

# DEPARTMENT OF COMMERCE - ARKANSAS DEVELOPMENT FINANCE AUTHORITY

## State Contracts Over \$50,000 Awarded To Minority Owned Businesses Fiscal Year 2022

None

### Employment Summary

	Male	Female	Total	%
White Employees	11	20	31	70 %
Black Employees	0	10	10	23 %
Other Racial Minorities	2	1	3	7 %
Total Minorities			13	30 %
Total Employees			44	100 %

### Publications

#### A.C.A. 25-1-201 et seq.

Name	Statutory Authorization	Required for		# of Copies	Reason(s) for Continued Publication and Distribution	Unbound Black & White Copies Produced During the Last Two Years	Cost of Unbound Copies Produced During the Last Two Years
		Governor	General Assembly				
Annual Audit Report	A.C.A. 15-5-210	N	Y	2	Reporting of audited agency financials.	0	0.00
Bond Issuance Report	Act 36 of 1989	N	Y	1	Provides summary of bond transactions when executed	0	0.00
Bond Issues/Outstanding Report	Act 222 of 1987	N	N	1	Provides comprehensive list of bonds issued and outstanding.	0	0.00

## Department Appropriation Summary

Appropriation	Historical Data						Agency Request and Executive Recommendation							
	2021-2022		2022-2023		2022-2023		2023-2024				2024-2025			
	Actual	Pos	Budget	Pos	Authorized	Pos	Agency	Pos	Executive	Pos	Agency	Pos	Executive	Pos
A57 ADFA-Cash Operations	12,242,744	46	32,029,546	52	31,713,210	52	32,017,732	52	31,967,906	52	32,053,652	52	32,003,826	52
C57 AR Housing Trust Advisory Comm	0	0	0	0	7,825	0	0	0	0	0	0	0	0	0
C91 Student Loan Auth Div of ADFA-Operations	1,548,625	4	2,450,856	4	2,403,171	4	2,440,438	4	2,440,438	4	2,443,078	4	2,443,078	4
D34 DIS IT	762,661	0	6,000,000	0	15,000,000	0	6,000,000	0	6,000,000	0	6,000,000	0	6,000,000	0
E78 Housing Trust Fund Transfer	0	0	0	0	5,000,000	0	5,000,000	0	5,000,000	0	5,000,000	0	5,000,000	0
X15 NHTF Grant	1,068,073	0	12,800,000	0	15,000,000	0	15,000,000	0	15,000,000	0	15,000,000	0	15,000,000	0
<b>NOT REQUESTED FOR THE BIENNIUM</b>														
AR4 ADFA ARPA - HOME	7,192	0	0	0	0	0	0	0	0	0	0	0	0	0
E33 ADFA-American Rescue Plan-ARPA	13,332,232	0	0	0	0	0	0	0	0	0	0	0	0	0
<b>Total</b>	<b>28,961,527</b>	<b>50</b>	<b>53,280,402</b>	<b>56</b>	<b>69,124,206</b>	<b>56</b>	<b>60,458,170</b>	<b>56</b>	<b>60,408,344</b>	<b>56</b>	<b>60,496,730</b>	<b>56</b>	<b>60,446,904</b>	<b>56</b>

  

