

**ARKANSAS BUDGET SYSTEM
AGENCY PROGRAM COMMENTARY
1997 - 1999**

I. COMPREHENSIVE STATEMENT

A. Overall Responsibilities

The Employment Security Department's major responsibilities are to implement and operate a public labor exchange system that is accessible to all employers, applicants, and other residents of the state who need those services in accordance with state and federal laws, regulations and policies; to administer unemployment insurance and related programs in accordance with state and federal laws; to serve as the Governor's Administrative Entity (GAE) for all Arkansas programs funded via the Job Training Partnership Act (JTPA); to serve as the lead agency for the Governor's statewide Dislocated Worker Program Task Force; to provide other special manpower services in accordance with agreements with other federal and state agencies; and to provide labor market information to all individuals or groups who can use the information to enhance the quality of life for residents of the state.

B. Factors Impacting ESD Operations

There are many factors which impact the operation of the Employment Security Department in Arkansas. However, the four major factors are: (1) Economic conditions within the state; (2) State laws, policies and emphases; (3) National laws, policies and emphases; and (4) the availability of Federal funds.

II. AGENCY FINANCIAL STATUS

Appropriation Request Summary

Total funding for the Employment Security Department is estimated to be \$513,162,725 for FY 98 and \$519,956,009 for FY 99. FY 98 reflects a 4% increase over FY 97 and FY 99 reflects an increase of 2% from FY 98. The source of funding for the Department are various grants/contracts from the U.S. Department of Labor, and JTPA subrecipients; Unemployment Insurance Contributions; Penalty and Interest Payments; and Advance Interest Tax. The appropriation totals requested for the Department are \$427,623,531 in FY 98 (an increase of 2.0% from FY 97) and \$426,424,008 in FY 99 (a decrease of 1.0% from FY 98).

In some areas the Department is requesting excess appropriation to allow the agency to address unforeseen economic situations.

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We are requesting appropriation authority to meet forecasted Taxable Employers benefit payments through the 97-99 biennium. The excess appropriation requested in the other areas is to avoid having to call a Special Session during the biennium and is based on the knowledge that: (1) Unemployment Insurance benefit payments could be higher than projected; and (2) operating expenditures could also rise as the result of other Federally funded programs.

The agency's position request is 750 Regular Salaried and 400 Extra Help positions in each of the two years of the Biennium.

Current Status

The agency has experienced budget reductions since the start of Federal Fiscal Year 1982 (October 1981). As a result of the reductions in Federal funds the agency has:

- (1) Closed 8 local employment offices, 12 outreach offices and 10 WIN offices since June of 1981. Converted 5 local employment offices to outreach offices and added 2 additional outreach offices since 1987. The agency is currently operating 27 local employment offices and 27 outreach offices.
- (2) Regular Salaried staff has been reduced from 1,192 in September 1981 to 558 in July 1996.

Future Outlook

Since the agency is entirely Federally funded, any action taken to balance the Federal Budget and eliminate the deficit can be expected to have an adverse impact on the Agency's funding level.

Assuming that the current unemployment rate remains at the 20 year low, we expect the Unemployment Insurance Trust Fund to remain solvent through the 97-99 Biennium and to end the biennium with a balance of approximately \$209.4 million. This balance of \$209.4 million allows the fund to meet the very minimum Trust Fund solvency standards. Our forecasts project no Trust Fund Loans or UI Loan Interest Payments.

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III. AGENCY PROGRAM AREAS

A. Public Labor Exchange System

The Employment Security Department offers services to employers and job seekers at 27 local offices and 27 outreach offices throughout the state. Applicant services include: Job finding assistance to all persons legally qualified to work; job referral, job development, and placement services for workers who are "job ready", and assessment, counseling and testing, and referral to available training for those "not job ready." Veterans services are provided on a preferential basis as required by federal statute. Other special applicant groups such as youth, older workers, handicapped and economically disadvantaged received special attention to remove barriers to employment. Unemployment insurance claimants are given special attention to encourage and assist their re-entry into jobs.

Employer services include: Selection of qualified applicants for referral, use of aptitude tests to predict success on the job, on-site analysis, labor turnover studies, labor surveys, recruitment of applicants in shortage occupations locally and nationwide, assistance to meet affirmative action goals and certifying applicants for Targeted Jobs Tax Credits.

Ancillary services include: Cooperation with various entities providing services under the Job Training Partnership Act (JTPA), establishing Local Employer Advisory Committees in local office areas to improve the delivery of services, and release of Employment Service Tests and Labor Market Information to educational and community based organizations for use in preparing citizens for the world of work. The agency contracts with the State Director for Veterans Employment and Training Services to provide Local Veterans Employment Representatives and to carry out the Disabled Veterans Outreach Program as required by federal statute.

The delivery of service to both employers and applicants is enhanced by a computerized statewide order sharing system to bring applicants and employers together, thereby speeding up the placement process. To increase efficiency and save staff time in the delivery of services, ESD used a computerized file search system to match job applicants with employer openings. This process, known as the Job Service Operations System (JSOS), involves all local offices in Arkansas.

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B. Unemployment Insurance and Worker Dislocation Programs

The Arkansas Unemployment Insurance Program provides workers protection against temporary loss of income during periods of involuntary unemployment.

Employers subject to the Employment Security Law presently pay a quarterly payroll tax on the first \$9,000 of wages paid to each employee during the calendar year or, if a reimbursable employer, repay the Trust Fund for all unemployment insurance benefits paid to their employees. The experience rate for each tax paying employer with three or more years of benefit risk experience is determined by the contributions paid in, benefits paid and charged to the account and the average annual taxable payroll.

As of July 1, 1996, an individual may qualify for a maximum of \$273 and minimum of \$49 per week for 26 weeks of total unemployment. The maximum and minimum weekly benefit amounts are subject to change each July 1. An individual's weekly benefit amount represents approximately 50 percent of his/her average weekly wage.

During periods of high unemployment, individuals who have exhausted their regular benefits may be eligible for additional weeks of extended benefits under the Federal Unemployment Compensation Program. When the state's economic condition improves and the insured unemployment rate decreases, the extended benefit period ends.

In addition to the regular and emergency unemployment compensation programs, unemployment compensation is paid to former Federal Employees and ex-military personnel. As mentioned earlier, regular benefits are financed by a tax on employer payrolls, while the Federal and military unemployment benefits are financed by Federal monies.

Special benefits are paid to workers whose jobs or hours of work and wages have been adversely affected by foreign imports. These benefits are paid by authority of the Trade Act of 1974, as amended, and Title V of the North American Free Trade Agreement (NAFTA), and affords the individual opportunities for retraining and relocation to a more favorable labor market area.

