
*ARKANSAS BUDGET SYSTEM
AGENCY PROGRAM COMMENTARY
1997 - 1999*

To insure that the efficient provision of services may be continued for current programs and for additional airport aid projects, the Arkansas Department of Aeronautics requests increases in the Grants/Aids special line item and Capital Outlay for equipment replacement and upgrading of the navigational system in the Department's aircraft.

In the Department's federal airport aid appropriation, the request is for continuation of the current level of authorization for dispensing anticipated federal airport aid block grant funds.

The Department is also requesting that the State Airport Aid appropriation be restored to the level authorized for the current biennium.

AGENCY	DIRECTOR	AGENCY PROGRAM COMMENTARY	PAGE
ARKANSAS DEPARTMENT OF AERONAUTICS	John K. Knight	BR21	10

DEPARTMENT OF AERONAUTICS
SUMMARY OF AUDIT FINDINGS AND RECOMMENDATIONS
FOR THE YEAR ENDED JUNE 30, 1995

Assets					Liabilities			Total Equity
Cash and Investments	Fixed	Other	Total	Current	Long-Term	Total		
\$ 3,733,258	\$ 122,702	\$ 16,014	\$ 3,871,974	\$ 25,774	\$ 11,547	\$ 37,321	\$ 3,834,653	

Revenues					Expenditures					Other Sources (Uses)
Inter-governmental	Federal	Licenses and Fees	Other	Total	Salaries and Matching	Grants and Aid	Capital	Other Operating	Total	
\$ 2,184,312	\$ 114,886	\$ 27,484	\$ 0	\$ 2,326,682	\$ 152,585	\$ 1,772,353	\$ 582	\$ 205,381	\$ 2,130,901	\$ 0

Findings	Recommendations
None	None

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

AGENCY TITLE 402 - ARK DEPT OF AERON

	MALE	FEMALE	TOTAL	PERCENTAGE OF TOTAL
WHITE EMPLOYEES	<u>2</u>	<u>1</u>	<u>3</u>	<u>100%</u>
BLACK EMPLOYEES	<u>0</u>	<u>0</u>	<u>0</u>	<u>0%</u>
EMPLOYEES OF OTHER RACIAL MINORITIES	<u>0</u>	<u>0</u>	<u>0</u>	<u>0%</u>
TOTAL EMPLOYED AS OF 08/10/96			<u>0</u>	<u>0%</u>
DATE			TOTAL MINORITIES	
			<u>3</u>	<u>100%</u>
			TOTAL EMPLOYEES	



 AGENCY DIRECTOR

SUMMARY

STATUS OF NEW PROGRAMS/EXPANSIONS AUTHORIZED BY THE 80TH GENERAL ASSEMBLY

AGENCY: ARKANSAS DEPARTMENT OF AERONAUTICS (402)

PROGRAM AUTHORIZED	# POS. AUTH.	ADDITIONAL AUTHORIZED APPROPRIATION		STATUS
		FY 95-96	FY 96-97	
<u>APPROPRIATION: 665 - State Operations</u>				
Capital Outlay was provided for replacement of office equipment and to update navigational equipment in the Department's aircraft.	0	\$15,000	\$3,000	With the inclusion of a budget classification transfer, the Department expended a total of \$28,763 in FY96 to replace a vehicle and office equipment. Updating the aircraft navigational system is being requested again in FY98. The FY97 amount is budgeted for replacement of office equipment.
Increases were authorized in the Grants/Aids line item for additional airport aid grants.	0	\$1,548,347	\$1,548,347	Another account was also provided for this purpose for the 1995-97 Biennium. As a result, none of the FY96 amount in this account was expended. Only \$548,347 of the FY97 amount is budgeted.
<u>APPROPRIATION: 666 - Aeronautics -- Federal Grants</u>				
Increases were authorized in the Grants/Aids line item for disbursement of federal airport aid grant funds.	0	\$7,000,000	\$7,000,000	Federal block grant funding was not provided during FY96. The FY97 amount is budgeted in anticipation that the U.S. Congress will authorize funding in the second year.
<u>APPROPRIATION: 667 - State Airport Aid Grants</u>				
The 1995 General Assembly provided this general revenue funded grants account to replace other grant funds lost to the Department through tax exemptions authorized in 1993.	0	\$1,500,000	\$1,500,000	After the 2% deferment required by Act 494 of 1993 was made, the Department expended \$1,470,000 in FY96. That same amount is budgeted for FY97.

