

ARKANSAS BUDGET SYSTEM
AGENCY PROGRAM COMMENTARY
1999 - 2001

The following budget requests, information, and explanation of changes affect Appropriation A18 which authorizes expenditures from this Commission's General Fund, and Appropriation B48 which authorizes expenditures from this Commission's Recovery Fund. The base level budget is satisfactory for anticipated FY00 & FY01 expenditure needs except for priorities listed below. Funding for the biennial budget will be provided from funds on hand and from fees to be collected.

Additional requests for Appropriation A18 that authorizes expenditures from the operating General Fund are as follows:

C01: This increased amount is requested for the cost of conducting State and Federal criminal conviction background checks on applicants who apply for a real estate salesperson or broker license. A proportionate real estate application fee increase will be requested to offset this expense.

C02: This request is for purchase of a vehicle to replace a 1988 vehicle used for agency investigative and administrative activities, which require statewide travel. This request also is for the purchase and replacement of office machines, furniture and equipment.

C03: This request is for educational conferences and training for staff members.

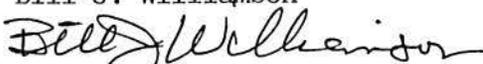
C04: This request is for investment of funds.

C08: This request is for purchase and continued upgrade of computer equipment and for establishing and maintaining a real estate licensee database on a local area network. The equipment will be used to increase efficiency in processing and renewing licenses and managing the licensee database.

Additional requests from Appropriation B48 that authorizes expenditure from the Recovery Fund for educational purposes are as follows:

C01: This request is for the increased cost attributed to publication of AREC newsletter and other educational materials sent to real estate licensees regarding education and enforcement matters. This request is also to fund real estate educational programs offered to licensees such as scholarship programs that provide partial reimbursement to existing licensees of the cost of completing specific real estate courses.

C02: This request is for investment of funds.

AGENCY Arkansas Real Estate Commission	DIRECTOR Bill J. Williamson 	AGENCY PROGRAM COMMENTARY BR21	PAGE 319
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ARKANSAS REAL ESTATE COMMISSION
SUMMARY OF AUDIT FINDINGS AND RECOMMENDATIONS
FOR THE YEAR ENDED JUNE 30, 1996

Assets					Liabilities			Total Equity	
Cash and Investments	Fixed	Other	Total	Current	Long-Term	Total			
\$ 1,892,154	\$ 1,311,234	\$ 126,827	\$ 3,330,215	\$ 4,157	\$ 44,856	\$ 49,013	\$ 3,281,202		

Revenues				Expenditures				Other Sources (Uses)		
Inter-governmental	Federal	Licenses and Fees	Other	Total	Salaries and Matching	Grants and Aid	Capital	Other Operating	Total	
\$ 0	\$ 0	\$ 884,632	\$ 134,436	\$ 1,019,068	\$ 701,238	\$ 0	\$ 5,138	\$ 242,284	\$ 948,660	\$ (107,740)

Findings	Recommendations
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None

None

ARKANSAS BUDGET SYSTEM
 EMPLOYMENT SUMMARY
 AS REQUIRED BY ACT 358 OF 1993
 (A.C.A 19-4-307)

AGENCY TITLE 248 - ARK REAL ESTATE COMM

	MALE	FEMALE	TOTAL	PERCENTAGE OF TOTAL
WHITE EMPLOYEES	<u>4</u>	<u>11</u>	<u>15</u>	<u>83%</u>
BLACK EMPLOYEES	<u>0</u>	<u>3</u>	<u>3</u>	<u>17%</u>
EMPLOYEES OF OTHER RACIAL MINORITIES	<u>0</u>	<u>0</u>	<u>0</u>	<u>0%</u>
TOTAL EMPLOYED AS OF			<u>3</u>	<u>17%</u>
<u>08/08/98</u> DATE			<u>TOTAL MINORITIES</u>	
			<u>18</u>	<u>100%</u>
			<u>TOTAL EMPLOYEES</u>	


