

ARKANSAS AGRICULTURE DEPARTMENT

Enabling Laws

Act 1242 of 2007
Act 1098 of 2007
A.C.A. §2-16-201 et seq.
A.C.A. §2-33-101 et seq.
A.C.A. §2-40-201 et seq.
A.C.A. §15-31-101 et seq.
A.C.A. §25-38-201 et seq.

History and Organization

Act 1978 of the Regular Session 2005 of the 85th Arkansas General Assembly created the Arkansas Agriculture Department. The Department came into being on August 15, 2005. The executive head of the Department is the Secretary who is selected by the Arkansas Agriculture Board and confirmed by the Governor.

The mission of the Secretary and Arkansas Agriculture Department is to develop and implement policies and programs for Arkansas agriculture and forestry to keep them competitive in world markets while ensuring safe food, fiber and forest products for the citizens of the state and nation.

The enabling legislation placed three agencies of the state government in the newly-formed Department, including the Arkansas Forestry Commission, the Arkansas Livestock and Poultry Commission and the Arkansas State Plant Board. Each remains intact with its own commission or board, executive director, budget and personnel. The 2009-11 Base Level Budget for the Department includes appropriation of approximately \$72.5 million with 616 total positions.

The enabling legislation directs the Secretary to administer and coordinate activities of the agencies and parts of the agencies transferred to the Department while creating new programs to enhance the marketing of the state's agricultural products in state, national and international markets. It also directs the Secretary to coordinate activities of the department with the federal government and governments of other states on matters pertaining to agriculture, forestry, aquaculture, horticulture and kindred industries. The Secretary is authorized to employ personnel to carry out activities to the extent funds are available.

The Arkansas Agriculture Department houses the office of the State Land Surveyor. The Division of Land Surveys was created by Act 458 of 1973 and provides that the head of the division be known as the State Surveyor. Act 1417 of 2001 transferred the Division of Land Surveys from the Geological Commission to the Arkansas Commissioner of State Lands Office and Act 752 of 2007 transferred the Division of Land Surveys from the Arkansas Commissioner of State Lands Office to the Arkansas Agriculture Department .

The primary functions of the Division of Land Surveys are (1) the establishment, maintenance, and preservation of land monuments, section corners, and other physical accessories of the United States Public Land survey within the State of Arkansas, the field notes, plats and other documents relating and evidencing the United States Public Land Survey, and (2) the prescribing of general land survey

regulations.

The Division of Land Surveys houses and maintains copies of the original survey notes and plats, and other land survey information. Duplicates of all survey information may be obtained upon request.

ARKANSAS FORESTRY COMMISSION

Mission - The Arkansas Forestry Commission promotes forest resource health, conservation, and stewardship.

Statutory Responsibility - By Act 234 of 1931, the Arkansas Legislature created the Arkansas Forestry Commission to cooperate with the United States Secretary of Agriculture, State Agencies, farmers and timber owners in the prevention and suppression of forest fires, the distribution of forest planting stock, and the dissemination of information concerning Arkansas' forest. The Commission was composed of five members and authorized to employ a State Forester, who was to employ such administrative and clerical assistants as were deemed necessary.

Act 85 of 1935 authorized employees of the Arkansas Forestry Commission to enforce the fire laws of Arkansas.

Act 48 of 1939 recreated the Arkansas Forestry Commission with a nine-member board.

Act 138 of 1945 abolished the Arkansas Forestry Commission. The Commission's duties were transferred to the Arkansas Resources and Development Commission. The Act provided that the Division of Forestry and Parks should exercise the function formerly exercised by the Arkansas Forestry Commission. The Arkansas Resources and Development Commission consisted of fifteen members.

Act 409 of 1947, as amended by Act 174 of 1959, Act 412 of 1961, and Act 249 of 1963, authorized and empowered the Arkansas Forestry Commission to acquire and hold in the name of the State of Arkansas, title to lands which are valuable for state forests. The lands so acquired would be appropriately named, designated, administered, protected and developed as state forests.

Act 42 of 1953, as amended by Act 99 of 1955 and Act 232 of 1959, recreated the Arkansas Forestry Commission, separating it from the Resources and Development Commission and giving it virtually the same duties outlined in Act 234 of 1931 plus the authority to originate and conduct research in forestry matters and cooperate with other agencies, both public and private.

Act 38 of 1971 reorganized the Executive Department of the State into thirteen major departments. The Arkansas Forestry Commission became a Division of the Department of Commerce, along with twelve other state agencies. The Arkansas Forestry Commission was transferred to the Principal department under a Type 1 Transfer whereby the Commission retained the same prescribed statutory powers, authority, duties and function prior to the transfer except all budgeting, purchasing and related management functions of the Arkansas Forestry Commission were performed under the direction and supervision of the Head of the Principal Department.

Act 36 of 1979 established a Rural Fire Protection Service program within the Arkansas Forestry Commission. The Act authorized the Commission to develop rural fire protection plans, to provide training in fire suppression, to make available to rural firefighting groups fire control equipment, and to establish a revolving loan fund for fire departments.

Act 691 of 1983 abolished the Department of Commerce and restored the Arkansas Forestry Commission to the status of an independent agency of the state government. The same duty, authority and responsibility existing prior to transfer to the Department of Commerce were restored with the provision that the State Forester shall be employed by the Board of Forestry Commissioners, with the approval of the Governor, and shall serve at the pleasure of the Governor.

Act 135 of 1995 authorized the Arkansas Forestry Commission to designate certain employees with the powers of peace officers in the enforcement of fire laws, theft of property laws to the extent they apply to theft of timber, and laws pertaining to the unlawful disposal of solid waste when the disposal occurs on forest land.

Act 136 of 1995 required the State Forester to have earned at a minimum a bachelor's degree in forestry from an accredited four-year program at an institution of higher education.

Act 27 of 1999 clarified the function, powers and duties of the Arkansas Forestry Commission.

Primary Activities - The Arkansas Forestry Commission administration, which includes personnel, fiscal and conservation education, lead, direct and support employees to accomplish the agency mission. The AFC Resource Protection Program is responsible for the protection of Arkansas' forest through wild land fire protection, law enforcement and rural community fire protection. The AFC Resource Management Program works with private non-industrial forest landowners, forest industry, universities, private forest consultants, other governmental agencies, and communities to promote stewardship and sustainability of Arkansas' rural and urban forest. Bluff City Tree Improvement Complex produces genetically improved tree seed. Baucum Nursery provides tree seedlings to landowners for reforestation. Poison Springs State Forest provides yearly revenue while demonstrating multiple use forest management techniques for non-industrial landowners.

Advisory Commission - A.C.A. §15-31-102 identifies the Arkansas Forestry Commission which consists of nine members to be appointed by the Governor with advice and consent of the Senate from resident electors of this State having a long-standing interest in the forest resources of Arkansas. Term of office is nine years.

ARKANSAS LIVESTOCK AND POULTRY COMMISSION

The Arkansas Livestock and Poultry Commission, created by Act 87 of 1963, has full authority for the control, suppression and eradication of livestock and poultry diseases and pests and supervision of livestock and poultry sanitary work in the state. The purpose of the Agency includes the development of livestock and poultry industries and the administration of relevant laws and regulations. The Commission is authorized to enter into cooperative agreements with federal agencies in matters relating to disease control programs. Act 150 of 1985 clarified and expanded the authority of the Commission relating to the control and eradication of diseases and has provided an important instrument in the progression and success of all programs.

The mission of the agency is to safeguard human and animal health, assure food safety and quality and promote Arkansas livestock and poultry industries for the benefit of our citizens. Mission goals include the following:

1. Protect human and animal health from zoonotic and other toxicological diseases

2. Protect humans and animals from environmental and toxicological threats
3. Protect consumers by ensuring food safety and quality
4. Promote and enhance marketability of livestock, poultry and their products both nationally and internationally.

ARKANSAS STATE PLANT BOARD

MISSION: The mission of the Arkansas State Plant Board is to protect and serve the citizens of Arkansas and the agricultural and business communities by providing information and unbiased enforcement of laws and regulations thus ensuring quality products and services.

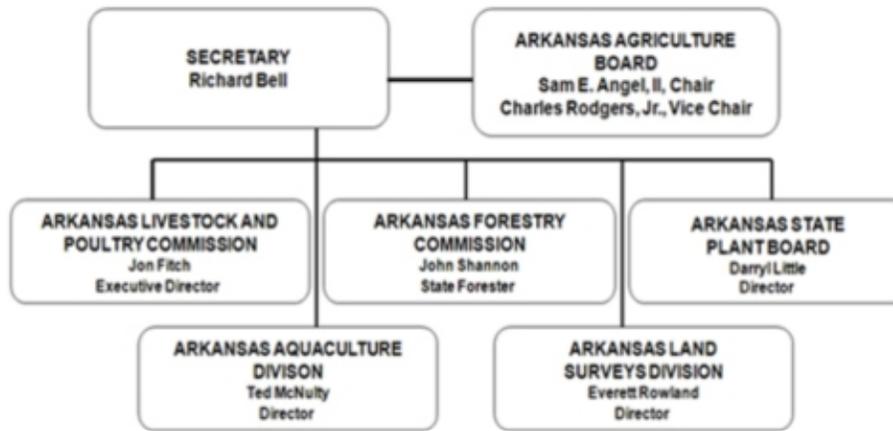
VISION: The vision of the Arkansas State Plant Board is to become a competent, friendly, cooperative and efficient agency that is willing and able to promptly serve the agricultural and business communities and the general public in a credible, professional manner.

HISTORY: The Arkansas State Plant Board was created by the General Assembly on March 28, 1917, by the passage of Act 414, the Plant Act. In 2005 the Plant Board became an agency within the Arkansas Agriculture Department created by Act 1978 of 2005. Duties of the Board are to make rules and regulations under the laws that have been enacted by the legislature and to take action against those who violate these laws. The Board meets at least once each quarter. When created, the Board consisted of five members and the primary duty was to make and enforce plant quarantine regulations. Succeeding legislatures have increased the number of Board members to sixteen.

The Board currently has 28 laws under its jurisdiction. These are: (1) Plant Act, (2) Emergency Plant Act, (3) Pest Control Law, (4) Pesticide Control Act, (5) Pesticide Use & Application Act, (6) Seed Certification Law, (7) Nursery Act, (8) Products Grading Act, (9) Fruit and Vegetable Labeling Act, (10) Fertilizer Law, (11) Feed Law, (12) Strawberry Quality Act, (13) Liming Materials Act, (14) Apiary Law, (15) Soil Amendment Act, (16) Public Grain Warehouse Act, (17) Ginseng Act, (18) Catfish Processor Fair Practices Act, (19) Agricultural Consultants Licensing Act, (20) Natural Organic Fertilizer Law, (21) Seed Arbitration Board Act, (22) Boll Weevil Eradication Act, (23) Weights and Measures Act, (24) Grain Moisture Meter Act, (25) Petroleum Quality Act, (26) Aflatoxin Sampling Act, (27) Rice Certification Act, and (28) Certification of Ornamental and Baitfish Act.

PRIMARY ACTIVITIES: Primary activities include sampling of seed, feed, fertilizer, pesticides, and petroleum products to insure product quality. The Board maintains several plant pest quarantines, regulates the use of pesticides, and maintains a quality control program for certified seed. Other activities include checking the accuracy of all commercial weighing and measuring devices.

The Plant Board is currently working with other state agencies, other states, and federal agencies to ensure that our programs support and assist the mission of homeland security and disaster recovery. These activities are ongoing and are complimentary to the Board's mission.



Agency Commentary

In keeping with the intent of the Arkansas General Assembly in 2005 when it established the Arkansas Agriculture Department, the Administration proposes personnel and programs to meet the goals of the enabling legislation.

OFFICE OF THE SECRETARY

The Office of the Secretary of the Arkansas Agriculture Department has three authorized Base Level positions: Agriculture Secretary (unclassified), Agriculture Deputy Secretary (unclassified) and Agriculture Administrative Specialist III (Grade C112). Additional staffing is needed to fulfill the potential of the department and goals set by the General Assembly when the department was established.

Personnel Requests

In addition to Base Level, appropriation and general revenue funding of \$166,234 in FY10 and \$169,703 in FY11 is requested for Salary and Matching for 3 new positions including the following:

- Agriculture Director of Marketing (Grade C129)
- Agriculture Public Information Manager (Grade C123)
- Administrative Specialist III (Grade C112)

The Public Information Director will provide information aimed at helping agriculture constituent groups feel they are being adequately served by their state government. The Secretary is performing those duties at present.

In the discussions and hearings before the General Assembly leading to establishment of the department, attention centered on the need to improve and expand the marketing of Arkansas agricultural and forestry products.

An Agriculture Director of Marketing will focus on activities aimed at expanding exports of Arkansas agricultural and forestry products. These activities will be in cooperation with the U.S. Department of Agriculture's (USDA) export programs including participating in exhibits and fairs in international markets and hosting buyers from foreign markets arranged by USDA's Foreign Agricultural Service. The programs will be primarily financed from USDA grants. Recruiting potential Arkansas exporters to participate in those activities will be an important part of the activities of the Director of Marketing and the Administrative Assistant assigned to assist marketing activities. The Director of Marketing will also assist the Arkansas Livestock and Poultry Commission to qualify Arkansas cattle to supply beef for export

to markets such as Japan, South Korea and China.

The Director of Marketing will also carry out activities aimed at potential markets in Arkansas or elsewhere in the United States. A major effort will be made to develop branding activities that will attract buyers to Arkansas agricultural and forestry products through an "Arkansas Grown" logo, particularly for specialty crops produced on small farms within the state. The Director of Marketing will assist with the development of alternative fuels markets from Arkansas agricultural and forestry products.

Information Gathering and Dissemination

The department proposes funding of new information gathering and dissemination programs during the 2009-11 biennium. One activity is to publish annual reports on the status of Arkansas agriculture and forestry in cooperation with the Arkansas Field Office of the USDA's National Agricultural Statistics Service (NASS). A major goal of this report will be to attract attention to Arkansas' agricultural and forestry activities in potential export and domestic markets

Maintenance and Operations Requests

In addition to Base Level, additional appropriation and general revenue funding is requested of \$372,608 each year of the biennium. This request for Operating Expenses, Conference and Travel Expenses, Professional Fees and Capital Outlay will provide for the agency's expanded marketing programs and for the Information Gathering and Dissemination program.

LIVESTOCK & POULTRY FEDERAL ASSISTANCE GRANTS

In addition to Base Level, the Office of the Secretary requests an increase in appropriation of \$1,984,515 for the Livestock Assistance Grants and Aid appropriation. This additional appropriation will enable the agency to distribute federal livestock assistance grants that are awarded to the state to assist eligible livestock producers in Arkansas.

AQUACULTURE

The Aquaculture Division has two authorized Base Level positions: one unclassified Deputy Director-Aquaculture position and one grade C112 Administrative Specialist III position.

Maintenance and Operations Requests

When the Aquaculture program was added to Office of the Secretary's budget during the 2007-2009 biennium, the two positions were added without any supporting appropriation or funding to support the Aquaculture operations. Therefore, the Agency's biennial budget request includes additional operating expenses appropriation and general revenue funding of \$30,000 each year to establish a maintenance and operations budget for the Aquaculture Program.

ALTERNATIVE FUELS

The Agency's Alternative Fuels appropriations are used to provide grant incentives to alternative fuels producers, feedstock processors and alternative fuels distributors. The Agency's Base Level budget includes general revenue funding of \$1,960,440 each year and a biennial appropriation of \$11 million in the Alternative Fuels Development Special Revenue Fund. The Agency biennial request includes additional appropriation and general revenue funding in the amount of \$3,039,560 each year of the biennium.

DIVISION OF LAND SURVEY

The Division of Land Survey has four authorized Base Level positions: one Land Survey State Surveyor (grade N901), one Agriculture Program Manager (grade C120) and two Administrative Specialist III (grade C112) positions.

Personnel Requests

In addition to Base Level, a increase in appropriation and general revenue funding in the amount of \$35,273 in FY10 and \$35,966 in FY11 is requested for Salary and Matching for 1 new Administrative Specialist III (grade C112) position. This position is necessary to assist with the project of scanning the 220,000 plats and 15,000 monuments in Arkansas and posting them online to assist surveyors. It is estimated that utilization of the online plats will require 20% less time for Arkansas Surveyors. At the current rate of scanning, this project will take 10 years to complete. This additional position will move the project forward.

Maintenance and Operations Requests

The Division of Land Survey Maintenance and Operations request for the biennial budget includes additional appropriation and general revenue funding of \$46,130 in FY10 and \$48,130 in FY11. This request consists of \$1,500 for Operating Expenses, \$1,500 each year for Conference and Travel Expenses, \$8,130 in FY10 and \$10,130 in FY11 for Professional Fees and \$35,000 for Capital Outlay each year.

ARKANSAS FORESTRY COMMISSION

The Arkansas Forestry Commission (AFC) will continue to protect and develop the forest resources of Arkansas by: preventing, mitigating, and suppressing wildfires; assisting volunteer fire departments; facilitating forest stewardship and reforestation; monitoring and promoting forest health and; gathering forest inventory data and disseminating forest resource information.

The AFC is not requesting additional positions or changes to existing positions.

Following are several issues that should be addressed during the 2009 - 2011 biennium.

- The AFC fights wildland fires statewide. This emergency preparedness requires work centers and firefighting equipment in all forested counties. AFC funding for maintenance and operations has been inadequate for years. The AFC can no longer absorb, within its current budget, the increased costs of aviation fuel, vehicle fuels, and utilities. Accordingly, the AFC requests an increase in Operating Expenses appropriation and general revenue funding in the amount of \$300,000 for each year of the biennium.
- The AFC, in cooperation with the Ark. Game & Fish Commission, the Fire Academy, and the U.S. Coast Guard, conducts annual fireboat training for Volunteer Fire Departments (VFD). This year over 20 VFDs with 130 volunteers participated in the training. The AFC provides VFDs with fire boats through the federal excess personal property program. The AFC requests \$15,000 per year in appropriation and general revenue funds to continue for another biennium this increasingly important training.

- Arkansas is a member of several regional Interstate Fire Compacts through which crews from the Arkansas Forestry Commission are sent to other member states to assist with wildfire prevention and control. In order to provide overtime compensation for these crews, the Agency has been forced to request transfers from the DFA Overtime Holding Account during both FY08 and FY09. The AFC's biennial request includes additional appropriation of \$80,000 for Overtime and \$15,528 for related matching. This request includes additional general revenue funding of \$40,121 each year of the biennium.
- The AFC's biennial budget request also includes the restoration of appropriation that has been funded by Miscellaneous Federal Grants in FY09. This federally funded appropriation request includes \$500,064 per year in Rural Community Fire Protection; \$23,871 per year in the Forest Health Program; \$513,500 per year in the Forest Legacy Program; and \$693,750 in the Southern Pine Beetle Prevention Program.
- The AFC is also requesting additional appropriation in several federally funded appropriations to ensure that the agency has adequate appropriation to spend new federal grants. This federally funded request includes an increase of \$13,790 in the Forest Land Enhancement Program; \$150,000 in the Wild Land Fire Assistance Program; \$30,482 in the Silvicultural Non-Point Program; \$100,000 in the Rural Community Fire Protection Program; \$1,511,500 in the Forest Legacy Program; \$150,000 in the Forest Health Program; \$596,250 in the Southern Pine Beetle Prevention Program and \$25,000 in the Urban Forestry Services Federal appropriation.
- In accordance with recommendations from the Department of Finance and Administration Office of Accounting, the Agency is requesting to reallocate appropriation of \$4,500 each year from the Data Processing line item to the Operating Expenses line item in the state funded Operations appropriation.
- The Forestry Commission requests appropriation of \$5,000 each year for increased payments made in lieu of property taxes due to additional forest land the Agency purchased during the 2007-09 biennium.

ARKANSAS LIVESTOCK AND POULTRY COMMISSION

Livestock and Poultry Commission programs are supported by general revenue, special revenue, and federal revenue. The Agency's Change Level requests for the 2009-11 biennium include the following:

State Operations (General Revenue)

The Agency requests additional appropriation and general revenue funding of \$308,082 in FY10 and \$310,339 in FY11. This request includes salary and matching for the restoration of one Veterinarian position that was authorized but not funded during the 2007-09 biennium. This request also includes salary and matching for the transfer of 3 positions from the federally funded Animal Health appropriation to the general revenue funded appropriation. The agency also requests additional \$70,000 for Operating Expenses including fuel and health lab supplies.

Livestock & Poultry Show Premiums (General Revenue)

The Agency requests additional appropriation and general revenue funding of \$90,000 each year of the biennium for increased travel reimbursement expenses paid from the following line items: ARSHS Rodeo Association, FFA Clubs Refunds/Reimbursement and 4H Clubs Refunds/Reimbursement.

Egg Grading Program (Special Revenue)

The Agency requests additional appropriation of \$476,551 in FY10 and \$481,978 in FY11. This request includes six new Egg Grader positions and one new Commodity Compliance Inspector position as well as additional Extra Help and Overtime appropriation to provide for an increasing workload demand. The request also includes additional appropriation of \$75,000 each year in Operating Expenses for fuel and travel expenses. The agency also requests to reallocate \$4,500 from the Data Processing Commitment Item to the Operating Expenses commitment item in line with recommendations from the DFA-Office of Accounting. Finally, \$50,000 is requested each year for Capital Outlay to replace agency equipment.

Brucellosis Control & Eradication Program (Special Revenue)

The Agency requests additional appropriation of \$70,000 each year of the biennium. This request includes \$50,000 in Operating Expenses for fuel, freight and vehicle upkeep and repair. The request also includes \$20,000 in Capital Outlay for the replacement of testing equipment.

Large Animal & Poultry (Special Revenue)

The Agency requests additional appropriation of \$536,800 in FY10 and \$540,744 in FY11. This request includes 2 new Administrative Specialist II positions each year of the biennium for the NPIP Avian Influenza Testing Program and the Veterinary Diagnostic Laboratory. This request also includes additional appropriation of \$210,000 each year for Operating Expenses for additional testing supplies, office supplies, fuel, freight, printing and software and courier services. The agency also requests additional appropriation of \$25,000 each year for Conference and Travel expenses for agency employees. Finally, the agency requests additional \$120,000 each year for Capital Outlay for the replacement of testing equipment in the diagnostic laboratory.

Small Animal Testing Program (Special Revenue)

The Agency requests additional appropriation of \$52,046 each year of the biennium for Operating Expenses for increased costs related to postage, printing, lab supplies and equipment. Additionally, the Agency requests additional \$50,000 in Capital Outlay appropriation to replace equipment in the diagnostic laboratory.

Equine infectious Anemia Control Program (Special Revenue)

The Agency requests additional appropriation of \$100,000 each year of the biennium for Capital Outlay to replace office machines and equipment.

Swamp Fever Testing Program (Special Revenue)

The Agency requests additional appropriation of \$107,500 each year of the biennium. This request includes a reallocation of \$200,000 from the Miscellaneous Commitment Item for Swamp Fever Testing to the Operating Expenses Commitment Item. The request also includes additional Operating Expenses appropriation of \$50,000 each year for increased costs of fuel and lab supplies. Finally, the request includes additional Capital Outlay appropriation of \$57,500 to replace testing equipment in the diagnostic lab.

Animal Health (Federal Funding)

The Agency requests additional appropriation of \$683,245 in FY10 and \$690,055 in FY11. This request includes the transfer of 3 positions to the general revenue funded State Operations appropriation. The agency also requests additional salary and matching appropriation to enable the agency to utilize federal grants to fund current positions that are normally funded from special revenue. The agency also requests additional appropriation of \$26,000 each year in Extra Help, \$20,910 each year in Conference and Travel expenses and \$472,769 each year in Capital Outlay. This appropriation will enable the agency

to utilize projected increases in federal funding.

ARKANSAS STATE PLANT BOARD

The cost of basic input items such as seed, fertilizer, feed, pesticides, and fuel are at an all time high. The agency must maintain a sound inspection program for these inputs to insure that farmers are getting the quality products they need for maximum efficiency.

