

DEPARTMENT OF CAREER EDUCATION

Enabling Laws

Act 201 of 2010
A.C.A. § 25-30-103 et seq.
A.C.A. § 25-30-201 et seq.
A.C.A. § 6-11-205 and 206

History and Organization

Mission Statement: The Arkansas Department of Career Education (ACE) has the mission of providing leadership and contributing resources to serve the diverse and changing career and educational needs of the youth and adults of Arkansas. Arkansans with disabilities are provided opportunities to work and to lead productive and independent lives through Arkansas Rehabilitation Services.

Agency History: Act 64 of 1981 created the Vocational and Technical Education Division (now the Department of Career Education) as a cabinet-level state agency equal to the Arkansas Department of Education (ADE). Prior to 1981, the Arkansas Department of Education had administered postsecondary and secondary vocational education, as well as adult education. The operation of the state board was changed in 1981 as well. Act 250 of 1981 required that the State Board of Vocational Education (composed of the same members as the State Board of Education) meet on different dates than its meeting dates as the State Board of Education. In 1991, the composition of the State Board of Vocational Education changed again with the passage of Act 773, which added three new board members to represent business and industry, including the service-oriented industries.

Act 803 of 1997 created the Arkansas Department of Workforce Education. The act abolished the Arkansas Vocational Technical Education Division, as well as the Governor's Commission on Adult Literacy and the Advisory Council for Vocational-Technical Education, transferring them to the newly created Arkansas Department of Workforce Education (DWE). Act 803 also abolished the State Board of Vocational Education, transferring it to the State Board of Workforce Education and Career Opportunities, which was created by the act.

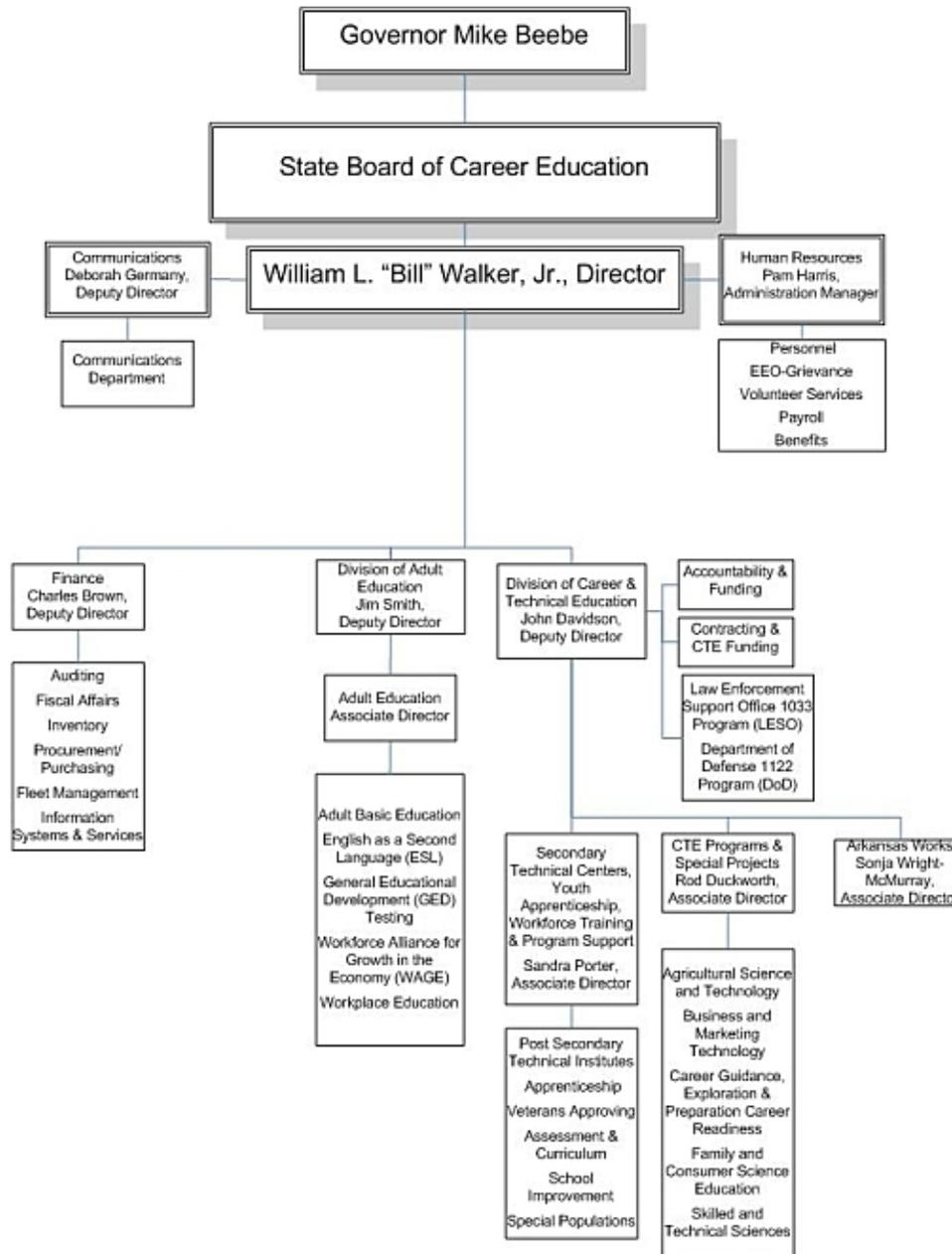
Act 787 of 2009 renamed the Arkansas Department of Workforce Education as the Arkansas Department of Career Education and the State Board of Workforce Education and Career Opportunities as the State Board of Career Education.

From 1971 until 1993, Arkansas Rehabilitation Services (ARS), known then as the Division of Rehabilitation Services, was administered by the Department of Social and Rehabilitative Services (now the Department of Human Services). Act 574 of 1993 changed the name of the division to Arkansas Rehabilitation Services and transferred ARS back to the Department of Education, where it was placed under the oversight of the State Board of Vocational Education as a division of the Vocational and Technical Education Division. With the passage of Act 803, ARS became a division of the Department of Workforce Education, now the Department of Career Education.

ACE is comprised of three divisions as well as administrative support services. The three divisions are Adult Education, Career and Technical Education, and Arkansas Rehabilitation Services. ACE oversees career and technical education programs in the secondary schools, secondary area technical centers, adult and youth apprenticeship programs, Arkansas Rehabilitation Services, and adult education programs. ACE also works with the Veterans Administration to approve state educational programs for veterans' benefits and has oversight authority for the Law Enforcement Support Office 1033 and the Department of Defense 122 Program.

Statutory Responsibility and Primary Activities: The enabling legislation and the powers and duties of the Arkansas Department of Career Education are codified in Arkansas Code Annotated 25-3-103, 25-30-104, 25-30-106, 25-30-107, 25-30-201, 6-11-205, and 6-11-206. These responsibilities include, but are not limited to, the following:

1. Establishment of policies and procedures, criteria, and priorities for use in approving local programs of career and technical education, adult education, and vocational rehabilitation in all areas of the state.
2. Monitoring of local programs of career and technical education, adult education, vocational rehabilitation and provision of technical assistance to assist these programs in meeting federal and state mandates and accountability measures.
3. Performance of all administrative functions in relation to the management, control, and supervision of all programs of career and technical education, adult education, and vocational rehabilitation in Arkansas's public educational institutions, with the exception of technical colleges, community colleges, and colleges and universities.
4. Development of state plans required by state or federal laws and regulations as prerequisites to receiving federal funds for career and technical education, adult education, or vocational rehabilitation.
5. Receipt and distribution of all state and federal funds designated for adult education, federal funds provided by the Carl D. Perkins Career and Technical Education Act of 2006, and Title I formula grant funds provided by the U.S. Department of Education/Rehabilitation Services Administration.
6. Development of programs and services that prepare high school students for postsecondary education and careers through an integrated course of study blending specialized training and real-world work experience with strong academic instruction.
7. Development of programs and services designed to provide persons age 18 and older with less than a high school diploma opportunities to increase their basic academic skills and earn the General Educational Development (GED®) credential (In certain cases, 16- and 17-year-olds who have dropped out of the public schools can be served in adult education programs.)
8. Development of programs and services designed to provide increased employment of individuals with disabilities through the provision of individualized training, independent living services, educational and support services, and meaningful opportunities for employment in integrated work settings.



Agency Commentary

The Arkansas Department of Career Education and its major divisions - Career and Technical Education, Adult Education, and Arkansas Rehabilitation Services - are wholly committed to fulfilling what the Department has termed "The Arkansas Promise" - a concept to provide our state with the best trained, best educated, and most efficient workforce possible. This "Promise" will require a significant investment of Arkansas's resources.

Career and Technical Education

The workplace of the future demands workers who are well educated and highly skilled. As we move into the 21st century, Arkansas's standard of living will depend in large measure upon our ability to provide workers for high-skill, high-demand, high-wage occupations. Career and technical education (CTE) offers a powerful answer to the problems of both high school completion and career preparation. Now, because of the ongoing work of the Arkansas Department of Career Education (ACE), more than 156,000 Arkansas students enroll in CTE classes annually, representing approximately 75 percent of the student population in grades 7-12. Approximately 61 percent of the state's CTE completers enter college, and the persistence rate (continuation from the freshman to sophomore year in college) for CTE completers averages 72 percent. Another 30 percent go directly to work with skills that afford them greater earning power than those without those skills. However, despite this record of success, CTE remains overlooked and underfunded. It is imperative that Arkansas fund these critically important programs at the level necessary to ensure their excellence and success.

Additional Staffing - ACE is requesting 3 new positions for the Career and Technical Education (CTE) Division. These new positions are a Public School Program Coordinator, a Public School Program Advisor for Construction Trades, and a Public School Program Advisor for Advanced Manufacturing. (Note: Also in this budget, the Department has requested correction of a grade classification error under the Career Service Pay Plan. The correct classification is being requested for these 3 new positions.) The primary responsibility of these 3 new positions will be to increase student involvement in the secondary CTE programs related to construction trades and advanced manufacturing. Advanced manufacturing is listed by the Arkansas Economic Development Commission as one of Arkansas's targeted industries. Construction trades remains a career field experiencing chronic shortages of more skilled workers despite an anticipated 19 percent growth in employment in the decade of 2008-2018, according to the Occupational Outlook Handbook (OOH), 2010-11 Edition, published by the U.S. Department of Labor, Bureau of Labor Statistics.

Expansion of the College-Based Career Centers - Currently, there are 24 secondary centers serving 174 high schools, meaning that students in 72 high schools do not have access to a secondary area technical center. Since these students do not have the same opportunities for CTE as other Arkansas students, the state does not meet the equity standard for public education established in the 2001 ruling in the Lake View case. To address the most critical areas of need, funding is requested for the establishment of three new secondary centers and a projected annual five-percent growth in center enrollment.

Current Funding Status: The fiscal year 2010 appropriation for the centers is \$20,136,383, which includes just over \$9.2 million that flows to participating high schools as a reimbursement for center students for the prior year.

Additional Funding Request: \$750,000 for the first year and an additional \$750,000 for the second year for a total increase of \$1,500,000 the second year. This increase will bring the total for the first year of the biennium to \$20,886,383 and to \$21,636,383 for the second year.

Arkansas Technical Careers Student Loan Forgiveness Program - ACE is requesting \$4,000,000 each fiscal year to meet obligations to program participants whose repayments were suspended when the program was terminated in January 2009, to allow for growth in the number of new participants, and to expand the loan forgiveness program to include additional programs as new courses of study are developed in the future to meet the state's need for skilled workers in new and emerging technologies.