Funding Sources		%		%		%		%		%		%	
Fund Balance	4000005	427,847	1.5	449,867	0.8	449,867	0.8	449,867	0.8	30,108	0.1	30,108	0.1
Federal Revenue	4000020	22,422,470	76.2	39,141,215	72.8	41,341,215	69.4	41,341,215	69.4	41,341,215	70.0	41,341,215	70.0
Cash Fund	4000045	7,181,336	24.4	15,167,956	28.2	14,092,329	23.7	14,092,329	23.7	14,101,454	23.9	14,101,454	23.9
Inter-agency Fund Transfer	4000316	8,200	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0
Other	4000370	30	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0
Unfunded Appropriation	4000715	0	0.0	0	0.0	5,000,000	8.4	5,000,000	8.4	5,000,000	8.5	5,000,000	8.5
Shared Services Transfer	4000760	(628,489)	(2.1)	(1,028,769)	(1.9)	(1,356,677)	(2.3)	(1,356,677)	(2.3)	(1,381,799)	(2.3)	(1,381,799)	(2.3)
<b>Total Funds</b>		<b>29,411,394</b>	<b>100.0</b>	<b>53,730,269</b>	<b>100.0</b>	<b>59,526,734</b>	<b>100.0</b>	<b>59,526,734</b>	<b>100.0</b>	<b>59,090,978</b>	<b>100.0</b>	<b>59,090,978</b>	<b>100.0</b>
Excess Appropriation/(Funding)		(449,867)		(449,867)		931,436		881,610		1,405,752		1,355,926	
<b>Grand Total</b>		<b>28,961,527</b>		<b>53,280,402</b>		<b>60,458,170</b>		<b>60,408,344</b>		<b>60,496,730</b>		<b>60,446,904</b>	

FY23 Budget amount in FC A57 (ADFA-Cash Operations) and FC C91 (Student Loan Auth Div of ADFA-Operations) exceeds the authorized amount due to salary and matching rate adjustments during the 2021-2023 Biennium.

Variance in Fund Balance is due to unfunded appropriation.

## **Analysis of Budget Request**

**Appropriation:** A57 - ADFA-Cash Operations

**Funding Sources:** 123 - Arkansas Development Finance Authority - Cash

Ark. Code Ann. § 15-5-201 et seq. created the Arkansas Development Finance Authority and the Board of Directors. Act 910 of 2019 transferred the Authority under the Department of Commerce.

The Board of Directors is composed of the Secretary of the Department Finance and Administration, Secretary of the Department of Commerce, Treasurer of State, President of ADFA, and eleven (11) public members appointed by the Governor with the advice and consent of the Senate. Duties and responsibilities of the Board may include but are not limited to, powers to sue; make and issue rules, regulations, and bylaws; appoint officers, agents, and employees; borrow money; issue notes and bonds on behalf of state agencies and political subdivisions; make secured or unsecured loans; sell mortgages and security interests, collect fees and charges in connection with its loans, bond guarantees.

This appropriation provides for all operational costs of the Authority including the Federal Housing Assistance Program, HUD Home Program, and other financial programs. Funding for this appropriation is derived primarily from federal funds and cash revenues from bond proceeds.

With the exception of Regular Salaries, Personal Services Matching and Capital Outlay, continuing level of appropriation is the FY2023 Authorized.

The Agency is requesting appropriation in the amount of \$32,017,732 in FY24 and \$32,053,652 in FY25.

The Agency Request includes the following changes:

- Increase of Regular Salaries and Personal Services Matching appropriation associated with position reclassifications.
- Restoration of \$23,000 in Capital Outlay to replace an existing vehicle due to vehicle exceeding mileage for each year of the biennium.

The Executive Recommendation provides for the Agency Request with the exception of the position reclassifications and associated appropriation. These changes will be placed on hold for the new administration to review and recommend.

