

ARKANSAS PERFORMANCE BUDGETING & ACCOUNTABILITY SYSTEM
AGENCY PROGRAM COMMENTARY
2003 - 2005

The Social Security Administration is reengineering the disability process, which has created extensive changes in the disability program. Casework has become more complex and has broadened adjudication to include Social Security Rulings and court cases. The agency will function closer to the appellate levels, which will involve an expanded role in documenting and assessing the credibility of claimants' symptoms and functional status. Additionally, there is greater interaction with claimants throughout the appeals process and renewed emphasis in "Fraud" Discovery. Congress has provided funding for increased reviews of disability beneficiaries' claims, which will result in a significant increase in the number of claims the agency will be expected to process over the next several years. These cases are more detailed, require more time and development and, if ceased, may require face-to-face hearings and travel.

The development of the Disability Program and its growth into other areas of Disability are reflected in the monetary requests accompanying this commentary as follows:

The request for Fiscal Year 2003-2004 is the same as the budget for fiscal Year 2001-2002 adjusted to account for budgeting all appropriated positions and to reflect increases in wages. The number of filled positions reached the cap at the beginning of FY 2003. Also included is a provision to repay DF&A for the cost of shared services. These services cost approximately \$100,000 per year. Cost of services due are \$100,000 for FY 2002 and \$100,000 for FY 2003.

The request for fiscal year 2004-2005 follows the same criterion. The cost of shared services provided is \$100,000 for this fiscal year. The agency is also requesting Special Language to carry forward any balance of capital outlay to the second year of the biennium.

<p>AGENCY Disability Determination</p>	<p>DIRECTOR Arthur Boutiette <i>Arthur Boutiette</i></p>	<p>AGENCY PROGRAM COMMENTARY</p>	<p>PAGE 74</p>
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DIVISION OF LEGISLATIVE AUDIT
AUDIT OF:
DISABILITY DETERMINATION FOR SOCIAL SECURITY ADMINISTRATION
FOR THE YEAR ENDED SEPTEMBER 30, 2001

Findings	Recommendations
None	None

SA0931101
Audited By: Buris, Miller & Co., CPAs

**AGENCY INFORMATION TECHNOLOGY PROJECTS
RECOMMENDED FOR OVERSIGHT**

STATE AGENCY: Disability Determination for Social Security Administration

AGENCY NUMBER: 311

AGENCY HEARING DATE: 10/15/02

1. PROJECT NAME TIMEFRAME FY04 COST/SOURCE OF FUNDS FY05 COST/SOURCE OF FUNDS

REASONS FOR OVERSIGHT

- A.
- B.
- C.
- D.

2. PROJECT NAME TIMEFRAME FY04 COST/SOURCE OF FUNDS FY05 COST/SOURCE OF FUNDS

REASONS FOR OVERSIGHT

- A.
- B.
- C.
- D.

Office of Information Technology Comments: No FY04 FY05 technology plan on file for this agency

ARKANSAS PERFORMANCE BUDGETING & ACCOUNTABILITY SYSTEM
STATE AGENCY PUBLICATIONS

Fiscal Year 2002-2003

Required by: A.C.A. 25-1-204

AGENCY: Disability Determination - 311

NAME OF PUBLICATION	STATUTORY AUTHORIZATION	PUBLICATION REQUIRED FOR GOVERNOR AND/OR GENERAL ASSEMBLY ONLY	NUMBER OF COPIES PUBLISHED	REASON(S) FOR CONTINUED PUBLICATION AND DISTRIBUTION
NONE				