 AGENCY DIRECTOR

CASH FUND BALANCE DESCRIPTION

AS OF JUNE 30, 1998

AGENCY: Arkansas Real Estate Commission

ACCOUNT INFORMATION				STATUTORY/OTHER RESTRICTIONS ON USE:
FUND ACCT.	BALANCE	TYPE	LOCATION	
General Fund	\$80,800.65	Checking	Mercantile Bank, NLR	A.C.A. §17-42-204 (b) establishes that the Commission can expend funds for the requirements, purposes, and expenses of the Commission.
	50,000	C.D.	Mercantile Bk., NLR	
	100,000	C.D.	Mercantile Bk., NLR	STATUTORY PROVISIONS FOR FEES, FINES, PENALTIES: A.C.A. §17-42-304 authorizes the Commission to establish, charge, and collect fees. §17-42-312 (a)(4)(B) authorizes the Commission to impose penalties.
	50,000	C.D.	Mercantile Bk., NLR	
	75,000	C.D.	Metropolitan Bk., LR	REVENUE RECEIPTS CYCLE: Annual license renewal fees are collected by September 30. Other fees and penalties are collected throughout the year.
	100,000	C.D.	Mercantile Bk., NLR	
	75,000	C.D.	Mercantile Bk., NLR	
	100,000	C.D.	1 st Commercial Bk., LR	
	50,000	C.D.	Mercantile Bk., NLR	
FUND BALANCE UTILIZATION: Funds collected are used for general operating expenses and salaries.				
ACCOUNT INFORMATION				STATUTORY/OTHER RESTRICTIONS ON USE:
FUND ACCT.	BALANCE	TYPE	LOCATION	
Recovery Fund	\$60,221.44	Checking	NationsBank, LR	A.C.A. §17-42-406 authorizes the Commission to pay actual damage claims to aggrieved parties who have suffered monetary loss specifically attributable to real estate licensees. §17-42-404 establishes that the Commission can use the funds for real estate educational and research purposes.
	95,000	C.D.	1 st Commercial Bk., LR	
	100,000	C.D.	NationsBank, LR	STATUTORY PROVISIONS FOR FEES, FINES, PENALTIES: A.C.A. §17-42-405 (b) authorizes the Commission to collect a one-time Recovery Fund fee from new licensees.
	95,000	C.D.	NationsBank, LR	
	90,000	C.D.	Deposit Guaranty Bk., Ft. Smith	REVENUE RECEIPTS CYCLE: These fees are collected throughout the year.
	75,000	C.D.	AR Bk. & Trust, Hot Springs	
	90,000	C.D.	AR Bk. & Trust, Hot Springs	
	100,000	C.D.	1 st Bk. of AR, Jonesboro	
	95,000	C.D.	NationsBank, Hot Springs	
	120,000	C.D.	1 st Commercial Bk., LR	FUND BALANCE UTILIZATION: Funds collected are used to pay actual damages to aggrieved parties and to fund real estate educational and research projects.
	120,000	C.D.	1 st Commercial Bk., LR	
	95,000	C.D.	1 st Community Bk., Batesville	

REQUEST FOR CHANGE IN FEE SCHEDULE
1999-2001 BIENNIUM

AGENCY NAME: Arkansas Real Estate Commission

AGENCY CODE: 248

CURRENT FEE STRUCTURE

PROPOSED CHANGE

DESCRIPTION	FEE AMOUNT	EST. RECEIPTS 1998-99	AUTHORIZING ACT/ CODE CITE	FEE AMOUNT	EST. RECEIPTS		REASON FOR CHANGE
					1999-2000	2000-2001	

Real Estate License Application Fee	\$50.00	\$60,000	A.C.A. §17-42-304	\$90.00	\$108,000	\$108,000	To offset cost of conducting both State and Federal Criminal Background Checks through the Arkansas State Police. The Commission may seek legislation to conduct Federal Criminal Background Checks on applicants for a real estate license which cost \$24.00. The Commission currently conducts State Criminal Conviction Background Checks through the AR State Police at a cost of \$15.00.
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**ARKANSAS BUDGET SYSTEM
DEPARTMENT APPROPRIATION SUMMARY**