**ARKANSAS BUDGET SYSTEM
DEPARTMENT APPROPRIATION SUMMARY**

AGENCY TITLE DEPARTMENT OF AERONAUTICS (402)		1995-97 Expenditures				1997-99 Biennium Request				1997-99 Executive Recommendation			
Appropriations		Actual	No. of	Budgeted	No. of	Year 1	No. of	Year 2	No. of	Year 1	No. of	Year 2	No. of
Code	Name	1995-96	Pos.	1996-97	Pos.	1997-98	Pos.	1998-99	Pos.	1997-98	Pos.	1998-99	Pos.
665	State Operations	\$1,763,000	3	\$3,309,445	4	\$4,330,483	4	\$4,328,866	4	\$4,330,483	4	\$4,328,866	4
666	Federal Grants	210,916	0	12,000,000	0	12,000,000	0	12,000,000	0	12,000,000	0	12,000,000	0
667	State Airport Aid Grants	1,470,000	0	1,470,000	0	1,500,000	0	1,500,000	0	1,470,000	0	1,470,000	0
TOTALS		\$3,443,916	3	\$16,779,445	4	\$17,830,483	4	\$17,828,866	4	\$17,800,483	4	\$17,798,866	4
Funding Sources			% of		% of		% of		% of		% of		% of
			Total		Total		Total		Total		Total		Total
Fund Balances		\$3,709,287	48.8%	\$4,149,833	20.7%	\$3,290,388	16.9%	\$1,659,905	9.2%	\$3,290,388	16.9%	\$1,659,905	9.2%
General Revenues		1,470,000	19.4%	1,470,000	7.3%	1,500,000	7.7%	1,500,000	8.3%	1,470,000	7.6%	1,470,000	8.2%
Special Revenues		2,203,546	29.0%	2,450,000	12.2%	2,700,000	13.9%	2,900,000	16.1%	2,700,000	13.9%	2,900,000	16.1%
Federal Funds		210,916	2.8%	12,000,000	59.8%	12,000,000	61.5%	12,000,000	66.4%	12,000,000	61.6%	12,000,000	66.5%
Const. & Fiscal Agency Fund													
State Central Services Fund													
Non-Revenue Receipts													
Cash Funds													
Other													
Total Funding		7,593,749	100.0%	20,069,833	100.0%	19,490,388	100.0%	18,059,905	100.0%	19,460,388	100.0%	18,029,905	100.0%
Excess Appro./ (Funding)		(4,149,833)		(3,290,388)		(1,659,905)		(231,039)		(1,659,905)		(231,039)	
TOTAL		\$3,443,916		\$16,779,445		\$17,830,483		\$17,828,866		\$17,800,483		\$17,798,866	
DEPARTMENT ARKANSAS DEPARTMENT OF AERONAUTICS (402)				DIRECTOR John K. Knight					DEPARTMENT APPROPRIATION SUMMARY BR 40				

**ARKANSAS BUDGET SYSTEM
ANALYSIS OF BUDGET REQUEST
1997 - 1999**

The Department of Aeronautics' State Operations appropriation is funded entirely by special revenues derived from a tax on the sale of aviation fuels and aviation related products sold in the State. Base Levels are \$3,320,483 for FY98 and \$3,325,866 for FY99, with 4 positions authorized. Priorities requested by the Agency are as follows:

Increases of \$1,000,000 each year in the Grants/Aids special line item to provide more appropriation for State airport aid grants.

Capital Outlay of \$10,000 in the first year for purchase of office and data processing equipment and purchase of a global positioning system (GPS) to update navigational equipment in the Department's aircraft. \$3,000 is requested in the second year for routine replacement of equipment.

The Executive Recommendation is for approval of the Agency Request.

AGENCY	APPROPRIATION	TREASURY FUND	ANALYSIS OF BUDGET REQUEST	PAGE
Name: Arkansas Department of Aeronautics Code: 402	Name: State Operations Code: 665	Name: Department of Aeronautics Fund Code: SDA	BR20	15

