



STATE OF ARKANSAS  
**Department of Finance  
and Administration**

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November 13, 2014

The Honorable Bill Sample, Co-Chair  
The Honorable John Edwards, Co-Chair  
Arkansas Legislative Council  
State Capitol Building  
Little Rock, AR 72201

Dear Senator Sample and Representative Edwards

In accordance with Arkansas Code Annotated §19-4-201 et seq., I am forwarding on behalf of Governor Mike Beebe his proposed comprehensive state budget of programs and proposed financing including all estimated receipts and expenditures of the state government. The law provides that proposed expenditures must not exceed estimated available revenue. Should the Governor propose revenue measures to finance all proposed programs, two budgets must be submitted to the Legislative Council and the General Assembly, one budget based on revenue available from existing law and another budget which includes additional expenditures proposed to be financed from recommended revenue measures.

Governor Beebe has elected to submit two budgets to the Legislative Council for consideration. One budget is based on existing revenue sources and the other budget is based on delaying tax cuts. Both budgets are devised to end the State's dependence on one-time funds by the conclusion of the 2015-2017 biennium. Contrary to desired budget practices we have relied on one-time funds to finance continuing programs as we recovered from the past recession. One-time funds were necessary to continue existing levels of service for Corrections and Medicaid in recent years. It is critically important to restore overall fiscal balance prior to fulfillment of the State's matching obligation for the Arkansas Private Option beginning in State Fiscal Year 2018.

Governor Beebe's recommended revenue measures contemplate a two-year delay in pending tax cuts for reduction of the sales and use tax on natural gas and electricity used by manufacturers (Act 1411 of 2013) and reduction in the income tax on capital gains and an increased standard deduction (Act 1488 of 2013). These delays are expected to mitigate funding losses of \$29.4M in FY2016 and \$24.5M in FY2017. Consequently, there would be a revenue impact in current fiscal year of \$16.9M. This would fully fund the current Revenue Stabilization Law, which provides contingency Student Growth funding for Education, and would allow implementation of the 1% FY2015 Cost of Living Adjustment.

## Summary Recommendations for Both Budgets

### Education

- The Educational Adequacy Committee of the Legislative Council finalized its recommendations on October 27, 2014. The Committee's recommendations provided for the following formula changes:
  - Teacher Salaries increase of \$38.90 in FY16 and \$36.00 in FY17 per Average Daily Membership (ADM)
  - Broadband technology upgrades of \$12.20 each year per ADM
  - Extra Duty Stipends for K-5 Grades of \$3.85 each year per ADM
  - Reduction of Supervisory Aides of (\$6.70) each year per ADM
  - Substitutes of \$1.28 in FY2016 and \$1.30 in FY2017 per ADM
  - Maintenance and Operations of \$12.58 per ADM in FY2016 only
  - Central Office of \$8.23 per ADM in FY2017 only
  - 2% increase each year for English Language Learners
  - 2% increase each year for Alternative Learning
  - 0.84% increase each year for National School Lunch Act
- Governor Beebe's Recommendation also provides for an additional \$17.7M in ADM growth for FY2016 as a result of the Department's projected increase in student population. Projected Uniform Rate of Tax (URT) growth is expected to offset this increase for FY2017.
- Additionally, the Committee recommended replacing \$16.5M in School Facility Bonded Debt Assistance that was redirected in the 89<sup>th</sup> First Extraordinary Session for Teacher Health Insurance. These funds are recommended as an increase in the Educational Facilities Partnership Fund as new general revenues.
- The Committee's final recommendation calls for \$65.0M in one-time funds for outstanding projects to insure that the State's constitutional "warm, safe and dry" facility obligations are met. Governor Beebe has included this recommendation as part of his proposal for the use of surplus funds, which have been included as an attachment under both scenarios.

### Corrections

- The State has used one-time funds for the past 5 years to address outstanding obligations for Straight-time and Holiday pay obligations of the Department of Correction. In addition to \$11.0M in surplus funds that are recommended to meet outstanding obligations, Governor Beebe has also recommended increases of \$15.9M in FY2016 and \$15.1M in FY2017 for ongoing salary commitments, as well as known increases for medical costs for state inmates.
- County Jail backup reached a pinnacle in February, 2014 at 2,884 inmates. This rise in population was not contemplated under the previous biennial budget based on incarcerated population reductions expected as a result of Act 570 of 2011. While the program was supplemented with surplus funds during the fiscal session, full funding was not provided, which has resulted in a delay in processing payments to counties. In addition to \$6M in surplus funds, Governor Beebe recommends an additional \$9.5M in ongoing general revenues to address projected needs.

### Human Services

- The Division of Children and Family Services requires \$10.1M in FY16 and \$7.1M in FY17 for a Title IV-E demonstration project that has been previously supplemented with Rainy Day Funds. Under this waiver, the State will access flexible funding to support interventions that are traditionally non-allowable under Title IV-E to decrease the number of children entering/re-entering foster care; increase permanency for children by reducing the time in foster placements when possible and promote successful transition to adulthood for older youth; improve safety and well-being of children; and, ultimately, increase positive outcomes for infants, children, youth, and families who come into contact with the child welfare system in Arkansas. Additionally, these funds are being used to offset changes in federal cost sharing agreements, to increase the number of protective service staff positions, and to provide substance abuse treatment for clients. These increases are expected to lead to future program savings.
- The Division of Medical Services requires \$400M in total new funding for the 2015-2017 biennium for Medicaid through a combination of new general revenues and one-time surplus funds. These increases are necessary in order to: accommodate the net change in the Federal Medical Assistance Percentage (FMAP) as a result of increases in per capita household income from FY2009 to FY2016; to transition from one-time funds to continuing funding for ongoing obligations; and to fund normally expected inflationary program growth for existing levels of service delivery. Funding recommendations are handled differently in each of the Governor's proposed budgets.

### Information Systems

- Due to agency costs for services increasing beyond a sustainable level, a detailed review was conducted to identify positions and appropriations that could be reduced or eliminated while providing existing levels of service. As a result, the recommendation for discontinuation of 44 positions will save the state (\$900,000) in general revenue savings alone annually. These amounts have been reduced from agency funding recommendations.

### Schools for the Deaf and Blind

- After an independent review by the Department of Finance and Administration, the Board of the Schools for the Blind and Deaf determined a need to discontinue the shared services agreement between the schools. Governor Beebe recommends this change, which results in a net reallocation of \$700,000 between the schools to allow them to operate independently.

### Miscellaneous Agencies

- Crime Laboratory requires additional general revenue of \$1.1M per year to fund seventeen (17) existing positions that were previously funded from special revenues. This change is required due to fund balance declines as a result of increased demand for DNA sampling and declining asset forfeiture revenues. This increase has been funded through reductions to other agencies with excess general revenues.
- The Board of Election Commissioners is a biennially funded agency. Election expenditures can occur in either or both fiscal years. Therefore, funding for FY2016 is restored to the previously authorized biennial level of \$4.7M.

## Summary Recommendations – Without Tax Delays

### Human Services

- Under this proposal, the Medicaid Program would receive \$84M in FY2016 and \$256M in FY2017 in additional general revenues. **One-time funds would be reduced from \$140M to \$60M for the 2015-2017 biennium.**

### Merit Adjustment Fund

- No FY2016 COLA would be recommended. The Merit Adjustment Fund would receive \$10.3M in FY2017 to fund state employee Cost of Living Adjustments of 2% in FY2017. This in addition to the FY2015 1% COLA that was added to the Base Level for the 2015-2017 biennium.

### State Agencies and Institutions of Higher Education

- All state agencies and institutions other than those identified as recommended in both budgets would receive an across the board cut of 1% in FY2016. FY2017 recommendations for these agencies and institutions would be held flat.

## Summary Recommendations – With Tax Delays

### Human Services

- Under this proposal, the Medicaid Program would receive \$79M in FY2016 and \$281M in FY2017 in additional general revenues. **One-time funds would be reduced from \$140M to \$40M for the 2015-2017 biennium.**

### Merit Adjustment Fund

- The Merit Adjustment Fund would receive \$5.2M in FY2016 and \$10.3M in FY2017 to fund state employee Cost of Living Adjustments of 1% in FY2016 and an additional 1% in FY2017. These are in addition to the FY2015 1% COLA that was added to the Base Level for the 2015-2017 biennium.