**ARKANSAS PERFORMANCE BUDGETING & ACCOUNTABILITY SYSTEM
DEPARTMENT PROGRAM SUMMARY**

AGENCY TITLE Disability Determination (311)	2001-03 Expenditures				2003-05 Biennium Request				2003-05 Executive Recommendation			
	Actual 2001-02		Budgeted 2002-03	No. of Pos.	Year 1 2003-04	No. of Pos.	Year 2 2004-05	No. of Pos.	Year 1 2003-04	No. of Pos.	Year 2 2004-05	No. of Pos.
Disability Determination Administrative Program	\$14,966,582 2,540,288		\$16,334,174 2,935,094	215 20	\$18,214,462 3,036,043	262 20	\$18,406,068 3,062,580	262 20	\$18,214,462 3,036,043	262 20	\$18,406,068 3,062,580	262 20
TOTALS	\$17,506,870		\$19,269,268	235	\$21,250,505	282	\$21,468,648	282	\$21,250,505	282	\$21,468,648	282
Funding Sources		% of Total		% of Total		% of Total		% of Total		% of Total		% of Total
Fund Balances												
General Revenues												
Special Revenues												
Federal Funds	17,506,870	100.0%	19,269,268	100.0%	21,250,505	100.0%	21,468,648	100.0%	21,250,505	100.0%	21,468,648	100.0%
Constitutional Officers Fund												
State Central Services Fund												
Non-Revenue Receipts												
Cash Funds												
Merit Adjustment Funds												
Total Funding	17,506,870	100.0%	19,269,268	100.0%	21,250,505	100.0%	21,468,648	100.0%	21,250,505	100.0%	21,468,648	100.0%
Excess Appro./ (Funding)	0		0		0		0		0		0	
TOTAL	\$17,506,870		\$19,269,268		\$21,250,505		\$21,468,648		\$21,250,505		\$21,468,648	
DEPARTMENT DISABILITY DETERMINATION for SOCIAL SECURITY ADMINISTRATION (311)	DIRECTOR Arthur Boutiette				DEPARTMENT PROGRAM SUMMARY							

ARKANSAS PERFORMANCE BUDGETING & ACCOUNTABILITY SYSTEM
ANALYSIS OF BUDGET REQUEST
2003 - 2005

Disability Determination for Social Security Administration is responsible for determining the eligibility of Arkansans for disability and other payments in accordance with federal Social Security laws, regulations and instructions. The Disability Insurance Program deals with two main groups of claimants, Title II and Title XVI (Supplemental Security Income). Title II claimants are those who have contributed FICA taxes on wages for five of the past ten years prior to the date of alleged disability. Title XVI claimants are those who have established the fact that they have low income and resources and are alleging disability. To give some indication of the scope of the Social Security Administration Disability Program in Arkansas, statistics reveal that there are 170,205 disabled workers as well as spouses and children in current-payment status: 97,960 under Title II and 72,245 under Title XVI drawing total benefits in the amount of \$83,446,000 per month. The Agency also manages a small department called the Fraud Investigation Unit that investigates potential fraud or similar fault. This department receives approximately 100 referrals a year. For the fiscal year ended June 30, 2002 the number of referrals that turned out to be worthy of investigation, generated a cost avoidance to the Disability Program of \$2,664,059.

The agency Base Level request is \$18,062,582 for FY2004 and \$18,319,975 for FY2005 with 227 budgeted Base Level positions and 20 Extra Help positions. The Base Level request includes a 2.7% salary increase each year over the FY2003 salary level for all incumbents plus associated increases in Personal Services Matching. Included in Personal Services Matching is a \$33 per month increase in the monthly contribution for State employee's health insurance for a total state contribution of \$280 per month per budgeted employee. The non-salaried Base Level requests for both years of the biennium consist of \$110,000 in Overtime, \$1,833,053 in Operating Expenses, \$60,000 in Conference Fees and Travel, and \$5,629,397 in Professional Fees and Services.

The agency Change Level request for this appropriation is \$3,187,923 for FY2004 and \$3,148,673 for FY2005. The following delineates the agency's request:

- ◆ Continuation into the new biennium of eight (8) budgeted Miscellaneous Federal Grant positions with salary and matching appropriation.
- ◆ Restoration of forty-seven (47) positions that were authorized but not budgeted with salary and matching appropriation to allow for flexibility.

AGENCY	APPROPRIATION	TREASURY FUND	ANALYSIS OF BUDGET REQUEST	PAGE
Name: Disability Determination for Social Security Administration Code: 311	Name: Disability Determination - Federal Operations Code: 104	Name: Disability Determination - Federal Code: FSD		80

**ARKANSAS PERFORMANCE BUDGETING & ACCOUNTABILITY SYSTEM
ANALYSIS OF BUDGET REQUEST
2003 - 2005**

- ◆ Reclassification of one (1) position with salary and matching appropriation to eliminate a disparity among senior staff members.
- ◆ \$670,000 for FY2004 and \$570,000 for FY2005 is requested for the Profession Fees and Services line item for additional medical examinations and requests of medical evident. A 15% increase in workload in FY2002 necessitated Miscellaneous Federal Grant appropriation requests in both FY2002 and FY2003.
- ◆ \$100,000 each year of the biennium for Capital Outlay is requested for renovations due to damage resulting from sewer line break at the central administration building.