Biotechnology, global positioning systems, satellite imagery, and other new technologies are changing production practices and increasing productivity. The impact of these new technologies is considered revolutionary and comparable with the impact on agriculture of cotton gins, and mechanical harvesters. In order to support the agricultural industries of Arkansas, the Plant Board must integrate these technologies into our regulatory programs. This requires considerable investment in equipment and continuous training of employees.

In addition to technological changes, international markets are opening and changing. The Plant Board must be in a position to support industry in adhering to import restrictions and requirements of trading partners who buy Arkansas agricultural products. The Plant Board is responsible for enforcing and carrying out the intents and mandates of 28 laws.

Activities are funded through thirteen appropriations. These are (1) Overpayments/Refunds - Cash; (2) Administrative/Pest Control; (3) Pesticide Surveillance; (4) Apiary; (5) Public Grain Warehouse; (6) Survey and Quarantine; (7) Pesticide/Plant Regulator Program; (8) Bureau of Standards and (9) Product Marketing. The remaining four appropriations are for scholarships granted to agricultural students in the State's universities. Survey and Quarantine and the Bureau of Standards are funded with general revenue. All of the other appropriations are funded with special revenue from fees paid by regulated industries with the exception of the Product Marketing program, which is funded by federal revenue.

Overpayments/Refunds (Cash)

This appropriation is used to transfer fees to the State Treasury, make refunds and other transfers as required and to transfer funds to the University of Arkansas for fertilizer and lime tonnage fees.

Request is for appropriation at Base Level.

Administration/Pest Control (Special Revenues)

Because of the payment of appreciable fees in these programs, the people and industries under regulation feel that they are paying for Plant Board services and protection. Consequently, they expect and deserve prompt response and full service. To provide this, the Plant Board must maintain a reserve of supporting funds appropriated to it for this use. Personnel needs vary during the year, depending upon seasonal demand for services.

In addition to Base Level, Capital Outlay of \$508,000 in FY10 and \$472,000 for FY11 is requested for sales tax associated with vehicle replacements, data processing equipment, laboratory equipment, and field equipment. Additional Operating Expenses appropriation is also requested to support technical service costs. These additions to Base Level will be funded by Special Revenues.

Pesticide Surveillance (Special Revenues)

Request is for appropriation at Base Level.

Apiary (Special Revenues)

Request is for appropriation at Base Level.

Public Grain Warehouse (Special Revenues)

Request is for appropriation at Base Level.

Survey and Quarantine (General Revenues)

Request is for appropriation at Base Level.

Abandoned Pesticide/Plant Regulatory Program (Special Revenues)

Request is for appropriation at Base Level.

Bureau of Standards (General Revenues and Special Revenues)

The Bureau of Standards was placed under the Plant Board on July 1, 1993. The four divisions are as follows: (1) Administration; (2) Laboratory Division; (3) Petroleum Division; and (4) Weights and Measures Division.

In addition to Base Level, \$35,000 in Operating Expenses is requested each year in order to keep field staff on travel status and provide services inspecting fuel pumps, meters, and other weighing and measuring devices.

Also in addition to the Base Level, additional Capital Outlay of \$27,000 in FY10 and \$35,000 in FY11 is requested for equipment replacements and upgrades in the Metrology Laboratory and Petroleum Laboratory. The Capital Outlay addition to Base Level will be funded by special revenues.

Product Marketing Program (Federal Funds)

The Product Marketing Program began in November, 2001, as a Miscellaneous Federal Grant to promote the sale of various agricultural products. Additional appropriation is requested to enable the agency to utilize anticipated increases in federal grant funds.

Grants for Scholarships and Internships (Special Revenues)

This program is for internships and scholarship grants from civil penalties collected in Special Revenue Programs. Grants are for agricultural students at the University of Arkansas, Arkansas State University, Southern Arkansas University, and Arkansas Tech University. Continuation at Base Level is requested for the 2009-11 Biennium.

Audit Findings

DIVISION OF LEGISLATIVE AUDIT
AUDIT OF :
ARKANSAS AGRICULTURE DEPARTMENT

FOR THE YEAR ENDED JUNE 30, 2007

Findings	Recommendations
None	None

Employment Summary

	Male	Female	Total	%
White Employees	424	116	540	93 %
Black Employees	16	14	30	5 %
Other Racial Minorities	4	7	11	2 %
	Total Minorities		41	7 %
	Total Employees		581	100 %

Publications

A.C.A. 25-1-204

Name	Statutory Authorization	Required for		# of Copies	Reason(s) for Continued Publication and Distribution
		Governor	General Assembly		
Arkansas Forestry Commission Annual Report	ACA 15-31-106-(a)(3)	Y	N	50	Required by state law. The annual report describes expenditures, accomplishments and future planned tasks.

Department Appropriation Summary

Historical Data

Agency Request and Executive Recommendation

Appropriation	2007-2008		2008-2009		2008-2009		2009-2010					2010-2011						
	Actual	Pos	Budget	Pos	Authorized	Pos	Base Level	Pos	Agency	Pos	Executive	Pos	Base Level	Pos	Agency	Pos	Executive	Pos
22R Agri Dept - Operations	13,167,702	228	14,358,064	234	14,659,839	235	15,362,042	234	16,629,087	241	15,951,418	235	15,604,492	234	16,877,263	241	16,195,459	235
33R Agri Dept - Federal	3,737,972	0	2,015,485	0	2,015,485	0	2,015,485	0	4,000,000	0	4,000,000	0	2,015,485	0	4,000,000	0	4,000,000	0
36H L&P Operations	0	0	77,131	0	77,131	0	77,131	0	77,131	0	77,131	0	77,131	0	77,131	0	77,131	0
36J L&P Brucellosis Control & Eradication Prgm	903,543	18	1,562,134	22	1,555,738	22	1,607,924	22	1,677,924	22	1,677,924	22	1,622,889	22	1,692,889	22	1,692,889	22
36K L&P Egg Grading Program	2,819,435	40	3,247,187	40	3,394,491	40	3,385,117	40	3,861,668	47	3,746,572	44	3,422,994	40	3,904,972	47	3,787,584	44
36M L&P Small Animal Testing Program	246,144	0	290,954	0	290,954	0	247,954	0	350,000	0	350,000	0	247,954	0	350,000	0	350,000	0
36N L&P Large Animals & Poultry	895,781	1	969,021	1	978,516	1	880,846	1	1,417,646	3	1,417,646	3	881,481	1	1,422,225	3	1,422,225	3
36P L&P Brand Registry	0	0	6,000	0	6,000	0	6,000	0	6,000	0	6,000	0	6,000	0	6,000	0	6,000	0
36Q L&P Indemnities-Revolving	0	0	45,000	0	45,000	0	45,000	0	45,000	0	45,000	0	45,000	0	45,000	0	45,000	0
36R L&P Show Premiums	736,780	0	736,780	0	736,780	0	736,780	0	826,780	0	736,780	0	736,780	0	826,780	0	736,780	0
36S L&P Swamp Fever Testing Program	301,179	0	265,718	0	265,617	0	215,718	0	323,218	0	323,218	0	215,718	0	323,218	0	323,218	0
36T L&P Swine Testing Program	0	0	30,000	0	30,000	0	30,000	0	30,000	0	30,000	0	30,000	0	30,000	0	30,000	0
36U L&P Equine Infect Anemia	210,819	4	455,587	4	453,990	4	366,604	4	466,604	4	466,604	4	368,661	4	468,661	4	468,661	4
36V L&P Animal Health	841,855	5	1,820,263	5	1,452,066	5	1,049,188	5	1,732,433	2	1,867,205	5	1,049,188	5	1,739,243	2	1,874,015	5
36W Agri Dept - Div of Land Survey	348,604	4	437,215	4	444,200	4	420,822	4	502,225	5	463,952	4	426,563	4	510,659	5	471,693	4
37A PB Admn/Pest Control	5,304,288	82	7,530,349	91	7,514,133	91	7,485,836	91	8,028,836	91	8,028,836	91	7,571,018	91	8,078,018	91	8,078,018	91
37B PB Bureau of Standards	0	0	59,000	0	59,000	0	0	0	27,000	0	27,000	0	0	0	35,000	0	35,000	0
37C PB Public Grain Warehouse	240,484	4	293,577	5	290,623	5	316,754	5	316,754	5	316,754	5	320,839	5	320,839	5	320,839	5
37D PB Pest Surveillance	311,931	5	322,991	5	304,627	5	338,913	5	338,913	5	338,913	5	344,708	5	344,708	5	344,708	5
37E PB Apiary	184,057	3	227,014	4	229,845	4	240,855	4	240,855	4	240,855	4	244,256	4	244,256	4	244,256	4
37F PB Product Marketing Program	3,622	0	191,916	1	192,226	1	200,306	1	587,705	1	587,705	1	200,306	1	587,705	1	587,705	1
37G PB Pest/Plant Reg Program	296,356	0	750,000	0	750,000	0	750,000	0	750,000	0	750,000	0	750,000	0	750,000	0	750,000	0
37H U of A Agri Scholarships	5,000	0	5,000	0	5,000	0	5,000	0	5,000	0	5,000	0	5,000	0	5,000	0	5,000	0
37J ASU Agri Scholarships	5,000	0	5,000	0	5,000	0	5,000	0	5,000	0	5,000	0	5,000	0	5,000	0	5,000	0
37K AR Tech Agri Scholarships	5,000	0	5,000	0	5,000	0	5,000	0	5,000	0	5,000	0	5,000	0	5,000	0	5,000	0
37M SAU Agri Scholarships	5,000	0	5,000	0	5,000	0	5,000	0	5,000	0	5,000	0	5,000	0	5,000	0	5,000	0
37N Forestry-Operations-Special	10,554,919	198	11,120,935	198	11,022,315	198	11,979,009	198	12,039,416	198	12,039,416	198	12,160,780	198	12,221,187	198	12,221,187	198
37P Forestry-Rural Comm Fire Protection-Fed	976,951	2	1,423,747	2	921,080	2	931,050	2	1,531,114	2	1,531,114	2	933,139	2	1,533,203	2	1,533,203	2
37Q Forestry-Urban Forestry Services-Federal	167,493	0	380,675	0	380,675	0	380,675	0	405,675	0	405,675	0	380,675	0	405,675	0	405,675	0
37R Forestry-Rural Fire Protection Service Loans	628,482	0	1,210,000	0	1,210,000	0	1,210,000	0	1,210,000	0	1,210,000	0	1,210,000	0	1,210,000	0	1,210,000	0
37S Forestry-St Forestry Trust Program	826,331	0	1,600,000	0	1,600,000	0	1,600,000	0	1,600,000	0	1,600,000	0	1,600,000	0	1,600,000	0	1,600,000	0
37T Forestry-Southern Pine Beetle Prevention	452,463	0	1,143,750	0	450,000	0	450,000	0	1,740,000	0	1,740,000	0	450,000	0	1,740,000	0	1,740,000	0
37U Forestry-Forest Land Enhancement Program	81,584	0	261,210	0	261,210	0	261,210	0	275,000	0	275,000	0	261,210	0	275,000	0	275,000	0

Department Appropriation Summary

Historical Data

Agency Request and Executive Recommendation

Appropriation	2007-2008		2008-2009		2008-2009		2009-2010					2010-2011						
	Actual	Pos	Budget	Pos	Authorized	Pos	Base Level	Pos	Agency	Pos	Executive	Pos	Base Level	Pos	Agency	Pos	Executive	Pos
37V Forestry-Wild Land Fire Assistance	0	0	28,800	0	28,800	0	28,800	0	178,800	0	178,800	0	28,800	0	178,800	0	178,800	0
37W Forestry-Forest Health Program	46,205	0	59,521	0	35,650	0	35,650	0	209,521	0	209,521	0	35,650	0	209,521	0	209,521	0
37X Forestry-Forest Legacy	16,498	0	538,500	0	25,000	0	25,000	0	2,050,000	0	2,050,000	0	25,000	0	2,050,000	0	2,050,000	0
37Y Forestry-Silvctrl Non-Point Program	42,682	0	106,918	0	106,918	0	89,518	0	120,000	0	120,000	0	89,518	0	120,000	0	120,000	0
37Z Agri Dept-Alt Fuels Dev Grants-(GR)	4,317,218	0	1,960,440	0	26,000,000	0	1,960,440	0	5,000,000	0	5,000,000	0	1,960,440	0	5,000,000	0	5,000,000	0
38A Agri Dept-Alt Fuels Dev Grants-(SR)	0	0	0	0	0	0	11,000,000	0	11,000,000	0	11,000,000	0	0	0	0	0	0	0
D24 L&P Poultry Indemnities-Cash	0	0	10,000	0	10,000	0	10,000	0	10,000	0	10,000	0	10,000	0	10,000	0	10,000	0
D25 PB Refunds/Transfers	29,516	0	6,765,600	0	6,765,600	0	6,765,600	0	6,765,600	0	6,765,600	0	6,765,600	0	6,765,600	0	6,765,600	0
Total	48,710,894	594	62,321,482	616	84,583,509	617	72,526,227	616	86,390,905	630	85,604,639	623	62,112,275	616	75,973,553	630	75,180,167	623

Funding Sources		%		%		%		%		%		%		%		%	
Fund Balance	4000005	9,312,683	13.3	21,250,487	25.9	19,680,515	24.8	19,680,515	21.4	19,680,515	22.9	6,744,323	10.1	5,730,972	7.3	5,846,068	8.0
General Revenue	4000010	18,430,549	26.3	17,384,028	21.2	18,480,084	23.3	22,958,092	24.9	16,632,029	19.4	18,728,275	27.9	23,214,702	29.4	16,883,811	23.2
Federal Revenue	4000020	11,066,133	15.8	12,551,601	15.3	10,484,309	13.2	17,903,082	19.4	18,037,854	21.0	10,972,543	16.4	18,398,126	23.3	18,532,898	25.4
Special Revenue	4000030	28,559,367	40.8	19,479,787	23.8	19,312,118	24.4	20,261,664	22.0	20,261,664	23.6	19,325,399	28.8	20,246,945	25.7	20,246,945	27.8
Non-Revenue Receipts	4000040	703,672	1.0	1,092,923	1.3	1,092,924	1.4	1,092,924	1.2	1,092,924	1.3	1,092,924	1.6	1,092,924	1.4	1,092,924	1.5
Cash Fund	4000045	809,036	1.2	6,775,600	8.3	6,775,600	8.5	6,775,600	7.4	6,775,600	7.9	6,775,600	10.1	6,775,600	8.6	6,775,600	9.3
Trust Fund	4000050	123,166	0.2	1,600,000	2.0	1,600,000	2.0	1,600,000	1.7	1,600,000	1.9	1,600,000	2.4	1,600,000	2.0	1,600,000	2.2
Merit Adjustment Fund	4000055	0	0.0	108,471	0.1	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0
DFA Motor Vehicle Acquisition	4000184	380,117	0.5	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0
Inter-agency Fund Transfer	4000316	(771,197)	(1.1)	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0
Miscellaneous Revolving	4000350	0	0.0	45,000	0.1	45,000	0.1	45,000	0.0	45,000	0.1	45,000	0.1	45,000	0.1	45,000	0.1
Other	4000370	1,347,855	1.9	1,714,100	2.1	1,800,000	2.3	1,805,000	2.0	1,805,000	2.1	1,800,000	2.7	1,805,000	2.3	1,805,000	2.5
Total Funds		69,961,381	100.0	82,001,997	100.0	79,270,550	100.0	92,121,877	100.0	85,930,586	100.0	67,084,064	100.0	78,909,269	100.0	72,828,246	100.0
Excess Appropriation/(Funding)		(21,250,487)		(19,680,515)		(6,744,323)		(5,730,972)		(325,947)		(4,971,789)		(2,935,716)		2,351,921	
Grand Total		48,710,894		62,321,482		72,526,227		86,390,905		85,604,639		62,112,275		75,973,553		75,180,167	

The FY08 Actual and/or FY09 Budget exceed the Authorized due to salary and/or matching rate adjustments during the 2007-09 biennium in 36J, 36U, 37A, 37C, 37D, 37P and 36S.

The FY08 Actual and/or FY09 Budget exceed the Authorized due to a transfer from the Miscellaneous Federal Grant Holding Account in 33R, 36V, 37P, 37T, 37W and 37X.

The FY08 Actual exceeds Authorized due to a transfer from the DFA Motor Vehicle Acquisition Fund in 36S. The FY09 Budget exceeds the Authorized due a transfer from the DFA Overtime Holding Account in 37N.

The FY08 Actual exceeds the FY09 Budget due to general revenue funding reductions in 37Z.

The Alt Fuels Dev Grants-SR appropriation (38A) is a Biennial Appropriation. The amount authorized for the 2007-09 biennium was \$11 million. The amount that carried forward into FY09 was \$11 million.

The Executive FY10 ending Fund Balance does not equal the Executive FY11 beginning Fund Balance due to unfunded appropriation in 22R, 36W and 37Z.

Agency Position Usage Report

FY2006 - 2007						FY2007 - 2008						FY2008 - 2009					
Authorized in Act	Budgeted			Unbudgeted	% of Authorized Unused	Authorized in Act	Budgeted			Unbudgeted	% of Authorized Unused	Authorized in Act	Budgeted			Unbudgeted	% of Authorized Unused
	Filled	Unfilled	Total	Total			Filled	Unfilled	Total	Total			Filled	Unfilled	Total	Total	
604	563	43	606	-2	6.79 %	617	571	42	613	4	7.46 %	617	581	35	616	1	5.83 %

The position totals for FY2006-2007 reflect the merged totals for the Livestock and Poultry Commission, the Forestry Commission and the Plant Board.

The total number of budgeted positions in FY2006-2007 exceeds the number of positions authorized in the Act because two additional positions were established with a Miscellaneous Federal Grant for the Livestock and Poultry Commission.

Analysis of Budget Request

Appropriation: 2ZR - Agri Dept - Operations

Funding Sources: HAD - Department of Agriculture Fund Account

This appropriation provides general revenue funding to support the administrative operations of the Department, including the Office of the Secretary, the Arkansas Forestry Commission, the Arkansas State Plant Board and the Arkansas Livestock and Poultry Commission.

Base Level includes appropriation and general revenue funding of \$15,362,042 in FY10 and \$15,604,492 in FY11 with 234 Regular positions and 26 Extra Help positions.

Base Level salaries for classified positions reflect the recommendations of the Pay Plan Study as well as the recommendation for nine positions transitioning from unclassified to classified positions. Unclassified positions reflect similar adjustments in line item salaries. A 2.3% Cost of Living Allowance is reflected in the second year of the biennium. The Base Level request for Regular Salaries includes board member Stipend payments and Career Service payments for eligible employees. Personal Services Matching includes a \$75 increase in the monthly contribution for State employee's health insurance for a total State match per budgeted employee of \$425.

OFFICE OF THE SECRETARY

Base Level for the Office of the Secretary includes appropriation and general revenue funding of \$580,160 in FY10 and \$589,726 in FY11 with 5 Regular positions.

The Office of the Secretary requests additional appropriation and general revenue funding of \$568,842 in FY10 and \$572,311 in FY11 for the following:

- Salaries and related matching: \$166,234 in FY10 and \$169,703 for 3 new positions including an Agriculture Director of Marketing, a Public Information Manager and an Administrative Specialist III. The positions are requested to improve and expand the marketing of Arkansas agricultural and forestry products
- Operations Expenses: \$369,608 each year to support the 3 new positions requested, to provide for an operational budget for the aquaculture program, to provide an increased budget for new agricultural marketing program aimed at expanding exports of Arkansas' agricultural and forestry products and to provide a budget to expand the agency's information gathering and disseminating program, which will include working with the Arkansas Field Office of the USDA's National Agricultural Statistics Service (NASS) to publish annual reports on the status of Arkansas agriculture and forestry for the purpose of attracting attention to Arkansas' agricultural and forestry activities
- Conference and Travel Expenses: \$16,000 each year to provide for staff development and training
- Professional Fees: \$7,000 each year to provide for professional and administrative fees to support the agency's increased functions
- Capital Outlay: \$10,000 each year to provide for equipment purchases

The Executive Recommendation for the Office of the Secretary includes Base Level plus additional appropriation of \$144,255 in FY10 and \$145,846 in FY11 and additional general revenue funding of

\$84,255 in FY10 and \$85,846 in FY11 for the following:

- Salaries and related matching: Appropriation and general revenue funding of \$74,255 in FY10 and \$75,846 in FY11 for the new Agriculture Director of Marketing position
- Operating Expenses: Appropriation only of \$60,000 each year
- Capital Outlay: Appropriation and general revenue funding of \$10,000 each year

FORESTRY COMMISSION

Base Level for the Forestry Commission includes appropriation and general revenue funding of \$8,224,705 in FY10 and \$8,341,989 in FY11 along with 129 Regular positions and 5 Extra Help positions.

The Forestry Commission requests additional appropriation and general revenue funding of \$355,121 each year of the biennium for the following:

- Overtime and related matching: \$40,121 each year to enable the commission to compensate crews from the Arkansas Forestry Commission that are requested through an Interstate Fire Protection Compact Agreement to assist other member states with the control and/or prevention of wildfires
- Operating Expenses: \$300,000 each year to provide for anticipated increases in utilities (electricity, water/sewage, natural gas) and fuel costs
- Operating Expenses: \$4,500 each year, which represents a reallocation of appropriation from the Data Processing Commitment Item as recommended by the Department of Finance and Administration (DFA) Office of Accounting
- Grants and Aid: \$15,000 each year to provide grant funding to volunteer marine fire fighting units to support the fireboat training of volunteer fire fighters

The Executive Recommendation for the Forestry Commission provides for the Agency Request for appropriation with no additional general revenue funding.

PLANT BOARD

Base Level for the Plant Board includes appropriation and general revenue funding of \$2,606,849 in FY10 and \$2,648,362 in FY11 with 42 regular positions.

The Plant Board requests additional appropriation and general revenue funding of \$35,000 each year for Operating Expenses. This request will provide for increased travel related expenses including meals and lodging, bulk fuel for the diesel driven weight trucks and gasoline for the remainder of the Agency's fleet.

The Executive Recommendation for the Plant Board includes Base Level plus additional Operating Expenses appropriation and general revenue funding in the amount of \$20,000 each year.

LIVESTOCK AND POULTRY COMMISSION

Base Level for the Livestock and Poultry Commission includes appropriation and general revenue funding of \$3,950,328 in FY10 and \$4,024,415 in FY11 with 58 Regular positions and 21 Extra Help positions.

The Livestock and Poultry Commission requests additional appropriation and general revenue funding of

\$308,082 in FY10 and \$310,339 in FY11 for the following:

- Salaries and related matching: \$103,310 in FY10 and \$105,567 in FY11 for the restoration of one Veterinarian position not budgeted in FY09 due to a lack of available funding
- Salaries and related matching: \$134,772 each year for the transfer of 3 positions from the Agency's federal Animal Health appropriation to this general revenue funded appropriation. These positions were authorized as general revenue funded positions during the previous biennium, however, because no general revenue funding was provided, the Agency utilized federal funds. The Agency's biennial request is to transfer the positions back to the state funded operations appropriation and fund them with new general revenue.
- Operating Expenses: \$70,000 each year to provide for higher costs for fuel purchases (\$25,000) and health lab supplies (\$45,000)

The Executive Recommendation for the Livestock and Poultry Commission provides for the Base Level plus additional Operating Expenses appropriation of \$70,000 each year with no additional general revenue funding.