Disaster Unemployment Assistance is paid to individuals who are unemployed due to a natural disaster.

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When a potential issue related to an unemployment insurance claim exists, a decision is made by the Agency based on facts gathered and application of the law. If either the claimant or employer object to the decision rendered, an appeal may be filed provided both the claimant or employer have protected their rights to file an appeal by following stated procedures. The Appeal Tribunal is the first of two administrative steps in which a claimant/employer can request a review of his/her decision. The second step is the Board of Review.

The Board reviews the decisions handed down by the Appeal Tribunal. The Board of Review also evaluates the facts on the record and either affirms, reverses, or remands previously handed down decisions. If the Board of Review's decision is not favorable, the claimant or employer can file an appeal with Arkansas Court of Appeals.

Fraud detection, both internal and external, overpayment prevention, and recovery are inherently important aspects of the Unemployment Insurance program. A toll-free "Hotline" is available for any individual's use to report a suspected case of fraud or abuse with no obligation to the caller to reveal his/her identity. A special computer program cross-matches wages reported by employers with benefits paid to claimants. Unemployment Insurance Investigators conduct on-site investigations of potentially fraudulent claims, and a close working relationship is maintained with county officials in order to prosecute persons fraudulently claiming benefits. Arkansas is participating in the Quality Control Program which is based on comprehensive reviews of a probability sample of UI payments made statewide to determine the precise nature of improper payments. The audit produces estimates of overpayment rates, underpayment rates, and total error rates. It also identifies types and causes of errors. Arkansas also participates in the Revenue Quality Control program designed to insure proper reporting of payroll information and payment of contributions due from employers.

C. Job Training Partnership Act Programs

The Arkansas Employment Security Department serves as the Governor's Administrative Entity (GAE) for all Arkansas programs funded by the Job Training Partnership Act (JTPA), both statewide and local in scope.

JTPA seeks to provide needed employment and training services for adults, older workers, youth and dislocated workers through programs administered by private non profit agencies in the ten service delivery areas (SDAs), Abilities Based on Long Experience (ABLE) and the Department of Education, Division of Vocational and Technical Education (VTED).

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1. Title IIA SDA programs for adults (77% of Title IIA funds) are directed by a Private Industry Council, which includes local business people, to provide employment and training services to economically disadvantaged persons, 22 years of age or older.
2. Title IIA program for older individuals (5% of Title IIA funds), administered by ABLE, which provides services and training to Arkansans who are economically disadvantaged and are age 55 and older.
3. Title IIC SDA programs for youth only (82% of Title IIC funds) funds are provided to the state's ten SDAs to provide employment and training services to economically disadvantaged youth, 14-21 years of age.
4. Titles IIA and IIC Administrative Activities (5%) which provide for JTPA administration, auditing, and other prescribed activities.
5. Titles IIA and IIC Performance Incentives, Capacity Building, and Technical Assistance (5%) which provides for incentives awarded to SDAs exceeding performance standards, and provides funds which may be used for preventive or corrective technical assistance to SDAs and necessary training to increase the capacity of staff to better serve JTPA clients.
6. Titles IIA and IIC State Education Coordination and Grants (8%) which provides the State Vocational and Technical Education Division with funds to develop cooperative agreements with each SDA and their respective educational entities. Funds are used to provide training and employment activities in the following areas: School-to-Work Transition, Literacy and Lifelong Learning and Non-Traditional Employment for Women.
7. Title IIB Summer Youth Employment and Training Program. This program funds employment and training activities for eligible youth ages 14-21 years.
8. Title III Dislocated Workers Program (includes Secretary of Labor's discretionary program). This program provides various activities designed to train and find employment for workers dislocated due to plant closings or workforce reduction. It includes the Governor's Dislocated Task Force (DLWTF).

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JTPA program activities include work experience, on-the-job training, classroom training, supportive services necessary for those participating to be involved in the program, and various other activities which are designed to assess and develop each participant's potential employment.

JTPA planning and program operations require coordination among business, labor, governmental entities, education, and the general public. JTPA requires that plans be reviewed by various members of the aforementioned groups and/or their representatives.

Federal legislation affecting JTPA may be enacted during the biennium.

D. Other Special Employment and Training Services in Accordance with State and Federal Agencies

The following services are provided by the Employment Security Department through contract or financial agreement: validate and revalidate Employment Service tests to eliminate discrimination on the selection and referral process; cooperate with the Department of Labor in determining what persons should be allowed into this country to fill existing employer needs; provide assistance to those whose jobs have been certified by DOL as having been affected by foreign competition; inspect housing of agricultural workers who are legally eligible to work in the United States; and provide a rest stop and information services for migratory workers.

E. Labor Market Information

The Labor Market Information (LMI) program is administered by the U.S. Department of Labor through four (4) organizations: the Employment and Training Administration (ETA), the Bureau of Labor Statistics (BLS), the State Employment Security Agency (SESA), and the State Occupational Information Coordinating Committee (SOICC).

1. The Employment and Training Administration (ETA) is responsible for funding, monitoring, and evaluating the LMI activities relating to the development of local labor market information.

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2. The Bureau of Labor Statistics (BLS) is responsible for developing methods and procedures for federal-state programs. The Bureau is authorized to collect labor market information and reimburse SESAs to provide national statistical information. More specifically, BLS is responsible for funding, administering and providing technical guidance for the Current Employment Statistics (CES), Local Area Unemployment Statistics (LAUS), Occupational Employment Statistics (OES), and ES-202 (Employment and Wages Report).
3. State Employment Security Agency (SESA) Research and Analysis/Labor Market Information sections carry out the basic work in compliance with the Employment and Training Administration's policies and the Bureau of Labor Statistics' technical directives.
4. The State Occupational Information Coordinating Committee (SOICC) coordinates the development of occupational information needed by LMI users. The Committee operates within a multi-agency framework and receives funding through the agency designated for the oversight and management of labor market information under the Job Training Partnership Act (JTPA).

The Labor Market Information program in Arkansas provides five basic types of informational output:

1. Occupation employment projections, employment supply and demand data, labor force statistics on employment and unemployment, and employment estimates by industry are produced for the state and many of its labor market areas. This information, along with other Labor Market Information (LMI), is now being loaded into the Arkansas Occupational Information System (OIS), which is a personal computerized delivery system and will be available for distribution by fall of '96 to counselors, planners and others needing occupational, career and workforce information.
2. Computerized delivery of a career information delivery system (CIDS) provides guidance personnel, students, training program participants, and other job seekers with current information about careers and their requirements. Planning information meets the needs of program planners in vocational education, JTPA, vocational rehabilitation, and economic development.