The loan forgiveness program was established by Act 652 of 1999 as an incentive for students who major in certain high-demand technical fields and agree to work in Arkansas in those career fields. Available to both full- and part-time students, the program offers forgiveness of up to \$10,000 in student loans-a maximum of \$2,500 for each academic year of student loans for a maximum eligibility of four years. The loan forgiveness program is a wise investment by the state in its workforce. Approximately \$6.9 million in loan repayments has been repaid on behalf of program participants who have met their commitment to work in Arkansas in a high-demand technical field, and during the last four years of the program, the annual payroll generated by participants was over \$19 million. The average annual salary of these participants was over \$42,000 in FY 2009.

Despite its record of success, the loan forgiveness program has never had a stable source of funding and has had to rely on temporary funding, sometimes from General Improvement funds or carryover balances in the Arkansas Department of Workforce Education Public School Fund, to meet its obligations to program participants. Without a stable source of funding, the program is in grave jeopardy, which could result in hundreds of students not receiving loan repayments they had expected upon meeting their commitment to work in Arkansas in high-demand technical fields.

Current Funding Status: Act 511 of 2009 appropriated \$2,000,000 for the loan forgiveness program, and Act 96 of 2010 reappropriated the \$2,000,000. Both appropriations were in the General Improvement Fund. Neither appropriation was funded, so the program was terminated in January 2009.

Funding Request: The request for \$4 million for each year of the biennium would re-establish the program.

CTE Startup Funds - When high schools and secondary area technical centers want to offer a new program of career and technical study to address economic development needs in their communities, they apply to ACE for approval and funding for the instructional equipment, non-consumable supplies, and program software required for that program.

Each year the demand for new program funding increases as public schools and centers seek to upgrade and modernize their programs through startup equipment cost. In each of the past three years, ACE has received nearly 200 new program applications. However, because of an appropriation capped for over a decade at \$2.37 million for new program startups, ACE has been able to fund fewer than 60 percent of the applications each year. Thus, many public schools and college and career centers have been unable to provide the equipment to start new and innovative programs. Moreover, the fact that ACE funds fewer than 60 percent of the programs creates a potential equity issue for the state.

With increased funding, we would be able to start new high-skill, high-wage, high-demand programs in Arkansas public schools and career centers.

Current Funding Status: The present level of funding for new program startup is \$2,370,000. As previously mentioned, this amount normally funds approximately 60 percent of all requests, with many programs waiting two to three years to modernize and upgrade to new programs.

Additional Funding Request: An increase of \$355,500 (15 percent) would allow the majority of programs to receive funding and continue to upgrade at a reasonable rate. The additional request would bring the CTE startup total to \$2,725,500.

Equipment Upgrade and Replacement - CTE programs in Arkansas high schools, junior high and middle schools, and secondary area technical centers represent an investment by the public schools of more than \$116 million in equipment based on a 2005 study. As with school facilities, instructional equipment falls into a state of critical disrepair if there is no funding for repairs or upgrades.

Most local district and center programs were originally funded with state startup funds provided by ACE. Although many of those programs have operated for decades, they have not received agency funds to replace and upgrade equipment since the 1999-2000 school year, and federal funds cannot be used for equipment replacement purposes. Because of state budget concerns, the line item for equipment replacement was cut in 2000 and has never been reinstated. Thus, schools are now required to upgrade equipment with local sources of funds (an equity issue), or, in many instances, teachers are required to raise those funds themselves. Replacing aging equipment used in CTE programs in the state's public schools so that the programs have equipment that is both safe and adequate to train students for the 21st century workplace is critical.

Current Funding Status: There has been no funding for equipment replacement since the 1999-2000 school year, a situation that has created a huge problem since most career and technical education programs require a range of machines and tools for effective instruction. In the 2007 legislative session, the equipment replacement request was approved at \$10,000,000. However, these funds were never released.

Additional Funding Request: \$4,000,000 is being requested for each year. This amount would allow approximately \$8,000 per program on a five-year rotational basis, an amount that would allow for repairs and updated safety features critical to the welfare and training needs of Arkansas students.

Adult Education

Adult Education Grants -The Department is requesting an increase of \$5,411,384 each year to increase the number of Arkansans served in adult education programs and to implement the newly developed performance-based funding formula that will distribute adult education funds on the basis of student contact hours and achievement.

Adult education provides adult Arkansans with educational opportunities to improve their academic and employability skills so that they can participate effectively as productive workers, family members, and citizens. By providing individuals this "second chance," adult education also contributes to the state's economic health and quality of life. Adult education serves the needs of a diverse population through a variety of classes in areas such as workplace readiness, basic academics, preparation for General Educational Development (GED®) Tests, English language and citizenship, and family literacy.

In the fall of 2007, a task force comprised of legislators and representatives from the Governor's Office, the Legislative Council, the Department of Career Education (formerly the Department of Workforce Education), and local adult education administrators began work on a new funding formula for the distribution of state adult education funds. The task developed a performance-based funding formula modeled after the research reported in "Performance-based Funding in Adult Education," published by the U. S. Department of Education, Office of Vocational and Adult Education. The new formula is designed to promote equity, efficiency, accountability, and program improvement. After the formula was developed, task force members decided that the existing and historical funding level was insufficient to allow programs to continue functioning with minimal disruptions and advised that additional funding would be needed in the new biennium in order to implement the formula.

If this additional funding is not received, adult education programs will continue to lose ground as they struggle to meet rising costs and increasing demand with funding that is barely above its 1992 level. The impact on Arkansans has already been significant. In many parts of the state, local programs have had to reduce the number of teachers, classes, sites, and instructional materials and equipment, thereby cutting services. Some satellite locations have been forced to close, meaning that students with transportation barriers have had to drop out of classes or travel farther. If adequate funding is not provided, further cuts in services will be inevitable.

Adult Education Staffing -The Department is requesting continuation of two positions which are currently authorized but not budgeted for FY11 in the Adult Education Division. Adult education staff must address continually increasing state and federal mandates regarding accountability, curriculum, data quality and reporting, program monitoring and supervision, and onsite technical assistance to local adult education programs. We anticipate that over the next biennium, the staff will be asked to provide increased technical assistance and guidance to local programs in at least two areas: (1) implementation of the new performance-based funding formula and (2) expansion of programs and services to meet the needs of an increasingly diverse population.

Department Operations

The Department is requesting \$196,000 the first year of the biennium to secure a different facility to house all three divisions - Career and Technical Education, Adult Education, and Arkansas Rehabilitation Services. Such a move would enable the Department to provide better services to clients and decrease the duplication of services. Neither current facility (#3 Capitol Mall or 525 W. Capitol Avenue) is large enough to house all three divisions. The \$196,000 request for the first year includes moving expenses. \$151,000 is requested the second year for the increase in rent.

Position Reclassifications -The Arkansas Department of Career Education is requesting that the same salary classification for positions approved in 2009 for the Arkansas Department of Education (ADE) be approved for the corresponding positions within ACE.

Due to a grade classification error under the Career Service Pay Plan, some ACE Grade 21 (Public School Program Advisor) and Grade 22 (Education Program Support Manager) positions were downgraded to C120 and C121 while the same positions at ADE were reclassified as Grade C122 and Grade C123 respectively. This error was recognized by the Legislative Personnel Committee at the end of the 2009 session, and ACE was allowed to continue to use the higher grade scale (teacher pay plan) until the error could be corrected during the 2011 legislative session.

Field supervision of Career and Technical Education (CTE) programs began under ADE. Act 64 of 1981 created the Vocational and Technical Education Division (now the Department of Career Education) as a cabinet-level state agency equal to the Arkansas ADE. Prior to 1981, ADE had administered postsecondary and secondary vocational education, as well as adult education. During this time, field supervision of CTE programs in public schools was done primarily by the Grade 21 Education Public School Advisors and the Grade 22 Education Program Support Managers. When ADE was split into two divisions and the Division of Vocational and Technical Education was formed, the positions of the two educational divisions remained consistent and have continued to remain consistent in both office and field supervision.

The reason for the requested change in grade classifications is to correct the classification error and restore consistency in position grades between ACE and ADE. Unless this classification error is corrected, ACE staff at the top of their pay grade (and new staff hired from our public schools) will experience a significant loss in pay in comparison to the same supervisory positions at ADE. The approximate difference in a beginning salary is \$4,000, and the difference is \$5,000 for tenured ACE staff. If not corrected, this inequity in salary will make it more difficult for our agency to hire qualified personnel from public schools in the future, as well as to retain our current staff.

Arkansas Works

The Arkansas Works Initiative is aimed at providing the opportunity and support needed to increase the knowledge, skills, and educational attainment of Arkansas citizens. Arkansas Career Education in conjunction with the Department of Workforce Services have targeted TANF funds (Temporary Assistance for Needy Families) to expand the College and Career Planning System to prepare students for the next level of education and/or training for a successful career. This is accomplished through the two components of the Arkansas Works Initiative - the internet-based College and Career Planning Tool and the college and career coaches program working in conjunction with current community college initiatives to target Arkansas's poorest counties.

This request of \$1,000,000 for FY12 would provide for continuation into the third year of the three-year plan to provide the internet-based College and Career Planning Tool. An additional \$50,000 in FY12 would provide operating expenses for the third year.

Audit Findings

DIVISION OF LEGISLATIVE AUDIT
AUDIT OF :
DEPARTMENT OF WORKFORCE EDUCATION
FOR THE YEAR ENDED JUNE 30, 2008

Findings	Recommendations
None	None

Employment Summary

	Male	Female	Total	%
White Employees	25	36	61	73 %
Black Employees	3	17	20	24 %
Other Racial Minorities	1	1	2	3 %
Total Minorities			22	27 %
Total Employees			83	100 %

Cash Fund Balance Description as of June 30, 2010

Fund Account	Balance	Type	Location
1500200	\$11,718	Checking Account	Metropolitan National Bank

Statutory/Other Restrictions on use:

A.C.A. 24-7-904 establishes that the Agency has the authority to administer retirement plans and authorizes such functions as may be reasonably appropriate.

Statutory Provisions for Fees, Fines, Penalties:

A.C.A. 24-7-908 authorizes collection of contributions to plans established under the authority of the Agency.

Revenue Receipts Cycle:

Collected at two-week intervals throughout the year.

Fund Balance Utilization:

All funds collected are in an escrow account for employees and are eventually forwarded to the employee's selected retirement system or returned to the employee.

Fund Account	Balance	Type	Location
1500300	\$317,987	Savings and checking accounts	Metropolitan National Bank

Statutory/Other Restrictions on use:

A.C.A. 24-7-904 establishes that the Agency has the authority to administer retirement plans and authorizes such functions as may be reasonably appropriate.

Statutory Provisions for Fees, Fines, Penalties:

A.C.A. 24-7-908 authorizes collection of contributions to plans established under the authority of the Agency.

Revenue Receipts Cycle:

Received at irregular intervals throughout the year

Fund Balance Utilization:

All funds collected are used for the administration of the program in areas of maintenance and operation; equipment such as computers, calculators, desks/chairs; expendable supplies; postage, telephone and rent; salaries and benefits.