In summary, the Executive Recommendation for the Arkansas Agriculture Department State Operations appropriation provides for Base Level plus additional appropriation of \$589,376 in FY10 and \$590,967 in FY11 and additional general revenue funding of \$104,255 in FY10 and \$105,846 in FY11 for the following:

- Salaries and related matching: Appropriation and general revenue funding of \$74,255 in FY10 and \$75,846 in FY11 for the new Agriculture Director of Marketing Position for the Office of the Secretary
- Overtime and related matching: Appropriation only of \$40,121 each year for the Forestry Commission
- Operating Expenses: Appropriation of \$454,500 each year with additional general revenue funding of \$20,000 each year. This includes appropriation of \$60,000 each year for the Office of the Secretary; appropriation of \$304,500 each year for the Arkansas Forestry Commission; appropriation and general revenue funding of \$20,000 each year for the Plant Board; and appropriation of \$70,000 each year for the Livestock & Poultry Commission.
- Capital Outlay: Appropriation and general revenue funding of \$10,000 each year for the Office of the Secretary
- Data Processing: Decrease of \$4,500 for the Forestry Commission, which represents a reallocation to Operating Expenses
- Grants and Aid: Appropriation only of \$15,000 each year for the Forestry Commission

Appropriation Summary

Appropriation: 2ZR - Agri Dept - Operations
Funding Sources: HAD - Department of Agriculture Fund Account

Historical Data

Agency Request and Executive Recommendation

Commitment Item		Historical Data			Agency Request and Executive Recommendation			Agency Request and Executive Recommendation		
		2007-2008 Actual	2008-2009 Budget	2008-2009 Authorized	2009-2010			2010-2011		
					Base Level	Agency	Executive	Base Level	Agency	Executive
Regular Salaries	5010000	8,025,848	8,632,195	8,653,040	9,177,841	9,486,538	9,235,755	9,380,845	9,694,339	9,440,091
#Positions		228	234	235	234	241	235	234	241	235
Extra Help	5010001	84,755	161,868	161,868	161,868	161,868	161,868	161,868	161,868	161,868
#Extra Help		26	26	26	26	26	26	26	26	26
Personal Services Matching	5010003	2,359,155	2,513,802	2,794,732	2,986,134	3,088,274	3,008,996	3,025,580	3,128,649	3,048,701
Overtime	5010006	31,601	4,000	4,000	4,000	37,600	37,600	4,000	37,600	37,600
Uniform Allowance	5010016	19,112	20,000	20,000	20,000	20,000	20,000	20,000	20,000	20,000
Operating Expenses	5020002	2,014,819	2,145,356	2,145,356	2,145,356	2,924,464	2,599,856	2,145,356	2,924,464	2,599,856
Conference & Travel Expenses	5050009	48,232	62,113	62,113	62,113	78,113	62,113	62,113	78,113	62,113
Professional Fees	5060010	160,786	193,422	193,422	193,422	200,422	193,422	193,422	200,422	193,422
Data Processing	5090012	4,500	4,500	4,500	4,500	0	0	4,500	0	0
Grants and Aid	5100004	0	0	0	0	15,000	15,000	0	15,000	15,000
Refunds/Reimbursements	5110014	0	6,418	6,418	6,418	6,418	6,418	6,418	6,418	6,418
Capital Outlay	5120011	162,124	14,000	14,000	0	10,000	10,000	0	10,000	10,000
Boll Weevil Program	5900046	26,255	30,000	30,000	30,000	30,000	30,000	30,000	30,000	30,000
Buffalo Gnat Control Program	5900047	8,000	8,000	8,000	8,000	8,000	8,000	8,000	8,000	8,000
Fire Fighting Equipment	5900048	222,515	562,390	562,390	562,390	562,390	562,390	562,390	562,390	562,390
Total		13,167,702	14,358,064	14,659,839	15,362,042	16,629,087	15,951,418	15,604,492	16,877,263	16,195,459
Funding Sources										
General Revenue	4000010	13,027,947	14,249,593		15,362,042	16,629,087	15,466,297	15,604,492	16,877,263	15,710,338
Merit Adjustment Fund	4000055	0	108,471		0	0	0	0	0	0
DFA Motor Vehicle Acquisition	4000184	139,755	0		0	0	0	0	0	0
Total Funding		13,167,702	14,358,064		15,362,042	16,629,087	15,466,297	15,604,492	16,877,263	15,710,338
Excess Appropriation/(Funding)		0	0		0	0	485,121	0	0	485,121
Grand Total		13,167,702	14,358,064		15,362,042	16,629,087	15,951,418	15,604,492	16,877,263	16,195,459

The FY08 Actual in Overtime exceeds the Authorized due to a transfer from the DFA Overtime Holding Account to the Arkansas Forestry Commission.

The FY08 Actual in Capital Outlay exceeds the Authorized due to a transfer from the DFA Motor Vehicle Acquisition Fund to the Arkansas Plant Board and due to a higher authorized appropriation in FY08 for the Livestock and Poultry Commission.

Change Level by Appropriation

Appropriation: 2ZR - Agri Dept - Operations
Funding Sources: HAD - Department of Agriculture Fund Account

Agency Request

Change Level		2009-2010	Pos	Cumulative	% of BL	2010-2011	Pos	Cumulative	% of BL
BL	Base Level	15,362,042	234	15,362,042	100.0	15,604,492	234	15,604,492	100.0
C01	Existing Program	1,132,273	4	16,494,315	107.4	1,137,999	4	16,742,491	107.3
C04	Reallocation	0	0	16,494,315	107.4	0	0	16,742,491	107.3
C07	Agency Transfer	134,772	3	16,629,087	108.2	134,772	3	16,877,263	108.2

Executive Recommendation

Change Level		2009-2010	Pos	Cumulative	% of BL	2010-2011	Pos	Cumulative	% of BL
BL	Base Level	15,362,042	234	15,362,042	100.0	15,604,492	234	15,604,492	100.0
C01	Existing Program	589,376	1	15,951,418	103.8	590,967	1	16,195,459	103.8
C04	Reallocation	0	0	15,951,418	103.8	0	0	16,195,459	103.8
C07	Agency Transfer	0	0	15,951,418	103.8	0	0	16,195,459	103.8

Justification

C01	SECRETARY'S OFFICE – Salaries and Related Matching: Increase in appropriation and general revenue funding of \$166,234 in FY10 and \$169,703 in FY11 for 3 new positions including a grade C129 Agriculture Director of Marketing, a grade C123 Public Information Manager and a grade C112 Administrative Specialist III. The Secretary is also asking for additional Operating Expenses of \$369,608 each year, additional Conference and Travel of \$16,000 each year, additional Professional Fees of \$7,000 each year and additional Capital Outlay of \$10,000 each year. These additions will provide an operating budget for the increasing functions to be performed by the Secretary and the administrative staff. FORESTRY COMMISSION –Overtime: Increase in appropriation and general revenue funding of \$33,600 plus related matching of \$6,521 each year is necessary to compensate crews from the Arkansas Forestry Commission that are requested through an Interstate Fire Protection Compact to assist other member states with the control and/or prevention of wildfires. Operating Expenses: Increase in appropriation and general revenue funding of \$300,000 each year for increased fuel expenses and utilities. Grants & Aid: Increase in appropriation and general revenue funding of \$15,000 each year of the biennium to provide grant funding to marine fire fighting units. PLANT BOARD-Operating Expense: Increase in appropriation and general revenue funding of \$35,000 each year to cover increased travel costs of field staff that provide services including the inspection of fuel pumps, meters and other weighing and measuring devices. This request includes \$10,000 each year for meals and lodging, \$5,000 each year for bulk fuel purchases, and \$20,000 each year for gasoline purchases. LIVESTOCK AND POULTRY-Salaries and Related Matching: Increase in appropriation and general revenue funding in the amount of \$103,310 in FY10 and \$105,567 in FY11 to restore one grade N907 Veterinarian position that was not budgeted in FY09. Operating Expenses: Increase of \$25,000 each year for the inflationary price increases in fuel costs and \$45,000 each year for health lab supplies due to the increased demand in the agency's testing services and the increasing price of supplies.
C04	FORESTRY COMMISSION - In accordance with recommendations from the Department of Finance and Administration Office of Accounting, the Forestry Commission is requesting to reallocate appropriation of \$4,500 each year from the Data Processing line item to the Operating Expenses line item.
C07	LIVESTOCK AND POULTRY-Salaries and Related Matching: Increase in appropriation and general revenue funding in the amount of \$134,772 each year of the biennium to provide for the transfer of three currently authorized positions from the federally funded Animal Health appropriation to the agency's general revenue funded appropriation.

Analysis of Budget Request

Appropriation: 33R - Agri Dept - Federal

Funding Sources: FAD - Federal Funds

This appropriation supports the United States Department of Agriculture (USDA) Farm Service Agency (FSA) Livestock Assistance Grant Program (LAGP), which provides funding in state block grants to help livestock producers partially recover forage production losses due to certain drought conditions. Funding for this appropriation consists entirely of federal revenues.

Base Level includes Grants and Aid appropriation in the amount of \$2,015,485 each year of the biennium.

The Agency requests additional Grants and Aid appropriation in the amount of \$1,984,515 each year to ensure the Agency has enough appropriation to fully distribute federal funds to eligible livestock producers in Arkansas.

The Executive Recommendation provides for the Agency Request.

Appropriation Summary

Appropriation: 33R - Agri Dept - Federal

Funding Sources: FAD - Federal Funds

Historical Data

Agency Request and Executive Recommendation

Commitment Item		Historical Data			Agency Request and Executive Recommendation			Agency Request and Executive Recommendation		
		2007-2008 Actual	2008-2009 Budget	2008-2009 Authorized	2009-2010			2010-2011		
					Base Level	Agency	Executive	Base Level	Agency	Executive
Grants and Aid	5100004	3,737,972	2,015,485	2,015,485	2,015,485	4,000,000	4,000,000	2,015,485	4,000,000	4,000,000
Total		3,737,972	2,015,485	2,015,485	2,015,485	4,000,000	4,000,000	2,015,485	4,000,000	4,000,000
Funding Sources										
Federal Revenue	4000020	3,737,972	2,015,485		2,015,485	4,000,000	4,000,000	2,015,485	4,000,000	4,000,000
Total Funding		3,737,972	2,015,485		2,015,485	4,000,000	4,000,000	2,015,485	4,000,000	4,000,000
Excess Appropriation/(Funding)		0	0		0	0	0	0	0	0
Grand Total		3,737,972	2,015,485		2,015,485	4,000,000	4,000,000	2,015,485	4,000,000	4,000,000

The FY08 Actual in Grants and Aid exceeds the Authorized due to a transfer from the Miscellaneous Federal Grant Holding Account.

Change Level by Appropriation

Appropriation: 33R - Agri Dept - Federal

Funding Sources: FAD - Federal Funds

Agency Request

Change Level		2009-2010	Pos	Cumulative	% of BL	2010-2011	Pos	Cumulative	% of BL
BL	Base Level	2,015,485	0	2,015,485	100.0	2,015,485	0	2,015,485	100.0
C01	Existing Program	1,984,515	0	4,000,000	198.5	1,984,515	0	4,000,000	198.5

Executive Recommendation

Change Level		2009-2010	Pos	Cumulative	% of BL	2010-2011	Pos	Cumulative	% of BL
BL	Base Level	2,015,485	0	2,015,485	100.0	2,015,485	0	2,015,485	100.0
C01	Existing Program	1,984,515	0	4,000,000	198.5	1,984,515	0	4,000,000	198.5

Justification

C01	The Agency request provides additional appropriation to enable the agency to distribute federal livestock assistance grants.
-----	--

Analysis of Budget Request

Appropriation: 36H - L&P Operations

Funding Sources: HLP - Livestock & Poultry Fund

This appropriation provides a special revenue funded operations budget to supplement the Agency's general revenue funded operating budget. Pursuant to A.C.A. §2-33-115, fees are derived from cow tests, horses sold, and surcharges on gate admission to each state, county, and district fair. The fees are deposited in the Livestock and Poultry Special Revenue Fund and are transferred to the Livestock and Poultry Commission Fund as necessary.

The Agency requests the continuation of Base Level appropriation in the amount of \$77,131 each year of the biennium.

The Executive Recommendation provides for the Agency Request.

Appropriation Summary

Appropriation: 36H - L&P Operations

Funding Sources: HLP - Livestock & Poultry Fund

Historical Data

Agency Request and Executive Recommendation

Commitment Item		Historical Data			Agency Request and Executive Recommendation			Agency Request and Executive Recommendation		
		2007-2008 Actual	2008-2009 Budget	2008-2009 Authorized	2009-2010			2010-2011		
					Base Level	Agency	Executive	Base Level	Agency	Executive
Operating Expenses	5020002	0	77,131	77,131	77,131	77,131	77,131	77,131	77,131	77,131
Conference & Travel Expenses	5050009	0	0	0	0	0	0	0	0	0
Professional Fees	5060010	0	0	0	0	0	0	0	0	0
Data Processing	5090012	0	0	0	0	0	0	0	0	0
Capital Outlay	5120011	0	0	0	0	0	0	0	0	0
Total		0	77,131	77,131	77,131	77,131	77,131	77,131	77,131	77,131
Funding Sources										
Special Revenue	4000030	0	77,131		77,131	77,131	77,131	77,131	77,131	77,131
Total Funding		0	77,131		77,131	77,131	77,131	77,131	77,131	77,131
Excess Appropriation/(Funding)		0	0		0	0	0	0	0	0
Grand Total		0	77,131		77,131	77,131	77,131	77,131	77,131	77,131

Analysis of Budget Request

Appropriation: 36J - L&P Brucellosis Control & Eradication Prgm

Funding Sources: SPC - Livestock & Poultry Commission Disease and Pest Control Fund

The Arkansas Livestock & Poultry Commission's Brucellosis Control and Eradication program is funded from a fee per head of cattle sold in the state (A.C.A. §2-40-206) and all fines and penalties resulting from arrests made or citations issued by Livestock and Poultry Inspection Commission enforcement Officers (A.C.A. §2-33-113(b)). Federal funding from the United States Department of Agriculture (USDA) Animal and Plant Health Inspection Services (APHIS) and Veterinary Services (VS) also supports this program.

Base Level salaries for classified positions reflect the recommendations of the Pay Plan Study. A 2.3% Cost of Living Allowance is reflected in the second year of the biennium. The Base Level request for Regular Salaries includes Career Service payments for eligible employees. Personal Services Matching includes a \$75 increase in the monthly contribution for State employee's health insurance for a total State match per budgeted employee of \$425.

Base Level includes appropriation of \$1,607,924 in FY10 and \$1,622,889 in FY11 with 22 Regular positions and 21 Extra Help positions.

The Agency requests additional appropriation of \$70,000 each year for the following:

- Operating Expenses: \$50,000 each year to provide for increased costs of fuel, freight and vehicle maintenance
- Capital Outlay: \$20,000 each year for the replacement of equipment

The Executive Recommendation provides for the Agency Request.

Appropriation Summary

Appropriation: 36J - L&P Brucellosis Control & Eradication Prgm
Funding Sources: SPC - Livestock & Poultry Commission Disease and Pest Control Fund

Historical Data

Agency Request and Executive Recommendation

Commitment Item		Historical Data			Agency Request and Executive Recommendation			Agency Request and Executive Recommendation		
		2007-2008 Actual	2008-2009 Budget	2008-2009 Authorized	2009-2010			2010-2011		
					Base Level	Agency	Executive	Base Level	Agency	Executive
Regular Salaries	5010000	444,408	615,126	605,824	653,639	653,639	653,639	666,171	666,171	666,171
#Positions		18	22	22	22	22	22	22	22	22
Extra Help	5010001	0	55,000	55,000	55,000	55,000	55,000	55,000	55,000	55,000
#Extra Help		0	21	21	21	21	21	21	21	21
Personal Services Matching	5010003	181,515	216,416	219,322	243,693	243,693	243,693	246,126	246,126	246,126
Operating Expenses	5020002	200,062	205,592	205,592	205,592	255,592	255,592	205,592	255,592	255,592
Conference & Travel Expenses	5050009	0	0	0	0	0	0	0	0	0
Professional Fees	5060010	0	0	0	0	0	0	0	0	0
Data Processing	5090012	0	0	0	0	0	0	0	0	0
Grants and Aid	5100004	77,558	350,000	350,000	350,000	350,000	350,000	350,000	350,000	350,000
Capital Outlay	5120011	0	20,000	20,000	0	20,000	20,000	0	20,000	20,000
Brucellosis Depopulation	5900046	0	100,000	100,000	100,000	100,000	100,000	100,000	100,000	100,000
Total		903,543	1,562,134	1,555,738	1,607,924	1,677,924	1,677,924	1,622,889	1,692,889	1,692,889
Funding Sources										
Fund Balance	4000005	1,617,626	1,585,278		943,144	943,144	943,144	255,220	255,220	255,220
Federal Revenue	4000020	214,812	220,000		220,000	220,000	220,000	220,000	220,000	220,000
Special Revenue	4000030	656,383	700,000		700,000	770,000	770,000	700,000	770,000	770,000
Total Funding		2,488,821	2,505,278		1,863,144	1,933,144	1,933,144	1,175,220	1,245,220	1,245,220
Excess Appropriation/(Funding)		(1,585,278)	(943,144)		(255,220)	(255,220)	(255,220)	447,669	447,669	447,669
Grand Total		903,543	1,562,134		1,607,924	1,677,924	1,677,924	1,622,889	1,692,889	1,692,889

The FY09 Budget in Regular Salaries exceeds the Authorized due to salary adjustments during the 2007-2009 biennium.

Change Level by Appropriation

Appropriation: 36J - L&P Brucellosis Control & Eradication Prgm
Funding Sources: SPC - Livestock & Poultry Commission Disease and Pest Control
 Fund

Agency Request

Change Level		2009-2010	Pos	Cumulative	% of BL	2010-2011	Pos	Cumulative	% of BL
BL	Base Level	1,607,924	22	1,607,924	100.0	1,622,889	22	1,622,889	100.0
C01	Existing Program	70,000	0	1,677,924	104.4	70,000	0	1,692,889	104.3

Executive Recommendation

Change Level		2009-2010	Pos	Cumulative	% of BL	2010-2011	Pos	Cumulative	% of BL
BL	Base Level	1,607,924	22	1,607,924	100.0	1,622,889	22	1,622,889	100.0
C01	Existing Program	70,000	0	1,677,924	104.4	70,000	0	1,692,889	104.3

Justification

C01	The Agency requests additional capital outlay appropriation of \$20,000 each year to replace testing equipment and additional operating expenses appropriation \$50,000 each year for increased costs of fuel, freight and vehicle upkeep and repair.
-----	---

CARRY FORWARD OF ANY UNEXPENDED BALANCE OF APPROPRIATION AND/OR FUNDING FROM FISCAL YEAR 2008 TO FISCAL YEAR 2009

Agency: Agriculture Department

Program: Livestock & Poultry Brucellosis Control & Eradication Program

Act #: 1242 of 2007 Section(s) #: 7 & 65

Estimated Carry Forward Amount \$ 528,000.00 Appropriation Funds

Funding Source: Special

Accounting Information:

Business Area: 0400 Funds Center: 36J Fund: SPC Functional Area: COMM

Line Item	Commitment Item	Estimated Carry Forward Amount	Actual Carry Forward Amount
Regular Salaries	5010000	74,000.00	149,546.68
Extra Help	5010001	55,000.00	55,000.00
Personal Services Matching	5010003	8,000.00	35,400.27
Grants and Aid	5100004	271,000.00	272,442.50
Capital Outlay	5120011	20,000.00	20,000.00
Brucellosis Depopulation	5900046	100,000.00	100,000.00
Total		\$ 528,000.00	\$ 632,389.45

Current law requires a written statement be submitted to the DFA Office of Budget stating the reason(s) to carry forward appropriation and/or funding for a program or a specific line item within a program from the first fiscal year of the biennium to the second fiscal year of the biennium.

Justification for carry forward of unexpended balance of appropriation and/or funding:

To ensure the agency has sufficient appropriation to meet any extraordinary fluctuations in its Brucellosis and other animal disease eradication programs.

Actual Funding Carry Forward Amount \$ 0.00

Current status of carry forward appropriation/funding:

The appropriation that carried forward from FY08 to FY09 will be held in reserve and utilized in the event of a Brucellosis (or other animal disease) outbreak.

Richard Bell
Secretary

08-14-2008
Date

Analysis of Budget Request

Appropriation: 36K - L&P Egg Grading Program

Funding Sources: SIP - Poultry and Egg Grading Fund

This appropriation supports the poultry and egg grading program established in cooperation with the United States Department of Agriculture (USDA) and in compliance with the applicable standards and requirements as prescribed by the USDA for federal poultry and egg grading purposes. The appropriation is funded from egg and poultry grading and inspection fees as authorized by A.C.A. §19-6-301(34).

Base Level salaries for classified positions reflect the recommendations of the Pay Plan Study. A 2.3% Cost of Living Allowance is reflected in the second year of the biennium. The Base Level request for Regular Salaries includes Career Service payments for eligible employees. Personal Services Matching includes a \$75 increase in the monthly contribution for State employee's health insurance for a total State match per budgeted employee of \$425.

Base Level includes appropriation of \$3,385,117 in FY10 and \$3,422,994 in FY11 with 40 Regular positions and 5 Extra Help positions.

The Agency requests additional appropriation of \$476,551 in FY10 and \$481,978 in FY11 for the following:

- Salaries and related matching: \$197,861 in FY10 and \$202,407 in FY11 plus related matching for 7 new positions including 1 Agriculture Commodity Compliance Inspector position and 6 Agriculture Commodity Grader II positions to enable the agency to respond to increased demand for the agency's egg grading services
- Extra Help and related matching: \$18,339 plus related matching each year to enable the agency to increase the number of hours worked by currently authorized Extra Help positions
- Overtime: \$50,000 plus related matching each year to provide for the agency's resident egg grading employees that remain on duty in an overtime status when egg production plants extend their hours of operations in response to increased demand within the egg industry
- Operating Expenses: \$75,000 each year for increased travel expenses including fuel, meals and lodging and mileage
- Operating Expenses: \$4,500 each year, which represents a reallocation of appropriation from Data Processing as recommended by the Department of Finance and Administration (DFA) Office of Accounting
- Capital Outlay: \$50,000 each year to purchase new and replacement equipment for the Egg and Poultry Division

The Executive Recommendation provides Base Level and additional appropriation of \$361,455 in FY10 and \$364,590 in FY11 for the following:

- Salaries and related matching: \$114,287 in FY10 and \$116,913 in FY11 plus related matching for the new Agriculture Commodity Compliance Inspector position and 3 new Agriculture Commodity Grader II positions
- Extra Help and related matching: \$18,339 plus related matching each year
- Overtime: \$50,000 plus related matching each year
- Operating Expenses: \$79,500 each year including a reallocation of \$4,500 from Data Processing
- Data Processing: Reallocation of \$4,500 each year to Operating Expenses
- Capital Outlay: \$50,000 each year

Appropriation Summary

Appropriation: 36K - L&P Egg Grading Program
Funding Sources: SIP - Poultry and Egg Grading Fund

Historical Data

Agency Request and Executive Recommendation

Commitment Item		2007-2008	2008-2009	2008-2009	2009-2010			2010-2011		
		Actual	Budget	Authorized	Base Level	Agency	Executive	Base Level	Agency	Executive
Regular Salaries	5010000	1,312,315	1,314,479	1,410,557	1,425,827	1,623,688	1,540,114	1,457,549	1,659,956	1,574,462
#Positions		40	40	40	40	47	44	40	47	44
Extra Help	5010001	13,442	49,161	49,161	49,161	67,500	67,500	49,161	67,500	67,500
#Extra Help		3	5							
Personal Services Matching	5010003	433,348	456,827	508,053	533,409	618,760	587,238	539,564	625,796	593,902
Overtime	5010006	250,755	250,000	250,000	250,000	300,000	300,000	250,000	300,000	300,000
Operating Expenses	5020002	151,248	151,402	151,402	151,402	230,902	230,902	151,402	230,902	230,902
Conference & Travel Expenses	5050009	12,051	18,350	18,350	18,350	18,350	18,350	18,350	18,350	18,350
Professional Fees	5060010	0	0	0	0	0	0	0	0	0
Data Processing	5090012	0	4,500	4,500	4,500	0	0	4,500	0	0
Refunds/Reimbursements	5110014	584,572	887,968	887,968	887,968	887,968	887,968	887,968	887,968	887,968
Capital Outlay	5120011	53,513	50,000	50,000	0	50,000	50,000	0	50,000	50,000
Egg Promotion Expense	5900046	8,191	64,500	64,500	64,500	64,500	64,500	64,500	64,500	64,500
Total		2,819,435	3,247,187	3,394,491	3,385,117	3,861,668	3,746,572	3,422,994	3,904,972	3,787,584
Funding Sources										
Fund Balance	4000005	1,344,432	1,755,429		1,723,899	1,723,899	1,723,899	1,554,439	1,077,888	1,192,984
Special Revenue	4000030	3,215,657	3,215,657		3,215,657	3,215,657	3,215,657	3,215,657	3,215,657	3,215,657
DFA Motor Vehicle Acquisition	4000184	14,775	0		0	0	0	0	0	0
Total Funding		4,574,864	4,971,086		4,939,556	4,939,556	4,939,556	4,770,096	4,293,545	4,408,641
Excess Appropriation/(Funding)		(1,755,429)	(1,723,899)		(1,554,439)	(1,077,888)	(1,192,984)	(1,347,102)	(388,573)	(621,057)
Grand Total		2,819,435	3,247,187		3,385,117	3,861,668	3,746,572	3,422,994	3,904,972	3,787,584

The FY08 Actual in Capital Outlay exceeds the Authorized due to a transfer from the DFA Motor Vehicle Acquisition Fund Account.
The FY08 Actual in Overtime exceeds the Authorized due to a transfer from the DFA Overtime Holding Fund Account.