### Institutions of Higher Education

- The Institutions of Higher Education would receive across the board COLAs of 1.0% in FY2016 and 1.2% in FY2017. Additionally, those institutions under 75% of need would receive proportionate increases to help address funding inequality. Total new recommended general revenues are \$10.5M in FY2016 and \$20.5M in FY2017.

### State Agencies

- Many general revenue funded state agencies have received recommendations for 3% rent increases proposed by the Arkansas Building Authority. These increases would be funded under this scenario.

Revenue Reclassification

Arkansas Code Annotated 26-58-124 (c) (1) and Section 5 of Act 90 of 2014 establish that 5% of the severance tax on natural gas, less \$675,000 to general revenues, goes to fund the Arkansas Highway and Transportation Department – Roads and Bridges Miscellaneous Agencies Fund appropriation. Due to the special language requirements for this appropriation, these funds would be more properly classified as special revenues. Both budgets recommend this change, and remove general revenue appropriation and funding for this program resulting in no net increase. A change in both appropriation and statutory law would be required during the Regular Session.

Attached to this letter you will find reports that detail these recommendations by agency and institution. As previously stated, there is also attached a recommendation for the use of one-time surplus funds under each proposed budget.

Arkansas Code Annotated §19-4-201 et seq. and the rules adopted by the Legislative Council Joint Budget Committee allow the Governor-elect to review the budget requests and estimates of resources and make his own recommendations prior to convening of the 90<sup>th</sup> General Assembly.

Sincerely,

Richard A. Weiss  
Director

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Attachment(s)

WITHOUT TAX DELAY

STATE GENERAL REVENUE  
2015 - 2017 AGENCY EXECUTIVE RECOMMENDATIONS

FUND ACCOUNTS	FY15 FORECAST	Fiscal Year 2016					Fiscal Year 2017				
		BASE LEVEL	EXECUTIVE REC.	TOTAL EXECUTIVE REC.	DIFFERENCE FY16 ER VS. FY15 FRCST	% INC. OVER FY15	BASE LEVEL	EXECUTIVE REC.	TOTAL EXECUTIVE REC.	DIFFERENCE FY16 ER VS. FY17 ER	% INC. OVER FY16
General Education	\$2,073,953,020	\$2,073,953,020	\$50,850,760	\$2,124,803,780	\$50,850,760	2.5%	\$2,073,953,020	\$77,576,790	\$2,151,529,810	\$26,726,030	1.3%
State Library	5,672,143	5,700,000	(\$58,081)	5,641,919	(30,224)	-0.5%	5,700,000	0	5,700,000	58,081	1.0%
Career Education	32,284,224	32,293,517	(\$329,062)	31,964,455	(319,769)	-1.0%	32,293,517	0	32,293,517	329,062	1.0%
<b>PUBLIC SCHOOL FUND</b>	<b>\$2,111,909,387</b>	<b>\$2,111,946,537</b>	<b>\$50,463,617</b>	<b>\$2,162,410,154</b>	<b>\$50,500,767</b>	<b>2.4%</b>	<b>\$2,111,946,537</b>	<b>\$77,576,790</b>	<b>\$2,189,523,327</b>	<b>\$27,113,173</b>	<b>1.3%</b>
<b>GENERAL EDUCATION FUND</b>											
Dept. of Education	\$16,587,878	\$16,328,820	(\$264,969)	\$16,063,851	(\$524,027)	-3.2%	\$16,338,031	(\$98,583)	\$16,239,448	\$175,597	1.1%
Educational Facilities Partnership	34,828,951	34,828,951	16,500,000	51,328,951	16,500,000	47.4%	34,828,951	16,500,000	51,328,951	\$0	0.0%
Academic Facilities & Transportation	2,552,126	2,535,088	(25,832)	2,509,256	(42,870)	-1.7%	\$2,535,940	0	2,535,940	\$26,684	1.1%
Educational Television	5,398,432	5,347,729	(55,577)	5,292,152	(106,280)	-2.0%	5,352,733	(1,085)	5,351,648	59,496	1.1%
School for the Blind	6,460,275	6,376,077	637,855	7,013,932	553,657	8.6%	6,376,077	702,825	7,078,902	64,970	0.9%
School for the Deaf	10,875,424	10,959,622	(823,448)	10,136,174	(739,250)	-6.8%	10,959,622	(711,773)	10,247,849	111,675	1.1%
State Library	3,616,959	3,628,345	(37,800)	3,590,545	(26,414)	-0.7%	3,630,671	3,699	3,634,370	43,825	1.2%
Dept. of Career Education	3,710,773	3,530,275	(45,756)	3,484,519	(226,254)	-6.1%	3,534,043	(9,783)	3,524,260	39,741	1.1%
Rehabilitation Services	13,261,785	13,261,785	(149,777)	13,112,008	(149,777)	-1.1%	13,261,785	(14,643)	13,247,142	135,134	1.0%
<b>Subtotal - General Education</b>	<b>\$97,292,603</b>	<b>\$96,796,692</b>	<b>\$15,734,696</b>	<b>\$112,531,388</b>	<b>\$15,238,785</b>	<b>15.7%</b>	<b>\$96,817,853</b>	<b>\$16,370,657</b>	<b>\$113,188,510</b>	<b>\$657,122</b>	<b>0.6%</b>
<b>Technical Institutes:</b>											
Crowley's Ridge TI	\$2,671,624	\$2,671,624	(\$27,223)	\$2,644,401	(\$27,223)	-1.0%	\$2,674,878	\$0	\$2,674,878	\$30,477	1.2%
Northwest TI	3,107,551	3,107,551	(31,665)	3,075,886	(31,665)	-1.0%	3,107,551	0	3,107,551	31,665	1.0%
Riverside VTS	2,315,015	2,324,889	(24,775)	2,300,114	(14,901)	-0.6%	2,326,189	(1,085)	2,325,104	24,990	1.1%
<b>Subtotal - Technical Institutes</b>	<b>\$8,094,190</b>	<b>\$8,104,064</b>	<b>(\$83,663)</b>	<b>\$8,020,401</b>	<b>(\$73,789)</b>	<b>-0.9%</b>	<b>\$8,108,618</b>	<b>(\$1,085)</b>	<b>\$8,107,533</b>	<b>\$87,132</b>	<b>1.1%</b>
<b>TOTAL GENERAL ED. FUND</b>	<b>\$105,386,793</b>	<b>\$104,900,756</b>	<b>\$15,651,033</b>	<b>\$120,551,789</b>	<b>\$15,164,996</b>	<b>14.4%</b>	<b>\$104,926,471</b>	<b>\$16,369,572</b>	<b>\$121,296,043</b>	<b>\$744,254</b>	<b>0.6%</b>
<b>HUMAN SERVICES FUND</b>											
DHS-Administration	\$16,189,017	\$16,296,126	(\$151,765)	\$16,144,361	(\$44,656)	-0.3%	\$16,302,430	\$14,288	\$16,316,718	\$172,357	1.1%
Aging and Adult Services	17,678,664	17,738,898	(191,990)	17,546,908	(131,756)	-0.7%	17,742,854	(11,236)	17,731,618	184,710	1.1%
Children & Family Services	49,473,578	61,907,811	10,059,550	71,967,361	22,493,783	45.5%	61,917,075	7,059,550	68,976,625	(2,990,736)	-4.2%
Child Care/Early Childhood Ed.	1,175,882	1,180,649	(13,154)	1,167,495	(8,387)	-0.7%	1,181,108	(1,124)	1,179,984	12,489	1.1%
Youth Services	48,258,568	48,308,969	(523,717)	47,785,252	(473,316)	-1.0%	48,311,143	(31,462)	48,279,681	494,429	1.0%
Devel. Disab. Services	66,376,228	66,515,048	(639,239)	65,875,809	(500,419)	-0.8%	66,536,422	38,531	66,574,953	699,144	1.1%
Medical Services	5,094,291	3,969,700	3,233,314	7,203,014	2,108,723	41.4%	3,969,700	3,890,577	7,860,277	657,263	9.1%
DHS-Grants	922,114,864	906,258,715	80,984,780	987,243,495	65,128,631	7.1%	906,258,715	252,530,165	1,158,788,880	171,545,385	17.4%
Behavioral Health	75,924,095	79,725,584	(864,068)	78,861,516	2,937,421	3.9%	79,744,397	(51,687)	79,692,710	831,194	1.1%
Services for the Blind	1,902,128	1,903,930	(20,525)	1,883,405	(18,723)	-1.0%	1,904,194	(1,124)	1,903,070	19,665	1.0%
County Operations	48,835,295	49,147,526	(639,013)	48,508,513	(326,782)	-0.7%	49,175,450	(138,214)	49,037,236	528,723	1.1%
<b>TOTAL HUMAN SERVICES</b>	<b>\$1,253,022,610</b>	<b>\$1,252,952,956</b>	<b>\$91,234,173</b>	<b>\$1,344,187,129</b>	<b>\$91,164,519</b>	<b>7.3%</b>	<b>\$1,253,043,488</b>	<b>\$263,298,264</b>	<b>\$1,516,341,752</b>	<b>\$172,154,623</b>	<b>12.8%</b>