ARKANSAS BUDGET SYSTEM

01 CHARACTER TITLE	02 -----EXPENDITURES-----		03 96-97 AUTHORIZED	04 -----97-98 FISCAL YEAR-----			05 -----98-99 FISCAL YEAR-----			06 -----R E C O M M E N D A T I O N S-----			
	95-96 ACTUAL	96-97 BUDGETED	APPRO	BASE	PRIORITY PROGRAMS	TOTAL REQUEST	BASE	PRIORITY PROGRAMS	TOTAL REQUEST	EXECUTIVE		LEGISLATIVE	
										97-98	98-99	97-98	98-99
REGULAR SALARIES	126,957	160,836	147,413	167,858	0	167,858	172,434	0	172,434	167,858	172,434		
NUMBER OF POSITIONS	3	4	4	4	0	4	4	0	4	4	4		
PERSONAL SERV MATCHING	26,612	34,760	31,698	41,776	0	41,776	42,583	0	42,583	41,776	42,583		
OPERATING EXPENSES	69,903	89,849	89,849	89,849	0	89,849	89,849	0	89,849	89,849	89,849		
OFFICE FEES & TRAVEL	1,304	9,000	9,000	9,000	0	9,000	9,000	0	9,000	9,000	9,000		
OFFICE FEES & SERVICES	6,000	12,000	12,000	12,000	0	12,000	12,000	0	12,000	12,000	12,000		
CAPITAL OUTLAY	28,763	3,000	3,000	0	10,000	10,000	0	3,000	3,000	10,000	3,000		
GRANTS/AIDS	1,503,461	3,000,000	4,000,000	3,000,000	1,000,000	4,000,000	3,000,000	1,000,000	4,000,000	4,000,000	4,000,000		
TOTAL	1,763,000	3,309,445	4,292,960	3,320,483	1,010,000	4,330,483	3,325,866	1,003,000	4,328,866	4,330,483	4,328,866		
PROPOSED FUNDING SOURCES			*****										
UNDEVELOPED BALANCES	3,709,287	4,149,833	*****	3,290,388		3,290,388	1,659,905		1,659,905	3,290,388	1,659,905		
GENERAL REVENUES			*****										
SPECIAL REVENUES	2,203,546	2,450,000	*****	1,690,000	1,010,000	2,700,000	1,897,000	1,003,000	2,900,000	2,700,000	2,900,000		
FEDERAL FUNDS			*****										
STATE CENTRAL SERVICES FUND			*****										
IN-REVENUE RECEIPTS			*****										
TRUST FUNDS			*****										
OTHER			*****										
TOTAL FUNDING	5,912,833	6,599,833	*****	4,980,388	1,010,000	5,990,388	3,556,905	1,003,000	4,559,905	5,990,388	4,559,905		
CESS APPROX (FUNDING)	(4,149,833)	(3,290,388)	*****	(1,659,905)		(1,659,905)	(231,039)		(231,039)	(1,659,905)	(231,039)		
TOTAL	1,763,000	3,309,445	*****	3,320,483	1,010,000	4,330,483	3,325,866	1,003,000	4,328,866	4,330,483	4,328,866		

POINT 010 SEPARATE AGENCIES
 BY 402 ARKANSAS DEPARTMENT OF AERONAUTICS
 APPRO 665 STATE OPERATIONS
 FUND SDA DEPT. OF AERONAUTICS FUND (402)

The FY97 Budgeted amounts in Regular Salaries and/or Personal Services Matching may exceed the Authorized amounts due to the implementation of the pay plan during the 1995-97 biennium.

APPROPRIATION SUMMARY

BR 215

ARKANSAS BUDGET SYSTEM

PROGRAM/SERVICE INFORMATION LIST

RANK BY APPROPRIATION

01	02	03	04	05	06	07	08	09	10	11	12	13	14	15	16	17	18	19
RANK	PROGRAM DESCRIPTION	FUND	ACCOUNTING INFORMATION	D E S	EXPENDITURES		1997 - 99 BIENNIUM REQUESTS				RECOMMENDATIONS							
					ACTUAL	BUDGETED	FY 1997 - 98		FY 1998 - 99		EXECUTIVE		LEGISLATIVE					
					95-96	96-97	REQUEST	REQUEST	1997-98	1998-99	1997-98	1998-99						
000		SDA	402 665	B	1,763,000 3	3,309,445 4	3,320,483 4			3,325,866 4					3,320,483 4	3,325,866 4		
001		SDA	402 665 015 11 ADMINISTRATION	P01		0	1,000,000 0			1,000,000 0					1,000,000	1,000,000		
<p>These additions are requested to restore the airport aid grants line item in this appropriation to the \$4,000,000 level originally authorized during the 1995-97 Biennium.</p>																		
001		SDA	402 665 015 11 ADMINISTRATION	P02		0	7,000 0			0					7,000			
<p>Capital Outlay is requested for upgrading the navigational system in the Department's aircraft by switching to a global positioning system (GPS).</p>																		