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3. Publications that provide the following type of labor market information are produced on a regular basis: monthly analyses of total employment, unemployment, industrial employment, and hours and earning statistics for the state and major labor areas; monthly labor force estimates and unemployment rates for the state and 75 counties; annual affirmative action information for the state and its 75 counties; annual planning information for the state, service delivery areas (SDAs), and metropolitan statistical areas (MSAs); projections of employment by industry and occupation for the state and SDAs; and wage data for manufacturing industries and occupations within those industries for the state, SDAs and 75 counties. A directory of labor market information publication is also available.
4. Technical assistance and training in the availability and use of labor market information are offered. Additionally, materials are distributed for pre-service and in-service counselor education and training needs. Also, training on the availability and uses of LMI, occupational and career information is now being offered through the Arkansas Public Administration Consortium (APAC) training program entitled TEAM UP.
5. Research and special projects are conducted to update labor market information techniques and output, particularly those that streamline programs through computerization.

Labor Market Information is needed by planners and administrators who decide which programs best develop and use the State's human resources. The LMI program allows the Employment Security Department to place current occupational and labor market information in Arkansas schools through the delivery of both hard copy and computerized data, as well as through personal visits by LMI staff. These delivery techniques provide teachers and counselors with the information needed to assist school officials in establishing specific training to meet labor shortages, and to assist students in selecting appropriate careers. Through these vital program linkages, students, counselors, job seekers, planners, and administrators develop a better knowledge of the State's economic conditions.

Labor Market Information is used by Congress to allocate billions of dollars for employment and training programs, economic development, and public work projects conducted by local, state, and national governments. Also, LMI development and use will be an integral part of the new one stop career center operations in Arkansas. Many new pamphlets, flyers, publications and additions to the career and planning information systems are now being developed primarily for use in these centers.

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Appropriation A36 - Operations

To provide adequate appropriation for Operating Expenses, Conference Fees and Travel, Professional Fees & Services and Data Processing if sufficient federal funds are received. Operating Expenses and Capital Outlay have been increased to reflect, in part, the operation of the new One Stop Migrant Center. Capital Expenditures is increased to acquire new microfilm equipment, mainframe printers, software and terminals as a result of the phasing down of the computer conversion.

Hope Migrant Farm Labor Center Construction/Land Acquisition has been reduced reflecting the final construction phase of the new Hope Migrant Farm Labor Center.

Appropriation 097 - Administration Building Upkeep - Special Fund

To restore appropriation to current level of \$455,000.

Appropriation 102

To provide adequate appropriation for the payment of administrative expenses incurred in excess of funds available as a result of reduction in federal funds. A telephone claims system will be acquired along with the automation of other unemployment insurance activities. Additional data processing equipment will be needed to accomplish the above objectives.

Appropriation 671 - ESD Personnel Services

To provide adequate appropriation for regular salaries and matching costs to support 750 regular salary positions and 400 extra help positions. The current authorization for FY 95-97 is 798 positions, the department is reducing position authorization by 48 positions for the biennium.

Appropriation 672 - Jobs Training Partnership Act

To provide adequate appropriation in the event Congressional initiatives are approved.

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ARKANSAS EMPLOYMENT SECURITY DEPARTMENT
SUMMARY OF AUDIT FINDINGS AND RECOMMENDATIONS
FOR THE YEAR ENDED JUNE 30, 1995

| Assets | | | | | Liabilities | | | Total Equity |
|----------------------|-------|-------|----------------|---------|-------------|-------|----------------|--------------|
| Cash and Investments | Fixed | Other | Total | Current | Long-Term | Total | | |
| \$ 199,581,609 | \$ 0 | \$ 0 | \$ 199,581,609 | \$ 0 | \$ 0 | \$ 0 | \$ 199,581,609 | |

| Revenues | | | | Expenditures | | | | | Other Sources (Uses) |
|--------------------|---------------|-------------------|---------------|-----------------------|----------------|------------|-----------------|----------------|----------------------|
| Inter-governmental | Federal | Licenses and Fees | Other | Salaries and Matching | Grants and Aid | Capital | Other Operating | Total | |
| \$ 0 | \$ 67,240,706 | \$ 189,052,637 | \$ 11,519,920 | \$ 24,782,099 | \$ 186,153,243 | \$ 935,643 | \$ 7,607,709 | \$ 219,478,694 | \$ |

Findings

Recommendations

1. INTERNAL CONTROL/DATA PROCESSING DEFICIENCIES

The Department is in the process of converting its electronic data processing system to updated IBM hardware and software. This conversion has resulted in internal control deficiencies as follows:

- A. Failure to produce an accurate and current list of outstanding checks for the Unemployment Insurance Benefit cash account for monthly reconciliations.

1A. None

ESD RESPONSE:

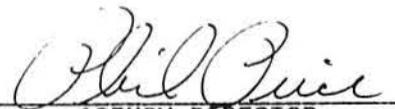
Through November, 1993, reconciliation of the Unemployment Insurance Bene bank account was accomplished timely on a monthly basis using the computeri outstanding check listing generated by our Data Processing section. When implemented its redesign of the Unemployment Insurance computer system November, 1993, it was discovered that the computerized outstanding ch listing had inaccurate data and had problems matching outstanding checks those that clear the bank account. Rectifying these problems requires extens programming which has been delayed due to the conversion of our data process system from a UNISYS to an IBM environment.

Presently, accounting staff must review the outstanding check listing manually make corrections each month. An accurate listing of all outstan checks is not known until these checks clear the bank and the monthly statement is received. It can take several months for all the outstan checks to clear. Verifying the Accuracy of the outstanding check listing take several months, making it very difficult to prepare the monthly reconciliation on a timely basis. Accounting staff continues monthly to ve with the U. S. Treasury that all wire transfers have been recorded by the and every check that clears the bank is verified either by automated listir manually to the check register.