Publications

A.C.A. 25-1-204

Name	Statutory Authorization	Required for		# of Copies	Reason(s) for Continued Publication and Distribution
		Governor	General Assembly		
None	N/A	N	N	0	N/A

Department Appropriation Summary

Historical Data

Agency Request and Executive Recommendation

Appropriation	2009-2010		2010-2011		2010-2011		2011-2012					2012-2013						
	Actual	Pos	Budget	Pos	Authorized	Pos	Base Level	Pos	Agency	Pos	Executive	Pos	Base Level	Pos	Agency	Pos	Executive	Pos
179 High-Tech Scholarship Program	8,750	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
35S Housing Construction Program	30,000	0	164,807	0	164,807	0	164,807	0	164,807	0	164,807	0	164,807	0	164,807	0	164,807	0
640 Vo Tech Admin-Operations	5,997,323	53	6,378,562	60	6,488,657	60	6,265,827	60	6,675,695	63	6,461,827	60	6,265,827	60	6,630,695	63	6,416,827	60
641 Fed Voc Educ-Operations	15,535,816	18	15,856,363	18	15,995,956	18	15,874,288	18	16,929,189	18	16,924,288	18	15,874,288	18	15,879,189	18	15,874,288	18
644 Adult Basic Education	476,483	6	498,975	6	706,803	6	502,130	6	577,993	8	502,130	6	502,130	6	577,993	8	502,130	6
645 Fed-Adult Basic Education	5,458,620	3	8,246,906	3	7,471,446	5	7,462,070	3	7,480,409	3	7,479,570	3	7,462,070	3	7,480,409	3	7,479,570	3
647 Fed Equipment & Training-Operations	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
649 Fed-Veteran's Approving Agency	254,665	4	283,588	4	274,135	4	281,271	4	282,674	4	281,271	4	281,271	4	282,674	4	281,271	4
75S Construction Craft	392,784	1	876,588	1	882,922	1	882,285	1	882,285	1	882,285	1	882,285	1	882,285	1	882,285	1
82V LESO Program	1,809	0	15,000	0	0	0	0	0	15,000	0	15,000	0	0	0	15,000	0	15,000	0
A88 Alternate Retirement Plan	59,590	0	122,522	0	122,522	0	122,522	0	136,922	0	122,522	0	122,522	0	136,922	0	122,522	0
NOT REQUESTED FOR THE BIENNIUM																		
54X Jobs for Arkansas Graduates	83,433	0	129,000	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Total	28,299,273	85	32,588,311	92	32,123,248	94	31,571,200	92	33,160,974	97	32,849,700	92	31,571,200	92	32,065,974	97	31,754,700	92

Funding Sources		%		%		%		%		%		%		%		%		%
Fund Balance	4000005	2,054,431	6.8	2,108,895	6.2	1,384,961	4.3	1,400,978	4.1	1,400,978	4.2	901,348	2.8	902,965	2.8	917,365	2.9	
General Revenue	4000010	2,865,430	9.4	3,046,350	9.0	3,341,028	10.3	3,826,759	11.2	3,341,028	10.0	3,341,028	10.4	3,781,759	11.6	3,341,028	10.4	
Federal Revenue	4000020	21,249,101	69.9	24,386,857	71.7	23,617,629	72.7	24,692,272	72.5	24,685,129	73.5	23,617,629	73.5	23,642,272	72.5	23,635,129	73.5	
Special Revenue	4000030	445,601	1.5	400,000	1.2	600,000	1.8	600,000	1.8	600,000	1.8	600,000	1.9	600,000	1.8	600,000	1.9	
Cash Fund	4000045	101,259	0.3	144,000	0.4	0	0.0	15,000	0.0	15,000	0.0	0	0.0	15,000	0.0	15,000	0.0	
Educational Excellence Fund	4000220	3,499,803	11.5	3,286,929	9.7	3,286,929	10.1	3,286,929	9.6	3,286,929	9.8	3,286,929	10.2	3,286,929	10.1	3,286,929	10.2	
Interest & Forfeitures	4000305	73,645	0.2	60,000	0.2	60,000	0.2	60,000	0.2	60,000	0.2	60,000	0.2	60,000	0.2	60,000	0.2	
Loan Repayment	4000330	0	0.0	0	0.0	30,001	0.1	30,001	0.1	30,001	0.1	164,807	0.5	164,807	0.5	164,807	0.5	
M & R Sales	4000340	1,575	0.0	2,000	0.0	2,000	0.0	2,000	0.0	2,000	0.0	2,000	0.0	2,000	0.0	2,000	0.0	
Transfers / Adjustments	4000683	117,323	0.4	554,258	1.6	150,000	0.5	150,000	0.4	150,000	0.4	150,000	0.5	150,000	0.5	150,000	0.5	
Total Funds		30,408,168	100.0	33,989,289	100.0	32,472,548	100.0	34,063,939	100.0	33,571,065	100.0	32,123,741	100.0	32,605,732	100.0	32,172,258	100.0	
Excess Appropriation/(Funding)		(2,108,895)		(1,400,978)		(901,348)		(902,965)		(721,365)		(552,541)		(539,758)		(417,558)		
Grand Total		28,299,273		32,588,311		31,571,200		33,160,974		32,849,700		31,571,200		32,065,974		31,754,700		

Budget exceeds Authorized Appropriation in Fed-Adult Basic Education due to a transfer from the Miscellaneous Federal Grant Holding Account.
 Budget excess funding does not equal fund balance in Base Level due to LESO program established by appropriation transfer from the Cash Fund Holding Account. The LESO fund balance is reflected as change level funding.
 Variance in Fund Balance for Executive Recommendation reflects recommendation of appropriation only in Vo Tech Admin-Operations. Transfer is from Department of Education Facilities Partnership Fund.
 Budget amount in Fed-Veteran's Approving Agency exceeds the authorized amount due to salary adjustments during the 2009-2011 biennium.

Agency Position Usage Report

FY2008 - 2009						FY2009 - 2010						FY2010 - 2011					
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	
110	95	7	102	8	13.64 %	95	80	7	87	8	15.79 %	95	84	9	93	2	11.58 %

Analysis of Budget Request

Appropriation: 179 - High-Tech Scholarship Program

Funding Sources: EGB - Workforce Education Fund Account

This appropriation is used to award scholarships to Arkansas students attending Arkansas' educational institutions. Twenty (20) high tech scholarships of \$500.00 each as required in A.C.A. 6-82-401 et seq. can be given per student per semester. For FY2010, seventeen (17) full scholarships and one (1) half scholarships were issued. This appropriation is funded with general revenue.

The Agency Request is requesting Base Level of \$10,000 each fiscal year.

The Executive Recommendation provides for Agency Request.

Appropriation Summary

Appropriation: 179 - High-Tech Scholarship Program
Funding Sources: EGB - Workforce Education Fund Account

Historical Data

Agency Request and Executive Recommendation

Commitment Item	Historical Data			2011-2012			2012-2013		
	2009-2010 Actual	2010-2011 Budget	2010-2011 Authorized	Base Level	Agency	Executive	Base Level	Agency	Executive
Scholarships 5100030	8,750	10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000
Total	8,750	10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000
Funding Sources									
General Revenue 4000010	8,750	10,000		10,000	10,000	10,000	10,000	10,000	10,000
Total Funding	8,750	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	8,750	10,000		10,000	10,000	10,000	10,000	10,000	10,000

Analysis of Budget Request

Appropriation: 35S - Housing Construction Program

Funding Sources: MTR - Building Trades Rev

This Appropriation was established during the 2007-2009 biennium. This is a revolving loan program that allows the Department of Workforce Education to make loans available to Secondary Area Technical Center and other eligible entities for the purchase of building materials, supplies and fixtures to be used in construction of a single family dwelling unit or other non residential building projects approved in the Housing Construction Program.

The Agency Request is for Base Level of \$164,807.

The Executive Recommendation provides for Agency Request.

Appropriation Summary

Appropriation: 35S - Housing Construction Program

Funding Sources: MTR - Building Trades Rev

Historical Data

Agency Request and Executive Recommendation

Commitment Item	2009-2010 Actual	2010-2011 Budget	2010-2011 Authorized	2011-2012			2012-2013		
				Base Level	Agency	Executive	Base Level	Agency	Executive
Loans 5120029	30,000	164,807	164,807	164,807	164,807	164,807	164,807	164,807	164,807
Total	30,000	164,807	164,807	164,807	164,807	164,807	164,807	164,807	164,807
Funding Sources									
Fund Balance 4000005	329,613	299,613		134,806	134,806	134,806	0	0	0
Loan Repayment 4000330	0	0		30,001	30,001	30,001	164,807	164,807	164,807
Total Funding	329,613	299,613		164,807	164,807	164,807	164,807	164,807	164,807
Excess Appropriation/(Funding)	(299,613)	(134,806)		0	0	0	0	0	0
Grand Total	30,000	164,807		164,807	164,807	164,807	164,807	164,807	164,807

Analysis of Budget Request

Appropriation: 640 - Vo Tech Admin-Operations

Funding Sources: EGB - Workforce Education Fund

This appropriation provides the majority of general revenue support for the administrative functions of the Department of Workforce Education. Programs such as the Plumbing Apprenticeship program, Industrial Coordinators, and Tech Prep program are included in the activities carried out through this appropriation. In addition to general revenue, Educational Excellence funds are used to provide support for the Apprenticeship program. Additionally, during the 2007-2009 Biennium, the Motor Vehicle Education Program was added to this appropriation. This education program is funded by a transfer from the Motor Vehicle Commission.

Base Level salaries and matching do not include appropriation for a Cost of Living Adjustment or Career Service Payments. The Base Level salary of unclassified positions reflects the FY11 line item maximum. Additionally, the Base Level request for Regular Salaries includes board member stipend payments.

The Agency is requesting:

- 2 new Public School Program Advisors (C122) and 1 new Public School Program Coordinator (C123) positions. These positions will be used in the Career and Technical Education (CTE) Program area for increasing student involvement and opportunities in secondary CTE programs such as construction and advanced manufacturing.
- An increase in Operating Expenses of \$196,000 for FY2012 and \$151,000 for FY2013. The increase for FY2012 includes \$45,000 for moving expenses and \$151,000 for increased rent as Career Ed and Rehab Services relocate to a new facility, which will allow both departments to be housed in the same location. For FY2013, the increase of \$151,000 is for rent of the new location.
- Reclass of 11 Education & Instruction Managers to Public School Program Coordinators, 18 Education & Instruction Coordinators to Public School Program Advisors, 1 Administrative Specialist III to an Education Program Specialist and 1 Administrative Specialist III to a Human Resources Specialist. These reclass requests, approved by the Personnel Committee in 2009, will reclass these positions to the same class as the corresponding positions within the Department of Education.
- Title changes are requested for various positions due to the agency's name change from Department of Workforce Education to the Arkansas Career Education.

The total Agency Request for general revenue is \$409,868 for FY2012 and \$364,868 for FY2013.

The Executive Recommendation provides for the title changes and appropriation only in Operating Expenses. Additionally, the Executive Recommendation provides for one reclassification of an (C112) Administrative Specialist III position to an (C115) Administrative Analyst position.