Change Level by Appropriation

Appropriation: 36K - L&P Egg Grading Program
Funding Sources: SIP - Poultry and Egg Grading Fund

Agency Request

Change Level		2009-2010	Pos	Cumulative	% of BL	2010-2011	Pos	Cumulative	% of BL
BL	Base Level	3,385,117	40	3,385,117	100.0	3,422,994	40	3,422,994	100.0
C01	Existing Program	476,551	7	3,861,668	114.1	481,978	7	3,904,972	114.1
C04	Reallocation	0	0	3,861,668	114.1	0	0	3,904,972	114.1

Executive Recommendation

Change Level		2009-2010	Pos	Cumulative	% of BL	2010-2011	Pos	Cumulative	% of BL
BL	Base Level	3,385,117	40	3,385,117	100.0	3,422,994	40	3,422,994	100.0
C01	Existing Program	361,455	4	3,746,572	110.7	364,590	4	3,787,584	110.7
C04	Reallocation	0	0	3,746,572	110.7	0	0	3,787,584	110.7

Justification

C01	The Agency is requesting salary and related matching appropriation for seven new positions (one Commodity Compliance Inspector Position and six Commodity Grader positions) as well as additional extra help appropriation of \$18,339 and Overtime appropriation of \$50,000 each year due to the increasing workload demand in the agency's Egg and Poultry Division. The Agency is requesting \$75,000 each year in Operating Expenses due to the inflationary price increases of fuel and all travel expenses. The Agency requests Capital Outlay appropriation of \$50,000 each year to replace office machines, furniture and equipment for the Egg and Poultry Inspection Division.
C04	In accordance with recommendations from the Department of Finance and Administration Office of Accounting, the Agency is requesting to reallocate appropriation of \$4,500 each year from the Data Processing line item to the Operating Expenses line item.

Analysis of Budget Request

Appropriation: 36M - L&P Small Animal Testing Program

Funding Sources: SPS - Livestock & Poultry Special Revenue Fund

The Arkansas Livestock & Poultry Commission's Small Animal Testing appropriation is used to perform diagnostic laboratory services on small animals such as dogs, cats and other animals that are considered to be household or family pets. The appropriation is funded entirely by fee revenues as authorized by A.C.A. §2-33-112.

Base Level includes appropriation of \$247,954 each year of the biennium.

The Agency requests additional appropriation of \$102,046 each year for the following:

- Operating Expenses: \$52,046 each year to provide for increased expenses for health lab supplies, other rent and leases, printing and postage due to higher prices and increased demand for diagnostic laboratory services
- Capital Outlay: \$50,000 each year to replace and maintain small animal testing equipment in the Agency's diagnostic laboratory

The Executive Recommendation provides for the Agency Request.

Appropriation Summary

Appropriation: 36M - L&P Small Animal Testing Program
Funding Sources: SPS - Livestock & Poultry Special Revenue Fund

Historical Data

Agency Request and Executive Recommendation

Commitment Item		Historical Data			2009-2010			2010-2011		
		2007-2008 Actual	2008-2009 Budget	2008-2009 Authorized	Base Level	Agency	Executive	Base Level	Agency	Executive
Operating Expenses	5020002	241,057	247,954	247,954	247,954	300,000	300,000	247,954	300,000	300,000
Conference & Travel Expenses	5050009	0	0	0	0	0	0	0	0	0
Professional Fees	5060010	0	0	0	0	0	0	0	0	0
Data Processing	5090012	0	0	0	0	0	0	0	0	0
Capital Outlay	5120011	5,087	43,000	43,000	0	50,000	50,000	0	50,000	50,000
Total		246,144	290,954	290,954	247,954	350,000	350,000	247,954	350,000	350,000
Funding Sources										
Fund Balance	4000005	308,230	445,793		529,839	529,839	529,839	554,839	554,839	554,839
Special Revenue	4000030	383,707	375,000		272,954	375,000	375,000	272,954	375,000	375,000
Total Funding		691,937	820,793		802,793	904,839	904,839	827,793	929,839	929,839
Excess Appropriation/(Funding)		(445,793)	(529,839)		(554,839)	(554,839)	(554,839)	(579,839)	(579,839)	(579,839)
Grand Total		246,144	290,954		247,954	350,000	350,000	247,954	350,000	350,000

Change Level by Appropriation

Appropriation: 36M - L&P Small Animal Testing Program
Funding Sources: SPS - Livestock & Poultry Special Revenue Fund

Agency Request

Change Level		2009-2010	Pos	Cumulative	% of BL	2010-2011	Pos	Cumulative	% of BL
BL	Base Level	247,954	0	247,954	100.0	247,954	0	247,954	100.0
C01	Existing Program	102,046	0	350,000	141.2	102,046	0	350,000	141.2

Executive Recommendation

Change Level		2009-2010	Pos	Cumulative	% of BL	2010-2011	Pos	Cumulative	% of BL
BL	Base Level	247,954	0	247,954	100.0	247,954	0	247,954	100.0
C01	Existing Program	102,046	0	350,000	141.2	102,046	0	350,000	141.2

Justification

C01	The Agency requests additional Operating Expenses appropriation due to the inflationary price increases of postage, printing, laboratory supplies and the leasing of laboratory equipment and for building changes needed to better utilize lab and office equipment. The increase in Capital Outlay is to replace and maintain small animal testing equipment in the agency's diagnostic lab.
-----	--

Analysis of Budget Request

Appropriation: 36N - L&P Large Animals & Poultry

Funding Sources: SPS - Livestock & Poultry Special Revenue Fund

The Arkansas Livestock & Poultry Commission Large Animals and Poultry program is used to provide diagnostic lab testing services for all species of livestock and poultry. Funding for this appropriation consists of fees charged for diagnostic services performed (A.C.A. §2-33-111).

Base Level salaries for the classified position reflects the recommendation of the Pay Plan Study. A 2.3% Cost of Living Allowance is reflected in the second year of the biennium. Personal Services Matching includes a \$75 increase in the monthly contribution for State employee's health insurance for a total State match per budgeted employee of \$425.

Base Level includes appropriation in the amount of \$880,846 in FY10 and \$881,481 in FY11 with 1 Regular position.

The Agency requests additional appropriation of \$536,800 in FY10 and \$540,744 in FY11 for the following:

- Regular Salaries and related matching: \$43,654 in FY10 and \$44,658 in FY11 plus related matching each year for two new Administrative Specialist II positions to support the National Poultry Improvement Plan (NPIP) - Avian Influenza Testing and Monitoring Program and to provide administrative support due to the increased level of testing performed in the Veterinary Diagnostic Laboratory.
- Regular Salaries and related matching: \$100,052 in FY10 and \$102,353 in FY11 plus related matching each year of the biennium to enable the agency to utilize this appropriation for the salaries of current positions that may work on Large Animals and Poultry projects from as necessary.
- Operating Expenses: \$210,000 each year for increased costs of health lab supplies, software maintenance, courier service, office supplies, mileage, freight, and printing caused by price increases as well as an increased level of testing performed at the Agency's Diagnostic Laboratory.
- Conference and Travel Expenses: \$25,000 each year to enable Agency staff to attend professional development conferences/workshops and to maintain licenses, etc.
- Capital Outlay: \$120,000 each year for the purchase of new and replacement testing equipment in the Agency's Diagnostic Laboratory.

The Executive Recommendation provides for the Agency Request.

Appropriation Summary

Appropriation: 36N - L&P Large Animals & Poultry
Funding Sources: SPS - Livestock & Poultry Special Revenue Fund

Historical Data

Agency Request and Executive Recommendation

Commitment Item		Historical Data			Agency Request and Executive Recommendation			Agency Request and Executive Recommendation		
		2007-2008 Actual	2008-2009 Budget	2008-2009 Authorized	2009-2010			2010-2011		
					Base Level	Agency	Executive	Base Level	Agency	Executive
Regular Salaries	5010000	21,002	21,619	20,989	23,171	166,877	166,877	23,703	170,714	170,714
#Positions		1	1	1	1	3	3	1	3	3
Personal Services Matching	5010003	8,445	8,396	8,450	9,598	47,692	47,692	9,701	48,434	48,434
Operating Expenses	5020002	813,336	838,006	848,077	848,077	1,058,077	1,058,077	848,077	1,058,077	1,058,077
Conference & Travel Expenses	5050009	0	0	0	0	25,000	25,000	0	25,000	25,000
Professional Fees	5060010	0	0	0	0	0	0	0	0	0
Data Processing	5090012	0	0	0	0	0	0	0	0	0
Capital Outlay	5120011	52,998	101,000	101,000	0	120,000	120,000	0	120,000	120,000
Total		895,781	969,021	978,516	880,846	1,417,646	1,417,646	881,481	1,422,225	1,422,225
Funding Sources										
Fund Balance	4000005	1,029,545	858,950		873,243	873,243	873,243	975,711	438,911	438,911
Special Revenue	4000030	725,186	983,314		983,314	983,314	983,314	983,314	983,314	983,314
Total Funding		1,754,731	1,842,264		1,856,557	1,856,557	1,856,557	1,959,025	1,422,225	1,422,225
Excess Appropriation/(Funding)		(858,950)	(873,243)		(975,711)	(438,911)	(438,911)	(1,077,544)	0	0
Grand Total		895,781	969,021		880,846	1,417,646	1,417,646	881,481	1,422,225	1,422,225

The FY08 Actual and the FY09 Budget in Regular Salaries exceeds the Authorized due to salary adjustments during the 2007-2009 biennium.

Change Level by Appropriation

Appropriation: 36N - L&P Large Animals & Poultry
Funding Sources: SPS - Livestock & Poultry Special Revenue Fund

Agency Request

Change Level		2009-2010	Pos	Cumulative	% of BL	2010-2011	Pos	Cumulative	% of BL
BL	Base Level	880,846	1	880,846	100.0	881,481	1	881,481	100.0
C01	Existing Program	536,800	2	1,417,646	160.9	540,744	2	1,422,225	161.3

Executive Recommendation

Change Level		2009-2010	Pos	Cumulative	% of BL	2010-2011	Pos	Cumulative	% of BL
BL	Base Level	880,846	1	880,846	100.0	881,481	1	881,481	100.0
C01	Existing Program	536,800	2	1,417,646	160.9	540,744	2	1,422,225	161.3

Justification

C01	<p>The Agency request for Capital Outlay appropriation is to replace large animal and poultry testing equipment in the agency's diagnostic laboratory. The Operating Expenses appropriation is for the increase in testing and testing supplies, the inflationary price increases of office and lab supplies, fuel purchases, freight, printing and software. Additional appropriation is also needed due to increased demand for the laboratory's courier services. The \$25,000 for conference fees and travel expenses is due to keeping our laboratory accreditation which demands that the laboratory personnel attend up-to-date educational and training classes. Two new Administrative Specialist II positions are requested to support the National Poultry Improvement Plan (NPIP) Avian Influenza Testing and Monitoring Program and to provide administrative support in the Veterinary Diagnostic Laboratory.</p>
-----	---

Analysis of Budget Request

Appropriation: 36P - L&P Brand Registry

Funding Sources: SPS - Livestock & Poultry Special Revenue Fund

The Arkansas Livestock & Poultry Commission's Brand Registry appropriation is used to document the ownership of cattle, horses, and swine that are registered through the Commission. The Agency publishes a Brand Registry book every two years. Funding for this program consists entirely of brand registry and renewal fees.

The Agency requests the continuation of Base Level appropriation in the amount of \$6,000 each year of the biennium.

The Executive Recommendation provides for the Agency Request.

Appropriation Summary

Appropriation: 36P - L&P Brand Registry
Funding Sources: SPS - Livestock & Poultry Special Revenue Fund

Historical Data

Agency Request and Executive Recommendation

Commitment Item	Historical Data			2009-2010			2010-2011		
	2007-2008 Actual	2008-2009 Budget	2008-2009 Authorized	Base Level	Agency	Executive	Base Level	Agency	Executive
Brand Registry 5900046	0	6,000	6,000	6,000	6,000	6,000	6,000	6,000	6,000
Total	0	6,000	6,000	6,000	6,000	6,000	6,000	6,000	6,000
Funding Sources									
Fund Balance 4000005	2,000	3,100		0	0	0	0	0	0
Special Revenue 4000030	1,100	2,900		6,000	6,000	6,000	6,000	6,000	6,000
Total Funding	3,100	6,000		6,000	6,000	6,000	6,000	6,000	6,000
Excess Appropriation/(Funding)	(3,100)	0		0	0	0	0	0	0
Grand Total	0	6,000		6,000	6,000	6,000	6,000	6,000	6,000

Analysis of Budget Request

Appropriation: 36Q - L&P Indemnities-Revolving

Funding Sources: MTA - Miscellaneous Revolving Fund

The Arkansas Livestock & Poultry Commission's Indemnities appropriation allows the Commission to purchase and destroy diseased poultry flocks if necessary to prevent contamination of commercial flocks and the public. Expenses for this program are payable from the Miscellaneous Revolving Fund (A.C.A. §9-5-1009).

The Agency requests the continuation of Base Level appropriation in the amount of \$45,000 each year of the biennium.

The Executive Recommendation provides for the Agency Request.

Appropriation Summary

Appropriation: 36Q - L&P Indemnities-Revolving

Funding Sources: MTA - Miscellaneous Revolving Fund

Historical Data

Agency Request and Executive Recommendation

Commitment Item	Historical Data			2009-2010			2010-2011		
	2007-2008 Actual	2008-2009 Budget	2008-2009 Authorized	Base Level	Agency	Executive	Base Level	Agency	Executive
Grants and Aid 5100004	0	45,000	45,000	45,000	45,000	45,000	45,000	45,000	45,000
Total	0	45,000	45,000	45,000	45,000	45,000	45,000	45,000	45,000
Funding Sources									
Miscellaneous Revolving 4000350	0	45,000		45,000	45,000	45,000	45,000	45,000	45,000
Total Funding	0	45,000		45,000	45,000	45,000	45,000	45,000	45,000
Excess Appropriation/(Funding)	0	0		0	0	0	0	0	0
Grand Total	0	45,000		45,000	45,000	45,000	45,000	45,000	45,000

Analysis of Budget Request

Appropriation: 36R - L&P Show Premiums

Funding Sources: HUA - Miscellaneous Agencies Fund

The Arkansas Livestock & Poultry Commission's Show Premiums appropriation provides grant appropriation to fair associations to be used for paying awards on approved livestock entry classifications. The amount of state funding provided to various fair associations is determined by a point system calculated by the Agency. This appropriation is also used to provide grant funding to the Arkansas Razorback State High School (ARSHS) Rodeo Association and refund/reimbursement funding to Arkansas High School 4-H (Head, Heart, Hands, and Health) Clubs, FFA (Future Farmers of America) Clubs and the Miss AR Rodeo for expenses incurred while representing the State of Arkansas at national conferences and events outside the State.

Base Level includes appropriation and general revenue funding of \$736,780 each year of the biennium.

The Agency requests additional appropriation and general revenue funding of \$90,000 each year to provide for increased travel costs of high school members attending out of state competitions and conventions. This request includes the following:

- ARSHS Rodeo Association: \$30,000 each year
- 4-H Clubs: \$30,000 each year
- FFA Clubs: \$30,000 each year

The Executive Recommendation provides for Base Level.

Appropriation Summary

Appropriation: 36R - L&P Show Premiums

Funding Sources: HUA - Miscellaneous Agencies Fund

Historical Data

Agency Request and Executive Recommendation

Commitment Item	2007-2008	2008-2009	2008-2009	2009-2010			2010-2011		
	Actual	Budget	Authorized	Base Level	Agency	Executive	Base Level	Agency	Executive
Distr Jr Livestock Show Prem 5100004	28,430	28,430	28,430	28,430	28,430	28,430	28,430	28,430	28,430
Distr Livestock Show Premiums 5100004	144,000	144,000	144,000	144,000	144,000	144,000	144,000	144,000	144,000
State Livestock Show Premiums 5100004	120,000	120,000	120,000	120,000	120,000	120,000	120,000	120,000	120,000
4 Sts Livestock Show Premiums 5100004	24,000	24,000	24,000	24,000	24,000	24,000	24,000	24,000	24,000
ARSHS Rodeo Association 5100004	20,000	20,000	20,000	20,000	50,000	20,000	20,000	50,000	20,000
Co Livestock Show Premiums 5100004	360,000	360,000	360,000	360,000	360,000	360,000	360,000	360,000	360,000
Miss Ark Rodeo Refunds/Reimb 5110014	350	350	350	350	350	350	350	350	350
FFA Clubs Refunds/Reimb 5110014	20,000	20,000	20,000	20,000	50,000	20,000	20,000	50,000	20,000
4H Clubs Refunds/Reimb 5110014	20,000	20,000	20,000	20,000	50,000	20,000	20,000	50,000	20,000
Total	736,780	736,780	736,780	736,780	826,780	736,780	736,780	826,780	736,780

Funding Sources									
General Revenue 4000010	736,780	736,780		736,780	826,780	736,780	736,780	826,780	736,780
Total Funding	736,780	736,780		736,780	826,780	736,780	736,780	826,780	736,780
Excess Appropriation/(Funding)	0	0		0	0	0	0	0	0
Grand Total	736,780	736,780		736,780	826,780	736,780	736,780	826,780	736,780

Change Level by Appropriation

Appropriation: 36R - L&P Show Premiums
Funding Sources: HUA - Miscellaneous Agencies Fund

Agency Request

Change Level		2009-2010	Pos	Cumulative	% of BL	2010-2011	Pos	Cumulative	% of BL
BL	Base Level	736,780	0	736,780	100.0	736,780	0	736,780	100.0
C01	Existing Program	90,000	0	826,780	112.2	90,000	0	826,780	112.2

Executive Recommendation

Change Level		2009-2010	Pos	Cumulative	% of BL	2010-2011	Pos	Cumulative	% of BL
BL	Base Level	736,780	0	736,780	100.0	736,780	0	736,780	100.0
C01	Existing Program	0	0	736,780	100.0	0	0	736,780	100.0

Justification

C01	The Agency Requests additional appropriation and general revenue funding of \$90,000 each year of the biennium to supplement the increased travel costs of high school rodeo participants and members of the Future Farmers of America (FFA) Club and 4-H Club who attend out of state competitions and conventions.
-----	--

Analysis of Budget Request

Appropriation: 36S - L&P Swamp Fever Testing Program

Funding Sources: SPS - Livestock & Poultry Special Revenue Fund

The Arkansas Livestock & Poultry Commission's Swamp Fever Testing Program controls the spread of a number of diseases that are acquired in wet, swampy environments including Leptospirosis, Malaria and Equine Infections Anemia. This appropriation is funded from testing fees as authorized by A.C.A. §2-33-111, for diagnostic tests at the Little Rock laboratory.

Base Level includes appropriation of \$215,718 each year of the biennium with 1 Extra Help position.

The Agency requests additional appropriation of \$107,500 each year of the biennium for the following:

- Operating Expenses: Reallocation of appropriation in the amount of \$200,000 from the Swamp Fever Testing line item to Operating Expenses to better align the appropriation with the Agency's needs
- Operating Expenses: \$50,000 each year to provide for increased costs for health lab supplies and fuel due to rising prices and increased demand for the Agency's diagnostic lab services
- Capital Outlay: \$57,500 each year to purchase new and replacement testing equipment in the Agency's diagnostic lab

The Executive Recommendation provides for the Agency Request.

Appropriation Summary

Appropriation: 36S - L&P Swamp Fever Testing Program
Funding Sources: SPS - Livestock & Poultry Special Revenue Fund

Historical Data

Agency Request and Executive Recommendation

Commitment Item		Historical Data			2009-2010			2010-2011		
		2007-2008 Actual	2008-2009 Budget	2008-2009 Authorized	Base Level	Agency	Executive	Base Level	Agency	Executive
Extra Help	5010001	5,681	14,500	14,500	14,500	14,500	14,500	14,500	14,500	14,500
#Extra Help		1	1	1	1	1	1	1	1	1
Personal Services Matching	5010003	436	1,218	1,117	1,218	1,218	1,218	1,218	1,218	1,218
Operating Expenses	5020002	0	0	0	0	250,000	250,000	0	250,000	250,000
Conference & Travel Expenses	5050009	0	0	0	0	0	0	0	0	0
Professional Fees	5060010	0	0	0	0	0	0	0	0	0
Data Processing	5090012	0	0	0	0	0	0	0	0	0
Capital Outlay	5120011	130,498	50,000	50,000	0	57,500	57,500	0	57,500	57,500
Swamp Fever Testing	5900046	164,564	200,000	200,000	200,000	0	0	200,000	0	0
Total		301,179	265,718	265,617	215,718	323,218	323,218	215,718	323,218	323,218
Funding Sources										
Fund Balance	4000005	276,096	365,911		370,193	370,193	370,193	316,975	316,975	316,975
Special Revenue	4000030	270,000	270,000		162,500	270,000	270,000	162,500	270,000	270,000
DFA Motor Vehicle Acquisition	4000184	120,994	0		0	0	0	0	0	0
Total Funding		667,090	635,911		532,693	640,193	640,193	479,475	586,975	586,975
Excess Appropriation/(Funding)		(365,911)	(370,193)		(316,975)	(316,975)	(316,975)	(263,757)	(263,757)	(263,757)
Grand Total		301,179	265,718		215,718	323,218	323,218	215,718	323,218	323,218

The FY08 Actual exceeds the Authorized in Capital Outlay due to a transfer from the Department of Finance and Administration Motor Vehicle Acquisition Fund.

The FY09 Budget exceeds the Authorized in Personal Services Matching due to salary adjustments during the 2007-2009 biennium.

Change Level by Appropriation

Appropriation: 36S - L&P Swamp Fever Testing Program
Funding Sources: SPS - Livestock & Poultry Special Revenue Fund

Agency Request

Change Level		2009-2010	Pos	Cumulative	% of BL	2010-2011	Pos	Cumulative	% of BL
BL	Base Level	215,718	0	215,718	100.0	215,718	0	215,718	100.0
C01	Existing Program	107,500	0	323,218	149.8	107,500	0	323,218	149.8
C04	Reallocation	0	0	323,218	149.8	0	0	323,218	149.8

Executive Recommendation

Change Level		2009-2010	Pos	Cumulative	% of BL	2010-2011	Pos	Cumulative	% of BL
BL	Base Level	215,718	0	215,718	100.0	215,718	0	215,718	100.0
C01	Existing Program	107,500	0	323,218	149.8	107,500	0	323,218	149.8
C04	Reallocation	0	0	323,218	149.8	0	0	323,218	149.8

Justification

C01	The agency requests additional Capital Outlay appropriation of \$57,500 each year to replace swamp fever testing equipment used in the diagnostic laboratory and additional Operating Expenses appropriation of \$50,000 each year for fuel and lab supplies due to the increase of lab testing and the inflationary increase of fuel and lab supplies.
C04	The Agency requests to reallocate appropriation of \$200,000 within the Swamp Fever Testing Program appropriation. Because the appropriation that is authorized in the Miscellaneous Commitment Item titled Swamp Fever Testing is only spent on Operating Expenses, the agency requests to reallocate the appropriation to the Operating Expenses Commitment Item.