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

AGENCY TITLE 810 - AR EMPLOYMENT SECURITY DEPARTMENT

| | MALE | FEMALE | TOTAL | PERCENTAGE OF TOTAL |
|--|------------|------------|------------------|------------------------|
| WHITE EMPLOYEES | <u>177</u> | <u>201</u> | <u>378</u> | <u>68%</u> |
| BLACK EMPLOYEES | <u>43</u> | <u>129</u> | <u>172</u> | <u>31%</u> |
| EMPLOYEES OF OTHER RACIAL MINORITIES | <u>5</u> | <u>3</u> | <u>8</u> | <u>1%</u> |
| TOTAL EMPLOYED AS OF 08/10/96 | | | <u>180</u> | <u>32%</u> |
| DATE | | | TOTAL MINORITIES | |
| | | | <u>558</u> | <u>100%</u> |
| | | | TOTAL EMPLOYEES | |



 AGENCY DIRECTOR

SUMMARY

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

Arkansas Employment Security Department (810)

| PROGRAM AUTHORIZED | # POS. AUTH. | ADDITIONAL AUTHORIZED APPROPRIATION | | STATUS |
|--|-----------------|--|-------------|---|
| | | FY 95-96 | FY 96-97 | |
| <u>APPROPRIATION: A36 - OPERATIONS - CASH</u> | | | | |
| Positions were authorized to support federal programs. | 48 | \$1,228,995 | \$1,255,784 | The additional positions were not filled in FY96, and are not budgeted in FY97. |
| Increases were provided in Capital Outlay for microfilm equipment and computer upgrades. | | \$2,798,891 | \$1,621,000 | A total of \$717,879 was expended in FY96 for the purposes indicated. The total authorized appropriation is budgeted in FY97. |
| Appropriation was authorized for Hope Migrant Construction Land Acquisition. | | \$300,000 | \$0 | All of the appropriation was expended in FY96. |

APPROPRIATION: A37 - FEDERAL EMPLOYEES BENEFIT PAYMENT - CASH

No new programs or expansions in the 1995-97 biennium.

APPROPRIATION: A38 U.I. BENEFITS - TAXABLE EMPLOYERS - CASH

No new programs or expansions in the 1995-97 biennium.

APPROPRIATION: A39 - U.I. BENEFITS - REIMBURSABLE EMPLOYERS - CASH

No new programs or expansions in the 1995-97 biennium.

APPROPRIATION: A40 - BUILDING IMPROVEMENTS/LAND - REED ACT - CASH

No new programs or expansions in the 1995-97 biennium.

APPROPRIATION: 097 - ADMINISTRATION BUILDING UPKEEP

No new programs or expansions in the 1995-97 biennium.

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STATUS OF NEW PROGRAMS/EXPANSIONS AUTHORIZED BY THE 80TH GENERAL ASSEMBLY
Arkansas Employment Security Department (810)

| PROGRAM AUTHORIZED | # POS. AUTH. | ADDITIONAL AUTHORIZED APPROPRIATION | | STATUS |
|---|-----------------|--|--------------|--|
| | | FY 95-96 | FY 96-97 | |
| <u>APPROPRIATION: 098 - BUILDING/LAND ACQUISITION OUTSIDE PULASKI COUNTY</u> | | | | |
| Appropriation was increased to provide for land and building acquisition and construction and modifications of buildings. | | \$19,410 | \$0 | A total of \$11,645 was expended in FY96. The remaining appropriation carried forward into FY97 and is fully budgeted. |
| <u>APPROPRIATION: 099 - INTERSTATE CONFERENCE ASSESSMENT</u> | | | | |
| | | | | No new programs or expansions in the 1995-97 biennium. |
| <u>APPROPRIATION: 100 - RENT OF BUILDINGS</u> | | | | |
| | | | | No new programs or expansions in the 1995-97 biennium. |
| <u>APPROPRIATION: 101 - SPECIAL IMPROVEMENT DISTRICT TAXES</u> | | | | |
| | | | | No new programs or expansions in the 1995-97 biennium. |
| <u>APPROPRIATION: 102 - EXCESS UNEMPLOYMENT BENEFITS AND EXPENSES</u> | | | | |
| | | | | No new programs or expansions in the 1995-97 biennium. |
| <u>APPROPRIATION: 671 - ESD PERSONAL SERVICES</u> | | | | |
| Appropriation was provided to address the federal mandate requiring the Department to process payroll costs through the State Treasury. | | \$31,332,497 | \$31,359,286 | The agency spent \$25,918,884 in FY96 and budgeted \$31,616,067 in FY97. |
| <u>APPROPRIATION: 672 - JOBS TRAINING PARTNERSHIP ACT GRANT PAYMENTS</u> | | | | |
| Appropriation was increased to provide for possible new federal initiatives. | | \$900,000 | \$900,000 | The additional appropriation was not utilized in FY96, and is not budgeted in FY97. |



SUMMARY

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

Arkansas Employment Security Department (810)

| PROGRAM AUTHORIZED | # POS. AUTH. | ADDITIONAL AUTHORIZED APPROPRIATION | | STATUS |
|--------------------|-----------------|--|----------|--------|
| | | FY 95-96 | FY 96-97 | |

APPROPRIATION: 673 - U.I. TRUST FUND LOAN INTEREST/UNEMPLOYMENT INSURANCE

No new programs or expansions in the 1995-97 biennium.