# Appropriation Summary

**Appropriation:** A57 - ADFA-Cash Operations  
**Funding Sources:** 123 - Arkansas Development Finance Authority - Cash

## Historical Data

## Agency Request and Executive Recommendation

Commitment Item		2021-2022	2022-2023	2022-2023	2023-2024		2024-2025	
		Actual	Budget	Authorized	Agency	Executive	Agency	Executive
Regular Salaries	5010000	2,571,750	3,439,321	3,224,271	3,402,965	3,362,522	3,404,265	3,363,822
<b>#Positions</b>		<b>46</b>	<b>52</b>	<b>52</b>	<b>52</b>	<b>52</b>	<b>52</b>	<b>52</b>
Extra Help	5010001	9,328	40,000	40,000	40,000	40,000	40,000	40,000
<b>#Extra Help</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	902,311	1,126,230	1,024,944	1,150,772	1,141,389	1,185,392	1,176,009
Operating Expenses	5020002	517,982	611,458	611,458	611,458	611,458	611,458	611,458
Conference & Travel Expenses	5050009	12,744	60,000	60,000	60,000	60,000	60,000	60,000
Professional Fees	5060010	58,064	123,810	123,810	123,810	123,810	123,810	123,810
Data Processing	5090012	0	0	0	0	0	0	0
Grants and Aid	5100004	0	6,600,000	6,600,000	6,600,000	6,600,000	6,600,000	6,600,000
Capital Outlay	5120011	0	23,000	23,000	23,000	23,000	23,000	23,000
Data Processing Services	5900044	155,593	264,512	264,512	264,512	264,512	264,512	264,512
Hud Home Program	5900046	6,724,869	16,341,215	16,341,215	16,341,215	16,341,215	16,341,215	16,341,215
Federal Housing Programs	5900047	1,290,103	3,400,000	3,400,000	3,400,000	3,400,000	3,400,000	3,400,000
<b>Total</b>		<b>12,242,744</b>	<b>32,029,546</b>	<b>31,713,210</b>	<b>32,017,732</b>	<b>31,967,906</b>	<b>32,053,652</b>	<b>32,003,826</b>

Funding Sources								
Fund Balance	4000005	408,842	419,675		419,675	419,675	0	0
Federal Revenue	4000020	8,014,973	26,341,215		26,341,215	26,341,215	26,341,215	26,341,215
Cash Fund	4000045	4,859,663	6,717,100		5,651,975	5,651,975	5,653,275	5,653,275
Inter-agency Fund Transfer	4000316	7,400	0		0	0	0	0
Other	4000370	30	0		0	0	0	0
Shared Services Transfer	4000760	(628,489)	(1,028,769)		(1,356,677)	(1,356,677)	(1,381,799)	(1,381,799)
<b>Total Funding</b>		<b>12,662,419</b>	<b>32,449,221</b>		<b>31,056,188</b>	<b>31,056,188</b>	<b>30,612,691</b>	<b>30,612,691</b>
Excess Appropriation/(Funding)		(419,675)	(419,675)		961,544	911,718	1,440,961	1,391,135
<b>Grand Total</b>		<b>12,242,744</b>	<b>32,029,546</b>		<b>32,017,732</b>	<b>31,967,906</b>	<b>32,053,652</b>	<b>32,003,826</b>

FY23 Budget amount in Regular Salaries and Personal Services Matching exceeds the authorized amount due to salary and matching rate adjustments during the 2021-2023 Biennium. Expenditure of appropriation is contingent upon available funding.

## **Analysis of Budget Request**

**Appropriation:** C57 - AR Housing Trust Advisory Comm

**Funding Sources:** 123 - Arkansas Development Finance Authority - Cash

The Arkansas Housing Trust Fund was established by Act 661 of 2009, as amended Ark. Code Ann. § 15-5-1701 to provide a source of funds for communities to address affordable housing needs and created the Arkansas Housing Trust Fund Advisory Committee to provide advice to ADFA's Board of Directors on matters relating to the Housing Trust Fund and its programs.

Act 764 of 2012 provided a "one-time transfer" from unexpended balances of funds received by the Division of Check Cashing of the State Board of Collections Agencies under the Check-Cashers Act. Program funding is contingent on the Arkansas Housing Trust Fund Advisory Committee securing a dedicated funding source.

Continuing level of appropriation is the FY2023 Authorized.

The Agency is requesting to discontinue appropriation in the amount of (\$7,825) to reflect current cash balances for each year of the biennium.

The Executive Recommendation provides for the Agency Request.