AGENCY TITLE ARKANSAS REAL ESTATE COMMISSION (248)		1997-99 Expenditures				1999-01 Biennium Request				1999-01 Executive Recommendation			
Appropriations		Actual	No. of	Budgeted	No. of	Year 1	No. of	Year 2	No. of	Year 1	No. of	Year 2	No. of
Code	Name	1997-98	Pos.	1998-99	Pos.	1999-00	Pos.	2000-01	Pos.	1999-00	Pos.	2000-01	Pos.
A18	Cash Operations	\$968,499	19	\$1,238,220	20	\$1,373,159	20	\$1,364,359	20	\$1,305,808	20	\$1,297,008	20
B48	Real Estate Recovery - Cash	103,704	0	451,606	0	527,875	0	527,875	0	504,106	0	504,106	0
TOTALS		\$1,072,203	19	\$1,689,826	20	\$1,901,034	20	\$1,892,234	20	\$1,809,914	20	\$1,801,114	20
Funding Sources			% of		% of		% of		% of		% of		% of
Fund Balances		\$1,983,855	67.2%	\$1,878,897	58.2%	\$1,535,826	51.5%	\$1,080,167	42.6%	\$1,535,826	53.1%	\$1,082,667	44.2%
General Revenues													
Special Revenues													
Federal Funds													
Constitutional Officers Fund													
State Central Services Fund													
Non-Revenue Receipts													
Cash Funds		967,245	32.8%	1,110,000	34.5%	1,120,000	37.6%	1,130,000	44.6%	1,120,000	38.7%	1,130,000	46.1%
Investments				236,755	7.3%	325,375	10.9%	325,375	12.8%	236,755	8.2%	236,755	9.7%
Total Funding		2,951,100	100.0%	3,225,652	100.0%	2,981,201	100.0%	2,535,542	100.0%	2,892,581	100.0%	2,449,422	100.0%
Excess Appro./ (Funding)		(1,878,897)		(1,535,826)		(1,080,167)		(643,308)		(1,082,667)		(648,308)	
TOTAL		\$1,072,203		\$1,689,826		\$1,901,034		\$1,892,234		\$1,809,914		\$1,801,114	
DEPARTMENT ARKANSAS REAL ESTATE COMMISSION (248)				DIRECTOR Bill J. Williamson					DEPARTMENT APPROPRIATION SUMMARY BR 40				

WITHOUT FEE INCREASE

**ARKANSAS BUDGET SYSTEM
DEPARTMENT APPROPRIATION SUMMARY**

AGENCY TITLE AR REAL ESTATE COMMISSION (248)		1997-99 Expenditures				1999-01 Biennium Request				1999-01 Executive Recommendation			
Appropriations		Actual	No. of	Budgeted	No. of	Year 1	No. of	Year 2	No. of	Year 1	No. of	Year 2	No. of
Code	Name	1997-98	Pos.	1998-99	Pos.	1999-00	Pos.	2000-01	Pos.	1999-00	Pos.	2000-01	Pos.
A18	Cash Operations	\$968,499	19	\$1,238,220	20	\$1,421,159	20	\$1,412,359	20	\$1,305,808	20	\$1,297,008	20
B48	Real Estate Recovery - Cash	103,704	0	451,606	0	527,875	0	527,875	0	504,106	0	504,106	0
TOTALS		\$1,072,203	19	\$1,689,826	20	\$1,949,034	20	\$1,940,234	20	\$1,809,914	20	\$1,801,114	20
Funding Sources			% of Total		% of Total		% of Total		% of Total		% of Total		% of Total
Fund Balances		\$1,983,855	67.2%	\$1,878,897	58.2%	\$1,535,826	50.7%	\$1,080,167	41.8%	\$1,535,826	53.1%	\$1,082,667	44.2%
General Revenues													
Special Revenues													
Federal Funds													
Constitutional Officers Fund													
State Central Services Fund													
Non-Revenue Receipts													
Cash Funds		967,245	32.8%	1,110,000	34.5%	1,168,000	38.6%	1,178,000	45.6%	1,120,000	38.7%	1,130,000	46.1%
Investments				236,755	7.3%	325,375	10.7%	325,375	12.6%	236,755	8.2%	236,755	9.7%
Total Funding		2,951,100	100.0%	3,225,652	100.0%	3,029,201	100.0%	2,583,542	100.0%	2,892,581	100.0%	2,449,422	100.0%
Excess Appro./ (Funding)		(1,878,897)		(1,535,826)		(1,080,167)		(643,308)		(1,082,667)		(648,308)	
TOTAL		\$1,072,203		\$1,689,826		\$1,949,034		\$1,940,234		\$1,809,914		\$1,801,114	
DEPARTMENT ARKANSAS REAL ESTATE COMMISSION (248)					DIRECTOR Bill J. Williamson					DEPARTMENT APPROPRIATION SUMMARY BR 40			