ARKANSAS BUDGET SYSTEM DEPARTMENT APPROPRIATION SUMMARY

| AGENCY TITLE | | 1995-97 | | | | 1997-99 | | | | 1997-99 | | | |
|---|--|----------------------|------------|----------------------|------------|----------------------|------------|----------------------------------|------------|--------------------------|------------|----------------------|------------|
| Arkansas Employment Security Department (810) | | Expenditures | | | | Biennium Request | | | | Executive Recommendation | | | |
| Appropriations | | Actual | No. of | Budgeted | No. of | Year 1 | No. of | Year 2 | No. of | Year 1 | No. of | Year 2 | No. of |
| Code | Name | 1995-96 | Pos. | 1996-97 | Pos. | 1997-98 | Pos. | 1998-99 | Pos. | 1997-98 | Pos. | 1998-99 | Pos. |
| A36 | Operations - Cash | \$7,540,210 | | \$36,675,986 | | \$34,441,535 | | \$34,217,035 | | \$34,441,535 | | \$34,217,035 | |
| A37 | Federal Employees Benefit Payment - Cash | 6,675,419 | | 70,000,000 | | 70,000,000 | | 70,000,000 | | 70,000,000 | | 70,000,000 | |
| A38 | U.I. Benefits - Taxable Employers - Cash | 181,053,745 | | 210,000,000 | | 210,000,000 | | 210,000,000 | | 210,000,000 | | 210,000,000 | |
| A39 | U.I. Benefits - Reimbursable Employ - Cash | 3,939,525 | | 14,000,000 | | 14,000,000 | | 14,000,000 | | 14,000,000 | | 14,000,000 | |
| A40 | Bldg Improv/Land - Reed Act | 20,000 | | 1,000,000 | | 1,000,000 | | Carry Forward | | 1,000,000 | | Carry Forward | |
| 097 | Administration Building Upkeep | 72,478 | | 453,755 | | 455,000 | | Carry Forward | | 455,000 | | Carry Forward | |
| 098 | Bldg/Land Acq Outside Pulaski County | 11,645 | | 200,000 | | 200,000 | | Carry Forward | | 200,000 | | Carry Forward | |
| 099 | Instersate Conference Assessment | 24,000 | | 25,000 | | 25,000 | | 25,000 | | 25,000 | | 25,000 | |
| 100 | Rent of Buildings | | | 96,708 | | 96,708 | | Carry Forward | | 96,708 | | Carry Forward | |
| 101 | Special Improvement District Taxes | 87 | | 1,000 | | 1,000 | | Carry Forward | | 1,000 | | Carry Forward | |
| 102 | Excess Unemp Benefits and Expenses | 1,647,746 | | 4,000,000 | | 9,000,000 | | 9,000,000 | | 9,000,000 | | 9,000,000 | |
| 671 | ESD Personal Services | 25,918,884 | 617 | 31,616,067 | 700 | 34,404,287 | 750 | 35,181,972 | 750 | 34,232,266 | 750 | 35,005,134 | 750 |
| 672 | Jobs Training Partnership Act | 24,354,377 | | 50,202,862 | | 51,000,000 | | 51,000,000 | | 51,000,000 | | 51,000,000 | |
| 673 | UI Trust Fund Loan Int/UI | 308,232 | | 3,000,001 | | 3,000,001 | | 3,000,001 | | 3,000,001 | | 3,000,001 | |
| TOTALS | | \$251,566,348 | 617 | \$421,271,379 | 700 | \$427,623,531 | 750 | \$426,424,008 | 750 | \$427,451,510 | 750 | \$426,247,170 | 750 |
| Funding Sources | | | % of | | % of | | % of | | % of | | % of | | % of |
| Fund Balances | | \$198,618,819 | 42.8% | \$208,507,865 | 42.4% | \$213,343,091 | 41.6% | \$214,928,234 | 41.3% | \$213,343,091 | 41.6% | \$214,928,234 | 41.3% |
| General Revenues | | | | | | | | | | | | | |
| Special Revenues | | | | | | | | | | | | | |
| Federal Funds | | 64,508,890 | 13.9% | 79,272,883 | 16.1% | 79,448,502 | 15.5% | 78,664,513 | 15.1% | 79,448,502 | 15.5% | 78,664,513 | 15.1% |
| Const. & Fiscal Agency Fund | | | | | | | | | | | | | |
| State Central Services Fund | | | | | | | | | | | | | |
| Non-Revenue Receipts | | | | | | | | | | | | | |
| Cash Funds | | | | | | | | | | | | | |
| Pen/Int; UI Contrib; Adv Tax | | 200,776,865 | 43.3% | 203,879,789 | 41.5% | 220,371,132 | 42.9% | 226,363,262 | 43.6% | 220,371,132 | 42.9% | 226,363,262 | 43.6% |
| Total Funding | | 463,904,574 | 100.0% | 491,660,537 | 100.0% | 513,162,725 | 100.0% | 519,956,009 | 100.0% | 513,162,725 | 100.0% | 519,956,009 | 100.0% |
| Excess Appro./ (Funding) | | (212,338,226) | | (70,389,158) | | (85,539,194) | | (93,532,001) | | (85,711,215) | | (93,708,839) | |
| TOTAL | | \$251,566,348 | | \$421,271,379 | | \$427,623,531 | | \$426,424,008 | | \$427,451,510 | | \$426,247,170 | |
| DEPARTMENT | | | | DIRECTOR | | | | DEPARTMENT APPROPRIATION SUMMARY | | | | | |
| Ar Employment Security Department (810) | | | | Phil Price | | | | BR 40 | | | | | |

**ARKANSAS BUDGET SYSTEM
DEPARTMENT PROGRAM SUMMARY**

| AGENCY TITLE | 1995-97 Expenditures | | | | 1997-99 Biennium Request | | | | 1997-99 Executive Recommendation | | | |
|--|-------------------------|-----------------------|----------------------|-----------------------|-----------------------------|-----------------------|----------------------|-----------------------|-------------------------------------|-----------------------|----------------------|-----------------------|
| | Actual 1995-96 | No. of Pos. | Budgeted 1996-97 | No. of Pos. | Year 1 1997-98 | No. of Pos. | Year 2 1998-99 | No. of Pos. | Year 1 1997-98 | No. of Pos. | Year 2 1998-99 | No. of Pos. |
| Ar Employment Security Department (810) | | | | | | | | | | | | |
| OPERATIONS | \$33,459,094 | 617 | \$68,292,053 | 700 | \$68,845,822 | 750 | \$69,399,007 | 750 | \$68,673,801 | 750 | \$69,222,169 | 750 |
| U.I. BENEFITS | 191,668,689 | | 294,000,000 | | 294,000,000 | | 294,000,000 | | 294,000,000 | | 294,000,000 | |
| REED ACT FUNDS | 20,000 | | 1,000,000 | | 1,000,000 | | Carry Forward | | 1,000,000 | | Carry Forward | |
| SPECIAL FUND APPROPRIATIONS | 1,755,956 | | 4,776,463 | | 9,777,708 | | 9,025,000 | | 9,777,708 | | 9,025,000 | |
| JTPA GRANT PAYMENTS | 24,354,377 | | 50,202,862 | | 51,000,000 | | 51,000,000 | | 51,000,000 | | 51,000,000 | |
| UI TRUST FUND LOAN INT/UI | 308,232 | | 3,000,001 | | 3,000,001 | | 3,000,001 | | 3,000,001 | | 3,000,001 | |
| TOTALS | \$251,566,348 | 617 | \$421,271,379 | 700 | \$427,623,531 | 750 | \$426,424,008 | 750 | \$427,451,510 | 750 | \$426,247,170 | 750 |
| Funding Sources | | % of Total | | % of Total | | % of Total | | % of Total | | % of Total | | % of Total |
| Fund Balances | \$198,618,819 | 42.8% | \$208,507,865 | 42.4% | \$213,343,091 | 41.6% | \$214,928,234 | 41.3% | \$213,343,091 | 41.6% | \$214,928,234 | 41.3% |
| General Revenues | | | | | | | | | | | | |
| Special Revenues | | | | | | | | | | | | |
| Federal Funds | 64,508,890 | 13.9% | 79,272,883 | 16.1% | 79,448,502 | 15.5% | 78,664,513 | 15.1% | 79,448,502 | 15.5% | 78,664,513 | 15.1% |
| Const. & Fiscal Agency Fund | | | | | | | | | | | | |
| State Central Services Fund | | | | | | | | | | | | |
| Non-Revenue Receipts | | | | | | | | | | | | |
| Cash Funds | | | | | | | | | | | | |
| Pen/Int; UI Contrib; Adv Tax | 200,776,865 | 43.3% | 203,879,789 | 41.5% | 220,371,132 | 42.9% | 226,363,262 | 43.6% | 220,371,132 | 42.9% | 226,363,262 | 43.6% |
| Total Funding | 463,904,574 | 100.0% | 491,660,537 | 100.0% | 513,162,725 | 100.0% | 519,956,009 | 100.0% | 513,162,725 | 100.0% | 519,956,009 | 100.0% |
| Excess Appr./ (Funding) | (212,338,226) | | (70,389,158) | | (85,539,194) | | (93,532,001) | | (85,711,215) | | (93,708,839) | |
| TOTAL | \$251,566,348 | | \$421,271,379 | | \$427,623,531 | | \$426,424,008 | | \$427,451,510 | | \$426,247,170 | |
| DEPARTMENT | DIRECTOR | | | | DEPARTMENT PROGRAM SUMMARY | | | | | | | |
| Ar Employment Security Department (810) | Phil Price | | | | BR 22 | | | | 109 | | | |