The Executive Recommendation provides for the Agency Request.

AGENCY Name: Disability Determination for Social Security Administration Code: 311	APPROPRIATION Name: Disability Determination - Federal Operations Code: 104	TREASURY FUND Name: Disability Determination - Federal Code: FSD	ANALYSIS OF BUDGET REQUEST	PAGE . 81
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ARKANSAS PERFORMANCE BUDGETING & ACCOUNTABILITY SYSTEM
Biennial Appropriation Summary

Agency Name DISABILITY DETERMINATION FOR SOCIAL SECURITY ADMINISTRATION
Agency Code 311
Appropriation Name Disability Determination - Federal Operations
Appropriation Code 104
Fund Name Disability Determination - Federal
Fund Code FSD

Character Name	Expenditures						Agency Request										Recommendations				
	2001-02		2002-03		2002-03		2003-04					2004-05					Executive				
	Actual	Budget	Pos.	Authorized	Pos.	Base Level	Pos.	Change Level	Pos.	Total	Pos.	Base Level	Pos.	Change Level	Pos.	Total	Pos.	2003-04	Pos.	2004-05	Pos.
Regular Salaries	8,187,980	8,777,555	235	9,123,776	282	8,085,268	227	1,908,411	55	9,993,679	282	8,303,570	227	1,659,966	55	10,263,536	282	9,993,679	282	10,263,536	282
Extra Help	107,721	140,000	20	140,000	20	140,000	20	0	0	140,000	20	140,000	20	0	0	140,000	20	140,000	20	140,000	20
Personal Serv Match	2,145,950	2,248,536	0	2,469,745	0	2,204,864	0	509,512	0	2,714,376	0	2,243,955	0	518,707	0	2,762,662	0	2,714,376	0	2,762,662	0
Overtime	22,098	110,000	0	110,000	0	110,000	0	0	0	110,000	0	110,000	0	0	0	110,000	0	110,000	0	110,000	0
Operating Expenses	1,593,597	1,833,053	0	1,833,053	0	1,833,053	0	0	0	1,833,053	0	1,833,053	0	0	0	1,833,053	0	1,833,053	0	1,833,053	0
Travel-Conferences	13,477	60,000	0	67,325	0	60,000	0	0	0	60,000	0	60,000	0	0	0	60,000	0	60,000	0	60,000	0
Capital Outlay	0	0	0	75,000	0	0	0	100,000	0	100,000	0	0	0	100,000	0	100,000	0	100,000	0	100,000	0
Prof. Fees & Serv.	5,436,047	6,100,122	0	5,629,397	0	5,629,397	0	670,000	0	6,299,397	0	5,629,397	0	570,000	0	6,199,397	0	6,299,397	0	6,199,397	0
Grand Total	17,506,870	19,269,268	255	19,448,296	302	18,062,582	247	3,187,923	55	21,250,505	302	18,319,975	247	3,148,673	55	21,468,648	302	21,250,505	302	21,468,648	302

Funding Sources Name	2001-02 Actual	2002-03 Budget	2002-03 Pos.	2002-03 Authorized	2002-03 Pos.	2003-04 Base Level	2003-04 Pos.	2003-04 Change Level	2003-04 Pos.	2003-04 Total	2003-04 Pos.	2004-05 Base Level	2004-05 Pos.	2004-05 Change Level	2004-05 Pos.	2004-05 Total	2004-05 Pos.	2003-04	2003-04 Pos.	2004-05	2004-05 Pos.
Federal Revenue	17,506,870	19,269,268	*****	*****	*****	18,062,582	*****	3,187,923	*****	21,250,505	*****	18,319,975	*****	3,148,673	*****	21,468,648	*****	21,250,505	*****	21,468,648	*****
Total Funding	17,506,870	19,269,268	*****	*****	*****	18,062,582	*****	3,187,923	*****	21,250,505	*****	18,319,975	*****	3,148,673	*****	21,468,648	*****	21,250,505	*****	21,468,648	*****
Excess Approx(Funding)	0	0	*****	*****	*****	0	*****	0	*****	0	*****	(0)	*****	0	*****	0	*****	0	*****	0	*****
Grand Total	17,506,870	19,269,268	*****	*****	*****	18,062,582	*****	3,187,923	*****	21,250,505	*****	18,319,975	*****	3,148,673	*****	21,468,648	*****	21,250,505	*****	21,468,648	*****

Budget exceed Authorized Appropriation by authority of
Miscellaneous Federal Grant.