Analysis of Budget Request

Appropriation: 36T - L&P Swine Testing Program

Funding Sources: SST - Livestock & Poultry Swine Testing Fund

The Arkansas Livestock & Poultry Commission's Swine Testing appropriation supports the pseudorabies eradication program for disease prevention in swine. Funding for this program consists of a \$1 fee collected for each spent sow and boar sold in Arkansas markets (A.C.A. §2-40-1201).

The Agency requests the continuation of Base Level appropriation in the amount of \$30,000 each year of the biennium.

The Executive Recommendation provides for the Agency Request.

Appropriation Summary

Appropriation: 36T - L&P Swine Testing Program
Funding Sources: SST - Livestock & Poultry Swine Testing Fund

Historical Data

Agency Request and Executive Recommendation

Commitment Item	2007-2008	2008-2009	2008-2009	2009-2010			2010-2011		
	Actual	Budget	Authorized	Base Level	Agency	Executive	Base Level	Agency	Executive
Swine Testing Program 5900046	0	30,000	30,000	30,000	30,000	30,000	30,000	30,000	30,000
Total	0	30,000	30,000	30,000	30,000	30,000	30,000	30,000	30,000
Funding Sources									
Fund Balance 4000005	1,877	1,896		0	0	0	0	0	0
Special Revenue 4000030	19	28,104		30,000	30,000	30,000	30,000	30,000	30,000
Total Funding	1,896	30,000		30,000	30,000	30,000	30,000	30,000	30,000
Excess Appropriation/(Funding)	(1,896)	0		0	0	0	0	0	0
Grand Total	0	30,000		30,000	30,000	30,000	30,000	30,000	30,000

Analysis of Budget Request

Appropriation: 36U - L&P Equine Infect Anemia

Funding Sources: SIA - Livestock & Poultry Equine Infectious Anemia Control Fund

The Arkansas Livestock & Poultry Commission's Equine Infectious Anemia (EIA) program controls the spread of Equine Infectious Anemia, which is an infectious and potentially fatal disease of members of the horse family. The EIA program oversees EIA testing of horses in Arkansas and measures to quarantine animals that tested positive for this disease. This program is funded by special revenue derived from fees assessed to Arkansas veterinarians for each Arkansas domiciled animal tested (A.C.A §2-40-806).

Base Level salaries for classified positions reflect the recommendations of the Pay Plan Study. A 2.3% Cost of Living Allowance is reflected in the second year of the biennium. The Base Level request for Regular Salaries includes Career Service payments for eligible employees. Personal Services Matching includes a \$75 increase in the monthly contribution for State employee's health insurance for a total State match per budgeted employee of \$425.

Base Level includes appropriation of \$366,604 in FY10 and \$368,661 in FY11 with 4 Regular positions.

The Agency requests additional Capital Outlay appropriation in the amount of \$100,000 each year for the replacement of medical equipment and office machines that support the EIA program.

The Executive Recommendation provides for the Agency Request.

Appropriation Summary

Appropriation: 36U - L&P Equine Infect Anemia

Funding Sources: SIA - Livestock & Poultry Equine Infectious Anemia Control Fund

Historical Data

Agency Request and Executive Recommendation

Commitment Item		Historical Data			Agency Request and Executive Recommendation			Agency Request and Executive Recommendation		
		2007-2008 Actual	2008-2009 Budget	2008-2009 Authorized	2009-2010			2010-2011		
					Base Level	Agency	Executive	Base Level	Agency	Executive
Regular Salaries	5010000	70,486	91,104	89,138	97,316	97,316	97,316	99,038	99,038	99,038
#Positions		4	4	4	4	4	4	4	4	4
Personal Services Matching	5010003	30,993	34,483	34,852	39,288	39,288	39,288	39,623	39,623	39,623
Operating Expenses	5020002	70,329	200,000	200,000	200,000	200,000	200,000	200,000	200,000	200,000
Conference & Travel Expenses	5050009	0	0	0	0	0	0	0	0	0
Professional Fees	5060010	0	0	0	0	0	0	0	0	0
Data Processing	5090012	0	0	0	0	0	0	0	0	0
Grants and Aid	5100004	27	30,000	30,000	30,000	30,000	30,000	30,000	30,000	30,000
Capital Outlay	5120011	38,984	100,000	100,000	0	100,000	100,000	0	100,000	100,000
Total		210,819	455,587	453,990	366,604	466,604	466,604	368,661	468,661	468,661
Funding Sources										
Fund Balance	4000005	501,595	531,648		316,061	316,061	316,061	189,457	189,457	189,457
Special Revenue	4000030	240,872	240,000		240,000	340,000	340,000	240,000	340,000	340,000
Total Funding		742,467	771,648		556,061	656,061	656,061	429,457	529,457	529,457
Excess Appropriation/(Funding)		(531,648)	(316,061)		(189,457)	(189,457)	(189,457)	(60,796)	(60,796)	(60,796)
Grand Total		210,819	455,587		366,604	466,604	466,604	368,661	468,661	468,661

The FY09 Budget in Regular Salaries exceeds the Authorized due to salary adjustments during the 2007-2009 biennium.

Change Level by Appropriation

Appropriation: 36U - L&P Equine Infect Anemia

Funding Sources: SIA - Livestock & Poultry Equine Infectious Anemia Control Fund

Agency Request

Change Level		2009-2010	Pos	Cumulative	% of BL	2010-2011	Pos	Cumulative	% of BL
BL	Base Level	366,604	4	366,604	100.0	368,661	4	368,661	100.0
C01	Existing Program	100,000	0	466,604	127.3	100,000	0	468,661	127.1

Executive Recommendation

Change Level		2009-2010	Pos	Cumulative	% of BL	2010-2011	Pos	Cumulative	% of BL
BL	Base Level	366,604	4	366,604	100.0	368,661	4	368,661	100.0
C01	Existing Program	100,000	0	466,604	127.3	100,000	0	468,661	127.1

Justification

C01	The Agency Request is for additional capital outlay appropriation to replace office machines and equipment for the Equine Infectious Anemia Program.
-----	--

Analysis of Budget Request

Appropriation: 36V - L&P Animal Health

Funding Sources: FFA - Federal Funds

The Arkansas Livestock & Poultry Commission's Animal Health appropriation is used to increase the level of protection, preparedness, and response and recovery should a foreign animal disease enter the state. This appropriation includes the following five programs: High Path Avian Influenza control, Low Path Avian Influenza control, the National Animal ID System, Johnnes Disease surveillance and control and Emergency Animal Disease Response. This appropriation is supported by federal funding from the United States Department of Agriculture (USDA) Animal and Plant Health Inspection Services (APHIS) and Veterinary Services (VS) as well as from the United States Department of Homeland Security.

One Base Level position (Veterinary Virologist) was changed from unclassified to classified to reflect the recommendations of the Pay Plan Study and the salary was adjusted accordingly. Base Level salaries for classified positions reflect the recommendations of the Pay Plan Study. Personal Services Matching includes a \$75 increase in the monthly contribution for State employee's health insurance for a total State match per budgeted employee of \$425.

Base Level includes appropriation of \$1,049,188 each year of the biennium with 5 Regular positions and 2 Extra Help positions.

The Agency requests additional appropriation of \$683,245 in FY10 and \$690,055 in FY11 for the following:

- Regular Salaries & related matching: \$296,154 in FY10 and \$302,964 in FY11 to restore appropriation approved through a Miscellaneous Federal Grant (MFG) in FY09 for the Low Path and High Path Avian Influenza programs and the National Animal ID System program. This appropriation will be used when federal grant funding is available to pay livestock inspectors and investigators that otherwise are funded with special revenues
- Regular Salaries & related matching: Decrease of \$134,772 each year to transfer three positions from this federal appropriation to the agency's general revenue funded appropriation. These positions were authorized as general revenue funded positions during the previous biennium, however, because no general revenue funding was provided, the Agency utilized federal funds. The Agency's biennial request is to transfer the positions back to the state funded operations appropriation (Fund Center 2ZR) and fund them with new general revenue
- Extra Help & related matching: Increase of \$28,184 each year to restore appropriation that was approved in a Miscellaneous Federal Grant in FY09 for the High Path Avian Influenza program
- Conference & Travel Expenses: \$20,910 each year to restore appropriation that was approved in a Miscellaneous Federal Grant in FY09 for the Low Path and High Path Avian Influenza programs
- Capital Outlay: \$472,769 each year to purchase new and replacement equipment in support of the animal health disease control programs

The Executive Recommendation provides for the Agency Request with the exception of the request to transfer three positions to the agency's general revenue funded Operations appropriation (2ZR)

Appropriation Summary

Appropriation: 36V - L&P Animal Health

Funding Sources: FFA - Federal Funds

Historical Data

Agency Request and Executive Recommendation

Commitment Item		Historical Data			Agency Request and Executive Recommendation			Agency Request and Executive Recommendation		
		2007-2008 Actual	2008-2009 Budget	2008-2009 Authorized	2009-2010			2010-2011		
					Base Level	Agency	Executive	Base Level	Agency	Executive
Regular Salaries	5010000	211,300	395,300	147,286	194,995	342,957	443,009	194,995	348,661	448,713
#Positions		5	5	5	5	2	5	5	2	5
Extra Help	5010001	6,056	52,000	26,000	26,000	52,000	52,000	26,000	52,000	52,000
#Extra Help		2	2	2	2	2	2	2	2	2
Personal Services Matching	5010003	43,836	116,623	43,350	65,532	81,136	115,856	65,532	82,242	116,962
Operating Expenses	5020002	224,352	615,161	615,161	615,161	615,161	615,161	615,161	615,161	615,161
Conference & Travel Expenses	5050009	1,675	20,910	0	0	20,910	20,910	0	20,910	20,910
Professional Fees	5060010	24,824	147,500	147,500	147,500	147,500	147,500	147,500	147,500	147,500
Data Processing	5090012	0	0	0	0	0	0	0	0	0
Capital Outlay	5120011	329,812	472,769	472,769	0	472,769	472,769	0	472,769	472,769
Total		841,855	1,820,263	1,452,066	1,049,188	1,732,433	1,867,205	1,049,188	1,739,243	1,874,015
Funding Sources										
Federal Revenue	4000020	841,855	1,820,263		1,049,188	1,732,433	1,867,205	1,049,188	1,739,243	1,874,015
Total Funding		841,855	1,820,263		1,049,188	1,732,433	1,867,205	1,049,188	1,739,243	1,874,015
Excess Appropriation/(Funding)		0	0		0	0	0	0	0	0
Grand Total		841,855	1,820,263		1,049,188	1,732,433	1,867,205	1,049,188	1,739,243	1,874,015

The FY08 Actual and/or FY09 Budget exceed the Authorized in Regular Salaries, Extra Help, Personal Services Matching and Conference & Travel Expenses due to a transfer from the Miscellaneous Federal Grant Holding Account.

Change Level by Appropriation

Appropriation: 36V - L&P Animal Health

Funding Sources: FFA - Federal Funds

Agency Request

Change Level		2009-2010	Pos	Cumulative	% of BL	2010-2011	Pos	Cumulative	% of BL
BL	Base Level	1,049,188	5	1,049,188	100.0	1,049,188	5	1,049,188	100.0
C01	Existing Program	472,769	0	1,521,957	145.1	472,769	0	1,521,957	145.1
C06	Restore Position/Approp	345,248	0	1,867,205	178.0	352,058	0	1,874,015	178.6
C07	Agency Transfer	(134,772)	(3)	1,732,433	165.1	(134,772)	(3)	1,739,243	165.8

Executive Recommendation

Change Level		2009-2010	Pos	Cumulative	% of BL	2010-2011	Pos	Cumulative	% of BL
BL	Base Level	1,049,188	5	1,049,188	100.0	1,049,188	5	1,049,188	100.0
C01	Existing Program	472,769	0	1,521,957	145.1	472,769	0	1,521,957	145.1
C06	Restore Position/Approp	345,248	0	1,867,205	178.0	352,058	0	1,874,015	178.6
C07	Agency Transfer	0	0	1,867,205	178.0	0	0	1,874,015	178.6

Justification

C01	Additional appropriation of \$472,769 is requested each year of the biennium for capital outlay. This appropriation will be use to re-establish a budget to purchase new and replacement laboratory and emergency disease control equipment for the animal health program.
C06	The Agency requests to restore appropriation authorized in three Miscellaneous Federal Grants during FY09 for the High Pathogenicity Control Program, the National Animal Identification System Program and the Low Pathogenicity Control Program. This request includes additional appropriation of \$248,014 in FY2010 and \$253,718 in FY2011 for salaries, \$26,000 each year of the biennium for extra help, \$50,324 in FY2010 and \$51,430 in FY2011 for matching, and \$20,910 each year of the biennium for conference and travel.
C07	LIVESTOCK AND POULTRY-Salaries and Related Matching: Decrease in appropriation in the amount of \$134,772 each year of the biennium to provide for the transfer of three currently authorized positions from the federally funded Animal Health appropriation to the agency's general revenue funded appropriation.

Analysis of Budget Request

Appropriation: 36W - Agri Dept - Div of Land Survey

Funding Sources: HAD - Department of Agriculture Fund Account

The Division of Land Survey was transferred from the Arkansas Commissioner of State Lands Office to the Arkansas Agriculture Department during the 2007-09 biennium. The Division maintains original survey notes, plats, and other land survey information; records survey documentation and establishes uniform, professional surveying and mapping methods and standards within the state. Funding consists entirely of general revenue.

Base Level includes appropriation and general revenue funding of \$420,822 in FY10 and \$426,563 in FY11 with 4 Regular positions.

All Base Level positions were changed from unclassified to classified to reflect the recommendations of the Pay Plan Study and salaries were adjusted accordingly. A 2.3% Cost of Living Allowance is reflected in the second year of the biennium. The Base Level request for Regular Salaries includes Career Service payments for eligible employees. Personal Services Matching includes a \$75 increase in the monthly contribution for State employee's health insurance for a total State match per budgeted employee of \$425.

The Agency requests additional appropriation and general revenue funding in the amount of \$81,403 in FY10 and \$84,096 in FY11 for the following:

- Salaries and related matching: \$35,273 in FY10 and \$35,966 in FY11 for a new Administrative Assistant III position to assist with the project of scanning Arkansas plats and monuments and posting them online to assist Surveyors
- Operating Expenses: \$1,500 each year to provide for increasing fuel costs
- Conference and Travel Expenses: \$1,500 each year to enable the agency staff to attend professional development conferences
- Professional Fees: \$8,130 in FY10 and \$10,130 in FY11 to provide for increased expenses related to setting and refurbishing monuments
- Capital Outlay: \$35,000 each year for equipment purchases

The Executive Recommendation provides for Base Level plus additional appropriation of \$43,130 in FY10 and \$45,130 in FY11 and additional general revenue funding of \$8,130 in FY10 and \$10,130 in FY11 for the following:

- Professional Fees: Additional appropriation and general revenue funding of \$8,130 in FY10 and \$10,130 in FY11
- Capital Outlay: Additional appropriation only of \$35,000 each year

Appropriation Summary

Appropriation: 36W - Agri Dept - Div of Land Survey
Funding Sources: HAD - Department of Agriculture Fund Account

Historical Data

Agency Request and Executive Recommendation

Commitment Item		2007-2008	2008-2009	2008-2009	2009-2010			2010-2011		
		Actual	Budget	Authorized	Base Level	Agency	Executive	Base Level	Agency	Executive
Regular Salaries	5010000	163,189	201,215	198,915	207,032	232,300	207,032	211,839	237,688	211,839
#Positions		4	4	4	4	5	4	4	5	4
Personal Services Matching	5010003	41,101	47,794	57,079	60,584	70,589	60,584	61,518	71,635	61,518
Operating Expenses	5020002	36,161	61,986	61,986	61,986	63,486	61,986	61,986	63,486	61,986
Conference & Travel Expenses	5050009	0	4,350	4,350	4,350	5,850	4,350	4,350	5,850	4,350
Professional Fees	5060010	86,519	86,870	86,870	86,870	95,000	95,000	86,870	97,000	97,000
Data Processing	5090012	0	0	0	0	0	0	0	0	0
Capital Outlay	5120011	21,634	35,000	35,000	0	35,000	35,000	0	35,000	35,000
Total		348,604	437,215	444,200	420,822	502,225	463,952	426,563	510,659	471,693
Funding Sources										
General Revenue	4000010	348,604	437,215		420,822	502,225	428,952	426,563	510,659	436,693
Total Funding		348,604	437,215		420,822	502,225	428,952	426,563	510,659	436,693
Excess Appropriation/(Funding)		0	0		0	0	35,000	0	0	35,000
Grand Total		348,604	437,215		420,822	502,225	463,952	426,563	510,659	471,693

The FY09 Budget in Regular Salaries exceeds the Authorized due to salary adjustments during the 2007-2009 biennium.

Change Level by Appropriation

Appropriation: 36W - Agri Dept - Div of Land Survey
Funding Sources: HAD - Department of Agriculture Fund Account

Agency Request

Change Level		2009-2010	Pos	Cumulative	% of BL	2010-2011	Pos	Cumulative	% of BL
BL	Base Level	420,822	4	420,822	100.0	426,563	4	426,563	100.0
C01	Existing Program	81,403	1	502,225	119.3	84,096	1	510,659	119.7

Executive Recommendation

Change Level		2009-2010	Pos	Cumulative	% of BL	2010-2011	Pos	Cumulative	% of BL
BL	Base Level	420,822	4	420,822	100.0	426,563	4	426,563	100.0
C01	Existing Program	43,130	0	463,952	110.2	45,130	0	471,693	110.6

Justification

C01	Salary and Matching: Increase in appropriation and general revenue funding of \$35,273 in FY2010 and \$35,966 in FY2011 for one new Administrative Specialist III position. Operating Expenses: Increase of \$1,500 each year of the biennium to cover increased fuel expenses. Conference and Travel: Increase of \$1,500 each year of the biennium to enable the agency's staff to attend national conferences. Professional Fees: Increase of \$8,130 in FY2010 and \$10,130 in FY2011 to provide for increased expenses related to setting and refurbishing monuments. Capital Outlay: Increase of \$35,000 to provide a budget for equipment expense.
-----	--

Analysis of Budget Request

Appropriation: 37A - PB Admn/Pest Control

Funding Sources: SDP - State Plant Board Fund

The State Plant Board's Administration/Pest Control appropriation is funded by special revenues derived from registration and inspection fees from various farm crops, pesticides, feeds, fertilizers, seeds, and soils as authorized in A.C.A. §20-20-206 and various sections from §2-16-209 through §2-37-109. Federal funding from the United States Department of Agriculture (USDA) and the Environmental Protection Agency (EPA) also supports this program.

Base Level salaries for classified positions reflect the recommendations of the Pay Plan Study and the unclassified position reflects similar adjustments in the line item salary. A 2.3% Cost of Living Allowance is reflected in the second year of the biennium. The Base Level request for Regular Salaries includes Career Service payments for eligible employees. Personal Services Matching includes a \$75 increase in the monthly contribution for State employee's health insurance for a total State match per budgeted employee of \$425.

Base Level includes appropriation of \$7,485,836 in FY10 and \$7,571,018 in FY11 with 91 Regular positions and 25 Extra Help positions.

The Agency requests additional appropriation of \$543,000 in FY10 and \$507,000 in FY11 for the following:

- Operating Expenses: \$35,000 each year to replace computers and low value network equipment
- Capital Outlay: \$508,000 in FY10 and \$472,000 in FY11 to purchase new and replacement lab and office equipment for the Nursery Division, the Pest Control Division, the Feed Division, the Seed Laboratory and the Chemical Laboratory

The Executive Recommendation provides for the Agency Request.

Appropriation Summary

Appropriation: 37A - PB Admn/Pest Control
Funding Sources: SDP - State Plant Board Fund

Historical Data

Agency Request and Executive Recommendation

Commitment Item		Historical Data			Agency Request and Executive Recommendation			Agency Request and Executive Recommendation		
		2007-2008 Actual	2008-2009 Budget	2008-2009 Authorized	2009-2010			2010-2011		
					Base Level	Agency	Executive	Base Level	Agency	Executive
Regular Salaries	5010000	3,000,784	3,452,507	3,380,126	3,643,461	3,643,461	3,643,461	3,714,798	3,714,798	3,714,798
#Positions		82	91	91	91	91	91	91	91	91
Extra Help	5010001	37,225	75,460	75,460	75,460	75,460	75,460	75,460	75,460	75,460
#Extra Help		8	25	25	25	25	25	25	25	25
Personal Services Matching	5010003	941,744	1,018,149	1,074,314	1,179,382	1,179,382	1,179,382	1,193,227	1,193,227	1,193,227
Overtime	5010006	0	9,000	9,000	9,000	9,000	9,000	9,000	9,000	9,000
Operating Expenses	5020002	1,069,655	1,257,410	1,257,410	1,257,410	1,292,410	1,292,410	1,257,410	1,292,410	1,292,410
Conference & Travel Expenses	5050009	64,538	76,613	76,613	76,613	76,613	76,613	76,613	76,613	76,613
Professional Fees	5060010	3,700	244,510	244,510	244,510	244,510	244,510	244,510	244,510	244,510
Data Processing	5090012	0	0	0	0	0	0	0	0	0
Capital Outlay	5120011	186,642	396,700	396,700	0	508,000	508,000	0	472,000	472,000
Pest Eradication	5900046	0	1,000,000	1,000,000	1,000,000	1,000,000	1,000,000	1,000,000	1,000,000	1,000,000
Total		5,304,288	7,530,349	7,514,133	7,485,836	8,028,836	8,028,836	7,571,018	8,078,018	8,078,018
Funding Sources										
Fund Balance	4000005	2,523,253	3,335,367		2,685,850	2,685,850	2,685,850	2,080,846	2,080,846	2,080,846
Federal Revenue	4000020	874,611	722,792		722,792	722,792	722,792	722,792	722,792	722,792
Special Revenue	4000030	5,241,791	6,158,040		6,158,040	6,701,040	6,701,040	6,158,040	6,665,040	6,665,040
Total Funding		8,639,655	10,216,199		9,566,682	10,109,682	10,109,682	8,961,678	9,468,678	9,468,678
Excess Appropriation/(Funding)		(3,335,367)	(2,685,850)		(2,080,846)	(2,080,846)	(2,080,846)	(1,390,660)	(1,390,660)	(1,390,660)
Grand Total		5,304,288	7,530,349		7,485,836	8,028,836	8,028,836	7,571,018	8,078,018	8,078,018

The FY09 Budget in Regular Salaries exceeds the Authorized due to salary adjustments during the 2007-2009 biennium.

Change Level by Appropriation

Appropriation: 37A - PB Admn/Pest Control
Funding Sources: SDP - State Plant Board Fund

Agency Request

Change Level		2009-2010	Pos	Cumulative	% of BL	2010-2011	Pos	Cumulative	% of BL
BL	Base Level	7,485,836	91	7,485,836	100.0	7,571,018	91	7,571,018	100.0
C01	Existing Program	508,000	0	7,993,836	106.8	472,000	0	8,043,018	106.2
C08	Technology	35,000	0	8,028,836	107.3	35,000	0	8,078,018	106.7

Executive Recommendation

Change Level		2009-2010	Pos	Cumulative	% of BL	2010-2011	Pos	Cumulative	% of BL
BL	Base Level	7,485,836	91	7,485,836	100.0	7,571,018	91	7,571,018	100.0
C01	Existing Program	508,000	0	7,993,836	106.8	472,000	0	8,043,018	106.2
C08	Technology	35,000	0	8,028,836	107.3	35,000	0	8,078,018	106.7

Justification

C01	Additional Capital Outlay appropriation of \$508,000 in FY10 and \$472,000 in FY11 is requested for the following: \$20,000 each year for the Nursery Division for sales tax on vehicle purchases, lab equipment and office fixtures/equipment; \$20,000 in FY10 only for the Pest Control Division for sales tax on vehicle purchases, lab equipment and office fixtures/equipment; \$20,000 in FY11 only for the Feed Division for sales tax on vehicle purchases and lab equipment; \$260,000 each year for the Pesticides Division for equipment to expand and enhance the Board's weather monitoring stations located throughout the State; \$98,000 in FY10 and \$92,000 in FY11 to replace and upgrade the growth and environmental chambers in the Seed Laboratory; and \$110,000 in FY10 and \$80,000 in FY11 to replace and upgrade equipment and instruments in the Chemical Laboratory.
C08	Additional Operating Expenses appropriation of \$35,000 is requested each year for Technical Services to replace computers and low value network equipment. (Agency IT Plan: Operations Tab, IT Support Costs-Hardware Section).