## Appropriation Summary

**Appropriation:** C57 - AR Housing Trust Advisory Comm

**Funding Sources:** 123 - Arkansas Development Finance Authority - Cash

### Historical Data

### Agency Request and Executive Recommendation

Commitment Item		Historical Data			2023-2024		2024-2025	
		2021-2022 Actual	2022-2023 Budget	2022-2023 Authorized	Agency	Executive	Agency	Executive
Ar Housing Trust Fund	5900046	0	0	7,825	0	0	0	0
Total		0	0	7,825	0	0	0	0

Funding Sources								
Cash Fund	4000045	0	0		0	0	7,825	7,825
Total Funding		0	0		0	0	7,825	7,825
Excess Appropriation/(Funding)		0	0		0	0	(7,825)	(7,825)
Grand Total		0	0		0	0	0	0

Expenditure of appropriation is contingent upon available funding.

## **Analysis of Budget Request**

**Appropriation:** C91 - Student Loan Auth Div of ADFA-Operations

**Funding Sources:** 157 - Student Loan Authority - Cash

The Arkansas Student Loan Authority was created for the purpose of originating and acquiring student loans and support Arkansas' student financial assistance by purchasing loans made by local lenders to higher education students. The process provides liquidity to banks so additional loans may be made to students in need.

This appropriation is funded by cash revenues derived from: investments on trust indentures which allow the Authority to draw 80 basis points, or 0.8%, per annum of the outstanding loan balance for loan servicing, program administration, and general and administrative costs; student loan interest from Federal Family Education Loan Program (FFELP) student loans; federal special allowance subsidies provided on student loans; the Arkansas Education Loan Program; and investment income.

With the exception of Regular Salaries and Personal Services Matching, continuing level of appropriation is the FY2023 Authorized.

The Agency is requesting appropriation in the amount of \$2,440,438 in FY24 and \$2,443,078 in FY25.

The Executive Recommendation provides for the Agency Request.

## Appropriation Summary

**Appropriation:** C91 - Student Loan Auth Div of ADFA-Operations

**Funding Sources:** 157 - Student Loan Authority - Cash

### Historical Data

### Agency Request and Executive Recommendation

Commitment Item		2021-2022	2022-2023	2022-2023	2023-2024		2024-2025	
		Actual	Budget	Authorized	Agency	Executive	Agency	Executive
Regular Salaries	5010000	380,476	391,637	356,403	381,135	381,135	381,135	381,135
<b>#Positions</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	111,195	116,060	103,609	116,144	116,144	118,784	118,784
Operating Expenses	5020002	117,382	110,312	110,312	110,312	110,312	110,312	110,312
Conference & Travel Expenses	5050009	2,000	13,972	13,972	13,972	13,972	13,972	13,972
Professional Fees	5060010	937,572	1,818,875	1,818,875	1,818,875	1,818,875	1,818,875	1,818,875
Data Processing	5090012	0	0	0	0	0	0	0
Capital Outlay	5120011	0	0	0	0	0	0	0
<b>Total</b>		<b>1,548,625</b>	<b>2,450,856</b>	<b>2,403,171</b>	<b>2,440,438</b>	<b>2,440,438</b>	<b>2,443,078</b>	<b>2,443,078</b>
<b>Funding Sources</b>								
Fund Balance	4000005	19,000	30,187		30,187	30,187	30,103	30,103
Cash Fund	4000045	1,559,012	2,450,856		2,440,354	2,440,354	2,440,354	2,440,354
Inter-agency Fund Transfer	4000316	800	0		0	0	0	0
<b>Total Funding</b>		<b>1,578,812</b>	<b>2,481,043</b>		<b>2,470,541</b>	<b>2,470,541</b>	<b>2,470,457</b>	<b>2,470,457</b>
Excess Appropriation/(Funding)		(30,187)	(30,187)		(30,103)	(30,103)	(27,379)	(27,379)
<b>Grand Total</b>		<b>1,548,625</b>	<b>2,450,856</b>		<b>2,440,438</b>	<b>2,440,438</b>	<b>2,443,078</b>	<b>2,443,078</b>

FY23 Budget amount in Regular Salaries and Personal Services Matching exceeds the authorized amount due to salary and matching rate adjustments during the 2021-2023 Biennium. Expenditure of appropriation is contingent upon available funding.