DEPT 010 SEPARATE AGENCIES
 AGY 402 ARKANSAS DEPARTMENT OF AERONAUTICS
 APPRO 665 STATE OPERATIONS
 FUND SDA DEPT. OF AERONAUTICS FUND (402)

RANK BY APPROPRIATION
 BR 264

ARKANSAS BUDGET SYSTEM

PROGRAM/SERVICE INFORMATION LIST

RANK BY APPROPRIATION

02	03	04	05	06	07	08	09	10	11	12	13	14	15	16	17	18	19
PK	PROGRAM DESCRIPTION	FUND	ACCOUNTING INFORMATION	D E S	EXPENDITURES		1997 - 99 BIENNIUM REQUESTS				RECOMMENDATIONS						
					ACTUAL	BUDGETED	FY 1997 - 98		FY 1998 - 99		EXECUTIVE		LEGISLATIVE				
					95-96	96-97	REQUEST	REQUEST	1997-98	1998-99	1997-98	1998-99					
	SDA	402 665 015 11	P03		0	3,000	0	3,000	0			3,000	3,000				
		ADMINISTRATION			0	0											
<p>Capital Outlay is requested for routine replacement of office equipment.</p>																	

EPT 010 SEPARATE AGENCIES
 DEPT 402 ARKANSAS DEPARTMENT OF AERONAUTICS
 PRO 665 STATE OPERATIONS
 JND SDA DEPT. OF AERONAUTICS FUND (402)

RANK BY APPROPRIATION

BR 264

**ARKANSAS BUDGET SYSTEM
ANALYSIS OF BUDGET REQUEST
1997 - 1999**

This appropriation is funded entirely by federal funds. Base level is \$12,000,000 each year. The Agency requests continuation of this appropriation at the level currently authorized, to provide for disbursement of anticipated federal airport aid block grant funds. These grants are used to make improvements to airport infrastructures and upgrade safety features and equipment.

The Executive Recommendation is for approval of this request.

AGENCY	APPROPRIATION	TREASURY FUND	ANALYSIS OF BUDGET REQUEST	PAGE
Name: Arkansas Department of Aeronautics Code: 402	Name: Aeronautics - Federal Grants Code: 666	Name: Aeronautics - Federal Code: FAA	BR20	19

ARKANSAS BUDGET SYSTEM

	01	02	03	04	05	06	07	08	09	10	11	12	13	14
CHARACTER TITLE	EXPENDITURES			96-97	97-98 FISCAL YEAR			98-99 FISCAL YEAR			R E C O M M E N D A T I O N S			
	95-96	96-97	96-97	AUTHORIZED	BASE	PRIORITY	TOTAL	BASE	PRIORITY	TOTAL	EXECUTIVE		LEGISLATIVE	
	ACTUAL	BUDGETED	BUDGETED	APPRO		PROGRAMS	REQUEST		PROGRAMS	REQUEST	97-98	98-99	97-98	98-99
ANTS/AIDS	210,916	12,000,000	12,000,000	12,000,000	12,000,000	0	12,000,000	12,000,000	0	12,000,000	12,000,000	12,000,000		
TAL	210,916	12,000,000	12,000,000	12,000,000	12,000,000	0	12,000,000	12,000,000	0	12,000,000	12,000,000	12,000,000		
PROPOSED FUNDING SOURCES				*****										
ND BALANCES				*****										
NERAL REVENUES				*****										
ECIAL REVENUES				*****										
DERAL FUNDS	210,916	12,000,000	12,000,000	*****	12,000,000		12,000,000	12,000,000		12,000,000	12,000,000	12,000,000		
ATE CENTRAL SERVICES FUND				*****										
N-REVENUE RECEIPTS				*****										
SH FUNDS				*****										
HER				*****										
TAL FUNDING	210,916	12,000,000	12,000,000	*****	12,000,000		12,000,000	12,000,000		12,000,000	12,000,000	12,000,000		
CESS APPRO/ (FUNDING)				*****										
TAL	210,916	12,000,000	12,000,000	*****	12,000,000		12,000,000	12,000,000		12,000,000	12,000,000	12,000,000		

PT 010 SEPARATE AGENCIES
 Y 402 ARKANSAS DEPARTMENT OF AERONAUTICS
 PRO 666 FEDERAL GRANTS
 ND FAA AERONAUTICS-FEDERAL (402)

APPROPRIATION SUMMARY

BR 215

**ARKANSAS BUDGET SYSTEM
ANALYSIS OF BUDGET REQUEST
1997 - 1999**

The State Airport Aid Grants appropriation for the Department of Aeronautics is funded entirely by general revenues. This appropriation was provided to replace special revenue fees lost to the Agency as a result of tax exemptions authorized in 1993 on certain aircraft parts and services. The Base Level of this account is \$1,470,000 each year. A priority increase of \$30,000 each year is requested to increase this appropriation to \$1,500,000 each year.