Analysis of Budget Request

Appropriation: 37B - PB Bureau of Standards

Funding Sources: SDP - Plant Board Fund

The Arkansas Bureau of Standards, created by Act 482 of 1963, was transferred to the State Plant Board by Act 610 of 1993. The Bureau functions as an operating division of the Plant Board, but retains all of its previous programs and duties. The Bureau sets standards for weights and measures and enforces uniform procedures to verify weight, volume, length, or count. This ensures that consumers get the quantity they pay for and that businesses sell the quantity they advertise, thereby protecting both buyers and sellers.

Although the Bureau's operating budget is included in the State Plant Board's general revenue Operations appropriation (Fund Center 2ZR), the Capital Outlay portion of the Bureau's budget is maintained separately in this appropriation and is funded by special revenue.

The Bureau is requesting Capital Outlay appropriation of \$27,000 in FY10 and \$35,000 in FY11 for the replacement of equipment for the Bureau Metrology Lab and for the Bureau Petroleum Program.

The Executive Recommendation provides for the Agency Request.

Appropriation Summary

Appropriation: 37B - PB Bureau of Standards

Funding Sources: SDP - Plant Board Fund

Historical Data

Agency Request and Executive Recommendation

Commitment Item		Historical Data			2009-2010			2010-2011		
		2007-2008 Actual	2008-2009 Budget	2008-2009 Authorized	Base Level	Agency	Executive	Base Level	Agency	Executive
Operating Expenses	5020002	0	0	0	0	0	0	0	0	0
Conference & Travel Expenses	5050009	0	0	0	0	0	0	0	0	0
Professional Fees	5060010	0	0	0	0	0	0	0	0	0
Data Processing	5090012	0	0	0	0	0	0	0	0	0
Capital Outlay	5120011	0	59,000	59,000	0	27,000	27,000	0	35,000	35,000
Total		0	59,000	59,000	0	27,000	27,000	0	35,000	35,000
Funding Sources										
Fund Balance	4000005	11,752	11,752		0	0	0	0	0	0
Special Revenue	4000030	0	47,248		0	27,000	27,000	0	35,000	35,000
Total Funding		11,752	59,000		0	27,000	27,000	0	35,000	35,000
Excess Appropriation/(Funding)		(11,752)	0		0	0	0	0	0	0
Grand Total		0	59,000		0	27,000	27,000	0	35,000	35,000

Change Level by Appropriation

Appropriation: 37B - PB Bureau of Standards

Funding Sources: SDP - Plant Board Fund

Agency Request

Change Level		2009-2010	Pos	Cumulative	% of BL	2010-2011	Pos	Cumulative	% of BL
BL	Base Level	0	0	0	0.0	0	0	0	0.0
C01	Existing Program	27,000	0	27,000	100.0	35,000	0	35,000	100.0

Executive Recommendation

Change Level		2009-2010	Pos	Cumulative	% of BL	2010-2011	Pos	Cumulative	% of BL
BL	Base Level	0	0	0	0.0	0	0	0	0.0
C01	Existing Program	27,000	0	27,000	100.0	35,000	0	35,000	100.0

Justification

C01	Capital Outlay: Increase in appropriation of \$27,000 in FY10 and \$35,000 in FY11. This request includes \$13,000 in FY10 and \$11,000 in FY11 to replace equipment in the Bureau Metrology Lab and \$14,000 in FY10 and \$24,000 in FY11 for the Bureau Petroleum Program for additional equipment for fuel quality and biofuels testing.
-----	---

Analysis of Budget Request

Appropriation: 37C - PB Public Grain Warehouse

Funding Sources: SDP - Plant Board Fund

The State Plant Board's Public Grain Warehouse Inspection Program monitors public grain warehouse companies by maintaining copies of current licenses and renewals and performing annual examinations and inspections of public grain warehouses. This program is funded entirely by special revenue including license application fees and annual license fees required for persons operating public grain warehouses (A.C.A. §2-17-238).

Base Level salaries for classified positions reflect the recommendations of the Pay Plan Study. A 2.3% Cost of Living Allowance is reflected in the second year of the biennium. The Base Level request for Regular Salaries includes Career Service payments for eligible employees. Personal Services Matching includes a \$75 increase in the monthly contribution for State employee's health insurance for a total State match per budgeted employee of \$425.

The Agency requests the continuation of Base Level appropriation in the amount of \$316,754 in FY10 and \$320,839 in FY11 along with 5 Regular positions.

The Executive Recommendation provides for the Agency Request.

Appropriation Summary

Appropriation: 37C - PB Public Grain Warehouse

Funding Sources: SDP - Plant Board Fund

Historical Data

Agency Request and Executive Recommendation

Commitment Item	2007-2008 Actual	2008-2009 Budget	2008-2009 Authorized	2009-2010			2010-2011		
				Base Level	Agency	Executive	Base Level	Agency	Executive
Regular Salaries 5010000	128,679	170,705	162,890	182,150	182,150	182,150	185,571	185,571	185,571
#Positions	4	5	5	5	5	5	5	5	5
Personal Services Matching 5010003	42,826	49,124	53,985	60,856	60,856	60,856	61,520	61,520	61,520
Operating Expenses 5020002	67,750	67,935	67,935	67,935	67,935	67,935	67,935	67,935	67,935
Conference & Travel Expenses 5050009	1,229	4,613	4,613	4,613	4,613	4,613	4,613	4,613	4,613
Professional Fees 5060010	0	1,200	1,200	1,200	1,200	1,200	1,200	1,200	1,200
Data Processing 5090012	0	0	0	0	0	0	0	0	0
Capital Outlay 5120011	0	0	0	0	0	0	0	0	0
Total	240,484	293,577	290,623	316,754	316,754	316,754	320,839	320,839	320,839
Funding Sources									
Special Revenue 4000030	240,484	293,577		316,754	316,754	316,754	320,839	320,839	320,839
Total Funding	240,484	293,577		316,754	316,754	316,754	320,839	320,839	320,839
Excess Appropriation/(Funding)	0	0		0	0	0	0	0	0
Grand Total	240,484	293,577		316,754	316,754	316,754	320,839	320,839	320,839

The FY09 Budget in Regular Salaries exceeds the Authorized due to salary adjustments during the 2007-2009 biennium.

Analysis of Budget Request

Appropriation: 37D - PB Pest Surveillance

Funding Sources: SDP - Plant Board Fund

The State Plant Board's Pesticide Surveillance Program is used to monitor the application, sale and handling of pesticides. The program is funded entirely by special revenues derived from pesticide registration, labeling, and application fees and licenses as authorized in A.C.A. §2-16-407.

Base Level salaries for classified positions reflect the recommendations of the Pay Plan Study. A 2.3% Cost of Living Allowance is reflected in the second year of the biennium. The Base Level request for Regular Salaries includes Career Service payments for eligible employees. Personal Services Matching includes a \$75 increase in the monthly contribution for State employee's health insurance for a total State match per budgeted employee of \$425.

The Agency requests the continuation of Base Level appropriation in the amount of \$338,913 in FY10 and \$344,708 in FY11 along with 5 Regular positions.

The Executive Recommendation provides for the Agency Request.

Appropriation Summary

Appropriation: 37D - PB Pest Surveillance

Funding Sources: SDP - Plant Board Fund

Historical Data

Agency Request and Executive Recommendation

Commitment Item		Historical Data			2009-2010			2010-2011		
		2007-2008 Actual	2008-2009 Budget	2008-2009 Authorized	Base Level	Agency	Executive	Base Level	Agency	Executive
Regular Salaries	5010000	197,512	204,275	187,577	213,840	213,840	213,840	218,693	218,693	218,693
#Positions		5	5	5	5	5	5	5	5	5
Personal Services Matching	5010003	60,908	60,650	58,984	67,007	67,007	67,007	67,949	67,949	67,949
Operating Expenses	5020002	48,457	52,066	52,066	52,066	52,066	52,066	52,066	52,066	52,066
Conference & Travel Expenses	5050009	5,054	6,000	6,000	6,000	6,000	6,000	6,000	6,000	6,000
Professional Fees	5060010	0	0	0	0	0	0	0	0	0
Data Processing	5090012	0	0	0	0	0	0	0	0	0
Capital Outlay	5120011	0	0	0	0	0	0	0	0	0
Total		311,931	322,991	304,627	338,913	338,913	338,913	344,708	344,708	344,708
Funding Sources										
Special Revenue	4000030	311,931	322,991		338,913	338,913	338,913	344,708	344,708	344,708
Total Funding		311,931	322,991		338,913	338,913	338,913	344,708	344,708	344,708
Excess Appropriation/(Funding)		0	0		0	0	0	0	0	0
Grand Total		311,931	322,991		338,913	338,913	338,913	344,708	344,708	344,708

The FY08 Actual and FY09 Budget in Regular Salaries and Personal Services Matching exceed the Authorized due to salary adjustments during the 2007-2009 biennium.

Analysis of Budget Request

Appropriation: 37E - PB Apiary

Funding Sources: SDP - Plant Board Fund

The State Plant Board's Apiary Program registers beekeepers and inspects beehives periodically to guard against the spread of diseases and parasites. Funding for this appropriation consists entirely of Special Revenue registration and renewal fees.

Base Level salaries for classified positions reflect the recommendations of the Pay Plan Study. A 2.3% Cost of Living Allowance is reflected in the second year of the biennium. The Base Level request for Regular Salaries includes Career Service payments for eligible employees. Personal Services Matching includes a \$75 increase in the monthly contribution for State employee's health insurance for a total State match per budgeted employee of \$425.

The Agency requests the continuation of Base Level appropriation in the amount of \$240,855 in FY10 and \$244,256 in FY11 along with 4 Regular positions and 8 Extra Help positions.

The Executive Recommendation provides for the Agency Request.

Appropriation Summary

Appropriation: 37E - PB Apiary

Funding Sources: SDP - Plant Board Fund

Historical Data

Agency Request and Executive Recommendation

Commitment Item	2007-2008	2008-2009	2008-2009	2009-2010			2010-2011		
	Actual	Budget	Authorized	Base Level	Agency	Executive	Base Level	Agency	Executive
Regular Salaries 5010000	90,485	117,274	118,878	125,850	125,850	125,850	128,699	128,699	128,699
#Positions	3	4							
Extra Help 5010001	1,527	12,000	12,000	12,000	12,000	12,000	12,000	12,000	12,000
#Extra Help	1	8							
Personal Services Matching 5010003	35,205	40,571	41,798	45,836	45,836	45,836	46,388	46,388	46,388
Operating Expenses 5020002	53,489	53,519	53,519	53,519	53,519	53,519	53,519	53,519	53,519
Conference & Travel Expenses 5050009	3,351	3,650	3,650	3,650	3,650	3,650	3,650	3,650	3,650
Professional Fees 5060010	0	0	0	0	0	0	0	0	0
Data Processing 5090012	0	0	0	0	0	0	0	0	0
Capital Outlay 5120011	0	0	0	0	0	0	0	0	0
Total	184,057	227,014	229,845	240,855	240,855	240,855	244,256	244,256	244,256
Funding Sources									
Special Revenue 4000030	184,057	227,014		240,855	240,855	240,855	244,256	244,256	244,256
Total Funding	184,057	227,014		240,855	240,855	240,855	244,256	244,256	244,256
Excess Appropriation/(Funding)	0	0		0	0	0	0	0	0
Grand Total	184,057	227,014		240,855	240,855	240,855	244,256	244,256	244,256

Analysis of Budget Request

Appropriation: 37F - PB Product Marketing Program

Funding Sources: FFA - Plant Board Federal Funds

The Product Marketing Program supports the promotion and enhancement of the agricultural industry and its products. Funding consists of a Specialty Block Grant from the United States Department of Agriculture (USDA).

The Base Level salary for the classified position reflects the recommendation of the Pay Plan Study. Personal Services Matching includes a \$75 increase in the monthly contribution for State employee's health insurance for a total State match per budgeted employee of \$425.

Base Level includes \$200,306 each year of the biennium with 1 Regular position.

The Agency requests additional appropriation of \$387,399 each year for the following:

- Operating Expenses: \$86,000 each year
- Professional Fees: \$26,399 each year
- Promotional Items: \$50,000 each year, which includes \$34,000 each year for the restoration of appropriation that was authorized with a Miscellaneous Federal Grant during FY09 plus an additional \$16,000 for growth in the program
- Grants and Aid: \$200,000 each year, which includes \$15,000 each year for the restoration of appropriation that was authorized with a Miscellaneous Federal Grant during FY09 plus an additional \$185,000 for growth in the program
- Capital Outlay: \$25,000 each year for the purchase of equipment

These requests for additional appropriation will enable the Agency to utilize federal funding for the following projects:

- Organic Cost Share - This project will assist specialty crop producers with organic certification cost and encourage the expansion of organic production in Arkansas.
- Farmers Markets and Naturally Arkansas Promotion - This project is used to provide promotional sacks to vendors at Arkansas Farmers' Markets to increase the awareness of the "Arkansas Brand" and farmers' markets.
- Audit Fee Assistance and Food Safety Promotion - This project seeks to inform Arkansas produce growers/handlers of the importance of following and documenting GAP in their businesses for both liability issues and market access.
- Electronic Benefits Transfer (EBT) in Farmers' Markets - This project goal is to establish EBT access at farmers' markets throughout Arkansas to enable Arkansas Food Stamp Program participants to utilize their food assistance benefits in Arkansas Farmers Markets.
- Produce Marketing Association Fresh Summit Show - This project will enable the Arkansas Agriculture Department to promote Arkansas produce growers with a booth at the Annual Fresh Summit Show.
- Floriculture Workshop - This project will enable the agency to host a two day floriculture educational workshop focusing on crop selection, post harvest handling and marketing.

The Executive Recommendation provides for the Agency Request.

Appropriation Summary

Appropriation: 37F - PB Product Marketing Program

Funding Sources: FFA - Plant Board Federal Funds

Historical Data

Agency Request and Executive Recommendation

Commitment Item	Historical Data			Agency Request and Executive Recommendation			Agency Request and Executive Recommendation		
	2007-2008 Actual	2008-2009 Budget	2008-2009 Authorized	2009-2010			2010-2011		
				Base Level	Agency	Executive	Base Level	Agency	Executive
Regular Salaries 5010000	0	36,944	36,944	43,217	43,217	43,217	43,217	43,217	43,217
#Positions	0	1	1	1	1	1	1	1	1
Personal Services Matching 5010003	350	11,371	11,681	13,488	13,488	13,488	13,488	13,488	13,488
Operating Expenses 5020002	3,272	14,000	14,000	14,000	100,000	100,000	14,000	100,000	100,000
Conference & Travel Expenses 5050009	0	6,000	6,000	6,000	6,000	6,000	6,000	6,000	6,000
Professional Fees 5060010	0	123,601	123,601	123,601	150,000	150,000	123,601	150,000	150,000
Data Processing 5090012	0	0	0	0	0	0	0	0	0
Promotional Items 5090028	0	0	0	0	50,000	50,000	0	50,000	50,000
Grants and Aid 5100004	0	0	0	0	200,000	200,000	0	200,000	200,000
Capital Outlay 5120011	0	0	0	0	25,000	25,000	0	25,000	25,000
Total	3,622	191,916	192,226	200,306	587,705	587,705	200,306	587,705	587,705
Funding Sources									
Federal Revenue 4000020	3,622	191,916		200,306	587,705	587,705	200,306	587,705	587,705
Total Funding	3,622	191,916		200,306	587,705	587,705	200,306	587,705	587,705
Excess Appropriation/(Funding)	0	0		0	0	0	0	0	0
Grand Total	3,622	191,916		200,306	587,705	587,705	200,306	587,705	587,705

Change Level by Appropriation

Appropriation: 37F - PB Product Marketing Program

Funding Sources: FFA - Plant Board Federal Funds

Agency Request

Change Level		2009-2010	Pos	Cumulative	% of BL	2010-2011	Pos	Cumulative	% of BL
BL	Base Level	200,306	1	200,306	100.0	200,306	1	200,306	100.0
C01	Existing Program	338,399	0	538,705	268.9	338,399	0	538,705	268.9
C06	Restore Position/Approp	49,000	0	587,705	293.4	49,000	0	587,705	293.4

Executive Recommendation

Change Level		2009-2010	Pos	Cumulative	% of BL	2010-2011	Pos	Cumulative	% of BL
BL	Base Level	200,306	1	200,306	100.0	200,306	1	200,306	100.0
C01	Existing Program	338,399	0	538,705	268.9	338,399	0	538,705	268.9
C06	Restore Position/Approp	49,000	0	587,705	293.4	49,000	0	587,705	293.4

Justification

C01	Increase in federal appropriation is requested for Operating Expenses, Professional Fees, Promotional Items, Grants and Aid and Capital Outlay. This additional appropriation will establish a budget to ensure the agency has sufficient appropriation to utilize potential increases in federal funding.
C06	Agency requests to restore appropriation authorized in an Miscellaneous Federal Grant (MFG) in FY2009. The agency received a federal grant from the US Department of Agriculture that provides funding for the Agency's Product Marketing Program. The Grant appropriation will be used to continue establishing Electronic Benefit Transfer (EBT) access at Arkansas Farmers' Markets. The Promotional Items appropriation will be used to support agency programs, including the Farmers Markets and Naturally Arkansas Promotion, the Produce Marketing Association Fresh Market Show and the Floriculture Workshop.

Analysis of Budget Request

Appropriation: 37G - PB Pest/Plant Reg Program

Funding Sources: TAD - Abandoned Agricultural Pesticide and Plant Regulator Disposal Trust Fund

The State Plant Board uses the Pesticide/Plant Regulatory Program to contract with counties and other local entities approved by the Abandoned Pesticide Advisory Board for the collection and disposal of abandoned agricultural pesticides. Funding primarily consists of a \$50 fee collected for annual registration of each pesticide approved for use in Arkansas (A.C.A. §8-7-1201 et seq.). Funding by gifts and grants from other sources is also authorized.

The Agency requests the continuation of Base Level appropriation in the amount of \$750,000 each year of the biennium.

The Executive Recommendation provides for the Agency Request.

Appropriation Summary

Appropriation: 37G - PB Pest/Plant Reg Program

Funding Sources: TAD - Abandoned Agricultural Pesticide and Plant Regulator Disposal Trust Fund

Historical Data

Agency Request and Executive Recommendation

Commitment Item	Historical Data			2009-2010			2010-2011		
	2007-2008 Actual	2008-2009 Budget	2008-2009 Authorized	Base Level	Agency	Executive	Base Level	Agency	Executive
Operating Expenses 5020002	296,356	750,000	750,000	750,000	750,000	750,000	750,000	750,000	750,000
Conference & Travel Expenses 5050009	0	0	0	0	0	0	0	0	0
Professional Fees 5060010	0	0	0	0	0	0	0	0	0
Data Processing 5090012	0	0	0	0	0	0	0	0	0
Capital Outlay 5120011	0	0	0	0	0	0	0	0	0
Total	296,356	750,000	750,000	750,000	750,000	750,000	750,000	750,000	750,000
Funding Sources									
Special Revenue 4000030	296,356	750,000		750,000	750,000	750,000	750,000	750,000	750,000
Total Funding	296,356	750,000		750,000	750,000	750,000	750,000	750,000	750,000
Excess Appropriation/(Funding)	0	0		0	0	0	0	0	0
Grand Total	296,356	750,000		750,000	750,000	750,000	750,000	750,000	750,000

Analysis of Budget Request

Appropriation: 37N - Forestry-Operations-Special

Funding Sources: SDF - State Forestry Fund

This appropriation supports the staffing and general operations of the Forestry Commission. Funding consists of special revenue for the Timber Severance tax and Fire Protection tax, federal revenue for United States Department of Agriculture (USDA) Forest Service Grants as well as other revenue collected for fire protection and prescribed burn fees, seedling sales and timber sales.

Base Level salaries for classified positions reflect the recommendations of the Pay Plan Study and the unclassified position reflects similar adjustments in the line item salary. A 2.3% Cost of Living Allowance is reflected in the second year of the biennium. The Base Level request for Regular Salaries includes Career Service payments for eligible employees. Personal Services Matching includes a \$75 increase in the monthly contribution for State employee's health insurance for a total State match per budgeted employee of \$425.

Base Level includes appropriation of \$11,979,009 in FY10 and \$12,160,780 in FY11 with 198 Regular positions and 83 Extra Help positions.

The Agency requests additional appropriation of \$60,407 each year for the following:

- Overtime and related matching: \$55,407 each year to compensate crews from the Arkansas Forestry Commission that are sent out of state to assist surrounding states with wildfire prevention and control
- Refund/Reimbursement: \$5,000 each year for payments the Agency makes in lieu of property taxes to counties in which the Arkansas Forestry Commission owns forest land. This request will provide appropriation for additional forest land the Agency purchased in the Poison Springs State Park during FY08 and FY09.

The Executive Recommendation provides for the Agency Request.

Appropriation Summary

Appropriation: 37N - Forestry-Operations-Special

Funding Sources: SDF - State Forestry Fund

Historical Data

Agency Request and Executive Recommendation

Commitment Item		2007-2008	2008-2009	2008-2009	2009-2010			2010-2011		
		Actual	Budget	Authorized	Base Level	Agency	Executive	Base Level	Agency	Executive
Regular Salaries	5010000	5,826,800	6,201,831	5,979,380	6,699,029	6,699,029	6,699,029	6,851,245	6,851,245	6,851,245
#Positions		198								
Extra Help	5010001	84,727	164,455	164,455	164,455	164,455	164,455	164,455	164,455	164,455
#Extra Help		83								
Personal Services Matching	5010003	1,993,438	1,966,745	2,090,576	2,327,621	2,336,628	2,336,628	2,357,176	2,366,183	2,366,183
Overtime	5010006	45,791	6,000	6,000	6,000	52,400	52,400	6,000	52,400	52,400
Uniform Allowance	5010016	29,999	30,000	30,000	30,000	30,000	30,000	30,000	30,000	30,000
Operating Expenses	5020002	2,193,011	2,228,293	2,228,293	2,228,293	2,228,293	2,228,293	2,228,293	2,228,293	2,228,293
Conference & Travel Expenses	5050009	33,600	33,600	33,600	33,600	33,600	33,600	33,600	33,600	33,600
Professional Fees	5060010	48,972	250,383	250,383	250,383	250,383	250,383	250,383	250,383	250,383
Data Processing	5090012	0	0	0	0	0	0	0	0	0
Refunds/Reimbursements	5110014	3,417	9,628	9,628	9,628	14,628	14,628	9,628	14,628	14,628
Capital Outlay	5120011	110,820	0	0	0	0	0	0	0	0
Federal Initiative Program	5900047	184,344	230,000	230,000	230,000	230,000	230,000	230,000	230,000	230,000
Total		10,554,919	11,120,935	11,022,315	11,979,009	12,039,416	12,039,416	12,160,780	12,221,187	12,221,187

Funding Sources										
Fund Balance	4000005	25,636	304,374		304,374	304,374	304,374	0	0	0
Federal Revenue	4000020	3,609,385	3,638,024		4,074,635	4,130,042	4,130,042	4,560,780	4,616,187	4,616,187
Special Revenue	4000030	5,771,824	5,768,811		5,800,000	5,800,000	5,800,000	5,800,000	5,800,000	5,800,000
DFA Motor Vehicle Acquisition	4000184	104,593	0		0	0	0	0	0	0
Other	4000370	1,347,855	1,714,100		1,800,000	1,805,000	1,805,000	1,800,000	1,805,000	1,805,000
Total Funding		10,859,293	11,425,309		11,979,009	12,039,416	12,039,416	12,160,780	12,221,187	12,221,187
Excess Appropriation/(Funding)		(304,374)	(304,374)		0	0	0	0	0	0
Grand Total		10,554,919	11,120,935		11,979,009	12,039,416	12,039,416	12,160,780	12,221,187	12,221,187

The FY09 Budget in Regular Salaries exceeds the Authorized due to salary adjustments during the 2007-09 biennium.

