,850	662,850	662,850
<b>#Positions</b>		<b>14</b>	<b>14</b>	<b>14</b>	<b>14</b>	<b>14</b>	<b>14</b>	<b>14</b>	<b>14</b>	<b>14</b>
Extra Help	5010001	204,215	310,000	310,000	310,000	310,000	310,000	310,000	310,000	310,000
<b>#Extra Help</b>		<b>21</b>	<b>31</b>	<b>31</b>	<b>31</b>	<b>31</b>	<b>31</b>	<b>31</b>	<b>31</b>	<b>31</b>
Personal Services Matching	5010003	280,170	288,473	288,473	288,915	288,915	288,915	288,940	288,940	288,940
Overtime	5010006	4,702	30,000	30,000	30,000	30,000	30,000	30,000	30,000	30,000
Operating Expenses	5020002	201,340	210,247	210,247	235,847	235,847	235,847	235,847	235,847	235,847
Conference & Travel Expenses	5050009	1,763	3,000	3,000	3,000	3,000	3,000	3,000	3,000	3,000
Professional Fees	5060010	8,437	35,000	35,000	35,000	35,000	35,000	35,000	35,000	35,000
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>1,330,672</b>	<b>1,545,838</b>	<b>1,545,838</b>	<b>1,565,512</b>	<b>1,565,512</b>	<b>1,565,512</b>	<b>1,565,637</b>	<b>1,565,637</b>	<b>1,565,637</b>

Funding Sources										
General Revenue	4000010	1,330,661	1,545,838		1,565,512	1,565,512	1,565,512	1,565,637	1,565,637	1,565,637
M & R Sales	4000340	11	0		0	0	0	0	0	0
<b>Total Funding</b>		<b>1,330,672</b>	<b>1,545,838</b>		<b>1,565,512</b>	<b>1,565,512</b>	<b>1,565,512</b>	<b>1,565,637</b>	<b>1,565,637</b>	<b>1,565,637</b>
Excess Appropriation/(Funding)		0	0		0	0	0	0	0	0
<b>Grand Total</b>		<b>1,330,672</b>	<b>1,545,838</b>		<b>1,565,512</b>	<b>1,565,512</b>	<b>1,565,512</b>	<b>1,565,637</b>	<b>1,565,637</b>	<b>1,565,637</b>

## **Analysis of Budget Request**

**Appropriation:** 7WJ - License Applications

**Funding Sources:** NRC - DFA Racing - Cash in Treasury

Act 1151 of 2005, otherwise known as "Electronic Games of Skill" legislation, provided for expanded gaming at the race tracks in the State of Arkansas. This cash funded appropriation provides for the application process and background investigations for issuing licenses to individuals and industries in the Electronic Games of Skill areas at Oaklawn & Southland Parks.

Applicants, by regulation, are required to pay a license fee and the costs of the background investigations. License fees are deposited to general revenue. The costs of the background investigations are retained by the Department of Finance and Administration - Division of Racing to pay for the actual costs of the investigations, postage and licensing material and unexpected refunds.

The Racing Commission Cash Operations appropriation provides for the application process and background investigations for issuing licenses to individuals and industries in the Electronic Games of Skill areas at Oaklawn & Southland Parks.

The Agency is requesting Base Level of \$135,000 for each year of the 2015-2017 Biennium.

The Executive Recommendation provides for the Agency Request. Expenditure of appropriation is contingent upon available funding.

The Legislative Recommendation concurs with the Executive Recommendation.

## Appropriation Summary

**Appropriation:** 7WJ - License Applications

**Funding Sources:** NRC - DFA Racing - Cash in Treasury

Commitment Item		2013-2014	2014-2015	2014-2015	2015-2016			2016-2017		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Operating Expenses	5020002	52,083	125,000	125,000	125,000	125,000	125,000	125,000	125,000	125,000
Conference & Travel Expenses	5050009	0	5,000	5,000	5,000	5,000	5,000	5,000	5,000	5,000
Professional Fees	5060010	0	0	0	0	0	0	0	0	0
Data Processing	5090012	0	0	0	0	0	0	0	0	0
Refunds/Reimbursements	5110014	0	5,000	5,000	5,000	5,000	5,000	5,000	5,000	5,000
Capital Outlay	5120011	0	0	0	0	0	0	0	0	0
<b>Total</b>		<b>52,083</b>	<b>135,000</b>	<b>135,000</b>	<b>135,000</b>	<b>135,000</b>	<b>135,000</b>	<b>135,000</b>	<b>135,000</b>	<b>135,000</b>
<b>Funding Sources</b>										
Fund Balance	4000005	452,934	516,585		491,585	491,585	491,585	466,585	466,585	466,585
Cash Fund	4000045	110,550	110,000		110,000	110,000	110,000	110,000	110,000	110,000
Interest	4000300	5,184	0		0	0	0	0	0	0
Total Funding		568,668	626,585		601,585	601,585	601,585	576,585	576,585	576,585
Excess Appropriation/(Funding)		(516,585)	(491,585)		(466,585)	(466,585)	(466,585)	(441,585)	(441,585)	(441,585)
<b>Grand Total</b>		<b>52,083</b>	<b>135,000</b>		<b>135,000</b>	<b>135,000</b>	<b>135,000</b>	<b>135,000</b>	<b>135,000</b>	<b>135,000</b>

Expenditure of appropriation is contingent upon available funding.