**WITHOUT TAX DELAY**

**STATE GENERAL REVENUE  
2015 - 2017 AGENCY EXECUTIVE RECOMMENDATIONS**

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		BASE LEVEL	EXECUTIVE REC.	TOTAL EXECUTIVE REC.	DIFFERENCE FY16 ER VS. FY15 FRCST	% INC. OVER FY15	BASE LEVEL	EXECUTIVE REC.	TOTAL EXECUTIVE REC.	DIFFERENCE FY16 ER VS. FY17 ER	% INC. OVER FY16
<b>STATE GENERAL GOVT FUND</b>											
Dept. of Ark. Heritage	\$6,649,702	\$6,712,607	(\$97,823)	\$6,614,784	(\$34,918)	-0.5%	\$6,716,282	(\$28,482)	\$6,687,800	\$73,016	1.1%
Department of Agriculture	17,899,792	17,951,667	(183,445)	\$17,768,222	(131,570)	-0.7%	17,961,306	(523)	\$17,960,783	192,561	1.1%
Dept. of Labor	3,209,846	3,267,489	(36,490)	3,230,999	21,153	0.7%	3,269,361	39,926	3,309,287	78,288	2.4%
Dept. of Higher Education	3,440,731	3,440,731	(41,341)	3,399,390	(41,341)	-1.2%	3,440,731	(6,281)	3,434,450	35,060	1.0%
Dept. of H.E.-Grants	40,017,466	40,017,466	(407,767)	39,609,699	(407,767)	-1.0%	40,017,466	0	40,017,466	407,767	1.0%
Dept. of Economic Development	12,050,803	12,102,228	(135,073)	11,967,155	(83,648)	-0.7%	12,102,228	(11,755)	12,090,473	123,318	1.0%
Dept. of Correction	322,311,296	324,025,089	15,907,127	339,932,216	17,620,920	5.5%	324,025,089	15,107,127	339,132,216	(800,000)	-0.2%
Dept. of Community Correction	76,934,087	77,427,839	(830,949)	76,596,890	(337,197)	-0.4%	77,427,839	429,619	77,857,458	1,260,568	1.6%
State Military Department	9,813,374	9,692,283	(249,247)	9,443,036	(370,338)	-3.8%	9,693,822	(84,517)	9,609,305	166,269	1.8%
Dept. of Parks & Tourism	23,798,426	24,060,387	(250,284)	23,810,103	11,677	0.0%	24,078,861	(5,115)	24,073,746	263,643	1.1%
Dept. of Environmental Quality	4,412,740	4,406,265	(145,684)	4,260,581	(152,159)	-3.4%	4,408,266	(100,785)	4,307,481	46,900	1.1%
Miscellaneous Agencies	64,594,884	\$69,783,816	(2,791,956)	66,991,860	2,396,976	3.7%	\$65,664,014	(73,429)	65,590,585	(1,401,275)	-2.1%
<b>TOTAL STATE GENERAL GOVT</b>	<b>\$585,133,147</b>	<b>\$592,887,867</b>	<b>\$10,737,069</b>	<b>\$603,624,936</b>	<b>\$18,491,789</b>	<b>3.2%</b>	<b>\$588,805,265</b>	<b>\$15,265,785</b>	<b>\$604,071,050</b>	<b>\$446,114</b>	<b>0.1%</b>
<b>OTHER FUNDS</b>											
County Aid	\$21,645,067	\$21,645,067	(\$220,557)	\$21,424,510	(\$220,557)	-1.0%	\$21,645,067	\$0	\$21,645,067	\$220,557	1.0%
County Jail Reimbursement	16,453,607	16,453,607	9,500,000	25,953,607	9,500,000	57.7%	16,453,607	9,500,000	25,953,607	0	0.0%
Crime Information Center	3,785,664	3,805,388	(62,980)	3,742,408	(43,256)	-1.1%	3,806,976	(24,204)	3,782,772	40,364	1.1%
Child Support Enforcement	13,117,719	13,117,719	(133,666)	12,984,053	(133,666)	-1.0%	13,117,719	0	13,117,719	133,666	1.0%
Dept. of Health	85,301,946	84,802,664	(929,684)	83,872,980	(1,428,966)	-1.7%	84,828,774	(65,569)	84,763,205	890,225	1.1%
Merit Adjustment Fund	5,250,000	0	0	0	(5,250,000)	-100.0%	0	10,300,000	10,300,000	10,300,000	0.0%
Motor Vehicle Acquisition	0	0	0	0	0	0.0%	0	0	0	0	0.0%
Municipal Aid	29,372,099	29,372,099	(299,293)	29,072,806	(299,293)	-1.0%	29,372,099	0	29,372,099	299,293	1.0%
State Police	66,957,393	67,239,618	(716,440)	66,523,178	(434,215)	-0.6%	67,685,625	(31,287)	67,654,338	1,131,160	1.7%
Dept. of Information Systems	200,000	200,000	(200,000)	0	(200,000)	-100.0%	200,000	(200,000)	0	0	0.0%
Dept. of Workforce Services-TANF	3,902,163	3,904,627	(39,787)	3,864,840	(37,323)	-1.0%	3,904,990	0	3,904,990	40,150	1.0%
<b>TOTAL OTHER FUNDS</b>	<b>\$245,985,658</b>	<b>\$240,540,789</b>	<b>\$6,897,593</b>	<b>\$247,438,382</b>	<b>\$1,452,724</b>	<b>0.6%</b>	<b>\$241,014,857</b>	<b>\$19,478,940</b>	<b>\$260,493,797</b>	<b>\$13,055,415</b>	<b>5.3%</b>
<b>INSTITUTIONS OF HIGHER EDUCATION - Four Year Institutions:</b>											
Arkansas State University	\$59,090,991	\$59,090,991	(\$602,121)	\$58,488,870	(602,121)	-1.0%	\$59,090,991	\$1,942,155	\$61,033,146	2,544,276	4.4%
Arkansas Tech University	32,216,531	32,216,531	(328,277)	31,888,254	(328,277)	-1.0%	32,216,531	1,165,810	33,382,341	1,494,087	4.7%
Henderson State University	18,876,011	18,876,011	(192,341)	18,683,670	(192,341)	-1.0%	18,876,011	417,537	19,293,548	609,878	3.3%
Southern Arkansas University	15,584,976	15,584,976	(158,807)	15,426,169	(158,807)	-1.0%	15,584,976	356,402	15,941,378	515,209	3.3%
UA-Fayetteville	120,954,440	120,954,440	(1,232,492)	119,721,948	(1,232,492)	-1.0%	120,954,440	4,575,151	125,529,591	5,807,643	4.9%
UA - Archeological Survey	2,327,380	2,327,380	(23,715)	2,303,665	(23,715)	-1.0%	2,327,380	51,482	2,378,862	75,197	3.3%
UA - Agriculture	62,800,138	62,800,138	(639,916)	62,160,222	(639,916)	-1.0%	62,800,138	1,389,139	64,189,277	2,029,055	3.3%
UA - Clinton School	2,295,575	2,295,575	(23,391)	2,272,184	(23,391)	-1.0%	2,295,575	50,778	2,346,353	74,169	3.3%
UA - Criminal Justice Institute	1,825,769	1,825,769	(18,604)	1,807,165	(18,604)	-1.0%	1,825,769	40,386	1,866,155	58,990	3.3%
UA-AR Sch.Math, Science, & Arts	1,113,015	1,113,015	(11,341)	1,101,674	(11,341)	-1.0%	1,113,015	24,620	1,137,635	35,961	3.3%
U of A - Ft. Smith	20,594,615	20,594,615	(209,853)	20,384,762	(209,853)	-1.0%	20,594,615	560,780	21,155,395	770,633	3.8%
UA-Little Rock	60,755,097	60,755,097	(619,077)	60,136,020	(619,077)	-1.0%	60,755,097	1,535,230	62,290,327	2,154,307	3.6%
UA-Medical Sciences	86,456,661	86,456,661	(880,969)	85,575,692	(880,969)	-1.0%	86,456,661	1,912,422	88,369,083	2,793,391	3.3%
UAMS - Child Abuse/Rape/Domestic Violat	735,000	735,000	(7,489)	727,511	(7,489)	-1.0%	735,000	16,258	751,258	23,747	3.3%