Appropriation Summary

Appropriation: 640 - Vo Tech Admin-Operations

Funding Sources: EGB - Workforce Education Fund

Historical Data

Agency Request and Executive Recommendation

Commitment Item	Historical Data			Agency Request and Executive Recommendation			Agency Request and Executive Recommendation		
	2009-2010 Actual	2010-2011 Budget	2010-2011 Authorized	2011-2012			2012-2013		
				Base Level	Agency	Executive	Base Level	Agency	Executive
Regular Salaries 5010000	2,619,154	3,049,916	2,830,980	2,957,712	3,121,532	2,957,712	2,957,712	3,121,532	2,957,712
#Positions	53	60	60	60	63	60	60	63	60
Extra Help 5010001	0	3,923	3,923	3,923	3,923	3,923	3,923	3,923	3,923
#Extra Help	0	46	46	46	46	46	46	46	46
Personal Services Matching 5010003	850,665	948,719	939,206	928,188	978,236	928,188	928,188	978,236	928,188
Operating Expenses 5020002	726,263	733,297	698,297	733,297	929,297	929,297	733,297	884,297	884,297
Conference & Travel Expenses 5050009	28,503	28,751	28,751	28,751	28,751	28,751	28,751	28,751	28,751
Professional Fees 5060010	0	0	35,000	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
Apprenticeship Program 5900047	1,772,738	1,611,456	1,950,000	1,611,456	1,611,456	1,611,456	1,611,456	1,611,456	1,611,456
Motor Vehicle Education Prgm 5900048	0	2,500	2,500	2,500	2,500	2,500	2,500	2,500	2,500
Total	5,997,323	6,378,562	6,488,657	6,265,827	6,675,695	6,461,827	6,265,827	6,630,695	6,416,827
Funding Sources									
General Revenue 4000010	2,380,197	2,537,375		2,828,898	3,238,766	2,828,898	2,828,898	3,193,766	2,828,898
Educational Excellence Fund 4000220	3,499,803	3,286,929		3,286,929	3,286,929	3,286,929	3,286,929	3,286,929	3,286,929
Transfers / Adjustments 4000683	117,323	554,258		150,000	150,000	150,000	150,000	150,000	150,000
Total Funding	5,997,323	6,378,562		6,265,827	6,675,695	6,265,827	6,265,827	6,630,695	6,265,827
Excess Appropriation/(Funding)	0	0		0	0	196,000	0	0	151,000
Grand Total	5,997,323	6,378,562		6,265,827	6,675,695	6,461,827	6,265,827	6,630,695	6,416,827

The FY11 Budget exceeds Authorized Appropriation in Operating Expenses by authority of a Budget Classification Transfer.

The FY11 Budget amount in Regular Salaries and Personal Services Matching exceeds the authorized amount due to salary and matching rate adjustments during the 2009-2011 biennium.

Transfers/ Adjustments include transfers from the Motor Vehicle Commission and potential salary savings to fund positions related to working with the federal Office of Inspector General and the U.S. Dept. of Adult and Vocational Education.

Change Level by Appropriation

Appropriation: 640 - Vo Tech Admin-Operations
Funding Sources: EGB - Workforce Education Fund

Agency Request

Change Level		2011-2012	Pos	Cumulative	% of BL	2012-2013	Pos	Cumulative	% of BL
BL	Base Level	6,265,827	60	6,265,827	100.0	6,265,827	60	6,265,827	100.0
C01	Existing Program	363,168	3	6,628,995	105.8	318,168	3	6,583,995	105.1
C10	Reclass	46,700	0	6,675,695	106.5	46,700	0	6,630,695	105.8
C14	Title Change	0	0	6,675,695	106.5	0	0	6,630,695	105.8

Executive Recommendation

Change Level		2011-2012	Pos	Cumulative	% of BL	2012-2013	Pos	Cumulative	% of BL
BL	Base Level	6,265,827	60	6,265,827	100.0	6,265,827	60	6,265,827	100.0
C01	Existing Program	196,000	0	6,461,827	103.1	151,000	0	6,416,827	102.4
C10	Reclass	0	0	6,461,827	103.1	0	0	6,416,827	102.4
C14	Title Change	0	0	6,461,827	103.1	0	0	6,416,827	102.4

Justification

C01	The Department is requesting \$196,000 the first year of the biennium to secure a different facility to house both major entities of the Department – Workforce Education and Rehabilitation Services. Such a move would enable the Department to provide better services to clients and decrease duplication of services. The request for the first year includes moving expenses. \$151,000 is requested the second year for the increase in rent. The Department is also requesting 3 additional positions for the Career and Technical Education (CTE) Program area. These positions will focus on increasing student involvement in the secondary CTE programs related to Construction Trades and Advanced Manufacturing and would assist the CTE area in expanding opportunities for students in those areas.
C10	The Department is requesting that the same salary classification for positions that were approved in 2009 for the Arkansas Department of Education be approved for the corresponding positions within the Arkansas Department of Career Education.
C14	This request for a title change is to reflect the change in the Department's name from the Department of Workforce Education (DWE) to Arkansas Career Education (ACE).

Analysis of Budget Request

Appropriation: 641 - Fed Voc Educ-Operations

Funding Sources: FEV - Federal Vocational Education

This appropriation is the federal counterpart to the general revenue appropriation (640) and together they serve as the basis for the administrative support of the Agency. Funds are received from the U.S. Department of Education through the following program sources:

- Carl D. Perkins Vocational & Applied Technology Education Act- Basic Grant
- Jobs Training Partnership Act- School-to-Work Opportunities program
- Carl D. Perkins Applied Technology Education Act- Tech Prep Education

Only the 5% administrative funds in the Carl Perkins Basic Grant must be matched and this is provided in the state funded appropriation (640).

Base Level salaries and matching do not include appropriation for a Cost of Living Adjustment or Career Service Payments.

The Agency is requesting reclassification of twelve (12) positions. These positions are being reclassified to correspond with related positions within the Department of Education. The total funded appropriation needed for these reclassifications is \$4,901. Additionally, a title change of (1) one position is requested to change the title from the Department of Workforce Education to the Department of Career Education. In Operating Expenses, the Agency is requesting \$1,050,000 for FY2012 only. This request for federally funded appropriation will allow the Agency to complete the third year of the three-year Arkansas Works Initiative.

The Executive Recommendation provides for Agency Request for the federally funded appropriation and title change. Additionally, the Executive Recommendation only provided for the reclass of one (C121) Grants Manager position to an (C121) Education & Instruction Manager position, the remaining reclass requests were denied.

Appropriation Summary

Appropriation: 641 - Fed Voc Educ-Operations
Funding Sources: FEV - Federal Vocational Education

Historical Data

Agency Request and Executive Recommendation

Commitment Item	Historical Data			Agency Request and Executive Recommendation			Agency Request and Executive Recommendation		
	2009-2010 Actual	2010-2011 Budget	2010-2011 Authorized	2011-2012			2012-2013		
				Base Level	Agency	Executive	Base Level	Agency	Executive
Regular Salaries 5010000	704,049	738,393	821,150	749,969	753,987	749,969	749,969	753,987	749,969
#Positions	18	18	18	18	18	18	18	18	18
Extra Help 5010001	0	5,000	5,000	5,000	5,000	5,000	5,000	5,000	5,000
#Extra Help	0	27	27	27	27	27	27	27	27
Personal Services Matching 5010003	258,264	243,133	299,969	249,482	250,365	249,482	249,482	250,365	249,482
Operating Expenses 5020002	1,703,720	543,936	543,936	543,936	1,593,936	1,593,936	543,936	543,936	543,936
Conference & Travel Expenses 5050009	36,533	46,175	46,175	46,175	46,175	46,175	46,175	46,175	46,175
Professional Fees 5060010	171,716	748,350	748,350	748,350	748,350	748,350	748,350	748,350	748,350
Grants and Aid 5100004	12,661,534	13,531,376	13,531,376	13,531,376	13,531,376	13,531,376	13,531,376	13,531,376	13,531,376
Capital Outlay 5120011	0	0	0	0	0	0	0	0	0
Total	15,535,816	15,856,363	15,995,956	15,874,288	16,929,189	16,924,288	15,874,288	15,879,189	15,874,288
Funding Sources									
Federal Revenue 4000020	15,535,816	15,856,363		15,874,288	16,929,189	16,924,288	15,874,288	15,879,189	15,874,288
Total Funding	15,535,816	15,856,363		15,874,288	16,929,189	16,924,288	15,874,288	15,879,189	15,874,288
Excess Appropriation/(Funding)	0	0		0	0	0	0	0	0
Grand Total	15,535,816	15,856,363		15,874,288	16,929,189	16,924,288	15,874,288	15,879,189	15,874,288

Change Level by Appropriation

Appropriation: 641 - Fed Voc Educ-Operations
Funding Sources: FEV - Federal Vocational Education

Agency Request

Change Level		2011-2012	Pos	Cumulative	% of BL	2012-2013	Pos	Cumulative	% of BL
BL	Base Level	15,874,288	18	15,874,288	100.0	15,874,288	18	15,874,288	100.0
C01	Existing Program	50,000	0	15,924,288	100.3	0	0	15,874,288	100.0
C08	Technology	1,000,000	0	16,924,288	106.6	0	0	15,874,288	100.0
C10	Reclass	4,901	0	16,929,189	106.6	4,901	0	15,879,189	100.0
C14	Title Change	0	0	16,929,189	106.6	0	0	15,879,189	100.0

Executive Recommendation

Change Level		2011-2012	Pos	Cumulative	% of BL	2012-2013	Pos	Cumulative	% of BL
BL	Base Level	15,874,288	18	15,874,288	100.0	15,874,288	18	15,874,288	100.0
C01	Existing Program	50,000	0	15,924,288	100.3	0	0	15,874,288	100.0
C08	Technology	1,000,000	0	16,924,288	106.6	0	0	15,874,288	100.0
C10	Reclass	0	0	16,924,288	106.6	0	0	15,874,288	100.0
C14	Title Change	0	0	16,924,288	106.6	0	0	15,874,288	100.0

Justification

C01	Operating expenses of \$50,000 in FY2012 to continue the third year of the three-year Arkansas Works Initiative. Expenses include rent, supplies, and in-state travel.
C08	This request would provide for the third year of a three-year agreement with the Department of Workforce Services to continue the Arkansas Works Program which provides the opportunity and support needed to increase the knowledge, skills and educational attainment for Arkansas' citizens. The College and Career Planning System provides both an internet-based planning tool and a college and career coaches program through community colleges. IT plan tab is Operations/ Software/ Software Purchases
C10	The Department is requesting that the same salary classification for positions that were approved in 2009 for the Arkansas Department of Education be approved for the corresponding positions within the Arkansas Department of Career Education.
C14	This request for a title change is to reflect the change in the Department's name from the Department of Workforce Education (DWE) to Arkansas Career Education (ACE).

Analysis of Budget Request

Appropriation: 644 - Adult Basic Education

Funding Sources: EGB - Workforce Education Fund Account

This general revenue appropriation is utilized by the Agency to administer the State's adult education programs. These programs are generally found in adult education centers, community colleges, post-secondary vocational institutions, and area high schools.

Base Level salaries and matching do not include appropriation for a Cost of Living Adjustment or Career Service Payments. The Base Level salary of the unclassified position reflects the FY11 line item maximum.

The Agency is requesting the transfer of 2 restored positions. These positions were not budgeted in FY2011 and are requested to be restored and transferred to this appropriation to allow the Department of Career Education to meet increasing mandates regarding local adult education programs. The total increase for this transfer and restoration will be \$75,863. Additionally there are two (2) reclasses and a title change requested, with no increase in appropriation.

The Executive Recommendation provides for Base Level and title change.