## **Analysis of Budget Request**

**Appropriation:** D34 - DIS IT

**Funding Sources:** 123 - Arkansas Development Finance Authority - Cash

This appropriation provides for the IT equipment purchases on behalf of the Department of Transformation and Shared Services - Division of Information Systems for the data consolidation center. Funding for this fund is cash revenues derived from bond proceeds.

Continuing level of appropriation is the FY2023 Authorized.

The Agency is requesting appropriation in the amount of \$6,000,000 in each year of the biennium.

The Agency Request includes the discontinuation of (\$9,000,000) in appropriation to reflect current cash balances for each year of the biennium.

The Executive Recommendation provides for the Agency Request.

## Appropriation Summary

**Appropriation:** D34 - DIS IT

**Funding Sources:** 123 - Arkansas Development Finance Authority - Cash

### Historical Data

### Agency Request and Executive Recommendation

Commitment Item	2021-2022	2022-2023	2022-2023	2023-2024		2024-2025	
	Actual	Budget	Authorized	Agency	Executive	Agency	Executive
Computer Equipment & Related 5900044	762,661	6,000,000	15,000,000	6,000,000	6,000,000	6,000,000	6,000,000
<b>Total</b>	762,661	6,000,000	15,000,000	6,000,000	6,000,000	6,000,000	6,000,000
<b>Funding Sources</b>							
Cash Fund 4000045	762,661	6,000,000		6,000,000	6,000,000	6,000,000	6,000,000
<b>Total Funding</b>	762,661	6,000,000		6,000,000	6,000,000	6,000,000	6,000,000
Excess Appropriation/(Funding)	0	0		0	0	0	0
<b>Grand Total</b>	762,661	6,000,000		6,000,000	6,000,000	6,000,000	6,000,000

Expenditure of appropriation is contingent upon available funding.

## **Analysis of Budget Request**

**Appropriation:** E78 - Housing Trust Fund Transfer

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

The appropriation is to provide a grant or transfer to the Arkansas Housing Trust Fund to provide assistance for eligible activities proposed by eligible applicants, including without limitation grants, loans, loan guarantees and loan subsidies.

Appropriation is funded by general revenue (Miscellaneous Agencies Fund Account)

Continuing level of appropriation is the FY2023 Authorized.

The Agency is requesting to continue appropriation in the amount of \$5,000,000 for each year of the biennium.

The Executive Recommendation provides for the Agency Request.

## Appropriation Summary

**Appropriation:** E78 - Housing Trust Fund Transfer  
**Funding Sources:** HUA - Miscellaneous Agencies Fund Account

### Historical Data

### Agency Request and Executive Recommendation

Commitment Item	2021-2022	2022-2023	2022-2023	2023-2024		2024-2025	
	Actual	Budget	Authorized	Agency	Executive	Agency	Executive
Arkansas Housing Trust Fund 5900046	0	0	5,000,000	5,000,000	5,000,000	5,000,000	5,000,000
Total	0	0	5,000,000	5,000,000	5,000,000	5,000,000	5,000,000
Funding Sources							
Unfunded Appropriation 4000715	0	0		5,000,000	5,000,000	5,000,000	5,000,000
Total Funding	0	0		5,000,000	5,000,000	5,000,000	5,000,000
Excess Appropriation/(Funding)	0	0		0	0	0	0
Grand Total	0	0		5,000,000	5,000,000	5,000,000	5,000,000

## **Analysis of Budget Request**

**Appropriation:** X15 - NHTF Grant

**Funding Sources:** FDF - NHTF Federal

This appropriation provides for the construction of rental housing for Extremely Low Income (ELI) AR veterans. Program expenses will fluctuate between fiscal years depending on project development. Funding is 100% federal.