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

This appropriation which is funded by federal dollars deposited into a cash account, reflects the operational costs of the Employment Security Department. Due to Federal mandates requiring the Department to process payrolls through the State Treasury, the personnel costs for the Agency are reflected in the ESD Personal Services Appropriation (671).

The Department is requesting appropriation authority totaling \$34,441,535 in FY98 and \$34,217,035 in FY99. Approximately \$21 million in funds are anticipated each fiscal year. Additional appropriation is requested to allow the agency to address unforeseen economic changes. This request includes the following priorities:

To support operations of the new One-Stop Migrant Farm Labor Center, increases in Operating Expenses totaling \$204,581 in FY98 and \$210,081 in FY99 are requested for utilities, materials, supplies, and associated costs.

Additional Capital Outlay totaling \$2,197,400 in FY98 and \$2,267,400 in FY99 is requested to provide new microfilm equipment, mainframe printers, and computer terminals.

A reduction totaling \$2,624,932 is requested in the Construction Hope Migrant Farm Labor line item. The Agency anticipates 98% completion of this project by the end of FY97. To complete this project, the agency requested \$300,000 in FY98.

The Executive Recommendation provides for Agency Request. Expenditure of appropriation is contingent upon the receipt of federal funds.

| AGENCY | APPROPRIATION | CASH FUND | ANALYSIS OF | PAGE |
|--|--|---|----------------------------|------|
| Name: Arkansas Employment Security Department Code: 810 | Name: Operations - Cash Code: A36 | Name: Labor Employment Sec. Div. Code: 177 | BUDGET REQUEST BR20 | 110 |

ARKANSAS BUDGET SYSTEM

| CHARACTER TITLE | -----EXPENDITURES----- | | | -----97-98 FISCAL YEAR----- | | | -----98-99 FISCAL YEAR----- | | | -----R E C O M M E N D A T I O N S----- | | | |
|-------------------------------------|------------------------|------------|------------------|-----------------------------|-------------------|---------------|-----------------------------|-------------------|---------------|---|------------|-------------|-------|
| | 95-96 | 96-97 | 96-97 | BASE | PRIORITY PROGRAMS | TOTAL REQUEST | BASE | PRIORITY PROGRAMS | TOTAL REQUEST | EXECUTIVE | | LEGISLATIVE | |
| | ACTUAL | BUDGETED | AUTHORIZED APPRO | | | | | | | 97-98 | 98-99 | 97-98 | 98-99 |
| REGULAR SALARIES | 0 | 0 | 22,344,803 | 0 | 0 | 0 | 0 | 0 | 0 | | | | |
| PERSONAL SERV MATCHING | 0 | 0 | 5,621,482 | 0 | 0 | 0 | 0 | 0 | 0 | | | | |
| OVERTIME | 0 | 1 | 1 | 1 | 0 | 1 | 1 | 0 | 1 | 1 | 1 | | |
| OPERATING EXPENSES | 5,613,932 | 7,879,452 | 7,879,452 | 7,879,452 | 204,581 | 8,084,033 | 7,879,452 | 210,081 | 8,089,533 | 8,084,033 | 8,089,533 | | |
| CONF FEES & TRAVEL | 98,975 | 230,500 | 230,500 | 230,500 | 0 | 230,500 | 230,500 | 0 | 230,500 | 230,500 | 230,500 | | |
| PROF FEES & SERVICES | 156,967 | 900,000 | 900,000 | 900,000 | 0 | 900,000 | 900,000 | 0 | 900,000 | 900,000 | 900,000 | | |
| CAPITAL OUTLAY | 1,337,979 | 2,241,100 | 2,241,100 | 229,600 | 2,197,400 | 2,427,000 | 229,600 | 2,267,400 | 2,497,000 | 2,427,000 | 2,497,000 | | |
| DATA PROCESSING | 26,363 | 400,000 | 400,000 | 400,000 | 0 | 400,000 | 400,000 | 0 | 400,000 | 400,000 | 400,000 | | |
| DISASTER RELIEF PAYMENTS/JTPA GRANT | 7,840 | 2,000,000 | 2,000,000 | 2,000,000 | 0 | 2,000,000 | 2,000,000 | 0 | 2,000,000 | 2,000,000 | 2,000,000 | | |
| TRAINING ALLOWANCES | 83,639 | 10,000,000 | 10,000,000 | 10,000,000 | 0 | 10,000,000 | 10,000,000 | 0 | 10,000,000 | 10,000,000 | 10,000,000 | | |
| PAY TO PART CONTRACTORS | 42,309 | 10,000,000 | 10,000,000 | 10,000,000 | 0 | 10,000,000 | 10,000,000 | 0 | 10,000,000 | 10,000,000 | 10,000,000 | | |
| UI LOAN REPAYMENT | 0 | 1 | 1 | 1 | 0 | 1 | 1 | 0 | 1 | 1 | 1 | | |
| ESD SPECIAL FUND | 0 | 100,000 | 100,000 | 100,000 | 0 | 100,000 | 100,000 | 0 | 100,000 | 100,000 | 100,000 | | |
| PROPOSED FUNDING SOURCES | | | ***** | | | | | | | | | | |
| FUND BALANCES | | | ***** | | | | | | | | | | |
| GENERAL REVENUES | | | ***** | | | | | | | | | | |
| SPECIAL REVENUES | | | ***** | | | | | | | | | | |
| FEDERAL FUNDS | | | ***** | | | | | | | | | | |
| STATE CENTRAL SERVICES FUND | | | ***** | | | | | | | | | | |
| NON-REVENUE RECEIPTS | | | ***** | | | | | | | | | | |
| CASH FUNDS | | | ***** | | | | | | | | | | |
| OTHER | | | ***** | | | | | | | | | | |
| TOTAL FUNDING | | | ***** | | | | | | | | | | |
| EXCESS APPRO/ (FUNDING) | | | ***** | | | | | | | | | | |
| TOTAL | | | ***** | | | | | | | | | | |

DEPT 021 DEPARTMENT OF LABOR
 AGY 810 ARKANSAS EMPLOYMENT SECURITY DEPARTMENT
 APPRO A36 CASH OPERATIONS
 FUND 177 LABOR EMPLOYMENT SEC DIV-(810)CASH

Due to Federal mandates requiring the Agency to process payrolls through State Treasury, the Agency's personnel costs are reflected in appropriation (671).