WITH FEE INCREASE

**ARKANSAS BUDGET SYSTEM
ANALYSIS OF BUDGET REQUEST
1999 – 2001**

The Arkansas Real Estate Commission is funded from the receipt of fees it charges for originating and renewing the licenses of real estate brokers and salespersons. The Commission is requesting the establishment of an additional \$40 fee to be charged to new license applicants to defray the cost of obtaining State and federal criminal background checks. The Base Level for each fiscal year provides a cost of living increase of 2.8% over the salary levels of each previous year. This includes related additions in Personal Services Matching. Changes included in the Agency Request are as follows:

Additions of \$48,000 each year in Operating Expenses to request State and federal criminal conviction background checks on new license applicants, using the proceeds of the proposed additional \$40 fee to be paid by an estimated 1,200 new applicants each year. This increase in appropriation is requested contingent upon approval of the proposed fee increase.

Capital Outlay of \$18,000 in the first year for vehicle replacement and \$7,500 each year to replace office equipment.

Increases in Conference Fees & Travel for employee training to meet standards set by the American Real Estate Licensing Organization.

Additions of \$64,851 each year in the Investments line item to restore it to its current level of appropriation.

Capital Outlay of \$15,000 in the first year and \$2,500 in the second year to upgrade data processing equipment in accordance with the Agency's Information Technology Plan, as submitted to and approved by the Department of Information Systems.

Change of 19 positions from non-classified status (Grade 99) to the appropriate class code and grade level within the classified system, with no additional costs involved.

The Executive Recommendation is for Base Level, the Capital Outlay requests, and position changes to the uniform classification and compensation system. The Executive recommendation does not address the Agency's request for a fee increase, nor the requested additional appropriation that would be funded through the fee increase.

AGENCY	APPROPRIATION	CASH FUND	ANALYSIS OF BUDGET REQUEST	PAGE
Name: Arkansas Real Estate Commission Code: 248	Name: Real Estate - Cash Code: A18	Name: Real Estate – Cash Code: 324	BR20	326