The FY08 Actual in Overtime exceeds the Authorized due to a transfer from the DFA Overtime Holding Account.

The FY08 Actual in Capital Outlay exceeds the Authorized due to a transfer from the DFA Motor Vehicle Acquisition Fund.

Change Level by Appropriation

Appropriation: 37N - Forestry-Operations-Special

Funding Sources: SDF - State Forestry Fund

Agency Request

Change Level		2009-2010	Pos	Cumulative	% of BL	2010-2011	Pos	Cumulative	% of BL
BL	Base Level	11,979,009	198	11,979,009	100.0	12,160,780	198	12,160,780	100.0
C01	Existing Program	60,407	0	12,039,416	100.5	60,407	0	12,221,187	100.5

Executive Recommendation

Change Level		2009-2010	Pos	Cumulative	% of BL	2010-2011	Pos	Cumulative	% of BL
BL	Base Level	11,979,009	198	11,979,009	100.0	12,160,780	198	12,160,780	100.0
C01	Existing Program	60,407	0	12,039,416	100.5	60,407	0	12,221,187	100.5

Justification

C01	Arkansas is a member of several Interstate Fire Protection Compacts through which member states agree to assist each other in the control and/or prevention of wildfires. An increase in overtime appropriation in the amount of \$46,400 plus related matching each year is necessary to compensate crews from the Arkansas Forestry Commission that are requested by member states experiencing fire hazards. The Agency also requests \$5,000 each year for payments in lieu of taxes for additional forest land purchased during FY08 and FY09.
-----	---

Analysis of Budget Request

Appropriation: 37P - Forestry-Rural Comm Fire Protection-Fed

Funding Sources: FIT - Federal Funds

The Forestry Commission's Rural Community Fire Protection Program employs federal funds with state and local matches to assist volunteer fire departments and local communities with fire-fighting equipment purchases and upgrades. Funding consists of federal funding from the United States Department of Agriculture Forest Service Agency (USDA-FSA).

Base Level salaries for classified positions reflect the recommendations of the Pay Plan Study. A 2.3% Cost of Living Allowance is reflected in the second year of the biennium. Personal Services Matching includes a \$75 increase in the monthly contribution for State employee's health insurance for a total State match per budgeted employee of \$425.

Base Level includes appropriation in the amount of \$931,050 in FY10 and \$933,139 in FY11 with 2 Regular positions and 2 Extra Help positions.

The Agency requests additional appropriation of \$600,064 each year of the biennium to support the Firewise Communities Program. This program provides assistance to communities, organizations, institutions, volunteer fire departments and other groups to reduce their risk of loss from wildfires in the woodland urban interface. Projects must meet the National Fire Plan's objective for risk assessment, hazard reductions, fire prevention/education and homeowner/community involvement in reducing the wildfire risk to homes and communities across Arkansas. The Change Level Request includes the following:

- Operating Expenses: \$90,000 each year for the restoration of appropriation authorized by a Miscellaneous Federal Grant in FY09
- Professional Fees: \$129,744 each year, which includes \$29,744 each year for the restoration of appropriation authorized by a Miscellaneous Federal Grant in FY09, plus additional appropriation of \$100,000 each year to provide for anticipated increases in federal funding
- Capital Outlay: \$380,320 each year for the restoration of appropriation authorized by a Miscellaneous Federal Grant in FY09

The Executive Recommendation provides for the Agency Request.

Appropriation Summary

Appropriation: 37P - Forestry-Rural Comm Fire Protection-Fed

Funding Sources: FIT - Federal Funds

Historical Data

Agency Request and Executive Recommendation

Commitment Item		Historical Data			Agency Request and Executive Recommendation			Agency Request and Executive Recommendation		
		2007-2008 Actual	2008-2009 Budget	2008-2009 Authorized	2009-2010			2010-2011		
					Base Level	Agency	Executive	Base Level	Agency	Executive
Regular Salaries	5010000	65,804	71,521	69,599	76,182	76,182	76,182	77,933	77,933	77,933
#Positions		2	2	2	2	2	2	2	2	2
Extra Help	5010001	14,800	16,260	16,260	16,260	16,260	16,260	16,260	16,260	16,260
#Extra Help		2	2	2	2	2	2	2	2	2
Personal Services Matching	5010003	22,924	23,648	22,967	26,354	26,354	26,354	26,692	26,692	26,692
Operating Expenses	5020002	155,938	356,893	266,893	266,893	356,893	356,893	266,893	356,893	356,893
Conference & Travel Expenses	5050009	0	0	0	0	0	0	0	0	0
Professional Fees	5060010	112,500	29,744	0	0	129,744	129,744	0	129,744	129,744
Data Processing	5090012	0	0	0	0	0	0	0	0	0
Grants and Aid	5100004	260,898	545,361	545,361	545,361	545,361	545,361	545,361	545,361	545,361
Capital Outlay	5120011	344,087	380,320	0	0	380,320	380,320	0	380,320	380,320
Total		976,951	1,423,747	921,080	931,050	1,531,114	1,531,114	933,139	1,533,203	1,533,203
Funding Sources										
Federal Revenue	4000020	976,951	1,423,747		931,050	1,531,114	1,531,114	933,139	1,533,203	1,533,203
Total Funding		976,951	1,423,747		931,050	1,531,114	1,531,114	933,139	1,533,203	1,533,203
Excess Appropriation/(Funding)		0	0		0	0	0	0	0	0
Grand Total		976,951	1,423,747		931,050	1,531,114	1,531,114	933,139	1,533,203	1,533,203

The FY08 Actual and/or FY09 Budget in Operating Expenses, Professional Fees and Capital Outlay exceed the Authorized due to a transfer from the Miscellaneous Federal Grant Holding Account.
The FY09 Budget in Regular Salaries and Personal Services Matching exceeds the Authorized due to salary adjustments during the 2007-2009 biennium.

Change Level by Appropriation

Appropriation: 37P - Forestry-Rural Comm Fire Protection-Fed

Funding Sources: FIT - Federal Funds

Agency Request

Change Level		2009-2010	Pos	Cumulative	% of BL	2010-2011	Pos	Cumulative	% of BL
BL	Base Level	931,050	2	931,050	100.0	933,139	2	933,139	100.0
C01	Existing Program	100,000	0	1,031,050	110.7	100,000	0	1,033,139	110.7
C06	Restore Position/Approp	500,064	0	1,531,114	164.5	500,064	0	1,533,203	164.3

Executive Recommendation

Change Level		2009-2010	Pos	Cumulative	% of BL	2010-2011	Pos	Cumulative	% of BL
BL	Base Level	931,050	2	931,050	100.0	933,139	2	933,139	100.0
C01	Existing Program	100,000	0	1,031,050	110.7	100,000	0	1,033,139	110.7
C06	Restore Position/Approp	500,064	0	1,531,114	164.5	500,064	0	1,533,203	164.3

Justification

C01	Additional Professional Fees appropriation of \$100,000 in both FY10 and FY11 is necessary to support potential increases in federal funding from the United States Department of Agriculture.
C06	The Agency Request for each year of the biennium includes the restoration of appropriation in the amount of \$500,064 to support the Firewise Communities Program. This includes \$90,000 each year for Operating Expenses, \$29,744 each year for Professional Fees and \$380,230 each year for Capital Outlay.

Analysis of Budget Request

Appropriation: 37Q - Forestry-Urban Forestry Services-Federal

Funding Sources: SDF - State Forestry Fund

The Federal Urban Forestry Services program provides matching grants to support forestry services in urban areas. Grant awards are made in five categories: Local Government Program Development (tree ordinance development, tree inventories, management plans, etc.), Site Specific Projects (tree planting on public land, tree protection and maintenance projects), Non Profit Administration (personnel costs to help nonprofit groups support local tree management programs), Information and Education (educational programs, workshops and training sessions) and Urban Forestry or Arboricultural Training (to provide cost share funding for the development of new or continuing education or degree track courses in urban forestry).

Funding consists of federal funding from the United States Department of Agriculture (USDA) Forest Service Grant for Urban and Community Forestry.

Base Level includes appropriation in the amount of \$380,675 each year of the biennium.

The Agency requests additional Operating Expenses appropriation in the amount of \$25,000 each year to provide for anticipated increases in federal grant funding.

The Executive Recommendation provides for the Agency Request.

Appropriation Summary

Appropriation: 37Q - Forestry-Urban Forestry Services-Federal

Funding Sources: SDF - State Forestry Fund

Historical Data

Agency Request and Executive Recommendation

Commitment Item		Historical Data			Agency Request and Executive Recommendation			Agency Request and Executive Recommendation		
		2007-2008 Actual	2008-2009 Budget	2008-2009 Authorized	2009-2010			2010-2011		
					Base Level	Agency	Executive	Base Level	Agency	Executive
Operating Expenses	5020002	21,387	12,000	12,000	12,000	37,000	37,000	12,000	37,000	37,000
Conference & Travel Expenses	5050009	0	0	0	0	0	0	0	0	0
Professional Fees	5060010	0	5,000	5,000	5,000	5,000	5,000	5,000	5,000	5,000
Data Processing	5090012	0	0	0	0	0	0	0	0	0
Grants and Aid	5100004	146,106	363,675	363,675	363,675	363,675	363,675	363,675	363,675	363,675
Capital Outlay	5120011	0	0	0	0	0	0	0	0	0
Total		167,493	380,675	380,675	380,675	405,675	405,675	380,675	405,675	405,675
Funding Sources										
Federal Revenue	4000020	167,493	380,675		380,675	405,675	405,675	380,675	405,675	405,675
Total Funding		167,493	380,675		380,675	405,675	405,675	380,675	405,675	405,675
Excess Appropriation/(Funding)		0	0		0	0	0	0	0	0
Grand Total		167,493	380,675		380,675	405,675	405,675	380,675	405,675	405,675

The FY08 Actual in Operating Expenses exceeds the Authorized due to a transfer from the Miscellaneous Federal Grant Holding Account.

Change Level by Appropriation

Appropriation: 37Q - Forestry-Urban Forestry Services-Federal

Funding Sources: SDF - State Forestry Fund

Agency Request

Change Level		2009-2010	Pos	Cumulative	% of BL	2010-2011	Pos	Cumulative	% of BL
BL	Base Level	380,675	0	380,675	100.0	380,675	0	380,675	100.0
C01	Existing Program	25,000	0	405,675	106.6	25,000	0	405,675	106.6

Executive Recommendation

Change Level		2009-2010	Pos	Cumulative	% of BL	2010-2011	Pos	Cumulative	% of BL
BL	Base Level	380,675	0	380,675	100.0	380,675	0	380,675	100.0
C01	Existing Program	25,000	0	405,675	106.6	25,000	0	405,675	106.6

Justification

C01	An increase of \$25,000 is necessary in Operating Expenses to enable the agency to expense increased grant funding provided by the USDA Forest Service Grant for Urban and Community Forestry.
-----	--

Analysis of Budget Request

Appropriation: 37R - Forestry-Rural Fire Protection Service Loans

Funding Sources: MRF - Rural Fire Protection Revolving Fund

The Rural Fire Protection Service Loans Program provides loans to local fire departments for the purchase of fire-fighting equipment. Funding consists of repayments of rural fire protection loans.

The Agency requests the continuation of Base Level appropriation in the amount of \$1,210,000 each year of the biennium.

The Executive Recommendation provides for the Agency Request.

Appropriation Summary

Appropriation: 37R - Forestry-Rural Fire Protection Service Loans

Funding Sources: MRF - Rural Fire Protection Revolving Fund

Historical Data

Agency Request and Executive Recommendation

Commitment Item	2007-2008 Actual	2008-2009 Budget	2008-2009 Authorized	2009-2010			2010-2011		
				Base Level	Agency	Executive	Base Level	Agency	Executive
Loans 5120029	628,482	1,210,000	1,210,000	1,210,000	1,210,000	1,210,000	1,210,000	1,210,000	1,210,000
Total	628,482	1,210,000	1,210,000	1,210,000	1,210,000	1,210,000	1,210,000	1,210,000	1,210,000
Funding Sources									
Fund Balance 4000005	276,039	351,229		234,152	234,152	234,152	117,076	117,076	117,076
Non-Revenue Receipts 4000040	703,672	1,092,923		1,092,924	1,092,924	1,092,924	1,092,924	1,092,924	1,092,924
Total Funding	979,711	1,444,152		1,327,076	1,327,076	1,327,076	1,210,000	1,210,000	1,210,000
Excess Appropriation/(Funding)	(351,229)	(234,152)		(117,076)	(117,076)	(117,076)	0	0	0
Grand Total	628,482	1,210,000		1,210,000	1,210,000	1,210,000	1,210,000	1,210,000	1,210,000

Analysis of Budget Request

Appropriation: 37S - Forestry-St Forestry Trust Program

Funding Sources: TZT - State Forestry Trust Fund

The State Forestry Trust Program is used for the acquisition and management of state forests, the purchase of fire-fighting equipment, other forest fire suppression activities, improvements at State Forestry Commission nurseries and the seedling storage and distribution system and any other purpose as may be authorized by law (A.C.A. §19-5-927). Funding consists of income derived from the management of state forests and state nurseries to the extent that this income is not needed to fund the general operations of the Commission.

The Agency requests the continuation of Base Level appropriation in the amount of \$1,600,000 each year of the biennium.

The Executive Recommendation provides for the Agency Request.

Appropriation Summary

Appropriation: 37S - Forestry-St Forestry Trust Program

Funding Sources: TZT - State Forestry Trust Fund

Historical Data

Agency Request and Executive Recommendation

Commitment Item		2007-2008	2008-2009	2008-2009	2009-2010			2010-2011		
		Actual	Budget	Authorized	Base Level	Agency	Executive	Base Level	Agency	Executive
Operating Expenses	5020002	87,737	200,000	200,000	200,000	200,000	200,000	200,000	200,000	200,000
Conference & Travel Expenses	5050009	0	0	0	0	0	0	0	0	0
Professional Fees	5060010	4,995	100,000	100,000	100,000	100,000	100,000	100,000	100,000	100,000
Data Processing	5090012	0	0	0	0	0	0	0	0	0
Capital Outlay	5120011	0	0	0	0	0	0	0	0	0
Fire Control/Communicate	5900046	733,599	1,000,000	1,000,000	1,000,000	1,000,000	1,000,000	1,000,000	1,000,000	1,000,000
Management & Operations	5900047	0	300,000	300,000	300,000	300,000	300,000	300,000	300,000	300,000
Total		826,331	1,600,000							
Funding Sources										
Fund Balance	4000005	1,368,207	665,042		665,042	665,042	665,042	665,042	665,042	665,042
Trust Fund	4000050	123,166	1,600,000		1,600,000	1,600,000	1,600,000	1,600,000	1,600,000	1,600,000
Total Funding		1,491,373	2,265,042		2,265,042	2,265,042	2,265,042	2,265,042	2,265,042	2,265,042
Excess Appropriation/(Funding)		(665,042)	(665,042)		(665,042)	(665,042)	(665,042)	(665,042)	(665,042)	(665,042)
Grand Total		826,331	1,600,000		1,600,000	1,600,000	1,600,000	1,600,000	1,600,000	1,600,000

Analysis of Budget Request

Appropriation: 37T - Forestry-Southern Pine Beetle Prevention

Funding Sources: FIT - Federal Funds

The Southern Pine Beetle (SPB) program provides for a cost share program to allow low density pine plantings, pre-commercial thinning and pre-commercial SPB suppression. The Arkansas Forestry Commission conducts aerial and ground surveys to identify high hazard stands. Funding consists of a federal grant from the United States Department of Agriculture Forest Service Agency (USDA-FSA).

Base Level includes appropriation in the amount of \$450,000 each year of the biennium.

The Agency requests additional appropriation in the amount of \$1,290,000 each year for the following:

- Operating Expenses: \$140,000 each year for the restoration of appropriation authorized by a Miscellaneous Federal Grant during FY09
- Grants and Aid: \$1,150,000 each year. This amount includes \$553,750 for the restoration of appropriation authorized by a Miscellaneous Federal Grant during FY09 plus an additional increase of \$596,250 each year of the biennium to enable the Agency to utilize projected increases in federal funds.

The Executive Recommendation provides for the Agency Request.

Appropriation Summary

Appropriation: 37T - Forestry-Southern Pine Beetle Prevention

Funding Sources: FIT - Federal Funds

Historical Data

Agency Request and Executive Recommendation

Commitment Item		Historical Data			2009-2010			2010-2011		
		2007-2008 Actual	2008-2009 Budget	2008-2009 Authorized	Base Level	Agency	Executive	Base Level	Agency	Executive
Operating Expenses	5020002	19,944	240,000	100,000	100,000	240,000	240,000	100,000	240,000	240,000
Conference & Travel Expenses	5050009	0	0	0	0	0	0	0	0	0
Professional Fees	5060010	0	0	0	0	0	0	0	0	0
Data Processing	5090012	0	0	0	0	0	0	0	0	0
Grants and Aid	5100004	432,519	903,750	350,000	350,000	1,500,000	1,500,000	350,000	1,500,000	1,500,000
Capital Outlay	5120011	0	0	0	0	0	0	0	0	0
Total		452,463	1,143,750	450,000	450,000	1,740,000	1,740,000	450,000	1,740,000	1,740,000
Funding Sources										
Federal Revenue	4000020	452,463	1,143,750		450,000	1,740,000	1,740,000	450,000	1,740,000	1,740,000
Total Funding		452,463	1,143,750		450,000	1,740,000	1,740,000	450,000	1,740,000	1,740,000
Excess Appropriation/(Funding)		0	0		0	0	0	0	0	0
Grand Total		452,463	1,143,750		450,000	1,740,000	1,740,000	450,000	1,740,000	1,740,000

The FY08 Actual and/or FY09 Budget in Operating Expenses and Grants and Aid exceed the Authorized due to a transfer from the Miscellaneous Federal Grant Holding Account.

Change Level by Appropriation

Appropriation: 37T - Forestry-Southern Pine Beetle Prevention

Funding Sources: FIT - Federal Funds

Agency Request

Change Level		2009-2010	Pos	Cumulative	% of BL	2010-2011	Pos	Cumulative	% of BL
BL	Base Level	450,000	0	450,000	100.0	450,000	0	450,000	100.0
C01	Existing Program	596,250	0	1,046,250	232.5	596,250	0	1,046,250	232.5
C06	Restore Position/Approp	693,750	0	1,740,000	386.7	693,750	0	1,740,000	386.7

Executive Recommendation

Change Level		2009-2010	Pos	Cumulative	% of BL	2010-2011	Pos	Cumulative	% of BL
BL	Base Level	450,000	0	450,000	100.0	450,000	0	450,000	100.0
C01	Existing Program	596,250	0	1,046,250	232.5	596,250	0	1,046,250	232.5
C06	Restore Position/Approp	693,750	0	1,740,000	386.7	693,750	0	1,740,000	386.7

Justification

C01	The Agency requests an increase of grant appropriation in the amount of \$596,250 to ensure the agency has enough appropriation to utilize increased federal funding from the US Department of Agriculture.
C06	The Agency requests to restore appropriation authorized by a Miscellaneous Federal Grant in FY2009 in support of the Southern Pine Beetle Prevention program. This request includes \$140,000 in Operating Expenses and \$553,750 in Grants and Aid.

Analysis of Budget Request

Appropriation: 37U - Forestry-Forest Land Enhancement Program

Funding Sources: FIT - Federal Funds

This appropriation provides financial assistance to landowners who adopt conservation practices such as planting site preparation, tree planting, prescribed burning, and forest stand improvement. Funding consists of forest land enhancement grants from the United States Department of Agriculture Forest Service Agency (USDA-FSA).

Base Level includes appropriation in the amount of \$261,210 each year of the biennium.

The Agency requests additional Grants and Aid appropriation in the amount of \$13,790 each year of the biennium to ensure the Agency has adequate appropriation to support federal grant funding.

The Executive Recommendation provides for the Agency Request.

Appropriation Summary

Appropriation: 37U - Forestry-Forest Land Enhancement Program

Funding Sources: FIT - Federal Funds

Historical Data

Agency Request and Executive Recommendation

Commitment Item		Historical Data			2009-2010			2010-2011		
		2007-2008 Actual	2008-2009 Budget	2008-2009 Authorized	Base Level	Agency	Executive	Base Level	Agency	Executive
Grants and Aid	5100004	81,584	261,210	261,210	261,210	275,000	275,000	261,210	275,000	275,000
Total		81,584	261,210	261,210	261,210	275,000	275,000	261,210	275,000	275,000
Funding Sources										
Federal Revenue	4000020	81,584	261,210		261,210	275,000	275,000	261,210	275,000	275,000
Total Funding		81,584	261,210		261,210	275,000	275,000	261,210	275,000	275,000
Excess Appropriation/(Funding)		0	0		0	0	0	0	0	0
Grand Total		81,584	261,210		261,210	275,000	275,000	261,210	275,000	275,000

Change Level by Appropriation

Appropriation: 37U - Forestry-Forest Land Enhancement Program

Funding Sources: FIT - Federal Funds

Agency Request

Change Level		2009-2010	Pos	Cumulative	% of BL	2010-2011	Pos	Cumulative	% of BL
BL	Base Level	261,210	0	261,210	100.0	261,210	0	261,210	100.0
C01	Existing Program	13,790	0	275,000	105.3	13,790	0	275,000	105.3

Executive Recommendation

Change Level		2009-2010	Pos	Cumulative	% of BL	2010-2011	Pos	Cumulative	% of BL
BL	Base Level	261,210	0	261,210	100.0	261,210	0	261,210	100.0
C01	Existing Program	13,790	0	275,000	105.3	13,790	0	275,000	105.3

Justification

C01	Additional grant appropriation of \$13,790 each year is requested to support the Forest Land Enhancement Grant Program.								
-----	---	--	--	--	--	--	--	--	--

Analysis of Budget Request

Appropriation: 37V - Forestry-Wild Land Fire Assistance

Funding Sources: FIT - Federal Funds

The Wild Land Fire Assistance Program implements prescribed burns to reduce fuel loads in natural areas adjacent to Forest Service lands, thereby protecting nearby communities. Funding consists of federal funding from a Community Fire Assistance Grant from the Federal Emergency Management Agency (FEMA).

Base Level includes appropriation in the amount of \$28,800 each year of the biennium.

The Agency requests additional Grants and Aid appropriation of \$150,000 each year of the biennium to support an increase in anticipated federal funding for the program.

The Executive Recommendation provides for the Agency Request.