**WITHOUT TAX DELAY**

**STATE GENERAL REVENUE  
2015 - 2017 AGENCY EXECUTIVE RECOMMENDATIONS**

FUND ACCOUNTS	Fiscal Year 2016					Fiscal Year 2017					
	FY15	EXECUTIVE		TOTAL	DIFFERENCE	% INC.	EXECUTIVE		TOTAL	DIFFERENCE	% INC.
	FORECAST	BASE LEVEL	REC.	EXECUTIVE REC.	FY16 ER VS. FY15 FRCST	OVER FY15	BASE LEVEL	REC.	EXECUTIVE REC.	FY16 ER VS. FY17 ER	OVER FY16
UAMS - Pediatrics/Psychiatric Research	1,950,000	1,950,000	(19,870)	1,930,130	(19,870)	-1.0%	1,950,000	43,134	1,993,134	63,004	3.3%
UAMS - Child Safety Center	720,588	720,588	(7,343)	713,245	(7,343)	-1.0%	720,588	15,940	736,528	23,283	3.3%
UAMS - Indigent Care	5,342,181	5,342,181	(54,435)	5,287,746	(54,435)	-1.0%	5,342,181	118,169	5,460,350	172,604	3.3%
UA-Monticello	15,946,042	15,946,042	(162,486)	15,783,557	(162,486)	-1.0%	15,946,042	360,110	16,306,152	522,596	3.3%
UA-Pine Bluff	25,418,885	25,418,885	(259,011)	25,159,874	(259,011)	-1.0%	25,418,885	562,266	25,981,151	821,277	3.3%
University of Central Arkansas	53,114,705	53,114,705	(541,224)	52,573,481	(541,224)	-1.0%	53,114,705	1,492,849	54,607,554	2,034,073	3.9%
<b>Subtotal - 4 Year Institutions</b>	<b>\$588,118,601</b>	<b>\$588,118,601</b>	<b>(\$5,992,763)</b>	<b>\$582,125,838</b>	<b>(\$5,992,763)</b>	<b>-1.0%</b>	<b>\$588,118,601</b>	<b>\$16,630,618</b>	<b>\$604,749,219</b>	<b>\$22,623,381</b>	<b>3.9%</b>
<b>INSTITUTIONS OF HIGHER EDUCATION - Two Year Institutions:</b>											
Arkansas Northeastern College	\$8,577,052	\$8,577,052	(\$87,398)	\$8,489,654	(\$87,398)	-1.0%	\$8,577,052	\$189,725	\$8,766,777	\$277,123	3.3%
Arkansas State University - Beebe	11,835,727	11,835,727	(120,603)	11,715,124	(120,603)	-1.0%	11,835,727	261,806	12,097,533	382,409	3.3%
Arkansas State Univ.-Mt. Home	3,648,110	3,648,110	(37,173)	3,610,937	(37,173)	-1.0%	3,648,110	124,562	3,772,672	161,735	4.5%
Arkansas State Univ. - Newport	5,992,293	5,992,293	(61,060)	5,931,233	(61,060)	-1.0%	5,992,293	153,138	6,145,431	214,198	3.6%
Cossatot C C of the UA	3,395,802	3,395,802	(34,602)	3,361,200	(34,602)	-1.0%	3,395,802	97,397	3,493,199	131,999	3.9%
East Arkansas Cmty. College	5,788,058	5,788,058	(58,979)	5,729,079	(58,979)	-1.0%	5,788,058	128,032	5,916,090	187,011	3.3%
Mid-South Cmty. College	3,858,007	3,858,007	(39,312)	3,818,695	(39,312)	-1.0%	3,858,007	85,339	3,943,346	124,651	3.3%
Mid-South - ADTEC	1,500,000	1,500,000	(15,285)	1,484,715	(15,285)	-1.0%	1,500,000	33,180	1,533,180	48,465	3.3%
National Park Cmty. College	9,046,489	9,046,489	(92,181)	8,954,308	(92,181)	-1.0%	9,046,489	200,108	9,246,597	292,289	3.3%
North Arkansas College	7,966,964	7,966,964	(81,181)	7,885,783	(81,181)	-1.0%	7,966,964	176,230	8,143,194	257,411	3.3%
NorthWest Arkansas Cmty. College	10,619,202	10,619,202	(108,207)	10,510,995	(108,207)	-1.0%	10,619,202	443,640	11,062,842	551,847	5.3%
Phillips Cmty. College of the UA	9,063,088	9,063,088	(92,350)	8,970,738	(92,350)	-1.0%	9,063,088	200,476	9,263,564	292,826	3.3%
Rich Mountain Cmty. College	3,206,869	3,206,869	(32,677)	3,174,192	(32,677)	-1.0%	3,206,869	70,936	3,277,805	103,613	3.3%
Southern Ark. University - Tech	5,705,511	5,705,511	(58,138)	5,647,373	(58,138)	-1.0%	5,705,511	175,433	5,880,944	233,571	4.1%
SAU-Tech-Envir. Control Center	368,404	368,404	(3,754)	364,650	(3,754)	-1.0%	368,404	8,149	376,553	11,903	3.3%
SAU-Tech-Fire Training Academy	1,651,221	1,651,221	(16,825)	1,634,396	(16,825)	-1.0%	1,651,221	36,525	1,687,746	53,350	3.3%
South Arkansas Cmty. College	6,034,307	6,034,307	(61,488)	5,972,819	(61,488)	-1.0%	6,034,307	133,479	6,167,786	194,967	3.3%
U of A - Cmty. College at Batesville	4,131,061	4,131,061	(42,094)	4,088,967	(42,094)	-1.0%	4,131,061	91,379	4,222,440	133,473	3.3%
U of A - Cmty. College at Hope	4,491,997	4,491,997	(45,772)	4,446,225	(45,772)	-1.0%	4,491,997	99,363	4,591,360	145,135	3.3%
U of A - Cmty. College at Morrilton	5,022,155	5,022,155	(51,174)	4,970,981	(51,174)	-1.0%	5,022,155	150,868	5,173,023	202,042	4.1%
<b>Subtotal - 2 Year Institutions</b>	<b>\$111,902,317</b>	<b>\$111,902,317</b>	<b>(\$1,140,253)</b>	<b>\$110,762,064</b>	<b>(\$1,140,253)</b>	<b>-1.0%</b>	<b>\$111,902,317</b>	<b>\$2,859,765</b>	<b>\$114,762,082</b>	<b>\$4,000,018</b>	<b>3.6%</b>
<b>INSTITUTIONS OF HIGHER EDUCATION - Technical Colleges</b>											
Black River	\$6,113,516	\$6,113,516	(\$62,295)	\$6,051,221	(\$62,295)	-1.0%	\$6,113,516	\$144,186	\$6,257,702	\$206,481	3.4%
Ouachita	3,527,261	3,527,261	(35,942)	3,491,319	(35,942)	-1.0%	3,527,261	81,376	3,608,637	117,318	3.4%
Ozarka	3,126,475	3,126,475	(31,858)	3,094,617	(31,858)	-1.0%	3,126,475	111,314	3,237,789	143,172	4.6%
Pulaski	15,137,437	15,137,437	(154,246)	14,983,191	(154,246)	-1.0%	15,137,437	559,681	15,697,118	713,927	4.8%
Southeast Arkansas College	5,636,798	5,636,798	(57,437)	5,579,361	(57,437)	-1.0%	5,636,798	124,686	5,761,484	182,123	3.3%
<b>Subtotal - Technical Colleges</b>	<b>\$33,541,487</b>	<b>\$33,541,487</b>	<b>(\$341,778)</b>	<b>\$33,199,709</b>	<b>(\$341,778)</b>	<b>-1.0%</b>	<b>\$33,541,487</b>	<b>\$1,021,243</b>	<b>\$34,562,730</b>	<b>\$1,363,021</b>	<b>4.1%</b>
<b>TOTAL INST'S OF H. E.</b>	<b>\$733,562,405</b>	<b>\$733,562,405</b>	<b>(\$7,474,794)</b>	<b>\$726,087,611</b>	<b>(7,474,794)</b>	<b>-1.0%</b>	<b>\$733,562,405</b>	<b>\$20,511,626</b>	<b>\$754,074,031</b>	<b>27,986,420</b>	<b>3.9%</b>
Rainy Day Funds	\$12,000,000	\$0	\$0	\$0	0	0.0%	\$0	\$0	\$0	0	0.0%