ARKANSAS BUDGET SYSTEM

CHARACTER TITLE	-----EXPENDITURES-----		98-99	-----99-00 FISCAL YEAR-----			-----00-01 FISCAL YEAR-----			-----R E C O M M E N D A T I O N S-----			
	97-98	98-99	AUTHORIZED	BASE	CHANGE	TOTAL	BASE	CHANGE	TOTAL	EXECUTIVE		LEGISLATIVE	
	ACTUAL	BUDGETED	APPRO							99-00	00-01	99-00	00-01
REGULAR SALARIES	536,020	628,230	625,760	658,297	0	658,297	676,721	0	676,721	658,297	676,721		
NUMBER OF POSITIONS	19	20	20	20	0	20	20	0	20	20	20		
EXTRA HELP	0	16,000	16,000	16,000	0	16,000	16,000	0	16,000	16,000	16,000		
NUMBER OF POSITIONS	0	4	4	4	0	4	4	0	4	4	4		
PERSONAL SERV MATCHING	145,344	178,576	174,985	183,097	0	183,097	186,373	0	186,373	183,097	186,373		
OPERATING EXPENSES	192,643	211,174	211,174	211,174	0	211,174	211,174	0	211,174	211,174	211,174		
CONF FEES & TRAVEL	13,255	13,662	13,662	13,662	2,500	16,162	13,662	2,500	16,162	13,662	13,662		
PROF FEES & SERVICES	24,679	32,929	32,929	32,929	0	32,929	32,929	0	32,929	32,929	32,929		
CAPITAL OUTLAY	56,550	7,500	7,500	0	40,500	40,500	0	10,000	10,000	40,500	10,000		
INVESTMENTS	0	85,149	150,000	85,149	64,851	150,000	85,149	64,851	150,000	85,149	85,149		
REFUNDS/REIMBURSEMENTS	0	65,000	65,000	65,000	0	65,000	65,000	0	65,000	65,000	65,000		
WITHOUT FEE INCREASE													
TOTAL	968,499	1,238,220	1,297,018	1,265,308	107,051	1,373,159	1,287,008	77,351	1,364,359	1,305,808	1,297,008		
PROPOSED FUNDING SOURCES			*****										
FUND BALANCES	785,224	686,649	*****	543,578		543,578	349,419		349,419	543,578	342,919		
GENERAL REVENUES			*****										
SPECIAL REVENUES			*****										
FEDERAL FUNDS			*****										
STATE CENTRAL SERVICES FUND			*****										
NON-REVENUE RECEIPTS			*****										
CASH FUNDS	869,924	1,010,000	*****	977,000	43,000	1,020,000	1,017,500	12,500	1,030,000	1,020,000	1,030,000		
INVESTMENTS		85,149	*****	85,149	64,851	150,000	85,149	64,851	150,000	85,149	85,149		
TOTAL FUNDING	1,655,148	1,781,798	*****	1,605,727	107,051	1,713,578	1,443,068	77,351	1,520,419	1,648,727	1,458,068		
EXCESS APPRO/ (FUNDING)	(686,649)	(543,578)	*****	(349,419)		(349,419)	(156,069)		(156,069)	(342,919)	(161,069)		
TOTAL	968,499	1,238,220	*****	1,265,308	107,051	1,373,159	1,287,008	77,351	1,364,359	1,305,808	1,297,008		

DEPT 007 REGULATORY BOARDS AND COMMISSIONS
 AGY 248 ARKANSAS REAL ESTATE COMMISSION
 APPRO A18 CASH OPERATIONS
 FUND 324 REAL ESTATE CASH-(248)

The FY99 Budgeted amounts in Regular Salaries and/or Personal Services Matching may exceed the Authorized amounts due to the implementation of the pay plan during the 1997-99 biennium.