ARKANSAS PERFORMANCE BUDGETING & ACCOUNTABILITY SYSTEM
Biennial Appropriation Summary

Agency Name DISABILITY DETERMINATION FOR SOCIAL SECURITY ADMINISTRATION
 Agency Code 311
 Appropriation Name Disability Determination - Federal Operations
 Appropriation Code 104
 Fund Name Disability Determination - Federal
 Fund Code FSD

Character		Expenditures				
		2001-02	2002-03		2002-03	
Name	Code	Actual	Budget	Pos.	Authorized	Pos.
Regular Salaries	5010000	8,187,980	8,777,555	235	9,123,776	282
Extra Help	5010001	107,721	140,000	20	140,000	20
Personal Serv Match	5010003	2,145,950	2,248,538	0	2,469,745	0
Overtime	5010006	22,098	110,000	0	110,000	0
Operating Expenses	5020002	1,593,597	1,833,053	0	1,833,053	0
Travel-Conferences	5050009	13,477	60,000	0	67,325	0
Capital Outlay	5120011	0	0	0	75,000	0
Prof. Fees & Serv.	5060010	5,436,047	6,100,122	0	5,629,397	0
Grand Total		17,506,870	19,269,268	255	19,448,296	302

Funding Sources						
Name	Code					
Federal Revenue	4000020	17,506,870	19,269,268	*****	*****	*****
Total Funding		17,506,870	19,269,268	*****	*****	*****
Excess Appr/(Funding)		0	0	*****	*****	*****
Grand Total		17,506,870	19,269,268	*****	*****	*****

**Budget exceed Authorized Appropriation by authority of
 Miscellaneous Federal Grant.**

ARKANSAS PERFORMANCE BUDGETING & ACCOUNTABILITY SYSTEM
Biennial Appropriation Summary

Agency Name DISABILITY DETERMINATION FOR SOCIAL SECURITY ADMINISTRATION
 Agency Code 311
 Appropriation Name Disability Determination - Federal Operations
 Appropriation Code 104
 Fund Name Disability Determination - Federal
 Fund Code FSD

Character		Agency Request											
		2003-04						2004-05					
Name	Code	Base Level	Pos.	Change Level	Pos.	Total	Pos.	Base Level	Pos.	Change Level	Pos.	Total	Pos.
Regular Salaries	5010000	8,085,268	227	1,908,411	55	9,993,679	282	8,303,570	227	1,959,966	55	10,263,536	282
Extra Help	5010001	140,000	20	0	0	140,000	20	140,000	20	0	0	140,000	20
Personal Serv Match	5010003	2,204,864	0	509,512	0	2,714,376	0	2,243,955	0	518,707	0	2,762,662	0
Overtime	5010006	110,000	0	0	0	110,000	0	110,000	0	0	0	110,000	0
Operating Expenses	5020002	1,833,053	0	0	0	1,833,053	0	1,833,053	0	0	0	1,833,053	0
Travel-Conferences	5050009	60,000	0	0	0	60,000	0	60,000	0	0	0	60,000	0
Capital Outlay	5120011	0	0	100,000	0	100,000	0	0	0	100,000	0	100,000	0
Prof. Fees & Serv.	5060010	5,629,397	0	670,000	0	6,299,397	0	5,629,397	0	570,000	0	6,199,397	0
Grand Total		18,062,582	247	3,187,923	55	21,250,505	302	18,319,975	247	3,148,673	55	21,468,648	302

Funding Sources													
Name	Code												
Federal Revenue	4000020	18,062,582	*****	3,187,923	*****	21,250,505	*****	18,319,975	*****	3,148,673	*****	21,468,648	*****
Total Funding		18,062,582	*****	3,187,923	*****	21,250,505	*****	18,319,975	*****	3,148,673	*****	21,468,648	*****
Excess Appro/(Funding)		0	*****	0	*****	0	*****	(0)	*****	0	*****	0	*****
Grand Total		18,062,582	*****	3,187,923	*****	21,250,505	*****	18,319,975	*****	3,148,673	*****	21,468,648	*****