**WITHOUT TAX DELAY**

**STATE GENERAL REVENUE  
2015 - 2017 AGENCY EXECUTIVE RECOMMENDATIONS**

FUND ACCOUNTS	FY15 FORECAST	Fiscal Year 2016					Fiscal Year 2017				
		BASE LEVEL	EXECUTIVE	TOTAL	DIFFERENCE	% INC.	BASE LEVEL	EXECUTIVE	TOTAL	DIFFERENCE	% INC.
			REC.	EXECUTIVE REC.	FY16 ER VS. FY15 FRCST	OVER FY15		EXECUTIVE REC.	EXECUTIVE REC.	FY16 ER VS. FY17 ER	OVER FY16
Total Request	\$5,047,000,000	\$5,036,791,310	\$167,508,690	\$5,204,300,000	\$169,300,000	3.1%	\$5,033,299,023	\$412,500,977	\$5,445,800,000	\$241,500,000	4.6%
OFFICIAL FORECAST 11.13.14	\$5,047,000,000			\$5,206,900,000	\$159,900,000	3.2%			\$5,448,500,000	\$241,600,000	4.6%
AHTD Natural Gas Severence Tax Road & Bridge Repair revenue reclassification				<u>(\$2,600,000)</u>					<u>(\$2,700,000)</u>		
REVISED OFFICIAL FORECAST				\$5,204,300,000					\$5,445,800,000		
Surplus/(Deficit)	\$0			\$0					\$0		

prepared by DFA-Office of Budget 11.13.14

90th Session Account of the GIF  
2015-2017 Biennium  
Without Tax Delay

**Estimated Available Funds:**

Unobligated Balance from the 89th Session Account (with interest projection)	\$101,215,325
FY14 General Revenue Surplus	\$78,665,578
FY15 Forecast General Revenue Surplus	\$0
Recouped General Revenue Balances from FY14	\$7,519,097
Estimated Recouped General Revenue Balances from FY15	\$5,000,000
Estimated Recouped General Revenue Balances from FY16	\$5,000,000
Old Projects Recoupment (includes one-time ADC set-aside recapture for bond refinance)	\$4,500,000
Outlawed Warrants	\$0
Interest Estimate for FY16 & FY17	\$14,000,000

**Total Estimated Funds for 2015-2017 Biennium** **\$215,900,000**

**Less 90th Session Supplemental Requests**

Dept. of Correction - Holiday Pay	\$11,000,000
Dept. of Correction - County Jail Reimbursements	\$6,000,000

**Total 90th Session Supplemental Requests** **\$17,000,000**

**Less Mandatory/Debt Obligations & Rainy Day Set-Aside:**

Dept. of Correction - Lease Payments	\$13,000,000
Dept. of Human Services - Medical Services - Medicaid Biennial Funding Shortfall	\$60,000,000
Dept. of Education - Educational Facilities Biennial Funding Shortfall	\$65,000,000

**Total Mandatory/Debt Payments** **\$138,000,000**

**Available Funds - 90th Session Projects Account** **\$60,900,000**

**Less Recommended Executive/Legislative Shared Project Funding**

AR Economic Development Comm. - Quick Action Closing Fund	\$50,000,000
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**Total Recommended Executive/Legislative Shared Project Funding** **\$50,000,000**

**Executive Division Projects:**

50% of Available Funds until Legislative Distribution Cap is reached	\$5,450,000
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**Total Executive Projects** **\$5,450,000**

**Legislative Division Projects:**

50% up to \$10.9 million	\$5,450,000
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**Total Legislative Projects** **\$5,450,000**