APPROPRIATION SUMMARY

BR 215

ARKANSAS BUDGET SYSTEM

CHARACTER TITLE	-----EXPENDITURES-----			-----99-00 FISCAL YEAR-----			-----00-01 FISCAL YEAR-----			-----R E C O M M E N D A T I O N S-----			
	97-98	98-99	98-99	CHANGE		TOTAL	CHANGE		TOTAL	EXECUTIVE		LEGISLATIVE	
	ACTUAL	BUDGETED	AUTHORIZED APPRO	BASE	LEVEL	REQUEST	BASE	LEVEL	REQUEST	99-00	00-01	99-00	00-01
REGULAR SALARIES	536,028	628,230	625,768	658,297	0	658,297	676,721	0	676,721	658,297	676,721		
NUMBER OF POSITIONS	19	20	20	20	0	20	20	0	20	20	20		
EXTRA HELP	0	16,000	16,000	16,000	0	16,000	16,000	0	16,000	16,000	16,000		
NUMBER OF POSITIONS	0	4	4	4	0	4	4	0	4	4	4		
PERSONAL SERV MATCHING	145,344	178,576	174,985	183,097	0	183,097	186,373	0	186,373	183,097	186,373		
OPERATING EXPENSES	192,643	211,174	211,174	211,174	48,000	259,174	211,174	48,000	259,174	211,174	211,174		
CONF FEES & TRAVEL	13,255	13,662	13,662	13,662	2,500	16,162	13,662	2,500	16,162	13,662	13,662		
PROF FEES & SERVICES	24,679	32,929	32,929	32,929	0	32,929	32,929	0	32,929	32,929	32,929		
CAPITAL OUTLAY	56,550	7,500	7,500	0	40,500	40,500	0	10,000	10,000	40,500	10,000		
INVESTMENTS	0	85,149	150,000	85,149	64,851	150,000	85,149	64,851	150,000	85,149	85,149		
REFUNDS/REIMBURSEMENTS	0	65,000	65,000	65,000	0	65,000	65,000	0	65,000	65,000	65,000		
				WITH FEE INCREASE									
TOTAL	968,499	1,238,220	1,297,018	1,265,308	155,851	1,421,159	1,287,008	125,351	1,412,359	1,305,808	1,297,008		
PROPOSED FUNDING SOURCES			*****										
FUND BALANCES	785,224	686,649	*****	543,578		543,578	340,419		340,419	543,578	342,919		
GENERAL REVENUES			*****										
SPECIAL REVENUES			*****										
FEDERAL FUNDS			*****										
STATE CENTRAL SERVICES FUND			*****										
NON-REVENUE RECEIPTS			*****										
CASH FUNDS	869,924	1,019,000	*****	977,000	91,000	1,068,000	1,017,500	60,500	1,078,000	1,020,000	1,030,000		
INVESTMENTS		85,149	*****	85,149	64,851	150,000	85,149	64,851	150,000	85,149	85,149		
TOTAL FUNDING	1,655,148	1,781,798	*****	1,605,727	155,851	1,761,578	1,443,068	125,351	1,568,419	1,648,727	1,458,068		
EXCESS APPRO/ (FUNDING)	(686,649)	(543,578)	*****	(340,419)		(340,419)	(156,060)		(156,060)	(342,919)	(161,060)		
TOTAL	968,499	1,238,220	*****	1,265,308	155,851	1,421,159	1,287,008	125,351	1,412,359	1,305,808	1,297,008		

DEPT 007 REGULATORY BOARDS AND COMMISSIONS
 AGY 248 ARKANSAS REAL ESTATE COMMISSION
 APPRO A18 CASH OPERATIONS
 FUND 324 REAL ESTATE-CASH (248)

The FY99 Budgeted amounts in Regular Salaries and/or Personal Services Matching may exceed the Authorized amounts due to the implementation of the pay plan during the 1997-99 biennium.

APPROPRIATION SUMMARY

BR 215

ARKANSAS BUDGET SYSTEM

PROGRAM/SERVICE INFORMATION LIST

RANK BY APPROPRIATION

01	02	03	04	05	06	07	08	09	10	11	12	13	14	15	16	17	18	19	
RANK	PROGRAM DESCRIPTION	FUND	ACCOUNTING INFORMATION	DE S	EXPENDITURES		1999 - 01 BIENNIUM REQUESTS				RECOMMENDATIONS								
					ACTUAL 97-98	BUDGETED 98-99	FY 1999 - 00 REQUEST		FY 2000 - 01 REQUEST		EXECUTIVE		LEGISLATIVE						
000		324	248 A18	B	968,499 19	1,238,220 20	1,265,308 20		1,287,008 20		1,265,308 20		1,287,008 20						
001		324	248 A18	C01			48,000 0		48,000 0										
<p>This increased amount is requested for the cost of conducting state and federal criminal conviction background checks on applicants who apply for a real estate salesperson or broker license. A proportionate real estate application fee increase will be requested to offset this expense.</p>																			
001		324	248 A18	C02			25,500 0		7,500 0		25,500		7,500						
<p>This request is for purchase of a vehicle to replace a 1988 vehicle used for agency investigative and administrative activities, which require statewide travel. This request also is for the purchase and replacement of office machines, furniture and equipment.</p>																			

DEPT 007 REGULATORY BOARDS AND COMMISSIONS
 AGY 248 ARKANSAS REAL ESTATE COMMISSION
 APPRO A18 CASH OPERATIONS
 FUND 324 REAL ESTATE-CASH (248)