ARKANSAS PERFORMANCE BUDGETING & ACCOUNTABILITY SYSTEM
Biennial Appropriation Summary

Agency Name DISABILITY DETERMINATION FOR SOCIAL SECURITY ADMINISTRATION
 Agency Code 311
 Appropriation Name Disability Determination - Federal Operations
 Appropriation Code 104
 Fund Name Disability Determination - Federal
 Fund Code FSD

Character		Recommendations							
		Executive				Legislative			
		Name	Code	2003-04	Pos.	2004-05	Pos.	2003-04	Pos.
Regular Salaries	5010000	9,993,679	282	10,263,536	282	0	0	0	0
Extra Help	5010001	140,000	20	140,000	20	0	0	0	0
Personal Serv Match	5010003	2,714,376	0	2,762,662	0	0	0	0	0
Overtime	5010006	110,000	0	110,000	0	0	0	0	0
Operating Expenses	5020002	1,833,053	0	1,833,053	0	0	0	0	0
Travel-Conferences	5050009	60,000	0	60,000	0	0	0	0	0
Capital Outlay	5120011	100,000	0	100,000	0	0	0	0	0
Prof. Fees & Serv.	5060010	6,299,397	0	6,199,397	0	0	0	0	0
Grand Total		21,250,505	302	21,468,648	302	0	0	0	0

Funding Sources									
Name	Code	Executive		Legislative		Executive		Legislative	
		2003-04	Pos.	2004-05	Pos.	2003-04	Pos.	2004-05	Pos.
Federal Revenue	4000020	21,250,505	*****	21,468,648	*****	0	*****	0	*****
Total Funding		21,250,505	*****	21,468,648	*****	0	*****	0	*****
Excess Approl/(Funding)		0	*****	0	*****	0	*****	0	*****
Grand Total		21,250,505	*****	21,468,648	*****	0	*****	0	*****

ARKANSAS PERFORMANCE BUDGETING & ACCOUNTABILITY SYSTEM
Biennial Rank by Appropriation

Agency Name DISABILITY DETERMINATION FOR SOCIAL SECURITY ADMINISTRATION
 Agency Code 311
 Appropriation Name Disability Determination - Federal Operations
 Appropriation Code 104
 Fund Name Disability Determination - Federal
 Fund Code FSD

Rank	Justification	Designation		Cost Center	2001-02	2002-03		Agency Request				Executive Recommendation			Legislative Recommendation				
		BL	Base Level		Actual	Budget	Pos.	2003-04	Pos.	2004-05	Pos.	2003-04	Pos.	2004-05	Pos.	2003-04	Pos.	2004-05	Pos.
				Total	17,506,870	18,364,420	227	18,062,582	227	18,319,975	227	18,062,582	227	18,319,975	227	0	0	0	0
1	These positions were obtained thru a MFG. In FY 2002. The agency wishes to make them permanent positions.	C01		260201 DDS for SSA	0	904,848	8	1,106,389	8	1,135,959	8	1,106,389	8	1,135,959	8	0	0	0	0
		C01		Total	0	904,848	8	1,106,389	8	1,135,959	8	1,106,389	8	1,135,959	8	0	0	0	0
2	The agency expects to use all appropriated positions in order to manage a 15% increased workload.	C03		260201 DDS for SSA	0	0	0	1,307,339	47	1,338,408	47	1,307,339	47	1,338,408	47	0	0	0	0
		C03		Total	0	0	0	1,307,339	47	1,338,408	47	1,307,339	47	1,338,408	47	0	0	0	0
3	A 15% increase in workload in FY 2002 necessitated an MFG to fund the increase. This increase has become a permanent part of the workload, therefore the agency is requesting the amount of \$670,000 for fiscal year 04 and \$570,000 for fiscal year 05 of the biennium. In addition the agency is requesting \$100,000 for each fiscal year of the biennial for capital renovations due to damage resulting from sewer line break at the central administration building.	C02		260201 DDS for SSA	0	0	0	770,000	0	670,000	0	770,000	0	670,000	0	0	0	0	0
		C02		Total	0	0	0	770,000	0	670,000	0	770,000	0	670,000	0	0	0	0	0
4	One reclassification is being requested to eliminate a disparity in the group of senior staff members.	C10	Reclass	260201 DDS for SSA	0	0	0	4,195	0	4,308	0	4,195	0	4,308	0	0	0	0	0
		C10	Reclass	Total	0	0	0	4,195	0	4,308	0	4,195	0	4,308	0	0	0	0	0
				Grand Total	17,506,870	19,269,288	235	21,250,505	282	21,468,648	282	21,250,505	282	21,468,648	282	0	0	0	0