**Ending Balance - 90th Session Projects Account** **\$0**

**WITH TAX DELAY**

**STATE GENERAL REVENUE  
2015 - 2017 AGENCY EXECUTIVE RECOMMENDATIONS**

FUND ACCOUNTS	FY15 FORECAST	Fiscal Year 2016					Fiscal Year 2017				
		BASE LEVEL	EXECUTIVE REC.	TOTAL EXECUTIVE REC.	DIFFERENCE FY16 ER VS. FY15 FRCST	% INC. OVER FY15	BASE LEVEL	EXECUTIVE REC.	TOTAL EXECUTIVE REC.	DIFFERENCE FY16 ER VS. FY17 ER	% INC. OVER FY16
General Education	\$2,073,953,020	\$2,073,953,020	\$50,850,760	\$2,124,803,780	\$50,850,760	2.5%	\$2,073,953,020	\$77,576,790	\$2,151,529,810	\$26,726,030	1.3%
State Library	5,672,143	5,700,000	0	5,700,000	27,857	0.5%	5,700,000	0	5,700,000	0	0.0%
Career Education	32,284,224	32,293,517	0	32,293,517	9,293	0.0%	32,293,517	0	32,293,517	0	0.0%
<b>PUBLIC SCHOOL FUND</b>	<b>\$2,111,909,387</b>	<b>\$2,111,946,537</b>	<b>\$50,850,760</b>	<b>\$2,162,797,297</b>	<b>\$50,887,910</b>	<b>2.4%</b>	<b>\$2,111,946,537</b>	<b>\$77,576,790</b>	<b>\$2,189,523,327</b>	<b>\$26,726,030</b>	<b>1.2%</b>
<b>GENERAL EDUCATION FUND</b>											
Dept. of Education	\$16,587,878	\$16,328,820	(\$98,583)	\$16,230,237	(\$357,641)	-2.2%	\$16,338,031	(\$98,583)	\$16,239,448	\$9,211	0.1%
Educational Facilities Partnership	34,828,951	34,828,951	16,500,000	51,328,951	16,500,000	47.4%	34,828,951	16,500,000	51,328,951	0	0.0%
Academic Facilities & Transportation	2,552,126	2,535,088	0	2,535,088	(17,038)	-0.7%	\$2,535,940	0	2,535,940	852	0.0%
Educational Television	5,398,432	5,347,729	(1,085)	5,346,644	(51,788)	-1.0%	5,352,733	(1,085)	5,351,648	5,004	0.1%
School for the Blind	6,460,275	6,376,077	702,825	7,078,902	618,627	9.6%	6,376,077	702,825	7,078,902	0	0.0%
School for the Deaf	10,875,424	10,959,622	(711,773)	10,247,849	(627,575)	-5.8%	10,959,622	(711,773)	10,247,849	0	0.0%
State Library	3,616,959	3,628,345	3,699	3,632,044	15,085	0.4%	3,630,671	3,699	3,634,370	2,326	0.1%
Dept. of Career Education	3,710,773	3,530,275	(9,783)	3,520,492	(190,281)	-5.1%	3,534,043	(9,783)	3,524,260	3,768	0.1%
Rehabilitation Services	13,261,785	13,261,785	(14,643)	13,247,142	(14,643)	-0.1%	13,261,785	(14,643)	13,247,142	0	0.0%
<b>Subtotal - General Education</b>	<b>\$97,292,603</b>	<b>\$96,796,692</b>	<b>\$16,370,657</b>	<b>\$113,167,349</b>	<b>\$15,874,746</b>	<b>16.3%</b>	<b>\$96,817,853</b>	<b>\$16,370,657</b>	<b>\$113,188,510</b>	<b>\$21,161</b>	<b>0.0%</b>
<b>Technical Institutes:</b>											
Crowley's Ridge TI	\$2,671,624	\$2,671,624	\$0	\$2,671,624	\$0	0.0%	\$2,674,878	\$0	\$2,674,878	\$3,254	0.1%
Northwest TI	3,107,551	3,107,551	0	3,107,551	0	0.0%	3,107,551	0	3,107,551	0	0.0%
Riverside VTS	2,315,015	2,324,889	(1,085)	2,323,804	8,789	0.4%	2,326,189	(1,085)	2,325,104	1,300	0.1%
<b>Subtotal - Technical Institutes</b>	<b>\$8,094,190</b>	<b>\$8,104,064</b>	<b>(\$1,085)</b>	<b>\$8,102,979</b>	<b>\$8,789</b>	<b>0.1%</b>	<b>\$8,108,618</b>	<b>(\$1,085)</b>	<b>\$8,107,533</b>	<b>\$4,554</b>	<b>0.1%</b>
<b>TOTAL GENERAL ED. FUND</b>	<b>\$105,386,793</b>	<b>\$104,900,756</b>	<b>\$16,369,572</b>	<b>\$121,270,328</b>	<b>\$15,883,535</b>	<b>15.1%</b>	<b>\$104,926,471</b>	<b>\$16,369,572</b>	<b>\$121,296,043</b>	<b>\$25,715</b>	<b>0.0%</b>
<b>HUMAN SERVICES FUND</b>											
DHS-Administration	\$16,189,017	\$16,296,126	\$14,288	\$16,310,414	\$121,397	0.7%	\$16,302,430	\$14,288	\$16,316,718	\$6,304	0.0%
Aging and Adult Services	17,678,664	17,738,898	(11,236)	17,727,662	48,998	0.3%	17,742,854	(11,236)	17,731,618	3,956	0.0%
Children & Family Services	49,473,578	61,907,811	10,059,550	71,967,361	22,493,783	45.5%	61,917,075	7,059,550	68,975,625	(2,990,736)	-4.2%
Child Care/Early Childhood Ed.	1,175,882	1,180,649	(1,124)	1,179,525	3,643	0.3%	1,181,108	(1,124)	1,179,984	459	0.0%
Youth Services	48,258,568	48,308,969	(31,462)	48,277,507	18,939	0.0%	48,311,143	(31,462)	48,279,681	2,174	0.0%
Devel. Disab. Services	66,376,228	66,515,048	38,531	66,553,579	177,351	0.3%	66,536,422	38,531	66,574,953	21,374	0.0%
Medical Services	5,094,291	3,969,700	3,233,314	7,203,014	2,108,723	41.4%	3,969,700	3,890,577	7,860,277	657,263	9.1%
DHS-Grants	922,114,864	906,258,715	75,784,780	982,043,495	59,928,631	6.5%	906,258,715	277,030,165	1,183,288,880	201,245,385	20.5%
Behavioral Health	75,924,095	79,725,584	(51,687)	79,673,897	3,749,802	4.9%	79,744,397	(51,687)	79,692,710	18,813	0.0%
Services for the Blind	1,902,128	1,903,930	(1,124)	1,902,806	678	0.0%	1,904,194	(1,124)	1,903,070	264	0.0%
County Operations	48,835,295	49,147,526	(138,214)	49,009,312	174,017	0.4%	49,175,450	(138,214)	49,037,236	27,924	0.1%
<b>TOTAL HUMAN SERVICES</b>	<b>\$1,253,022,610</b>	<b>\$1,252,952,956</b>	<b>\$88,895,616</b>	<b>\$1,341,848,572</b>	<b>\$88,825,962</b>	<b>7.1%</b>	<b>\$1,253,043,488</b>	<b>\$287,798,264</b>	<b>\$1,540,841,752</b>	<b>\$198,993,180</b>	<b>14.8%</b>