Appropriation Summary

Appropriation: 644 - Adult Basic Education
Funding Sources: EGB - Workforce Education Fund Account

Historical Data

Agency Request and Executive Recommendation

Commitment Item	Historical Data			Agency Request and Executive Recommendation			Agency Request and Executive Recommendation		
	2009-2010 Actual	2010-2011 Budget	2010-2011 Authorized	2011-2012			2012-2013		
				Base Level	Agency	Executive	Base Level	Agency	Executive
Regular Salaries 5010000	341,772	364,106	510,373	366,695	421,214	366,695	366,695	421,214	366,695
#Positions	6	6	6	6	8	6	6	8	6
Personal Services Matching 5010003	109,728	109,869	171,430	110,435	131,779	110,435	110,435	131,779	110,435
Operating Expenses 5020002	24,983	25,000	25,000	25,000	25,000	25,000	25,000	25,000	25,000
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	476,483	498,975	706,803	502,130	577,993	502,130	502,130	577,993	502,130
Funding Sources									
General Revenue 4000010	476,483	498,975		502,130	577,993	502,130	502,130	577,993	502,130
Total Funding	476,483	498,975		502,130	577,993	502,130	502,130	577,993	502,130
Excess Appropriation/(Funding)	0	0		0	0	0	0	0	0
Grand Total	476,483	498,975		502,130	577,993	502,130	502,130	577,993	502,130

Change Level by Appropriation

Appropriation: 644 - Adult Basic Education
Funding Sources: EGB - Workforce Education Fund Account

Agency Request

Change Level		2011-2012	Pos	Cumulative	% of BL	2012-2013	Pos	Cumulative	% of BL
BL	Base Level	502,130	6	502,130	100.0	502,130	6	502,130	100.0
C07	Agency Transfer	75,863	2	577,993	115.1	75,863	2	577,993	115.1
C10	Reclass	0	0	577,993	115.1	0	0	577,993	115.1
C14	Title Change	0	0	577,993	115.1	0	0	577,993	115.1

Executive Recommendation

Change Level		2011-2012	Pos	Cumulative	% of BL	2012-2013	Pos	Cumulative	% of BL
BL	Base Level	502,130	6	502,130	100.0	502,130	6	502,130	100.0
C07	Agency Transfer	0	0	502,130	100.0	0	0	502,130	100.0
C10	Reclass	0	0	502,130	100.0	0	0	502,130	100.0
C14	Title Change	0	0	502,130	100.0	0	0	502,130	100.0

Justification

C07	This request includes 2 positions currently authorized to the Department which were not budgeted for FY 11. Continuing these positions will allow the Adult Education staff to address the continually increasing state and federal mandates regarding accountability, curriculum, data quality and reporting, program monitoring and supervision, and onsite technical assistance to local adult education programs.
C10	The Department is requesting that the same salary classification for positions that were approved in 2009 for the Arkansas Department of Education be approved for the corresponding positions within the Arkansas Department of Career Education.
C14	This request for a title change is to reflect the change in the Department's name from the Department of Workforce Education (DWE) to Arkansas Career Education (ACE).

Analysis of Budget Request

Appropriation: 645 - Fed-Adult Basic Education

Funding Sources: FEA - Federal Adult Basic Education

This federal appropriation is utilized by the Agency to administer adult education programs. Funding is received from the U.S. Department of Education - Basic State Grant and requires a 25% match by the State. Funds from the State funded counterpart for adult education programs (appropriation 644), as well as Public School Funds received by the Agency are used to meet the matching requirement.

Base level salaries and matching do not include appropriation for Cost of Living Adjustment or Career Service Payments.

The Agency is requesting the restoration and transfer of two (2) positions to the general revenue funded Adult Basic Education administration appropriation. The reclassification of two (2) positions, resulting in an increase of \$839 and an increase in Conference Fees and Travel of \$17,500 for each year to allow Adult Education staff to attend national adult education conferences and training.

The Executive Recommendation provides for Base Level and the increase in Conference Fees and Travel.

Appropriation Summary

Appropriation: 645 - Fed-Adult Basic Education
Funding Sources: FEA - Federal Adult Basic Education

Historical Data

Agency Request and Executive Recommendation

Commitment Item		Historical Data			2011-2012			2012-2013		
		2009-2010 Actual	2010-2011 Budget	2010-2011 Authorized	Base Level	Agency	Executive	Base Level	Agency	Executive
Regular Salaries	5010000	163,462	170,299	171,031	167,899	168,586	167,899	167,899	168,586	167,899
#Positions		3	3	5	3	3	3	3	3	3
Personal Services Matching	5010003	52,283	33,380	57,188	50,944	51,096	50,944	50,944	51,096	50,944
Operating Expenses	5020002	0	77,467	77,467	77,467	77,467	77,467	77,467	77,467	77,467
Conference & Travel Expenses	5050009	9,157	7,700	7,700	7,700	25,200	25,200	7,700	25,200	25,200
Professional Fees	5060010	0	9,000	9,000	9,000	9,000	9,000	9,000	9,000	9,000
Data Processing	5090012	0	0	0	0	0	0	0	0	0
Grants and Aid	5100004	5,233,718	7,949,060	7,149,060	7,149,060	7,149,060	7,149,060	7,149,060	7,149,060	7,149,060
Capital Outlay	5120011	0	0	0	0	0	0	0	0	0
Total		5,458,620	8,246,906	7,471,446	7,462,070	7,480,409	7,479,570	7,462,070	7,480,409	7,479,570
Funding Sources										
Federal Revenue	4000020	5,458,620	8,246,906		7,462,070	7,480,409	7,479,570	7,462,070	7,480,409	7,479,570
Total Funding		5,458,620	8,246,906		7,462,070	7,480,409	7,479,570	7,462,070	7,480,409	7,479,570
Excess Appropriation/(Funding)		0	0		0	0	0	0	0	0
Grand Total		5,458,620	8,246,906		7,462,070	7,480,409	7,479,570	7,462,070	7,480,409	7,479,570

Budget exceeds Authorized Appropriation in Grants and Aid due to a transfer from the Miscellaneous Federal Grant Holding Account.

Change Level by Appropriation

Appropriation: 645 - Fed-Adult Basic Education
Funding Sources: FEA - Federal Adult Basic Education

Agency Request

Change Level		2011-2012	Pos	Cumulative	% of BL	2012-2013	Pos	Cumulative	% of BL
BL	Base Level	7,462,070	3	7,462,070	100.0	7,462,070	3	7,462,070	100.0
C01	Existing Program	93,363	2	7,555,433	101.3	93,363	2	7,555,433	101.3
C07	Agency Transfer	(75,863)	(2)	7,479,570	100.2	(75,863)	(2)	7,479,570	100.2
C10	Reclass	839	0	7,480,409	100.2	839	0	7,480,409	100.2

Executive Recommendation

Change Level		2011-2012	Pos	Cumulative	% of BL	2012-2013	Pos	Cumulative	% of BL
BL	Base Level	7,462,070	3	7,462,070	100.0	7,462,070	3	7,462,070	100.0
C01	Existing Program	17,500	0	7,479,570	100.2	17,500	0	7,479,570	100.2
C07	Agency Transfer	0	0	7,479,570	100.2	0	0	7,479,570	100.2
C10	Reclass	0	0	7,479,570	100.2	0	0	7,479,570	100.2

Justification

C01	This request is for an increase of \$17,500 each year in conference fees and travel to allow Adult Education staff to attend profession meetings such as the Adult Education New State Director's Meeting in Washington DC, National Reporting System in Chicago, and the Commission on Adult Basic Education in San Francisco. These meetings provide essential information on funding issues, trends, new policies, and expectations.
C07	This request transfers 2 positions from the federal Adult Education program to allow staff to address the continually increasing state and federal mandates regarding accountability, curriculum, data quality and reporting, program monitoring and supervision, and onsite technical assistance to local adult education programs.
C10	The Department is requesting that the same salary classification for positions that were approved in 2009 for the Arkansas Department of Education be approved for the corresponding positions within the Arkansas Department of Career Education.

Analysis of Budget Request

Appropriation: 647 - Fed Equipment & Training-Operations

Funding Sources: FEM - Federal Equipment & Training Operations

This federal appropriation is used for inventory control and is funded from M&R proceeds derived from the sale of equipment purchased with federal funds.

The Agency is requesting Base Level for the 2011-2013 Biennium.

The Executive Recommendation provides for Agency Request.

Appropriation Summary

Appropriation: 647 - Fed Equipment & Training-Operations
Funding Sources: FEM - Federal Equipment & Training Operations

Historical Data

Agency Request and Executive Recommendation

Commitment Item		Historical Data			Agency Request and Executive Recommendation			Agency Request and Executive Recommendation		
		2009-2010 Actual	2010-2011 Budget	2010-2011 Authorized	2011-2012			2012-2013		
					Base Level	Agency	Executive	Base Level	Agency	Executive
Operating Expenses	5020002	0	6,000	6,000	6,000	6,000	6,000	6,000	6,000	6,000
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		0	6,000	6,000	6,000	6,000	6,000	6,000	6,000	6,000
Funding Sources										
Fund Balance	4000005	13,167	14,742		10,742	10,742	10,742	6,742	6,742	6,742
M & R Sales	4000340	1,575	2,000		2,000	2,000	2,000	2,000	2,000	2,000
Total Funding		14,742	16,742		12,742	12,742	12,742	8,742	8,742	8,742
Excess Appropriation/(Funding)		(14,742)	(10,742)		(6,742)	(6,742)	(6,742)	(2,742)	(2,742)	(2,742)
Grand Total		0	6,000		6,000	6,000	6,000	6,000	6,000	6,000

Analysis of Budget Request

Appropriation: 649 - Fed-Veteran's Approving Agency

Funding Sources: FEW - Federal Veteran's Approving Agency

Any educational program or course at a school or training facility other than an installation of the federal government must be approved by the Arkansas Approving Agency before an eligible veteran, service person, or eligible dependent can receive educational benefits. This Agency evaluates public and private schools, as well as specialized training programs, such as, apprenticeship and on-the-job training programs. Federal funds are received from the Veterans Administration.

Base Level salaries and matching do not include appropriation for a Cost of Living Adjustment or Career Service Payments.

The Agency is requesting reclassification of four (4) positions costing \$1,403 in each year of the biennium.

The Executive Recommendation provides for Base Level.

Appropriation Summary

Appropriation: 649 - Fed-Veteran's Approving Agency

Funding Sources: FEW - Federal Veteran's Approving Agency

Historical Data

Agency Request and Executive Recommendation

Commitment Item		Historical Data			Agency Request and Executive Recommendation			Agency Request and Executive Recommendation		
		2009-2010 Actual	2010-2011 Budget	2010-2011 Authorized	2011-2012			2012-2013		
					Base Level	Agency	Executive	Base Level	Agency	Executive
Regular Salaries	5010000	163,829	164,862	153,906	162,962	164,112	162,962	162,962	164,112	162,962
#Positions		4	4	4	4	4	4	4	4	4
Personal Services Matching	5010003	57,051	54,957	56,460	54,540	54,793	54,540	54,540	54,793	54,540
Operating Expenses	5020002	26,328	53,546	57,546	53,546	53,546	53,546	53,546	53,546	53,546
Conference & Travel Expenses	5050009	7,457	9,623	5,623	9,623	9,623	9,623	9,623	9,623	9,623
Professional Fees	5060010	0	600	600	600	600	600	600	600	600
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		254,665	283,588	274,135	281,271	282,674	281,271	281,271	282,674	281,271
Funding Sources										
Federal Revenue	4000020	254,665	283,588		281,271	282,674	281,271	281,271	282,674	281,271
Total Funding		254,665	283,588		281,271	282,674	281,271	281,271	282,674	281,271
Excess Appropriation/(Funding)		0	0		0	0	0	0	0	0
Grand Total		254,665	283,588		281,271	282,674	281,271	281,271	282,674	281,271

Budget amount in Regular Salaries exceeds the authorized amount due to salary adjustments during the 2009-2011 biennium.
Budget exceeds Authorized in Conference Fees and Travel by authority of a Budget Classification Transfer.