Arkansas Budget System
Program Performance Budget Request

Section 1. Program Goals:

Agency, Director and Program Name	Program Description	Program Goals
Disability Determination for SSA Arthur Boutiette, Director Disability Determination	The Disability Program is defined as the adjudicative process to make disability decisions in accordance with precise federal regulations.	Goal 1: To determine if applicants for disability benefits meet the criteria for eligibility.

Objective ID	Objective	Objective Description
Disability Determination	1	To make determinations for disability benefits under the Title II and XVI of the Social Security Act.
Fraud Investigations	2	To investigate suspected cases of fraud or abuse.

Section 2. Performance Measures:

Objective	Measure Type	Measure Description	03 Projected	04 Target	05 Target
1	Effort	Increase adjudication accuracy rate.	94%	95%	95%
1	Efficiency	Reduction in application processing time.	90 Days	85 Days	85 Days
1	Output	Disposition of cases vs. number of cases received.	95%	96%	97%
1	Outcome	Percent of determinations changed through the reconsideration process.	15%	15%	15%
2	Effort	Number of suspected fraud cases investigated.	75	80	85

Section 3. Line Items:

	FY02 Actual	FY03 Budgeted	FY04 Base	FY04 Change Level	FY04 Request	FY05 Base	FY05 Change Level	FY05 Request	FY04 Executive Rec.	FY05 Executive Rec.	FY04 Legislative	FY05 Legislative
Regular Salaries	7,497,559	8,030,529	7,337,292	1,908,411	9,245,703	7,535,398	1,959,966	9,495,364	9,245,703	9,495,364		
-Number of Positions	215	215	207	55	262	207	55	262	262	262		
Extra Help	36,350	36,350	36,350		36,350	36,350		36,350	36,350	36,350		
-Number of Positions	2	2	2		2	2		2	2	2		
Overtime	22,098	110,000	110,000		110,000	110,000		110,000	110,000	110,000		
Personal Services	1,974,528	2,057,173	2,013,500	509,512	2,523,012	2,046,250	518,707	2,564,957	2,523,012	2,564,957		
Operating Expenses												
Confer Fees and Travel												
Professional Services	5,436,047	6,100,122	5,629,397	670,000	6,299,397	5,629,397	570,000	6,199,397	6,299,397	6,199,397		
Capital Outlay												
Data Processing												
Total	14,966,582	16,334,174	15,126,539	3,087,923	18,214,462	15,357,395	3,048,673	18,406,068	18,214,462	18,406,068		

Arkansas Budget System
Program Performance Budget Request

Section 4. Program Funding:

	FY02 Actual	FY03 Budgeted	FY04 Base	FY04 Change Level	FY04 Request	FY05 Base	FY05 Change Level	FY05 Request	FY04 Executive Rec.	FY05 Executive Rec.	FY04 Legislative	FY04 Legislative
Federal Funds	14,966,582	16,334,174	15,126,539	3,087,923	18,214,462	15,357,395	3,048,673	18,406,068	18,214,462	18,406,068		
Total Funding	14,966,582	16,334,174	15,126,539	3,087,923	18,214,462	15,357,395	3,048,673	18,406,068	18,214,462	18,406,068		
Excess Appro. /(Funding)	0	0	0	0	0	0	0	0	0	0		
Totals	14,966,582	16,334,174	15,126,539	3,087,923	18,214,462	15,357,395	3,048,673	18,406,068	18,214,462	18,406,068		

Section 5. Analysis of Program Objectives:

Objective	FY02 Actual	FY03 Budgeted	FY04 Base	FY04 Change Level	FY04 Request	FY05 Base	FY05 Change Level	FY05 Request	FY04 Executive Rec.	FY05 Executive Rec.	FY04 Legislative	FY05 Legislative
1	14,780,119	16,138,370	14,935,682	3,087,923	18,023,605	15,165,754	3,048,673	18,214,427	18,023,605	18,214,427		
2	186,463	195,804	190,857	0	190,857	191,641	0	191,641	190,857	191,641		

EXPLANATION OF CHANGE LEVEL FOR OBJECTIVE 1

Change level represents increases number of positions with associated salary and matching costs, also an increase in the purchase of professional services due to an increase of 15 % in number of cases to be adjudicated which require additional medical examinations and requests of medical evident.