Appropriation Summary

Appropriation: 37V - Forestry-Wild Land Fire Assistance

Funding Sources: FIT - Federal Funds

Historical Data

Agency Request and Executive Recommendation

Commitment Item	2007-2008 Actual	2008-2009 Budget	2008-2009 Authorized	2009-2010			2010-2011		
				Base Level	Agency	Executive	Base Level	Agency	Executive
Grants and Aid 5100004	0	28,800	28,800	28,800	178,800	178,800	28,800	178,800	178,800
Total	0	28,800	28,800	28,800	178,800	178,800	28,800	178,800	178,800
Funding Sources									
Federal Revenue 4000020	0	28,800		28,800	178,800	178,800	28,800	178,800	178,800
Total Funding	0	28,800		28,800	178,800	178,800	28,800	178,800	178,800
Excess Appropriation/(Funding)	0	0		0	0	0	0	0	0
Grand Total	0	28,800		28,800	178,800	178,800	28,800	178,800	178,800

Change Level by Appropriation

Appropriation: 37V - Forestry-Wild Land Fire Assistance

Funding Sources: FIT - Federal Funds

Agency Request

Change Level		2009-2010	Pos	Cumulative	% of BL	2010-2011	Pos	Cumulative	% of BL
BL	Base Level	28,800	0	28,800	100.0	28,800	0	28,800	100.0
C01	Existing Program	150,000	0	178,800	620.8	150,000	0	178,800	620.8

Executive Recommendation

Change Level		2009-2010	Pos	Cumulative	% of BL	2010-2011	Pos	Cumulative	% of BL
BL	Base Level	28,800	0	28,800	100.0	28,800	0	28,800	100.0
C01	Existing Program	150,000	0	178,800	620.8	150,000	0	178,800	620.8

Justification

C01	Additional grant appropriation of \$150,000 is requested in both FY10 and FY11 to support the Wild Land Fire Assistance Grant Program.
-----	--

Analysis of Budget Request

Appropriation: 37W - Forestry-Forest Health Program

Funding Sources: FIT - Federal Funds

This appropriation supports the Invasive Species Management Program within the Cooperative Forest Health Program. This program provides for a cost sharing program to manage invasive species on private non-industrial forest lands and for forest health training related to invasive species for Arkansas Forestry Commission personnel. Funding consists of a Forest Service Grant from the United States Department of Agriculture (USDA).

Base Level includes Grants and Aid appropriation in the amount of \$35,650 each year of the biennium.

The Agency requests additional Grants and Aid appropriation in the amount of \$173,871 each year of the biennium to continue the Agency's efforts with the management of invasive species in Arkansas forests. This amount includes \$23,871 each year for the restoration of appropriation authorized in a Miscellaneous Federal Grant in FY09 as well as an additional \$150,000 each year to enable the Agency to utilize projected increases in federal funding.

The Executive Recommendation provides for the Agency Request.

Appropriation Summary

Appropriation: 37W - Forestry-Forest Health Program

Funding Sources: FIT - Federal Funds

Historical Data

Agency Request and Executive Recommendation

Commitment Item		Historical Data			2009-2010			2010-2011		
		2007-2008 Actual	2008-2009 Budget	2008-2009 Authorized	Base Level	Agency	Executive	Base Level	Agency	Executive
Grants and Aid	5100004	46,205	59,521	35,650	35,650	209,521	209,521	35,650	209,521	209,521
Total		46,205	59,521	35,650	35,650	209,521	209,521	35,650	209,521	209,521
Funding Sources										
Federal Revenue	4000020	46,205	59,521		35,650	209,521	209,521	35,650	209,521	209,521
Total Funding		46,205	59,521		35,650	209,521	209,521	35,650	209,521	209,521
Excess Appropriation/(Funding)		0	0		0	0	0	0	0	0
Grand Total		46,205	59,521		35,650	209,521	209,521	35,650	209,521	209,521

The FY08 Actual and FY09 Budget in Grants and Aid exceed the Authorized due to a transfer from the Miscellaneous Federal Grant Holding Account.

Change Level by Appropriation

Appropriation: 37W - Forestry-Forest Health Program

Funding Sources: FIT - Federal Funds

Agency Request

Change Level		2009-2010	Pos	Cumulative	% of BL	2010-2011	Pos	Cumulative	% of BL
BL	Base Level	35,650	0	35,650	100.0	35,650	0	35,650	100.0
C01	Existing Program	150,000	0	185,650	520.8	150,000	0	185,650	520.8
C06	Restore Position/Approp	23,871	0	209,521	587.7	23,871	0	209,521	587.7

Executive Recommendation

Change Level		2009-2010	Pos	Cumulative	% of BL	2010-2011	Pos	Cumulative	% of BL
BL	Base Level	35,650	0	35,650	100.0	35,650	0	35,650	100.0
C01	Existing Program	150,000	0	185,650	520.8	150,000	0	185,650	520.8
C06	Restore Position/Approp	23,871	0	209,521	587.7	23,871	0	209,521	587.7

Justification

C01	The Agency requests additional grant appropriation of \$150,000 each year due to anticipated increases in federal grant funding from the US Department of Agriculture.
C06	The Agency requests to restore grant appropriation of \$23,871 each year that was previously authorized in a Miscellaneous Federal Grant during FY2009 to support the Forest Health Program.

Analysis of Budget Request

Appropriation: 37X - Forestry-Forest Legacy

Funding Sources: FIT - Federal Funds

The Forest Legacy Program is a conservation program administered by states to conserve environmentally significant privately owned forest lands that are threatened by conversion to non-forest uses. States that enter this program are able to acquire conservation easements of critical forestlands to meet the objectives outlined in the state's Assessment of Need document as submitted to and approved by the Secretary of the United States Department of Agriculture.

Base Level includes Operating Expenses appropriation in the amount of \$25,000 each year of the biennium.

The Agency requests additional appropriation in the amount of \$2,025,000 each year for the following:

- Operating Expenses: \$25,000 each year to support the operating costs of maintaining the Forest Legacy Program. This amount includes \$13,500 each year of the biennium for the restoration of appropriation authorized in a Miscellaneous Federal Grant during FY09 plus additional appropriation in the amount of \$11,500 each year to enable the Agency to utilize projected increased in federal funding.
- Capital Outlay: \$2 million each year to enable the Agency to acquire conservation easements. This amount includes \$500,000 each year for the restoration of appropriation authorized in a Miscellaneous Federal Grant during FY09 plus additional appropriation in the amount of \$1,500,000 each year to enable the Agency to utilize projected increased in federal funding.

The Executive Recommendation provides for the Agency Request.

Appropriation Summary

Appropriation: 37X - Forestry-Forest Legacy

Funding Sources: FIT - Federal Funds

Historical Data

Agency Request and Executive Recommendation

Commitment Item		Historical Data			2009-2010			2010-2011		
		2007-2008 Actual	2008-2009 Budget	2008-2009 Authorized	Base Level	Agency	Executive	Base Level	Agency	Executive
Operating Expenses	5020002	16,498	38,500	25,000	25,000	50,000	50,000	25,000	50,000	50,000
Conference & Travel Expenses	5050009	0	0	0	0	0	0	0	0	0
Professional Fees	5060010	0	0	0	0	0	0	0	0	0
Data Processing	5090012	0	0	0	0	0	0	0	0	0
Capital Outlay	5120011	0	500,000	0	0	2,000,000	2,000,000	0	2,000,000	2,000,000
Total		16,498	538,500	25,000	25,000	2,050,000	2,050,000	25,000	2,050,000	2,050,000
Funding Sources										
Federal Revenue	4000020	16,498	538,500		25,000	2,050,000	2,050,000	25,000	2,050,000	2,050,000
Total Funding		16,498	538,500		25,000	2,050,000	2,050,000	25,000	2,050,000	2,050,000
Excess Appropriation/(Funding)		0	0		0	0	0	0	0	0
Grand Total		16,498	538,500		25,000	2,050,000	2,050,000	25,000	2,050,000	2,050,000

The FY09 Budget in Operating Expenses and Capital Outlay exceeds the Authorized due to a transfer from the Miscellaneous Federal Grant Holding Account.

Change Level by Appropriation

Appropriation: 37X - Forestry-Forest Legacy

Funding Sources: FIT - Federal Funds

Agency Request

Change Level		2009-2010	Pos	Cumulative	% of BL	2010-2011	Pos	Cumulative	% of BL
BL	Base Level	25,000	0	25,000	100.0	25,000	0	25,000	100.0
C01	Existing Program	1,511,500	0	1,536,500	6,146.0	1,511,500	0	1,536,500	6,146.0
C06	Restore Position/Approp	513,500	0	2,050,000	8,200.0	513,500	0	2,050,000	8,200.0

Executive Recommendation

Change Level		2009-2010	Pos	Cumulative	% of BL	2010-2011	Pos	Cumulative	% of BL
BL	Base Level	25,000	0	25,000	100.0	25,000	0	25,000	100.0
C01	Existing Program	1,511,500	0	1,536,500	6,146.0	1,511,500	0	1,536,500	6,146.0
C06	Restore Position/Approp	513,500	0	2,050,000	8,200.0	513,500	0	2,050,000	8,200.0

Justification

C01	The Agency request is for increased appropriation of \$11,500 in Operating Expenses and \$1.5 million in Capital Outlay due to projected increases in federal fund receipts supporting the Forest Legacy Program.
C06	The Agency request is for the restoration of appropriation authorized in a Miscellaneous Federal Grant during FY2009 to support the Forest Legacy Program. This request consists of \$13,500 each year for Operating Expenses and \$500,000 each year for capital outlay.

Analysis of Budget Request

Appropriation: 37Y - Forestry-Silvctrl Non-Point Program

Funding Sources: FIT - Federal Funds

The Silvicultural Nonpoint Program provides for a partnership between the state foresters and state water quality agencies to ensure nonpoint source water pollution from forestry activities are kept to a minimum and reduced where possible. This program assists with Best Management Practices (BMPs), provides Implementation Assessments and conducts training for loggers, foresters, and forest landowners. Federal funding consists of an Agroforestry (AFT) Grant from the United States Department of Agriculture (USDA).

Base Level includes Operating Expenses appropriation in the amount of \$89,518 each year of the biennium.

The Agency requests additional appropriation in the amount of \$30,482 each year of the biennium for the following:

- Operating Expenses: \$10,482 each year to enable the Agency to utilize projected increases in federal funding for training and investigating purposes
- Capital Outlay: \$20,000 each year to provide for training equipment

The Executive Recommendation provides for the Agency Request

Appropriation Summary

Appropriation: 37Y - Forestry-Silvctrl Non-Point Program

Funding Sources: FIT - Federal Funds

Historical Data

Agency Request and Executive Recommendation

Commitment Item		Historical Data			Agency Request and Executive Recommendation			Agency Request and Executive Recommendation		
		2007-2008 Actual	2008-2009 Budget	2008-2009 Authorized	2009-2010			2010-2011		
					Base Level	Agency	Executive	Base Level	Agency	Executive
Operating Expenses	5020002	25,847	89,518	89,518	89,518	100,000	100,000	89,518	100,000	100,000
Conference & Travel Expenses	5050009	0	0	0	0	0	0	0	0	0
Professional Fees	5060010	0	0	0	0	0	0	0	0	0
Data Processing	5090012	0	0	0	0	0	0	0	0	0
Capital Outlay	5120011	16,835	17,400	17,400	0	20,000	20,000	0	20,000	20,000
Total		42,682	106,918	106,918	89,518	120,000	120,000	89,518	120,000	120,000
Funding Sources										
Federal Revenue	4000020	42,682	106,918		89,518	120,000	120,000	89,518	120,000	120,000
Total Funding		42,682	106,918		89,518	120,000	120,000	89,518	120,000	120,000
Excess Appropriation/(Funding)		0	0		0	0	0	0	0	0
Grand Total		42,682	106,918		89,518	120,000	120,000	89,518	120,000	120,000

Change Level by Appropriation

Appropriation: 37Y - Forestry-Silvctrl Non-Point Program

Funding Sources: FIT - Federal Funds

Agency Request

Change Level		2009-2010	Pos	Cumulative	% of BL	2010-2011	Pos	Cumulative	% of BL
BL	Base Level	89,518	0	89,518	100.0	89,518	0	89,518	100.0
C01	Existing Program	30,482	0	120,000	134.1	30,482	0	120,000	134.1

Executive Recommendation

Change Level		2009-2010	Pos	Cumulative	% of BL	2010-2011	Pos	Cumulative	% of BL
BL	Base Level	89,518	0	89,518	100.0	89,518	0	89,518	100.0
C01	Existing Program	30,482	0	120,000	134.1	30,482	0	120,000	134.1

Justification

C01	Additional Operating Expense appropriation of \$10,482 in both FY10 and FY11 is necessary to support the Silvicultural Non-Point Pollution Program. Additional Capital Outlay appropriation of \$20,000 each year is necessary to provide an equipment budget.
-----	--

Analysis of Budget Request

Appropriation: 37Z - Agri Dept-Alt Fuels Dev Grants-(GR)

Funding Sources: HAD - Department of Agriculture Fund Account

This appropriation provides general revenue funding to support the Arkansas Agriculture Department's Alternative Fuels Development Program (A.C.A. §15-13-301 et seq).

This program includes three types of incentive grants:

- Capital and Production - grants up to \$2 million per fiscal year (based on the gallon production of alternative fuels) for alternative fuels producers for the construction, modification, alteration, or retrofitting of an alternative fuels production facility located and operated in Arkansas and for the operations costs of an alternative fuels production facility located and operated in Arkansas
- Production - grants up to \$2 million per fiscal year for feedstock processors to assist in the construction, modification, alteration, or retrofitting of feedstock processing facilities that are located and operated in Arkansas
- Distribution - grants up to \$50,000 per fiscal year for alternative fuels distributors to improve the statewide supply and distribution of alternative fuels and alternative fuels mixtures that are produced in Arkansas

Base Level includes appropriation and general revenue funding of \$1,960,440 each year.

The Agency requests additional appropriation and general revenue funding in the amount of \$3,039,560 each year. This request restores the Agency's level of funding to the \$4.5 million that was funded in the 2007-09 biennium and adds an additional \$500,000 each year to provide a total Agency budget of \$5 million each year for incentive grants.

The Executive Recommendation provides for the Agency Request and eliminates the general revenue funding for this program pending a decision on General Improvement funding.

Appropriation Summary

Appropriation: 37Z - Agri Dept-Alt Fuels Dev Grants-(GR)

Funding Sources: HAD - Department of Agriculture Fund Account

Historical Data

Agency Request and Executive Recommendation

Commitment Item		Historical Data			2009-2010			2010-2011		
		2007-2008 Actual	2008-2009 Budget	2008-2009 Authorized	Base Level	Agency	Executive	Base Level	Agency	Executive
Grants and Aid	5100004	4,317,218	1,960,440	26,000,000	1,960,440	5,000,000	5,000,000	1,960,440	5,000,000	5,000,000
Total		4,317,218	1,960,440	26,000,000	1,960,440	5,000,000	5,000,000	1,960,440	5,000,000	5,000,000
Funding Sources										
General Revenue	4000010	4,317,218	1,960,440		1,960,440	5,000,000	0	1,960,440	5,000,000	0
Total Funding		4,317,218	1,960,440		1,960,440	5,000,000	0	1,960,440	5,000,000	0
Excess Appropriation/(Funding)		0	0		0	0	5,000,000	0	0	5,000,000
Grand Total		4,317,218	1,960,440		1,960,440	5,000,000	5,000,000	1,960,440	5,000,000	5,000,000

The FY08 Actual exceeds the FY09 Budget in Grants and Aid due to general revenue funding reductions in FY09.

Change Level by Appropriation

Appropriation: 37Z - Agri Dept-Alt Fuels Dev Grants-(GR)
Funding Sources: HAD - Department of Agriculture Fund Account

Agency Request

Change Level		2009-2010	Pos	Cumulative	% of BL	2010-2011	Pos	Cumulative	% of BL
BL	Base Level	1,960,440	0	1,960,440	100.0	1,960,440	0	1,960,440	100.0
C01	Existing Program	3,039,560	0	5,000,000	255.0	3,039,560	0	5,000,000	255.0

Executive Recommendation

Change Level		2009-2010	Pos	Cumulative	% of BL	2010-2011	Pos	Cumulative	% of BL
BL	Base Level	1,960,440	0	1,960,440	100.0	1,960,440	0	1,960,440	100.0
C01	Existing Program	3,039,560	0	5,000,000	255.0	3,039,560	0	5,000,000	255.0

Justification

C01	An increase of \$3,039,560 each year is requested to enable the agency to continue providing incentive grants for alternative fuels production, feedstock processing and distribution.
-----	--

Analysis of Budget Request

Appropriation: 38A - Agri Dept-Alt Fuels Dev Grants-(SR)

Funding Sources: SFD - Alternative Fuels Development Fund

This biennial appropriation provides special revenue funding to support the Arkansas Agriculture Department's Alternative Fuels Development Program (A.C.A. §15-13-301 et seq.). The original source of funding was a one-time fund transfer of \$11 million from the General Revenue Allotment Reserve Fund during the 2007-09 biennium as authorized by the 86th General Assembly in Section 2 of Act 1098 of 2007.

This program includes three types of incentive grants:

- Capital and Production - grants up to \$2 million per fiscal year (based on the gallon production of alternative fuels) for alternative fuels producers for the construction, modification, alteration, or retrofitting of an alternative fuels production facility located and operated in Arkansas and for the operations costs of an alternative fuels production facility located and operated in Arkansas
- Production - grants up to \$2 million per fiscal year for feedstock processors to assist in the construction, modification, alteration, or retrofitting of feedstock processing facilities that are located and operated in Arkansas
- Distribution - grants up to \$50,000 per fiscal year for alternative fuels distributors to improve the statewide supply and distribution of alternative fuels and alternative fuels mixtures that are produced in Arkansas

Base Level includes appropriation of \$11 million for the 2009-11 biennium. Appropriation which remains unexpended at the end of FY10 will be carried forward to be used for the same purpose in FY11.

The Executive Recommendation provides for the Agency Request.

Appropriation Summary

Appropriation: 38A - Agri Dept-Alt Fuels Dev Grants-(SR)
Funding Sources: SFD - Alternative Fuels Development Fund

Historical Data

Agency Request and Executive Recommendation

Commitment Item	Historical Data			2009-2010			2010-2011		
	2007-2008 Actual	2008-2009 Budget	2008-2009 Authorized	Base Level	Agency	Executive	Base Level	Agency	Executive
Grants and Aid 5100004	0	0	0	11,000,000	11,000,000	11,000,000	0	0	0
Total	0	0	0	11,000,000	11,000,000	11,000,000	0	0	0
Funding Sources									
Fund Balance 4000005	0	11,000,000		11,000,000	11,000,000	11,000,000	0	0	0
Special Revenue 4000030	11,000,000	0		0	0	0	0	0	0
Total Funding	11,000,000	11,000,000		11,000,000	11,000,000	11,000,000	0	0	0
Excess Appropriation/(Funding)	(11,000,000)	(11,000,000)		0	0	0	0	0	0
Grand Total	0	0		11,000,000	11,000,000	11,000,000	0	0	0

This is a Biennial Appropriation. The amount authorized for the 2007-09 biennium was \$11 million. The amount that carried forward from FY08 into FY09 was \$11 million.

FY08 Actual Revenue consists of a one-time fund transfer of \$11 million from the General Revenue Allotment Reserve Fund as authorized in Section 2 of Act 1098 of 2007.

Analysis of Budget Request

Appropriation: ASP - PIB-Univ Scholarship Program

Funding Sources: SDP - Plant Board Fund

The Agriculture Scholarship Program was created by Act 687 of 2003 for the purpose of providing grants for internships and scholarships to the following:

- University of Arkansas - \$5,000
- Arkansas State University - \$5,000
- Arkansas Tech University - \$5,000
- Southern Arkansas University - \$5,000

Funding consists of civil penalties collected by the State Plant Board.

The Agency requests the continuation of Base Level appropriation each year of the biennium.

The Executive Recommendation provides for the Agency Request.

Appropriation Summary

Appropriation: ASP - PB-Univ Scholarship Program

Funding Sources: SDP - Plant Board Fund

Historical Data

Agency Request and Executive Recommendation

Commitment Item		Historical Data			2009-2010			2010-2011		
		2007-2008 Actual	2008-2009 Budget	2008-2009 Authorized	Base Level	Agency	Executive	Base Level	Agency	Executive
SAU Agri Scholarships	5100004	5,000	5,000	5,000	5,000	5,000	5,000	5,000	5,000	5,000
U of A Agri Scholarships	5100004	5,000	5,000	5,000	5,000	5,000	5,000	5,000	5,000	5,000
AR Tech Agri Scholarships	5100004	5,000	5,000	5,000	5,000	5,000	5,000	5,000	5,000	5,000
ASU Agri Scholarships	5100004	5,000	5,000	5,000	5,000	5,000	5,000	5,000	5,000	5,000
Total		20,000	20,000	20,000	20,000	20,000	20,000	20,000	20,000	20,000
Funding Sources										
Special Revenue	4000030	20,000	20,000		20,000	20,000	20,000	20,000	20,000	20,000
Total Funding		20,000	20,000		20,000	20,000	20,000	20,000	20,000	20,000
Excess Appropriation/(Funding)		0	0		0	0	0	0	0	0
Grand Total		20,000	20,000		20,000	20,000	20,000	20,000	20,000	20,000

Analysis of Budget Request

Appropriation: D24 - L&P Poultry Indemnities-Cash

Funding Sources: 125 - Livestock & Poultry - Cash

The Arkansas Livestock & Poultry Commission's Poultry Indemnities cash appropriation is used to provide indemnities (payments) to the owners of diseased poultry flocks for accomplishing depopulation, thereby lessening the threat of exposure and spread of disease into the state's commercial industry. This appropriation is funded entirely from donations from the poultry industry.

The Agency requests the continuation of Base Level appropriation of \$10,000 each year of the biennium.

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

Appropriation Summary

Appropriation: D24 - L&P Poultry Indemnities-Cash

Funding Sources: 125 - Livestock & Poultry - Cash

Historical Data

Agency Request and Executive Recommendation

Commitment Item	2007-2008 Actual	2008-2009 Budget	2008-2009 Authorized	2009-2010			2010-2011		
				Base Level	Agency	Executive	Base Level	Agency	Executive
Grants and Aid 5100004	0	10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000
Total	0	10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000
Funding Sources									
Cash Fund 4000045	0	10,000		10,000	10,000	10,000	10,000	10,000	10,000
Total Funding	0	10,000		10,000	10,000	10,000	10,000	10,000	10,000
Excess Appropriation/(Funding)	0	0		0	0	0	0	0	0
Grand Total	0	10,000		10,000	10,000	10,000	10,000	10,000	10,000

Analysis of Budget Request

Appropriation: D25 - PB Refunds/Transfers

Funding Sources: 164 - Plant Board Cash

The State Plant Board's cash fund is used for transfer of special revenue fee collections to the State Treasury after necessary refunds have been made and the University of Arkansas' share of fertilizer and lime tonnage fees has been paid per A.C.A. §2-19-209 and §2-19-211.

The Agency requests the continuation of Base Level appropriation in the amount of \$6,765,600 each year of the biennium.

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

Appropriation Summary

Appropriation: D25 - PB Refunds/Transfers

Funding Sources: 164 - Plant Board Cash

Historical Data

Agency Request and Executive Recommendation

Commitment Item		Historical Data			2009-2010			2010-2011		
		2007-2008 Actual	2008-2009 Budget	2008-2009 Authorized	Base Level	Agency	Executive	Base Level	Agency	Executive
Operating Expenses	5020002	0	500	500	500	500	500	500	500	500
Conference & Travel Expenses	5050009	0	0	0	0	0	0	0	0	0
Professional Fees	5060010	0	0	0	0	0	0	0	0	0
Data Processing	5090012	0	0	0	0	0	0	0	0	0
Refunds/Reimbursements	5110014	29,516	6,765,100	6,765,100	6,765,100	6,765,100	6,765,100	6,765,100	6,765,100	6,765,100
Capital Outlay	5120011	0	0	0	0	0	0	0	0	0
Total		29,516	6,765,600	6,765,600	6,765,600	6,765,600	6,765,600	6,765,600	6,765,600	6,765,600
Funding Sources										
Fund Balance	4000005	26,395	34,718		34,718	34,718	34,718	34,718	34,718	34,718
Cash Fund	4000045	809,036	6,765,600		6,765,600	6,765,600	6,765,600	6,765,600	6,765,600	6,765,600
Inter-agency Fund Transfer	4000316	(771,197)	0		0	0	0	0	0	0
Total Funding		64,234	6,800,318		6,800,318	6,800,318	6,800,318	6,800,318	6,800,318	6,800,318
Excess Appropriation/(Funding)		(34,718)	(34,718)		(34,718)	(34,718)	(34,718)	(34,718)	(34,718)	(34,718)
Grand Total		29,516	6,765,600		6,765,600	6,765,600	6,765,600	6,765,600	6,765,600	6,765,600

The Inter-agency Fund Transfer in FY08 reflects fund transfer to University of Arkansas for its share of fertilizer and lime tonnage fees (A.C.A. 2-19-201).