Change Level by Appropriation

Appropriation: 649 - Fed-Veteran's Approving Agency
Funding Sources: FEW - Federal Veteran's Approving Agency

Agency Request

Change Level		2011-2012	Pos	Cumulative	% of BL	2012-2013	Pos	Cumulative	% of BL
BL	Base Level	281,271	4	281,271	100.0	281,271	4	281,271	100.0
C10	Reclass	1,403	0	282,674	100.5	1,403	0	282,674	100.5

Executive Recommendation

Change Level		2011-2012	Pos	Cumulative	% of BL	2012-2013	Pos	Cumulative	% of BL
BL	Base Level	281,271	4	281,271	100.0	281,271	4	281,271	100.0
C10	Reclass	0	0	281,271	100.0	0	0	281,271	100.0

Justification

C10	The Department is requesting that the same salary classification for positions that were approved in 2009 for the Arkansas Department of Education be approved for the corresponding positions within the Arkansas Department of Career Education.
-----	--

Analysis of Budget Request

Appropriation: 755 - Construction Craft

Funding Sources: TCI - Construction Craft Training Trust Fund

This appropriation is funded with special revenues gained from a \$.50 per \$1,000 surcharge on building permits. Act 474 of 1999 established the Construction Industry Craft Training Program. Grants are made for training programs located in the two and four year colleges and in the Technical Institutes.

Base Level salaries and matching do not include appropriation for Cost of Living Adjustments or Career Service Payments.

One (1) position associated with this program is requested to be reclassified. This reclass consists of C112 Administrative Specialist III to a C117 Budget Specialist. No additional appropriation is required for this reclassification.

The Agency is requesting Base Level for the 2011-2013 Biennium.

The Executive Recommendation provides for Agency Request; however the recommendation of the reclass is for the C112 Administrative Specialist III to a C115 Fiscal Support Analyst.

Appropriation Summary

Appropriation: 755 - Construction Craft

Funding Sources: TCI - Construction Craft Training Trust Fund

Historical Data

Agency Request and Executive Recommendation

Commitment Item	2009-2010 Actual	2010-2011 Budget	2010-2011 Authorized	2011-2012			2012-2013		
				Base Level	Agency	Executive	Base Level	Agency	Executive
Regular Salaries 5010000	49,917	48,534	47,251	47,634	47,634	47,634	47,634	47,634	47,634
#Positions	1	1	1	1	1	1	1	1	1
Personal Services Matching 5010003	16,357	8,554	16,171	15,151	15,151	15,151	15,151	15,151	15,151
Operating Expenses 5020002	663	12,000	12,000	12,000	12,000	12,000	12,000	12,000	12,000
Conference & Travel Expenses 5050009	0	7,500	7,500	7,500	7,500	7,500	7,500	7,500	7,500
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	325,847	800,000	800,000	800,000	800,000	800,000	800,000	800,000	800,000
Capital Outlay 5120011	0	0	0	0	0	0	0	0	0
Total	392,784	876,588	882,922	882,285	882,285	882,285	882,285	882,285	882,285
Funding Sources									
Fund Balance 4000005	1,396,001	1,448,818		972,230	972,230	972,230	689,945	689,945	689,945
Special Revenue 4000030	445,601	400,000		600,000	600,000	600,000	600,000	600,000	600,000
Total Funding	1,841,602	1,848,818		1,572,230	1,572,230	1,572,230	1,289,945	1,289,945	1,289,945
Excess Appropriation/(Funding)	(1,448,818)	(972,230)		(689,945)	(689,945)	(689,945)	(407,660)	(407,660)	(407,660)
Grand Total	392,784	876,588		882,285	882,285	882,285	882,285	882,285	882,285

Budget amounts in Regular Salaries exceeds authorized amount due to salary rate adjustments during the 2009-2011 biennium.

Change Level by Appropriation

Appropriation: 755 - Construction Craft
Funding Sources: TCI - Construction Craft Training Trust Fund

Agency Request

Change Level		2011-2012	Pos	Cumulative	% of BL	2012-2013	Pos	Cumulative	% of BL
BL	Base Level	882,285	1	882,285	100.0	882,285	1	882,285	100.0
C10	Reclass	0	0	882,285	100.0	0	0	882,285	100.0

Executive Recommendation

Change Level		2011-2012	Pos	Cumulative	% of BL	2012-2013	Pos	Cumulative	% of BL
BL	Base Level	882,285	1	882,285	100.0	882,285	1	882,285	100.0
C10	Reclass	0	0	882,285	100.0	0	0	882,285	100.0

Justification

C10	The Department is requesting that the same salary classification for positions that were approved in 2009 for the Arkansas Department of Education be approved for the corresponding positions within the Arkansas Department of Career Education.
-----	--

Analysis of Budget Request

Appropriation: 82V - LESO Program

Funding Sources: NCE - Cash in Treasury

In FY2010, the Department of Career Education was designated as the state coordinator for the Law Enforcement Safety Office (LESO) program. This program assists local law enforcement agencies in acquiring federal property to assist them in performing their mission. For this assistance and the oversight responsibilities, the Agency collects a fee on each property transaction.

For FY2010 and FY2011 the appropriation for this program was established using the Cash Fund Holding Account.

The Agency requests cash appropriation of \$15,000 in each year of the biennium to administer this program.

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

Appropriation Summary

Appropriation: 82V - LESO Program

Funding Sources: NCE - Cash in Treasury

Historical Data

Agency Request and Executive Recommendation

Commitment Item	Historical Data			2011-2012			2012-2013		
	2009-2010 Actual	2010-2011 Budget	2010-2011 Authorized	Base Level	Agency	Executive	Base Level	Agency	Executive
Law Enforcement Safety Program 5900046	1,809	15,000	0	0	15,000	15,000	0	15,000	15,000
Total	1,809	15,000	0	0	15,000	15,000	0	15,000	15,000
Funding Sources									
Fund Balance 4000005	0	16,017		0	16,017	16,017	0	16,017	16,017
Cash Fund 4000045	17,826	15,000		0	15,000	15,000	0	15,000	15,000
Total Funding	17,826	31,017		0	31,017	31,017	0	31,017	31,017
Excess Appropriation/(Funding)	(16,017)	(16,017)		0	(16,017)	(16,017)	0	(16,017)	(16,017)
Grand Total	1,809	15,000		0	15,000	15,000	0	15,000	15,000

Budget exceeds Authorized Appropriation due to a transfer from the Cash Fund Holding Account.

Change Level by Appropriation

Appropriation: 82V - LESO Program
Funding Sources: NCE - Cash in Treasury

Agency Request

Change Level		2011-2012	Pos	Cumulative	% of BL	2012-2013	Pos	Cumulative	% of BL
BL	Base Level	0	0	0	0.0	0	0	0	0.0
C01	Existing Program	15,000	0	15,000	100.0	15,000	0	15,000	100.0

Executive Recommendation

Change Level		2011-2012	Pos	Cumulative	% of BL	2012-2013	Pos	Cumulative	% of BL
BL	Base Level	0	0	0	0.0	0	0	0	0.0
C01	Existing Program	15,000	0	15,000	100.0	15,000	0	15,000	100.0

Justification

C01	This request for appropriation from cash funds is for the Law Enforcement Support Office (LESO) operations. Career Education is the central agency for transferring law enforcement property from the Department of Defense to State law enforcement agencies. The agencies pay a handling fee which finances the operations of the State LESO program. This program was initially established by a cash fund request in FY10.
-----	--

Analysis of Budget Request

Appropriation: A88 - Alternate Retirement Plan

Funding Sources: 150 - Vo Tech Retirement

The Department of Workforce Education uses this cash appropriation for administration of various retirement plans available to their employees. Funding for this appropriation comes in the form of employee deductions and matching for retirement. The Agency pays the employee premiums to the companies offering the retirement plans.

The Agency is requesting an increase on Operating Expenses of \$14,400 for both years of the 2011-2013 biennium. Of this increase, \$12,000 is requested to provide for increased rent for relocation of the Human Resources Department and \$2,400 is requested for additional disk storage space to store employee records, which are in the process of being archived.

The Executive Recommendation provides for Base Level. Expenditure of appropriation is contingent upon available funding.

Appropriation Summary

Appropriation: A88 - Alternate Retirement Plan

Funding Sources: 150 - Vo Tech Retirement

Historical Data

Agency Request and Executive Recommendation

Commitment Item	Historical Data			Agency Request and Executive Recommendation			Agency Request and Executive Recommendation		
	2009-2010 Actual	2010-2011 Budget	2010-2011 Authorized	2011-2012			2012-2013		
				Base Level	Agency	Executive	Base Level	Agency	Executive
Regular Salaries 5010000	0	0	0	0	0	0	0	0	0
#Positions	0	0	0	0	0	0	0	0	0
Personal Services Matching 5010003	49,484	110,222	110,222	110,222	110,222	110,222	110,222	110,222	110,222
Operating Expenses 5020002	10,106	12,300	12,300	12,300	26,700	12,300	12,300	26,700	12,300
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	59,590	122,522	122,522	122,522	136,922	122,522	122,522	136,922	122,522
Funding Sources									
Fund Balance 4000005	315,650	329,705		267,183	267,183	267,183	204,661	190,261	204,661
Interest & Forfeitures 4000305	73,645	60,000		60,000	60,000	60,000	60,000	60,000	60,000
Total Funding	389,295	389,705		327,183	327,183	327,183	264,661	250,261	264,661
Excess Appropriation/(Funding)	(329,705)	(267,183)		(204,661)	(190,261)	(204,661)	(142,139)	(113,339)	(142,139)
Grand Total	59,590	122,522		122,522	136,922	122,522	122,522	136,922	122,522

Change Level by Appropriation

Appropriation: A88 - Alternate Retirement Plan
Funding Sources: 150 - Vo Tech Retirement

Agency Request

Change Level		2011-2012	Pos	Cumulative	% of BL	2012-2013	Pos	Cumulative	% of BL
BL	Base Level	122,522	0	122,522	100.0	122,522	0	122,522	100.0
C01	Existing Program	12,000	0	134,522	109.8	12,000	0	134,522	109.8
C08	Technology	2,400	0	136,922	111.8	2,400	0	136,922	111.8

Executive Recommendation

Change Level		2011-2012	Pos	Cumulative	% of BL	2012-2013	Pos	Cumulative	% of BL
BL	Base Level	122,522	0	122,522	100.0	122,522	0	122,522	100.0
C01	Existing Program	0	0	122,522	100.0	0	0	122,522	100.0
C08	Technology	0	0	122,522	100.0	0	0	122,522	100.0

Justification

C01	\$12,000 each year is requested to provide for the increased rent associated with the relocation of the Human Resources Department.
C08	\$2,400 each year is requested for additional disk space to store employee records which are being archived. Records go back as far as the original technical institutes in the 1960's.

Appropriation Summary

Appropriation: 54X - Jobs for Arkansas Graduates

Funding Sources: NCE - Cash in Treasury

Historical Data

Agency Request and Executive Recommendation

Commitment Item	Historical Data			2011-2012			2012-2013		
	2009-2010 Actual	2010-2011 Budget	2010-2011 Authorized	Base Level	Agency	Executive	Base Level	Agency	Executive
Jobs for Arkansas Graduates 5900046	83,433	129,000	0	0	0	0	0	0	0
Total	83,433	129,000	0	0	0	0	0	0	0
Funding Sources									
Cash Fund 4000045	83,433	129,000		0	0	0	0	0	0
Total Funding	83,433	129,000		0	0	0	0	0	0
Excess Appropriation/(Funding)	0	0		0	0	0	0	0	0
Grand Total	83,433	129,000		0	0	0	0	0	0

Budget exceeds Authorized Appropriation due to a transfer from the Cash Fund Holding Account.
Appropriation not requested for the 2011-2013 Biennium.