Arkansas Budget System
Program Performance Budget Request

Section 1. Program Goals:

Agency, Director and Program Name	Program Description	Program Goals
Disability Determination for SSA. Arthur Boutiette, Director. Administrative Program	To provide administrative support to insure that department programs meet their objectives and performance targets.	Goal 2: Provide administrative direction and support to insure that department programs meet their objectives and performance targets.

Objective ID	Objective	Objective Description
Administration	1	To provide for general operations support and overhead costs not treated as direct costs in other programs.
Information Technology	2	To effectively utilize information technology resources to support the mission of Disability Determination Agency.

Section 2. Performance Measures:

Objective	Measure Type	Measure Description	03 Projected	04 Target	05 Target
1	Outcome	% of agency performance objectives and targets met.	87%	87%	87%
1	Efficiency	% of agency staff and budget in the Administrative Program compared to total agency positions and budget.	18%	18%	18%
1	Outcome	Number of prior year audit findings repeated in subsequent audit.	1	1	0
2	Efficiency	Agency information technology budget as a % of total agency budget.	1%	1%	1%

Section 3. Line Items:

	FY02 Actual	FY03 Budgeted	FY04 Base	FY04 Change Level	FY04 Request	FY05 Base	FY05 Change Level	FY05 Request	FY04 Executive Rec.	FY05 Executive Rec.	FY04 Legislative	FY05 Legislative
Regular Salaries	690,421	747,026	747,976	0	747,976	768,172	0	768,172	747,976	768,172		
-Number of Positions	20	20	20	0	20	20	0	20	20	20		
Extra Help	71,371	103,650	103,650	0	103,650	103,650	0	103,650	103,650	103,650		
-Number of Positions	18	18	18	0	18	18	0	18	18	18		
Personal Services	171,422	191,365	191,364	0	191,364	197,705	0	197,705	191,364	197,705		
Operating Expenses	1,593,597	1,833,053	1,833,053	0	1,833,053	1,833,053	0	1,833,053	1,833,053	1,833,053		
Conference Fees/ Travel	13,477	60,000	60,000	0	60,000	60,000	0	60,000	60,000	60,000		
Professional Services	0	0	0	0	0	0	0	0	0	0		
Capital Outlay	0	0	0	100,000	100,000	0	100,000	100,000	100,000	100,000		
Data Processing	0	0	0	0	0	0	0	0	0	0		
Total	2,540,288	2,935,094	2,936,043	100,000	3,036,043	2,962,580	100,000	3,062,580	3,036,043	3,062,580		

Arkansas Budget System
Program Performance Budget Request

Section 4. Program Funding:

	FY02 Actual	FY03 Budgeted	FY04 Base	FY04 Change Level	FY04 Request	FY05 Base	FY05 Change Level	FY05 Request	FY04 Executive Rec.	FY05 Executive Rec.	FY04 Legislative	FY05 Legislative
Federal Funds	2,540,288	2,935,094	2,936,043	100,000	3,036,043	2,962,580	100,000	3,062,580	3,036,043	3,062,580		
Total Funding	2,540,288	2,935,094	2,936,043	100,000	3,036,043	2,962,580	100,000	3,062,580	3,036,043	3,062,580		
Excess Approp.(funding)	0	0	0	0	0	0	0	0	0	0		
Totals	2,540,288	2,935,094	2,936,043	100,000	3,036,043	2,962,580	100,000	3,062,580	3,036,043	3,062,580		

Section 5. Analysis of Program Objectives:

Objective	FY02 Actual	FY03 Budgeted	FY04 Base	FY04 Change Level	FY04 Request	FY05 Base	FY05 Change Level	FY05 Request	FY04 Executive Rec.	FY05 Executive Rec.	FY04 Legislative	FY05 Legislative
1	2,540,288	2,935,094	2,936,043	100,000	3,036,043	2,962,580	100,000	3,062,580	3,036,043	3,062,580		
2	0	0	0	0	0	0	0	0	0	0		

EXPLANATION OF CHANGE LEVEL FOR OBJECTIVE 1

Change level represents \$100,000 provision for building renovations due to damage resulting from sewer line break at the central administration building.