The Executive Recommendation is for approval of the Base Level of \$1,470,000 each year.

AGENCY	APPROPRIATION	TREASURY FUND	ANALYSIS OF BUDGET REQUEST	PAGE
Name: Arkansas Department of Aeronautics Code: 402	Name: State Airport Aid Grants Code: 667	Name: State General Services Code: HUA	BR20	21

ARKANSAS BUDGET SYSTEM

CHARACTER TITLE	-----EXPENDITURES-----		96-97	-----97-98 FISCAL YEAR-----			-----98-99 FISCAL YEAR-----			-----R E C O M M E N D A T I O N S-----			
	95-96	96-97	AUTHORIZED	BASE	PRIORITY	TOTAL	BASE	PRIORITY	TOTAL	EXECUTIVE		LEGISLATIVE	
	ACTUAL	BUDGETED	APPRO							97-98	98-99	97-98	98-99
GRANTS/AIDS	1,470,000	1,470,000	1,500,000	1,470,000	30,000	1,500,000	1,470,000	30,000	1,500,000	1,470,000	1,470,000		
TOTAL	1,470,000	1,470,000	1,500,000	1,470,000	30,000	1,500,000	1,470,000	30,000	1,500,000	1,470,000	1,470,000		
PROPOSED FUNDING SOURCES			*****										
UNDEVELOPED BALANCES			*****										
GENERAL REVENUES	1,470,000	1,470,000	*****	1,470,000	30,000	1,500,000	1,470,000	30,000	1,500,000	1,470,000	1,470,000		
SPECIAL REVENUES			*****										
FEDERAL FUNDS			*****										
STATE CENTRAL SERVICES FUND			*****										
NON-REVENUE RECEIPTS			*****										
CASH FUNDS			*****										
OTHER			*****										
TOTAL FUNDING	1,470,000	1,470,000	*****	1,470,000	30,000	1,500,000	1,470,000	30,000	1,500,000	1,470,000	1,470,000		
EXCESS APPROX/ (FUNDING)			*****										
TOTAL	1,470,000	1,470,000	*****	1,470,000	30,000	1,500,000	1,470,000	30,000	1,500,000	1,470,000	1,470,000		

EPT 010 SEPARATE AGENCIES
 GY 402 ARKANSAS DEPARTMENT OF AERONAUTICS
 PPRO 667 STATE AIRPORT AID GRANTS
 UND HUA STATE GENERAL SERVICES(000)

APPROPRIATION SUMMARY

BR 215

ARKANSAS BUDGET SYSTEM

PROGRAM/SERVICE INFORMATION LIST

RANK BY APPROPRIATION

01	02	03	04	05	06	07	08	09	10	11	12	13	14	15	16	17	18	19
RANK	PROGRAM DESCRIPTION	FUND	ACCOUNTING INFORMATION	D E S	-----EXPENDITURES-----		-----1997 - 99 BIENNIUM REQUESTS-----						-----RECOMMENDATIONS-----					
					ACTUAL	BUDGETED	FY 1997 - 98			FY 1998 - 99			EXECUTIVE		LEGISLATIVE			
					95-96	96-97	REQUEST			REQUEST			1997-98	1998-99	1997-98	1998-99		
000		HUA	402 667	B	1,470,000 0	1,470,000 0	1,470,000 0			1,470,000 0			1,470,000	1,470,000				
001		HUA	402 667 015 11 ADMINISTRATION	P01		0 0	30,000 0			30,000 0								
<p>These additions are requested to restore this airport aid grants account to its originally authorized level of \$1,500,000 each year.</p>																		

DEPT 010 SEPARATE AGENCIES
 AGY 402 ARKANSAS DEPARTMENT OF AERONAUTICS
 APPRO 667 STATE AIRPORT AID GRANTS
 FUND HUA STATE GENERAL SERVICES(000)

RANK BY APPROPRIATION
 BR 264