RANK BY APPROPRIATION
 BR 264

ARKANSAS BUDGET SYSTEM

PROGRAM/SERVICE INFORMATION LIST

RANK BY APPROPRIATION

02 03 04 05 06 07 08 09 10 11 12 13 14 15 16 17 18 19

K	PROGRAM DESCRIPTION	FUND	ACCOUNTING INFORMATION	D E S	-----1999 - 01 BIENNIAL REQUESTS-----				-----RECOMMENDATIONS-----					
					-----EXPENDITURES-----		-----FY 1999 - 00-----		-----FY 2000 - 01-----		-----EXECUTIVE-----		-----LEGISLATIVE-----	
					ACTUAL	BUDGETED	REQUEST	REQUEST	1999-00	2000-01	1999-00	2000-01		
	97-98	98-99												
		324	248 A18	C03			2,500 0		2,500 0					
<p>This request is for educational conferences and training for staff members.</p>														
		324	248 A18	C04			64,851 0		64,851 0					
<p>This request is for investment of funds.</p>														
		324	248 A18	C08			15,000 0		2,500 0	15,000	2,500			
<p>This request is for purchase and continued upgrade of computer equipment and for establishing and maintaining a real estate licensee database on a local area network. The equipment will be used to increase efficiency in processing licensing renewals and managing the licensee database.</p>														

PT 007 REGULATORY BOARDS AND COMMISSIONS
 Y 248 ARKANSAS REAL ESTATE COMMISSION
 PRO A18 CASH OPERATIONS
 ND 324 REAL ESTATE-CASH (248)

RANK BY APPROPRIATION
 BR 264

ARKANSAS BUDGET SYSTEM

PROGRAM/SERVICE INFORMATION LIST

RANK BY APPROPRIATION

01	02	03	04	05	06	07	08	09	10	11	12	13	14	15	16	17	18	19
RANK	PROGRAM DESCRIPTION	FUND	ACCOUNTING INFORMATION	D E S	-----EXPENDITURES-----		-----1999 - 01 BIENNIIUM REQUESTS-----						-----R E C O M M E N D A T I O N S-----					
					---ACTUAL--- 97-98	---BUDGETED--- 98-99	-----FY 1999 - 00-----		-----FY 2000 - 01-----				-----EXECUTIVE-----		-----LEGISLATIVE-----			
							REQUEST	REQUEST	1999-00	2000-01	1999-00	2000-01						
001		324	248 A18	C10			0				0							
<p>This request is for change of 19 Agency positions from non-classified status (Grade 99) to the appropriate class code and grade in the classified system.</p>																		

DEPT 007 REGULATORY BOARDS AND COMMISSIONS
 AGY 248 ARKANSAS REAL ESTATE COMMISSION
 APPRO A18 CASH OPERATIONS
 FUND 324 REAL ESTATE-CASH (248)

RANK BY APPROPRIATION
 BR 264

**ARKANSAS BUDGET SYSTEM
ANALYSIS OF BUDGET REQUEST
1999 – 2001**

The Arkansas Real Estate Commission's Recovery Fund cash appropriation is supported by a one-time fee of \$25 charged to each new license applicant and also includes interest earned from investing the Fund's balances. If damages are assessed against any licensee who is insolvent, the Commission covers the claim from fees collected in this fund. Earned interest supports the Commission's educational efforts to keep its licensees and the general public informed of changes in regulations, market conditions, and illegal practices. Base Level is \$451,606 each year. Changes requested for the Recovery account are as follows:

Additions of \$23,769 each year in the Investments line item to restore it to its current level of appropriation.

Increases of \$52,500 each year in the Education special line item for additional costs of the Agency's newsletter and educational materials supplied to licensees and for \$100 scholarships extended to existing licensed brokers who agree to complete additional training that is now required for new brokers to qualify for license.

The Executive Recommendation is for Base Level and the requested increase in the Education special line item only.