APPROPRIATION SUMMARY
 BR 215

ARKANSAS BUDGET SYSTEM

| 01 | 02 | 03 | 04 | 05 | 06 | 07 | 08 | 09 | 10 | 11 | 12 | 13 | 14 |
|----------------------------------|------------------------|-------------------|------------------------------|-----------------------------|----------------------|------------------|-----------------------------|----------------------|------------------|---|------------|-------------|-------|
| CHARACTER TITLE | -----EXPENDITURES----- | | | -----97-98 FISCAL YEAR----- | | | -----98-99 FISCAL YEAR----- | | | -----R E C O M M E N D A T I O N S----- | | | |
| | 95-96 ACTUAL | 96-97 BUDGETED | 96-97 AUTHORIZED APPRO | BASE | PRIORITY PROGRAMS | TOTAL REQUEST | BASE | PRIORITY PROGRAMS | TOTAL REQUEST | EXECUTIVE | | LEGISLATIVE | |
| | | | | | | | | | | 97-98 | 98-99 | 97-98 | 98-99 |
| ONST HOPE MIGRANT FARM LABOR CTR | 172,206 | 2,924,932 | 2,924,932 | 2,924,932 | -2,624,932 | 300,000 | 0 | 0 | 0 | 300,000 | | | |
| TOTAL | 7,540,210 | 36,675,986 | 64,642,271 | 34,664,486 | (222,951) | 34,441,535 | 31,739,554 | 2,477,481 | 34,217,035 | 34,441,535 | 34,217,035 | | |
| PROPOSED FUNDING SOURCES | | | ***** | | | | | | | | | | |
| FUND BALANCES | | | ***** | | | | | | | | | | |
| GENERAL REVENUES | | | ***** | | | | | | | | | | |
| SPECIAL REVENUES | | | ***** | | | | | | | | | | |
| FEDERAL FUNDS | 7,540,210 | 21,000,000 | ***** | 21,000,000 | | 21,000,000 | 21,000,000 | | 21,000,000 | 21,000,000 | 21,000,000 | | |
| STATE CENTRAL SERVICES FUND | | | ***** | | | | | | | | | | |
| NON-REVENUE RECEIPTS | | | ***** | | | | | | | | | | |
| CASH FUNDS | | | ***** | | | | | | | | | | |
| OTHER | | | ***** | | | | | | | | | | |
| TOTAL FUNDING | 7,540,210 | 21,000,000 | ***** | 21,000,000 | | 21,000,000 | 21,000,000 | | 21,000,000 | 21,000,000 | 21,000,000 | | |
| EXCESS APPRO/ (FUNDING) | | 15,675,986 | ***** | 13,664,486 | (222,951) | 13,441,535 | 10,739,554 | 2,477,481 | 13,217,035 | 13,441,535 | 13,217,035 | | |
| TOTAL | 7,540,210 | 36,675,986 | ***** | 34,664,486 | (222,951) | 34,441,535 | 31,739,554 | 2,477,481 | 34,217,035 | 34,441,535 | 34,217,035 | | |

DEPT 021 DEPARTMENT OF LABOR
 AGY 810 ARKANSAS EMPLOYMENT SECURITY DEPARTMENT
 APPRO A36 CASH OPERATIONS
 FUND 177 LABOR EMPLOYMENT SEC DIV-(810)CASH

APPROPRIATION SUMMARY

BR 215

ARKANSAS BUDGET SYSTEM

PROGRAM/SERVICE INFORMATION LIST

RANK BY APPROPRIATION

| 01 | 02 | 03 | 04 | 05 | 06 | 07 | 08 | 09 | 10 | 11 | 12 | 13 | 14 | 15 | 16 | 17 | 18 | 19 |
|--|---------------------|------|------------------------|-------|----------------|-----------------|------------------------------|---------|--------------|---------|-------------------------------|-----------------|-------------|----|------------|------------|----|----|
| ANK | PROGRAM DESCRIPTION | FUND | ACCOUNTING INFORMATION | D E S | EXPENDITURES | | 1997 - 99 BIENNIIUM REQUESTS | | | | R E C O M M E N D A T I O N S | | | | | | | |
| | | | | | ACTUAL | BUDGETED | FY 1997 - 98 | | FY 1998 - 99 | | EXECUTIVE | | LEGISLATIVE | | | | | |
| | | | | | 95-96 | 96-97 | REQUEST | REQUEST | 1997-98 | 1998-99 | 1997-98 | 1998-99 | | | | | | |
| 00 | | 177 | 810 A36 | B | 7,540,210 0 | 36,675,986 0 | 34,664,486 0 | | | | | 31,739,554 0 | | | 34,664,486 | 31,739,554 | | |
| 001 | | 177 | 810 A36 | P01 | | | 204,581 0 | | | | | 210,081 0 | | | 204,581 | 210,081 | | |
| <p>To provide adequate appropriation for operating expenses, in part, to reflect the operation of the new One-Stop Migrant Farm Labor Center.</p> | | | | | | | | | | | | | | | | | | |
| 001 | | 177 | 810 A36 | P02 | | | 2,197,400 0 | | | | | 2,267,400 0 | | | 2,197,400 | 2,267,400 | | |
| <p>To provide adequate appropriation for Capitol Outlay for the purchase of new microfilm equipment, mainframe printers, software and terminals as a result of the computer conversion phase down.</p> | | | | | | | | | | | | | | | | | | |

DEPT 021 DEPARTMENT OF LABOR
 AGY 810 ARKANSAS EMPLOYMENT SECURITY DEPARTMENT
 APPRO A36 CASH OPERATIONS
 FUND 177 LABOR EMPLOYMENT SEC DIV-(810)CASH