Continuing level of appropriation is the FY2023 Authorized.

The Agency is requesting appropriation in the amount of \$15,000,000 for each year of the biennium.

The Executive Recommendation provides for the Agency Request.

## Appropriation Summary

**Appropriation:** X15 - NHTF Grant

**Funding Sources:** FDF - NHTF Federal

### Historical Data

### Agency Request and Executive Recommendation

Commitment Item	2021-2022	2022-2023	2022-2023	2023-2024		2024-2025	
	Actual	Budget	Authorized	Agency	Executive	Agency	Executive
Federal Housing Program 5900046	1,068,073	12,800,000	15,000,000	15,000,000	15,000,000	15,000,000	15,000,000
Total	1,068,073	12,800,000	15,000,000	15,000,000	15,000,000	15,000,000	15,000,000
Funding Sources							
Fund Balance 4000005	5	5		5	5	5	5
Federal Revenue 4000020	1,068,073	12,800,000		15,000,000	15,000,000	15,000,000	15,000,000
Total Funding	1,068,078	12,800,005		15,000,005	15,000,005	15,000,005	15,000,005
Excess Appropriation/(Funding)	(5)	(5)		(5)	(5)	(5)	(5)
Grand Total	1,068,073	12,800,000		15,000,000	15,000,000	15,000,000	15,000,000

## Appropriation Summary

**Appropriation:** AR4 - ADFA ARPA - HOME

**Funding Sources:** FRP - ARPA - ADFA

### Historical Data

### Agency Request and Executive Recommendation

Commitment Item	2021-2022	2022-2023	2022-2023	2023-2024		2024-2025	
	Actual	Budget	Authorized	Agency	Executive	Agency	Executive
ARPA ADFA HOME 5900046	7,192	0	0	0	0	0	0
Total	7,192	0	0	0	0	0	0
Funding Sources							
Federal Revenue 4000020	7,192	0		0	0	0	0
Total Funding	7,192	0		0	0	0	0
Excess Appropriation/(Funding)	0	0		0	0	0	0
Grand Total	7,192	0		0	0	0	0

APPROPRIATION NOT REQUESTED FOR THE 2023-2025 BIENNIUM. This appropriation is funded by the American Rescue Plan Act of 2021. As per Section 41 of Act 199 of 2022, all state agencies, institutions and constitutional offices receiving funding from the American Rescue Plan Act of 2021 Appropriation Section as authorized in Act 199.

## Appropriation Summary

**Appropriation:** E33 - ADFA-American Rescue Plan-ARPA

**Funding Sources:** FRP - ARPA - ADFA

### Historical Data

### Agency Request and Executive Recommendation

Commitment Item	2021-2022	2022-2023	2022-2023	2023-2024		2024-2025	
	Actual	Budget	Authorized	Agency	Executive	Agency	Executive
ADFA American Rescue Plan AR 5900046	13,332,232	0	0	0	0	0	0
Total	13,332,232	0	0	0	0	0	0
<b>Funding Sources</b>							
Federal Revenue 4000020	13,332,232	0		0	0	0	0
Total Funding	13,332,232	0		0	0	0	0
Excess Appropriation/(Funding)	0	0		0	0	0	0
Grand Total	13,332,232	0		0	0	0	0

APPROPRIATION NOT REQUESTED FOR THE 2023-2025 BIENNIUM. This appropriation is funded by the American Rescue Plan Act of 2021. As per Section 41 of Act 199 of 2022, all state agencies, institutions, and constitutional offices receiving funding from the American Rescue Plan Act of 2021 shall request a transfer of appropriation and expend using the American Rescue Plan Act of 2021 Appropriation Sections as authorized in Act 199.