**WITH TAX DELAY**

**STATE GENERAL REVENUE  
2015 - 2017 AGENCY EXECUTIVE RECOMMENDATIONS**

FUND ACCOUNTS	FY15 FORECAST	Fiscal Year 2016					Fiscal Year 2017				
		BASE LEVEL	EXECUTIVE REC.	TOTAL EXECUTIVE REC.	DIFFERENCE FY16 ER VS. FY15 FRCST	% INC. OVER FY15	BASE LEVEL	EXECUTIVE REC.	TOTAL EXECUTIVE REC.	DIFFERENCE FY16 ER VS. FY17 ER	% INC. OVER FY16
<b>STATE GENERAL GOVT FUND</b>											
Dept. of Ark. Heritage	\$6,649,702	\$6,712,607	(\$29,423)	\$6,683,184	\$33,482	0.5%	\$6,716,282	(\$28,482)	\$6,687,800	\$4,616	0.1%
Department of Agriculture	17,899,792	17,951,667	(523)	17,951,144	51,352	0.3%	17,961,306	(523)	17,960,783	9,639	0.1%
Dept. of Labor	3,209,846	3,267,489	39,926	3,307,415	97,569	3.0%	3,269,361	39,926	3,309,287	1,872	0.1%
Dept. of Higher Education	3,440,731	3,440,731	(6,281)	3,434,450	(6,281)	-0.2%	3,440,731	(6,281)	3,434,450	0	0.0%
Dept. of H.E.-Grants	40,017,466	40,017,466	0	40,017,466	0	0.0%	40,017,466	0	40,017,466	0	0.0%
Dept. of Economic Development	12,050,803	12,102,228	(11,755)	12,090,473	39,670	0.3%	12,102,228	(11,755)	12,090,473	0	0.0%
Dept. of Correction	322,311,296	324,025,089	15,907,127	339,932,216	17,620,920	5.5%	324,025,089	15,107,127	339,132,216	(800,000)	-0.2%
Dept. of Community Correction	76,934,087	77,427,839	242,619	77,670,458	736,371	1.0%	77,427,839	429,619	77,857,458	187,000	0.2%
State Military Department	9,813,374	9,692,283	(84,517)	9,607,766	(205,608)	-2.1%	9,693,822	(84,517)	9,609,305	1,539	0.0%
Dept. of Parks & Tourism	23,798,426	24,060,387	(5,115)	24,055,272	256,846	1.1%	24,078,861	(5,115)	24,073,746	18,474	0.1%
Dept. of Environmental Quality	4,412,740	4,406,265	(100,785)	4,305,480	(107,260)	-2.4%	4,408,266	(100,785)	4,307,481	2,001	0.0%
Miscellaneous Agencies	64,594,884	69,783,816	(81,722)	69,702,094	5,107,210	7.9%	65,664,014	(73,429)	65,590,585	(4,111,509)	-5.9%
<b>TOTAL STATE GENERAL GOVT</b>	<b>\$585,133,147</b>	<b>\$592,887,867</b>	<b>\$15,869,551</b>	<b>\$608,757,418</b>	<b>\$23,624,271</b>	<b>4.0%</b>	<b>\$588,805,265</b>	<b>\$15,265,785</b>	<b>\$604,071,050</b>	<b>(\$4,686,368)</b>	<b>-0.8%</b>
<b>OTHER FUNDS</b>											
County Aid	\$21,645,067	\$21,645,067	\$0	\$21,645,067	\$0	0.0%	\$21,645,067	\$0	\$21,645,067	\$0	0.0%
County Jail Reimbursement	16,453,607	16,453,607	9,500,000	25,953,607	9,500,000	57.7%	16,453,607	9,500,000	25,953,607	0	0.0%
Crime Information Center	3,785,664	3,805,388	(24,204)	3,781,184	(4,480)	-0.1%	3,806,976	(24,204)	3,782,772	1,588	0.0%
Child Support Enforcement	13,117,719	13,117,719	0	13,117,719	0	0.0%	13,117,719	0	13,117,719	0	0.0%
Dept. of Health	85,301,946	84,802,664	(65,569)	84,737,095	(564,851)	-0.7%	84,828,774	(65,569)	84,763,205	26,110	0.0%
Merit Adjustment Fund	5,250,000	0	5,200,000	5,200,000	(50,000)	-1.0%	0	10,300,000	10,300,000	5,100,000	0.0%
Motor Vehicle Acquisition	0	0	0	0	0	0.0%	0	0	0	0	0.0%
Municipal Aid	29,372,099	29,372,099	0	29,372,099	0	0.0%	29,372,099	0	29,372,099	0	0.0%
State Police	66,957,393	67,239,618	(31,287)	67,208,331	250,938	0.4%	67,685,625	(31,287)	67,654,338	446,007	0.7%
Dept. of Information Systems	200,000	200,000	(200,000)	0	(200,000)	-100.0%	200,000	(200,000)	0	0	0.0%
Dept. of Workforce Services-TANF	3,902,163	3,904,627	0	3,904,627	2,464	0.1%	3,904,990	0	3,904,990	363	0.0%
<b>TOTAL OTHER FUNDS</b>	<b>\$245,985,658</b>	<b>\$240,540,789</b>	<b>\$14,378,940</b>	<b>\$254,919,729</b>	<b>\$8,934,071</b>	<b>3.6%</b>	<b>\$241,014,857</b>	<b>\$19,478,940</b>	<b>\$260,493,797</b>	<b>\$5,574,068</b>	<b>2.2%</b>
<b>INSTITUTIONS OF HIGHER EDUCATION - Four Year Institutions:</b>											
Arkansas State University	\$59,090,991	\$59,090,991	\$1,065,889	\$60,156,880	1,065,889	1.8%	\$59,090,991	\$1,942,155	\$61,033,146	876,266	1.5%
Arkansas Tech University	32,216,531	32,216,531	660,329	32,876,860	660,329	2.0%	32,216,531	1,165,810	33,382,341	505,481	1.5%
Henderson State University	18,876,011	18,876,011	188,760	19,064,771	188,760	1.0%	18,876,011	417,537	19,293,548	228,777	1.2%
Southern Arkansas University	15,584,976	15,584,976	165,994	15,750,970	165,994	1.1%	15,584,976	356,402	15,941,378	190,408	1.2%
UA-Fayetteville	120,954,440	120,954,440	2,625,482	123,579,922	2,625,482	2.2%	120,954,440	4,575,151	125,529,591	1,949,669	1.6%
UA - Archeological Survey	2,327,380	2,327,380	23,274	2,350,654	23,274	1.0%	2,327,380	51,482	2,378,862	28,208	1.2%
UA - Agriculture	62,800,138	62,800,138	628,001	63,428,139	628,001	1.0%	62,800,138	1,389,139	64,189,277	761,138	1.2%
UA - Clinton School	2,295,575	2,295,575	22,956	2,318,531	22,956	1.0%	2,295,575	50,778	2,346,353	27,822	1.2%
UA - Criminal Justice Institute	1,825,769	1,825,769	18,258	1,844,027	18,258	1.0%	1,825,769	40,386	1,866,155	22,128	1.2%
UA-AR Sch.Math, Science, & Arts	1,113,015	1,113,015	11,130	1,124,145	11,130	1.0%	1,113,015	24,620	1,137,635	13,490	1.2%
U of A - Ft. Smith	20,594,615	20,594,615	285,749	20,880,364	285,749	1.4%	20,594,615	560,780	21,155,395	275,031	1.3%
UA-Little Rock	60,755,097	60,755,097	754,528	61,509,625	754,528	1.2%	60,755,097	1,535,230	62,290,327	780,702	1.3%
UA-Medical Sciences	86,456,661	86,456,661	864,567	87,321,228	864,567	1.0%	86,456,661	1,912,422	88,369,083	1,047,855	1.2%
UAMS - Child Abuse/Rape/Domestic v	735,000	735,000	7,350	742,350	7,350	1.0%	735,000	16,258	751,258	8,908	1.2%