AGENCY	APPROPRIATION	CASH FUND	ANALYSIS OF BUDGET REQUEST	PAGE
Name: Arkansas Real Estate Commission Code: 248	Name: Real Estate Recovery - Cash Code: B48	Name: Real Estate Recovery Fund - Cash Code: 335	BR20	332

ARKANSAS BUDGET SYSTEM

CHARACTER TITLE	-----EXPENDITURES-----			-----99-00 FISCAL YEAR-----			-----00-01 FISCAL YEAR-----			-----R E C O M M E N D A T I O N S-----			
	97-98	98-99	98-99	BASE	CHANGE	TOTAL	BASE	CHANGE	TOTAL	EXECUTIVE		LEGISLATIVE	
	ACTUAL	BUDGETED	AUTHORIZED							99-00	00-01	99-00	00-01
INVESTMENTS	0	151,606	175,375	151,606	23,769	175,375	151,606	23,769	175,375	151,606	151,606		
DAMAGE PAYMENT	32,093	250,000	250,000	250,000	0	250,000	250,000	0	250,000	250,000	250,000		
EDUCATION	71,611	50,000	50,000	50,000	52,500	102,500	50,000	52,500	102,500	102,500	102,500		
TOTAL	103,704	451,606	475,375	451,606	76,269	527,875	451,606	76,269	527,875	504,106	504,106		
PROPOSED FUNDING SOURCES			*****										
FUND BALANCES	1,198,631	1,192,248	*****	992,248		992,248	739,748		739,748	992,248	739,748		
GENERAL REVENUES			*****										
SPECIAL REVENUES			*****										
FEDERAL FUNDS			*****										
STATE CENTRAL SERVICES FUND			*****										
NON-REVENUE RECEIPTS			*****										
CASH FUNDS	97,321	100,000	*****	47,500	52,500	100,000	47,500	52,500	100,000	100,000	100,000		
INVESTMENTS		151,606	*****	151,606	23,769	175,375	151,606	23,769	175,375	151,606	151,606		
TOTAL FUNDING	1,295,952	1,443,854	*****	1,191,354	76,269	1,267,623	938,054	76,269	1,015,123	1,243,854	991,354		
EXCESS APPRO/ (FUNDING)	(1,192,248)	(992,248)	*****	(739,748)		(739,748)	(487,248)		(487,248)	(739,748)	(487,248)		
TOTAL	103,704	451,606	*****	451,606	76,269	527,875	451,606	76,269	527,875	504,106	504,106		

DEPT 007 REGULATORY BOARDS AND COMMISSIONS
 AGY 248 ARKANSAS REAL ESTATE COMMISSION
 APPRO B48 REAL ESTATE RECOVERY -- CASH
 FUND 335 REAL ESTATE RECOVERY-CASH (248)

APPROPRIATION SUMMARY

BR 215

ARKANSAS BUDGET SYSTEM

PROGRAM/SERVICE INFORMATION LIST

RANK BY APPROPRIATION

02 03 04 05 06 07 08 09 10 11 12 13 14 15 16 17 18 19

PROGRAM DESCRIPTION	FUND	ACCOUNTING INFORMATION	D E S	EXPENDITURES		1999 - 01 BIENNIUM REQUESTS		RECOMMENDATIONS					
				ACTUAL	BUDGETED	FY 1999 - 00		FY 2000 - 01		EXECUTIVE		LEGISLATIVE	
				97-98	98-99	REQUEST	REQUEST	1999-00	2000-01	1999-00	2000-01		
	335	248 B48	B	103,704	451,606	451,606	451,606	451,606	451,606				
	335	248 B48	C01			52,500	52,500	52,500	52,500				
<p>This request is for the increased cost attributed to publication of AREC newsletter and other educational materials sent to real estate licensees regarding education and enforcement matters. This request is also to fund real estate educational programs offered to licensees such as scholarship programs that provide partial reimbursement to existing licensees of the cost of completing specific real estate courses.</p>													
	335	248 B48	C02			23,769	23,769						
<p>This request is for investment of funds.</p>													

007 REGULATORY BOARDS AND COMMISSIONS
 248 ARKANSAS REAL ESTATE COMMISSION
 0 B48 REAL ESTATE RECOVERY -- CASH
 335 REAL ESTATE RECOVERY-CASH (248)

RANK BY APPROPRIATION

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