Department Appropriation Summary

Appropriation	Historical Data						Agency Request and Executive Recommendation											
	2009-2010		2010-2011		2010-2011		2011-2012				2012-2013							
	Actual	Pos	Budget	Pos	Authorized	Pos	Base Level	Pos	Agency	Pos	Executive	Pos	Base Level	Pos	Agency	Pos	Executive	Pos
200 Vocational Start-Up Grants	2,368,162	0	2,370,000	0	2,370,000	0	2,370,000	0	2,725,500	0	2,370,000	0	2,370,000	0	2,725,500	0	2,370,000	0
201 Vocational Center Aid	20,132,709	0	20,136,383	0	20,136,383	0	20,136,383	0	20,886,383	0	20,136,383	0	20,136,383	0	21,636,383	0	20,136,383	0
427 Governor's Commission on Adult Literacy	761,783	1	771,113	1	771,903	1	770,658	1	770,658	1	770,658	1	770,658	1	770,658	1	770,658	1
453 Adult Basic & General Education	19,601,344	0	19,860,569	0	25,271,953	0	19,860,569	0	25,271,953	0	19,860,569	0	19,860,569	0	25,271,953	0	19,860,569	0
681 Coordinated Career Education Services	1,029,310	0	1,119,433	0	1,119,433	0	1,119,433	0	1,119,433	0	1,119,433	0	1,119,433	0	1,119,433	0	1,119,433	0
84U Student Loan Forgiveness	0	0	0	0	0	0	0	0	4,000,000	0	0	0	0	0	2,000,000	0	0	0
84V Career & Technical Equipment Grants	0	0	0	0	0	0	0	0	4,000,000	0	0	0	0	0	4,000,000	0	0	0
Total	43,893,308	1	44,257,498	1	49,669,672	1	44,257,043	1	58,773,927	1	44,257,043	1	44,257,043	1	57,523,927	1	44,257,043	1

Funding Sources		%		%		%		%		%		%		%		%		%
Fund Balance	4000005	3,486,846	7.5	2,782,646	6.0		1,761,896	3.9	1,761,896	2.9	1,761,896	3.9	741,146	1.7	1,761,896	3.0	741,146	1.7
Educational Excellence Fund	4000220	11,661,366	25.0	10,952,069	23.8		10,952,069	24.3	10,952,069	18.1	10,952,069	24.3	10,952,069	24.9	10,952,069	18.5	10,952,069	24.9
Miscellaneous Adjustments	4000345	55,367	0.1	0	0.0		0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0
Transfers (to) / from Agencies	4000693	295,688	0.6	0	0.0		0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0
Career Ed PSF	4000745	31,176,687	66.8	32,284,679	70.2		32,284,224	71.7	47,821,858	79.0	32,284,224	71.7	32,284,224	73.4	46,571,858	78.6	32,284,224	73.4
Total Funds		46,675,954	100.0	46,019,394	100.0		44,998,189	100.0	60,535,823	100.0	44,998,189	100.0	43,977,439	100.0	59,285,823	100.0	43,977,439	100.0
Excess Appropriation/(Funding)		(2,782,646)		(1,761,896)			(741,146)		(1,761,896)		(741,146)		279,604		(1,761,896)		279,604	
Grand Total		43,893,308		44,257,498			44,257,043		58,773,927		44,257,043		44,257,043		57,523,927		44,257,043	

Transfer is from Department of Education Facilities Partnership Fund.
 Miscellaneous Adjustments consist primarily of refund to expenditures.

Analysis of Budget Request

Appropriation: 200 - Vocational Start-Up Grants

Funding Sources: JWE - Career Education Public School Fund

This appropriation is used to award funds to schools for the purpose of purchasing capital equipment, nonconsumable supplies and program software to start newly approved vocational programs for the different occupational program areas, to support the minimum required equipment to meet program standards, and to support short-term adult skills training classes. The program is funded through the Career Education Public School Fund.

The Agency Request is \$355,500 each year of the 2011-2013 biennium. This will allow the Agency to increase the participation in the program by 15%.

The Executive Recommendation provides for Base Level.

Appropriation Summary

Appropriation: 200 - Vocational Start-Up Grants

Funding Sources: JWE - Career Education Public School Fund

Historical Data

Agency Request and Executive Recommendation

Commitment Item	2009-2010 Actual	2010-2011 Budget	2010-2011 Authorized	2011-2012			2012-2013		
				Base Level	Agency	Executive	Base Level	Agency	Executive
Grants and Aid 5100004	2,368,162	2,370,000	2,370,000	2,370,000	2,725,500	2,370,000	2,370,000	2,725,500	2,370,000
Total	2,368,162	2,370,000	2,370,000	2,370,000	2,725,500	2,370,000	2,370,000	2,725,500	2,370,000
Funding Sources									
Career Ed PSF 4000745	2,368,162	2,370,000		2,370,000	2,725,500	2,370,000	2,370,000	2,725,500	2,370,000
Total Funding	2,368,162	2,370,000		2,370,000	2,725,500	2,370,000	2,370,000	2,725,500	2,370,000
Excess Appropriation/(Funding)	0	0		0	0	0	0	0	0
Grand Total	2,368,162	2,370,000		2,370,000	2,725,500	2,370,000	2,370,000	2,725,500	2,370,000

Change Level by Appropriation

Appropriation: 200 - Vocational Start-Up Grants
Funding Sources: JWE - Career Education Public School Fund

Agency Request

Change Level		2011-2012	Pos	Cumulative	% of BL	2012-2013	Pos	Cumulative	% of BL
BL	Base Level	2,370,000	0	2,370,000	100.0	2,370,000	0	2,370,000	100.0
C01	Existing Program	355,500	0	2,725,500	115.0	355,500	0	2,725,500	115.0

Executive Recommendation

Change Level		2011-2012	Pos	Cumulative	% of BL	2012-2013	Pos	Cumulative	% of BL
BL	Base Level	2,370,000	0	2,370,000	100.0	2,370,000	0	2,370,000	100.0
C01	Existing Program	0	0	2,370,000	100.0	0	0	2,370,000	100.0

Justification

C01	The Department is requesting an increase of \$355,500 each year for the program which reimburses school districts, cooperatives, and two-year institutions for equipment purchased when a vocational program is first begun. Examples of programs which receive these funds include JAG (Jobs for Arkansas Graduates), pre-engineering, medical professions, drafting & design, photography, and digital communications. This request represents a 15% increase in the program.
-----	---

Analysis of Budget Request

Appropriation: 201 - Vocational Center Aid

Funding Sources: JWE - Career Education Public School Fund

This program distributes aid to vocational centers, in a partnership with public high schools and two-year colleges, under the rules and regulations of the State Board based on full-time equivalency. The objective of these centers is to provide high school students affordable training for entry-level skills in areas where employment opportunities exist or need to be developed. Programs are approved on the basis of student interest and local economic development opportunities. The program is funded through the Career Education Public School Fund.

The Agency is requesting an increase in Grants/Aid appropriation and funding of \$750,000 for FY12 and \$1,500,000 for FY13. These increases are needed to allow the Agency to open 3 additional centers each year to provide access to areas of the state which are not currently served by existing centers. There are currently only 24 secondary centers serving 174 high schools.

The Executive Recommendation provides for Base Level.

Appropriation Summary

Appropriation: 201 - Vocational Center Aid

Funding Sources: JWE - Career Education Public School Fund

Historical Data

Agency Request and Executive Recommendation

Commitment Item	2009-2010	2010-2011	2010-2011	2011-2012			2012-2013		
	Actual	Budget	Authorized	Base Level	Agency	Executive	Base Level	Agency	Executive
Grants and Aid 5100004	20,132,709	20,136,383	20,136,383	20,136,383	20,886,383	20,136,383	20,136,383	21,636,383	20,136,383
Total	20,132,709	20,136,383	20,136,383	20,136,383	20,886,383	20,136,383	20,136,383	21,636,383	20,136,383
Funding Sources									
Transfers (to) / from Agencies 4000693	295,688	0		0	0	0	0	0	0
Career Ed PSF 4000745	19,837,021	20,136,383		20,136,383	20,886,383	20,136,383	20,136,383	21,636,383	20,136,383
Total Funding	20,132,709	20,136,383		20,136,383	20,886,383	20,136,383	20,136,383	21,636,383	20,136,383
Excess Appropriation/(Funding)	0	0		0	0	0	0	0	0
Grand Total	20,132,709	20,136,383		20,136,383	20,886,383	20,136,383	20,136,383	21,636,383	20,136,383

Change Level by Appropriation

Appropriation: 201 - Vocational Center Aid
Funding Sources: JWE - Career Education Public School Fund

Agency Request

Change Level		2011-2012	Pos	Cumulative	% of BL	2012-2013	Pos	Cumulative	% of BL
BL	Base Level	20,136,383	0	20,136,383	100.0	20,136,383	0	20,136,383	100.0
C01	Existing Program	750,000	0	20,886,383	103.7	1,500,000	0	21,636,383	107.4

Executive Recommendation

Change Level		2011-2012	Pos	Cumulative	% of BL	2012-2013	Pos	Cumulative	% of BL
BL	Base Level	20,136,383	0	20,136,383	100.0	20,136,383	0	20,136,383	100.0
C01	Existing Program	0	0	20,136,383	100.0	0	0	20,136,383	100.0

Justification

C01	The Department's request for an additional \$750,000 for FY 2012 and an additional \$1,500,000 for FY 2013 is necessary in order to add 3 new centers each year of the biennium so that students in areas of the state not currently being served will be provided access to center programs.
-----	---

Analysis of Budget Request

Appropriation: 427 - Governor's Commission on Adult Literacy

Funding Sources: JWE - Career Education Public School Fund

The Governor's Commission on Adult Literacy is funded from the Career Education Public School Fund. The appropriation consists of one position, supporting Operating Expenses, Grants that are made to literacy councils, and the Recognition Program. This program was transferred to the Department of Career Education during the 81st General Assembly.

Base Level salaries and matching do not include appropriation for Cost of Living Adjustments or Career Service Payments.

The Agency is requesting one (1) reclass for a position to correspond with similar position in the Department of Education. This reclass does not require any additional appropriation.

The Executive Recommendation provides for Base Level.