**WITH TAX DELAY**

**STATE GENERAL REVENUE  
2015 - 2017 AGENCY EXECUTIVE RECOMMENDATIONS**

FUND ACCOUNTS	FY15 FORECAST	Fiscal Year 2016					Fiscal Year 2017				
		BASE LEVEL	EXECUTIVE REC.	TOTAL	DIFFERENCE	% INC.	BASE LEVEL	EXECUTIVE REC.	TOTAL	DIFFERENCE	% INC.
				EXECUTIVE REC.	FY16 ER VS. FY15 FRCST	OVER FY15			EXECUTIVE REC.	FY16 ER VS. FY17 ER	OVER FY16
UAMS - Pediatrics/Psychiatric Researc	1,950,000	1,950,000	19,500	1,969,500	19,500	1.0%	1,950,000	43,134	1,993,134	23,634	1.2%
UAMS - Child Safety Center	720,588	720,588	7,206	727,794	7,206	1.0%	720,588	15,940	736,528	8,734	1.2%
UAMS - Indigent Care	5,342,181	5,342,181	53,422	5,395,603	53,422	1.0%	5,342,181	118,169	5,460,350	64,747	1.2%
UA-Monticello	15,946,042	15,946,042	165,031	16,111,073	165,031	1.0%	15,946,042	360,110	16,306,152	195,079	1.2%
UA-Pine Bluff	25,418,885	25,418,885	254,189	25,673,074	254,189	1.0%	25,418,885	562,266	25,981,151	308,077	1.2%
University of Central Arkansas	53,114,705	53,114,705	771,385	53,886,090	771,385	1.5%	53,114,705	1,492,849	54,607,554	721,464	1.3%
<b>Subtotal - 4 Year Institutions</b>	<b>\$588,118,601</b>	<b>\$588,118,601</b>	<b>\$8,593,000</b>	<b>\$596,711,601</b>	<b>\$8,593,000</b>	<b>1.5%</b>	<b>\$588,118,601</b>	<b>\$16,630,618</b>	<b>\$604,749,219</b>	<b>\$8,037,618</b>	<b>1.3%</b>
<b>INSTITUTIONS OF HIGHER EDUCATION - Two Year Institutions:</b>											
Arkansas Northeastern College	\$8,577,052	\$8,577,052	\$85,771	\$8,662,823	\$85,771	1.0%	\$8,577,052	\$189,725	\$8,766,777	\$103,954	1.2%
Arkansas State University - Beebe	11,835,727	11,835,727	118,357	11,954,084	118,357	1.0%	11,835,727	261,806	12,097,533	143,449	1.2%
Arkansas State Univ.-Mt. Home	3,648,110	3,648,110	69,265	3,717,375	69,265	1.9%	3,648,110	124,562	3,772,672	55,297	1.5%
Arkansas State Univ. - Newport	5,992,293	5,992,293	75,729	6,068,022	75,729	1.3%	5,992,293	153,138	6,145,431	77,409	1.3%
Cossatot C C of the UA	3,395,802	3,395,802	50,762	3,446,564	50,762	1.5%	3,395,802	97,397	3,493,199	46,635	1.4%
East Arkansas Cmty. College	5,788,058	5,788,058	57,881	5,845,939	57,881	1.0%	5,788,058	128,032	5,916,090	70,151	1.2%
Mid-South Cmty. College	3,858,007	3,858,007	38,580	3,896,587	38,580	1.0%	3,858,007	85,339	3,943,346	46,759	1.2%
Mid-South - ADTEC	1,500,000	1,500,000	15,000	1,515,000	15,000	1.0%	1,500,000	33,180	1,533,180	18,180	1.2%
National Park Cmty. College	9,046,489	9,046,489	90,465	9,136,954	90,465	1.0%	9,046,489	200,108	9,246,597	109,643	1.2%
North Arkansas College	7,966,964	7,966,964	79,670	8,046,634	79,670	1.0%	7,966,964	176,230	8,143,194	96,560	1.2%
NorthWest Arkansas Cmty. College	10,619,202	10,619,202	261,559	10,880,761	261,559	2.5%	10,619,202	443,640	11,062,842	182,081	1.7%
Phillips Cmty. College of the UA	9,063,088	9,063,088	90,631	9,153,719	90,631	1.0%	9,063,088	200,476	9,263,564	109,845	1.2%
Rich Mountain Cmty. College	3,206,869	3,206,869	32,069	3,238,938	32,069	1.0%	3,206,869	70,936	3,277,805	38,867	1.2%
Southern Ark. University - Tech	5,705,511	5,705,511	94,004	5,799,515	94,004	1.6%	5,705,511	175,433	5,880,944	81,429	1.4%
SAU-Tech-Envir. Control Center	368,404	368,404	3,684	372,088	3,684	1.0%	368,404	8,149	375,553	4,465	1.2%
SAU-Tech-Fire Training Academy	1,651,221	1,651,221	16,512	1,667,733	16,512	1.0%	1,651,221	36,525	1,687,746	20,013	1.2%
South Arkansas Cmty. College	6,034,307	6,034,307	60,343	6,094,650	60,343	1.0%	6,034,307	133,479	6,167,786	73,136	1.2%
U of A - Cmty. College at Batesville	4,131,061	4,131,061	41,311	4,172,372	41,311	1.0%	4,131,061	91,379	4,222,440	50,068	1.2%
U of A - Cmty. College at Hope	4,491,997	4,491,997	44,920	4,536,917	44,920	1.0%	4,491,997	99,363	4,591,360	54,443	1.2%
U of A - Cmty. College at Morrilton	5,022,155	5,022,155	80,119	5,102,274	80,119	1.6%	5,022,155	150,868	5,173,023	70,749	1.4%
<b>Subtotal - 2 Year Institutions</b>	<b>\$111,902,317</b>	<b>\$111,902,317</b>	<b>\$1,406,632</b>	<b>\$113,308,949</b>	<b>\$1,406,632</b>	<b>1.3%</b>	<b>\$111,902,317</b>	<b>\$2,859,765</b>	<b>\$114,762,082</b>	<b>\$1,453,133</b>	<b>1.3%</b>
<b>INSTITUTIONS OF HIGHER EDUCATION - Technical Colleges</b>											
Black River	\$6,113,516	\$6,113,516	\$68,353	\$6,181,869	\$68,353	1.1%	\$6,113,516	\$144,186	\$6,257,702	\$75,833	1.2%
Ouachita	3,527,261	3,527,261	38,096	3,565,357	38,096	1.1%	3,527,261	81,376	3,608,637	43,280	1.2%
Ozarka	3,126,475	3,126,475	62,734	3,189,209	62,734	2.0%	3,126,475	111,314	3,237,789	48,580	1.5%
Pulaski	15,137,437	15,137,437	319,068	15,456,505	319,068	2.1%	15,137,437	559,681	15,697,118	240,613	1.6%
Southeast Arkansas College	5,636,798	5,636,798	56,368	5,693,166	56,368	1.0%	5,636,798	124,686	5,761,484	68,318	1.2%
<b>Subtotal - Technical Colleges</b>	<b>\$33,541,487</b>	<b>\$33,541,487</b>	<b>\$544,619</b>	<b>\$34,086,106</b>	<b>\$544,619</b>	<b>1.6%</b>	<b>\$33,541,487</b>	<b>\$1,021,243</b>	<b>\$34,562,730</b>	<b>\$476,624</b>	<b>1.4%</b>
<b>TOTAL INST'S OF H. E.</b>	<b>\$733,562,405</b>	<b>\$733,562,405</b>	<b>\$10,544,251</b>	<b>\$744,106,656</b>	<b>\$10,544,251</b>	<b>1.4%</b>	<b>\$733,562,405</b>	<b>\$20,511,626</b>	<b>\$754,074,031</b>	<b>\$9,967,375</b>	<b>1.3%</b>
Rainy Day Funds	\$12,000,000	\$0	\$0	\$0	0	0.0%	\$0	\$0	\$0	0	0.0%

**WITH TAX DELAY**

**STATE GENERAL REVENUE  
2015 - 2017 AGENCY EXECUTIVE RECOMMENDATIONS**

FUND ACCOUNTS	Fiscal Year 2016						Fiscal Year 2017				
	FY15	EXECUTIVE		TOTAL	DIFFERENCE	% INC.	EXECUTIVE		TOTAL	DIFFERENCE	% INC.
	FORECAST	BASE LEVEL	REC.	EXECUTIVE REC.	FY16 ER VS. FY15 FRCST	OVER FY15	BASE LEVEL	REC.	EXECUTIVE REC.	FY16 ER VS. FY17 ER	OVER FY16
Total Request	<u>\$5,047,000,000</u>	<u>\$5,036,791,310</u>	<u>\$196,908,690</u>	<u>\$5,233,700,000</u>	<u>\$198,700,000</u>	<u>3.7%</u>	<u>\$5,033,299,023</u>	<u>\$437,000,977</u>	<u>\$5,470,300,000</u>	<u>\$236,600,000</u>	<u>4.5%</u>
OFFICIAL FORECAST 11.13.14	\$5,047,000,000			\$5,206,900,000	\$159,900,000	<u>3.2%</u>			\$5,448,500,000	\$241,600,000	<u>4.6%</u>
AHTD Natural Gas Severence Tax Road & Bridge Repair revenue reclassification				(\$2,600,000)					(\$2,700,000)		
Delay Incremental Tax Reductions for one year:											
Act 1411 of 2013 - S&U electricity & natual gas used in manufacturing				\$6,100,000					\$5,200,000		
Act 1488 of 2013 - Increase standard deduction and increase capital gains exclusion to 50%				<u>\$23,300,000</u>					<u>\$19,300,000</u>		
REVISED OFFOCIAL FORECAST				\$5,233,700,000					\$5,470,300,000		
Surplus/(Deficit)	\$0			\$0					\$0		

prepared by DFA-Office of Budget 11.13.14

90th Session Account of the GIF  
2015-2017 Biennium  
With Tax Delay

**Estimated Available Funds:**

Unobligated Balance from the 89th Session Account (with interest projection)	\$101,215,325
FY14 General Revenue Surplus	\$78,665,578
FY15 Forecast General Revenue Surplus	\$0
Recouped General Revenue Balances from FY14	\$7,519,097
Estimated Recouped General Revenue Balances from FY15	\$5,000,000
Estimated Recouped General Revenue Balances from FY16	\$5,000,000
Old Projects Recoupment (includes one-time ADC set-aside recapture for bond refinance)	\$4,500,000
Outlawed Warrants	\$0
Interest Estimate for FY16 & FY17	\$14,000,000

**Total Estimated Funds for 2015-2017 Biennium** \$215,900,000

**Less 90th Session Supplemental Requests**

Dept. of Correction - Holiday Pay	\$11,000,000
Dept. of Correction - County Jail Reimbursements	\$6,000,000

**Total 90th Session Supplemental Requests** \$17,000,000

**Less Mandatory/Debt Obligations & Rainy Day Set-Aside:**

Dept. of Correction - Lease Payments	\$13,000,000
Dept. of Human Services - Medical Services - Medicaid Biennial Funding Shortfall	\$40,000,000
Dept. of Education - Educational Facilities Biennial Funding Shortfall	\$65,000,000

**Total Mandatory/Debt Payments** \$118,000,000

**Available Funds - 90th Session Projects Account** \$80,900,000

**Less Recommended Executive/Legislative Shared Project Funding**

AR Economic Development Comm. - Quick Action Closing Fund	\$50,000,000
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**Total Recommended Executive/Legislative Shared Project Funding** \$50,000,000

**Executive Division Projects:**

50% of Available Funds until Legislative Distribution Cap is reached	\$15,450,000
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**Total Executive Projects** \$15,450,000

**Legislative Division Projects:**

50% up to \$30.9 million	\$15,450,000
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**Total Legislative Projects** \$15,450,000

**Ending Balance - 90th Session Projects Account** \$0