Appropriation Summary

Appropriation: 427 - Governor's Commission on Adult Literacy

Funding Sources: JWE - Career Education Public School Fund

Historical Data

Agency Request and Executive Recommendation

Commitment Item	2009-2010 Actual	2010-2011 Budget	2010-2011 Authorized	2011-2012			2012-2013		
				Base Level	Agency	Executive	Base Level	Agency	Executive
Regular Salaries 5010000	27,839	28,648	28,658	28,273	28,273	28,273	28,273	28,273	28,273
#Positions	1	1	1	1	1	1	1	1	1
Personal Services Matching 5010003	9,502	9,218	9,998	9,138	9,138	9,138	9,138	9,138	9,138
Operating Expenses 5020002	43,699	52,242	52,242	52,242	52,242	52,242	52,242	52,242	52,242
Conference & Travel Expenses 5050009	5,743	6,005	6,005	6,005	6,005	6,005	6,005	6,005	6,005
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	675,000	675,000	675,000	675,000	675,000	675,000	675,000	675,000	675,000
Capital Outlay 5120011	0	0	0	0	0	0	0	0	0
Total	761,783	771,113	771,903	770,658	770,658	770,658	770,658	770,658	770,658
Funding Sources									
Career Ed PSF 4000745	761,783	771,113		770,658	770,658	770,658	770,658	770,658	770,658
Total Funding	761,783	771,113		770,658	770,658	770,658	770,658	770,658	770,658
Excess Appropriation/(Funding)	0	0		0	0	0	0	0	0
Grand Total	761,783	771,113		770,658	770,658	770,658	770,658	770,658	770,658

Change Level by Appropriation

Appropriation: 427 - Governor's Commission on Adult Literacy
Funding Sources: JWE - Career Education Public School Fund

Agency Request

Change Level		2011-2012	Pos	Cumulative	% of BL	2012-2013	Pos	Cumulative	% of BL
BL	Base Level	770,658	1	770,658	100.0	770,658	1	770,658	100.0
C10	Reclass	0	0	770,658	100.0	0	0	770,658	100.0

Executive Recommendation

Change Level		2011-2012	Pos	Cumulative	% of BL	2012-2013	Pos	Cumulative	% of BL
BL	Base Level	770,658	1	770,658	100.0	770,658	1	770,658	100.0
C10	Reclass	0	0	770,658	100.0	0	0	770,658	100.0

Justification

C10	The Department is requesting that the same salary classification for positions that were approved in 2009 for the Arkansas Department of Education be approved for the corresponding positions within the Arkansas Department of Career Education.
-----	--

Analysis of Budget Request

Appropriation: 453 - Adult Basic & General Education

Funding Sources: JWE - Career Education Public School Fund

The Adult Basic and General Adult Education program provides grants for educating those adults with less than a high school equivalency and for retraining those already in the workforce. Adult education serves adult learners through adult basic education classes, which are designed for adults functioning up to the 8th grade level. General adult education classes prepare adults who score at the 9th to 12th grade levels. Funding for this appropriation is provided from the Career Education Public School Fund.

The Agency is requesting an increase in Grants and Aid of \$5,411,384 for both years of the 2011-2013 biennium.

The increased amount would be used to increase the number of adults able to take the adult education programs and to implement a performance-based incentive in the Adult Education formula funding.

The Executive Recommendation provides for Base Level.

Appropriation Summary

Appropriation: 453 - Adult Basic & General Education

Funding Sources: JWE - Career Education Public School Fund

Historical Data

Agency Request and Executive Recommendation

Commitment Item		Historical Data			Agency Request and Executive Recommendation			Agency Request and Executive Recommendation		
		2009-2010 Actual	2010-2011 Budget	2010-2011 Authorized	2011-2012			2012-2013		
					Base Level	Agency	Executive	Base Level	Agency	Executive
Grants and Aid	5100004	19,601,344	19,860,569	25,271,953	19,860,569	25,271,953	19,860,569	19,860,569	25,271,953	19,860,569
Total		19,601,344	19,860,569	25,271,953	19,860,569	25,271,953	19,860,569	19,860,569	25,271,953	19,860,569
Funding Sources										
Fund Balance	4000005	3,486,846	2,782,646		1,761,896	1,761,896	1,761,896	741,146	1,761,896	741,146
Educational Excellence Fund	4000220	11,661,366	10,952,069		10,952,069	10,952,069	10,952,069	10,952,069	10,952,069	10,952,069
Miscellaneous Adjustments	4000345	55,367	0		0	0	0	0	0	0
Career Ed PSF	4000745	7,180,411	7,887,750		7,887,750	14,319,884	7,887,750	7,887,750	14,319,884	7,887,750
Total Funding		22,383,990	21,622,465		20,601,715	27,033,849	20,601,715	19,580,965	27,033,849	19,580,965
Excess Appropriation/(Funding)		(2,782,646)	(1,761,896)		(741,146)	(1,761,896)	(741,146)	279,604	(1,761,896)	279,604
Grand Total		19,601,344	19,860,569		19,860,569	25,271,953	19,860,569	19,860,569	25,271,953	19,860,569

Miscellaneous Adjustments consist primarily of refund to expenditures.

Change Level by Appropriation

Appropriation: 453 - Adult Basic & General Education
Funding Sources: JWE - Career Education Public School Fund

Agency Request

Change Level		2011-2012	Pos	Cumulative	% of BL	2012-2013	Pos	Cumulative	% of BL
BL	Base Level	19,860,569	0	19,860,569	100.0	19,860,569	0	19,860,569	100.0
C01	Existing Program	5,411,384	0	25,271,953	127.2	5,411,384	0	25,271,953	127.2

Executive Recommendation

Change Level		2011-2012	Pos	Cumulative	% of BL	2012-2013	Pos	Cumulative	% of BL
BL	Base Level	19,860,569	0	19,860,569	100.0	19,860,569	0	19,860,569	100.0
C01	Existing Program	0	0	19,860,569	100.0	0	0	19,860,569	100.0

Justification

C01	The Department is requesting an increase of \$5,411,384 each year to increase the number of Arkansans served in adult education programs and to implement the newly developed performance-based funding formula that will distribute adult education funds on the basis of student contact hours and achievement.
-----	---

Analysis of Budget Request

Appropriation: 681 - Coordinated Career Education Services

Funding Sources: JWE - Career Education Public School Fund

The Coordinated Career Education Services- Special Needs Students program provides grants to coordinated career education programs in which students with disabilities attend academic classes in the morning and work in the afternoon. Special Needs Programs provide special projects and adaptive equipment for secondary and postsecondary career and technical education students with disabilities and vocational counselors at several secondary area vocational centers. Funding for this appropriation is provided from the Career Education Public School Fund.

The Agency is requesting Base Level for the 2011-2013 Biennium.

The Executive Recommendation provides for Agency Request.

Appropriation Summary

Appropriation: 681 - Coordinated Career Education Services

Funding Sources: JWE - Career Education Public School Fund

Historical Data

Agency Request and Executive Recommendation

Commitment Item	2009-2010 Actual	2010-2011 Budget	2010-2011 Authorized	2011-2012			2012-2013		
				Base Level	Agency	Executive	Base Level	Agency	Executive
Grants and Aid 5100004	1,029,310	1,119,433	1,119,433	1,119,433	1,119,433	1,119,433	1,119,433	1,119,433	1,119,433
Total	1,029,310	1,119,433	1,119,433	1,119,433	1,119,433	1,119,433	1,119,433	1,119,433	1,119,433
Funding Sources									
Career Ed PSF 4000745	1,029,310	1,119,433		1,119,433	1,119,433	1,119,433	1,119,433	1,119,433	1,119,433
Total Funding	1,029,310	1,119,433		1,119,433	1,119,433	1,119,433	1,119,433	1,119,433	1,119,433
Excess Appropriation/(Funding)	0	0		0	0	0	0	0	0
Grand Total	1,029,310	1,119,433		1,119,433	1,119,433	1,119,433	1,119,433	1,119,433	1,119,433

Analysis of Budget Request

Appropriation: 84U - Student Loan Forgiveness

Funding Sources: JWE - Career Education Public School Fund

The Arkansas Technical Career Student Loan Forgiveness Program was created by Act 652 of 1999 to provide assistance to Arkansans who enter and complete technical education programs that qualify them for various technical occupations. The Department of Workforce Education may pay up to \$2,500 per year for each person qualified for a maximum of four years. Funding for this program has come from General Improvement funding in previous biennial budgets, however, the Department of Workforce Education has requested funding for this appropriation from the Career Education Public School Fund.

The Agency is requesting \$4,000,000 in FY2012 to re-establish the program and \$2,000,000 in FY2013 for continuing the grants program.

The Executive Recommendation does not provide for appropriation or funding for this request.

Appropriation Summary

Appropriation: 84U - Student Loan Forgiveness

Funding Sources: JWE - Career Education Public School Fund

Historical Data

Agency Request and Executive Recommendation

Commitment Item	2009-2010	2010-2011	2010-2011	2011-2012			2012-2013		
	Actual	Budget	Authorized	Base Level	Agency	Executive	Base Level	Agency	Executive
Grants and Aid 5100004	0	0	0	0	4,000,000	0	0	2,000,000	0
Total	0	0	0	0	4,000,000	0	0	2,000,000	0
Funding Sources									
Career Ed PSF 4000745	0	0		0	4,000,000	0	0	2,000,000	0
Total Funding	0	0		0	4,000,000	0	0	2,000,000	0
Excess Appropriation/(Funding)	0	0		0	0	0	0	0	0
Grand Total	0	0		0	4,000,000	0	0	2,000,000	0

Change Level by Appropriation

Appropriation: 84U - Student Loan Forgiveness
Funding Sources: JWE - Career Education Public School Fund

Agency Request

Change Level		2011-2012	Pos	Cumulative	% of BL	2012-2013	Pos	Cumulative	% of BL
C02	New Program	4,000,000	0	4,000,000	100.0	2,000,000	0	2,000,000	100.0

Executive Recommendation

Change Level		2011-2012	Pos	Cumulative	% of BL	2012-2013	Pos	Cumulative	% of BL
C02	New Program	0	0	0	0.0	0	0	0	0.0

Justification

C02	The Department is requesting \$4,000,000 each fiscal year to meet obligations to current program participants, to allow for growth in the number of new participants, and to expand the loan forgiveness program to include additional programs as new courses of study are developed in the future to meet the state's need for skilled workers in new and emerging technologies.
-----	--

Analysis of Budget Request

Appropriation: 84V - Career & Technical Equipment Grants

Funding Sources: JWE - Career Education Public School Fund

The Department of Career Education is requesting a Career and Technical Equipment Grants program to be funded from the Career Education Public School Fund. This grants program would be used to establish a five-year rotation plan to replace and/ or repair technical equipment used in technical centers and Arkansas schools.

This program has been previously funded from the General Improvement Fund, however, these funds have not been released.

The Agency request is \$4,000,000 for each year of the 2011-2013 biennium.

The Executive Recommendation does not provide for appropriation or funding for this request.

Appropriation Summary

Appropriation: 84V - Career & Technical Equipment Grants

Funding Sources: JWE - Career Education Public School Fund

Historical Data

Agency Request and Executive Recommendation

Commitment Item	Historical Data			2011-2012			2012-2013		
	2009-2010 Actual	2010-2011 Budget	2010-2011 Authorized	Base Level	Agency	Executive	Base Level	Agency	Executive
Career & Technical Equipment Gr. 5900046	0	0	0	0	4,000,000	0	0	4,000,000	0
Total	0	0	0	0	4,000,000	0	0	4,000,000	0
Funding Sources									
Career Ed PSF 4000745	0	0		0	4,000,000	0	0	4,000,000	0
Total Funding	0	0		0	4,000,000	0	0	4,000,000	0
Excess Appropriation/(Funding)	0	0		0	0	0	0	0	0
Grand Total	0	0		0	4,000,000	0	0	4,000,000	0

Change Level by Appropriation

Appropriation: 84V - Career & Technical Equipment Grants
Funding Sources: JWE - Career Education Public School Fund

Agency Request

Change Level		2011-2012	Pos	Cumulative	% of BL	2012-2013	Pos	Cumulative	% of BL
C02	New Program	4,000,000	0	4,000,000	100.0	4,000,000	0	4,000,000	100.0

Executive Recommendation

Change Level		2011-2012	Pos	Cumulative	% of BL	2012-2013	Pos	Cumulative	% of BL
C02	New Program	0	0	0	0.0	0	0	0	0.0

Justification

C02	Funding of \$4,000,000 for each fiscal year is requested for equipment upgrade and replacement. Career and technical education programs in Arkansas high schools, junior high and middle schools, and area technical centers represent an investment by the public schools of more than \$116,000,000 in equipment, according to a study done in 2005. Because much of this equipment is decades -old, it is not adequate to prepare students for the workplace of the 21st century. Although the request for \$4,000,000 each year will not remedy the equipment issues immediately, it will allow for an upgrade/replacement cycle, so that the backlog of unreliable and sometimes dangerous equipment can be gradually replaced.
-----	--