RANK BY APPROPRIATION
 BR 264

ARKANSAS BUDGET SYSTEM

PROGRAM/SERVICE INFORMATION LIST

RANK BY APPROPRIATION

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

| PK | PROGRAM DESCRIPTION | FUND | ACCOUNTING INFORMATION | D E S | -----EXPENDITURES----- | | -----1997 - 99 BIENNIUM REQUESTS----- | | -----R E C O M M E N D A T I O N S----- | | | | |
|---|---------------------|------|------------------------|-------|------------------------|----------------|---------------------------------------|------------------------|---|---------|-----------------------|---------|--|
| | | | | | ---ACTUAL--- | ---BUDGETED--- | -----FY 1997 - 98----- | -----FY 1998 - 99----- | -----EXECUTIVE----- | | -----LEGISLATIVE----- | | |
| | | | | | 95-96 | 96-97 | REQUEST | REQUEST | 1997-98 | 1998-99 | 1997-98 | 1998-99 | |
| | | 177 | 810 A36 | P03 | | 0 | -2,624,932 | 0 | -2,624,932 | | | | |
| | | | | | | 0 | 0 | 0 | | | | | |
| <p>To reduce the appropriation for the construction of the Hope Migrant Farm Labor Center to reflect final phase of construction.</p> | | | | | | | | | | | | | |

PT 021 DEPARTMENT OF LABOR
 Y 810 ARKANSAS EMPLOYMENT SECURITY DEPARTMENT
 PRO A36 CASH OPERATIONS
 ND 177 LABOR EMPLOYMENT SEC DIV-(810)CASH

RANK BY APPROPRIATION
 BR 264

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

This appropriation is funded by federal dollars deposited into a cash account. These funds are provided to pay unemployment benefits to unemployed federal civilian employees, ex-servicemen, and public service employees. This appropriation also pays the federal share of the extended benefits program (50%), and the Emergency Unemployment Compensation Program. The Agency is requesting continuation of the Base Level to provide contingency appropriation in the event of an economic downturn. The Base Level budget request of \$70,000,000 each fiscal year is felt to be sufficient to provide for this program.

The Executive Recommendation reflects approval of the Agency's request. Expenditure of appropriation is contingent upon receipt of federal funds.

| AGENCY | APPROPRIATION | CASH FUND | ANALYSIS OF BUDGET REQUEST | PAGE |
|--|---|---|----------------------------|------------|
| Name: Arkansas Employment Security Department Code: 810 | Name: Federal Employees Benefit Payments Code: A37 | Name: Labor Employment Sec. Div. Code: 177 | BR20 | 115 |

ARKANSAS BUDGET SYSTEM

| CHARACTER TITLE | -----EXPENDITURES----- | | 96-97 | -----97-98 FISCAL YEAR----- | | | -----98-99 FISCAL YEAR----- | | | -----R E C O M M E N D A T I O N S----- | | | | |
|---------------------------|------------------------|------------|------------|-----------------------------|----------|------------|-----------------------------|------------|------------|---|------------|-------------|------------|--|
| | 95-96 | 96-97 | AUTHORIZED | BASE | PRIORITY | TOTAL | BASE | PRIORITY | TOTAL | EXECUTIVE | | LEGISLATIVE | | |
| | ACTUAL | BUDGETED | APPRO | | | | | | | 97-98 | 98-99 | 97-98 | 98-99 | |
| EFITS | 6,675,419 | 70,000,000 | 70,000,000 | 70,000,000 | | 0 | 70,000,000 | 70,000,000 | | 0 | 70,000,000 | 70,000,000 | 70,000,000 | |
| TAL | 6,675,419 | 70,000,000 | 70,000,000 | 70,000,000 | | 0 | 70,000,000 | 70,000,000 | | 0 | 70,000,000 | 70,000,000 | 70,000,000 | |
| PROPOSED FUNDING SOURCES | | | ***** | | | | | | | | | | | |
| ND BALANCES | | | ***** | | | | | | | | | | | |
| NERAL REVENUES | | | ***** | | | | | | | | | | | |
| ECIAL REVENUES | | | ***** | | | | | | | | | | | |
| DERAL FUNDS | 6,675,419 | 7,024,756 | ***** | 7,200,375 | | 7,200,375 | 7,416,386 | | 7,416,386 | 7,200,375 | 7,416,386 | | | |
| ATE CENTRAL SERVICES FUND | | | ***** | | | | | | | | | | | |
| IN-REVENUE RECEIPTS | | | ***** | | | | | | | | | | | |
| ISH FUNDS | | | ***** | | | | | | | | | | | |
| IHER | | | ***** | | | | | | | | | | | |
| TAL FUNDING | 6,675,419 | 7,024,756 | ***** | 7,200,375 | | 7,200,375 | 7,416,386 | | 7,416,386 | 7,200,375 | 7,416,386 | | | |
| CESS APPRO/ (FUNDING) | | 62,975,244 | ***** | 62,799,625 | | 62,799,625 | 62,583,614 | | 62,583,614 | 62,799,625 | 62,583,614 | | | |
| TAL | 6,675,419 | 70,000,000 | ***** | 70,000,000 | | 70,000,000 | 70,000,000 | | 70,000,000 | 70,000,000 | 70,000,000 | | | |

DEPT 021 DEPARTMENT OF LABOR
 DIV 810 ARKANSAS EMPLOYMENT SECURITY DEPARTMENT
 PRO A37 FEDERAL EMPLOYEES BENEFIT PAYMENTS -- CASH
 UND 177 LABOR EMPLOYMENT SEC DIV-(810)CASH

APPROPRIATION SUMMARY

BR 215

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

The Employment Security Division utilize this appropriation for Unemployment Insurance benefits which are paid to unemployed individuals based on wages paid by an Arkansas employer (profit organization) which pays contributions to the Unemployment Compensation Fund. Projected expenditures based on the present economy is to be \$187 million in FY97, \$202 million in FY98, and \$203 million in FY99, however, the Department is requesting to retain the \$210 million Base Level appropriation in the event unforeseen economic changes occur. The UI Trust Fund, as evidenced on the Appropriation Summary Form, has a positive balance and is predicted to maintain the same throughout the 1997-99 biennium.

The Executive Recommendation reflects approval of the Agency's request. Expenditure of this appropriation is contingent upon receipt of adequate funds.

| | | | | |
|--|---|--|---|------------------------|
| AGENCY Name: Arkansas Employment Security Department Code: 810 | APPROPRIATION Name: U.I. Benefits - Taxable Employers Code: A38 | CASH FUND Name: Labor Employment Sec. Div. Code: 177 | ANALYSIS OF BUDGET REQUEST BR20 | PAGE 117 |
|--|---|--|---|------------------------|

ARKANSAS BUDGET SYSTEM

| CHARACTER TITLE | -----EXPENDITURES----- | | 96-97 | -----97-98 FISCAL YEAR----- | | | -----98-99 FISCAL YEAR----- | | | -----R E C O M M E N D A T I O N S----- | | | |
|-----------------------------|------------------------|--------------|-------------|-----------------------------|----------|--------------|-----------------------------|----------|--------------|---|--------------|-------------|-------|
| | 95-96 | 96-97 | AUTHORIZED | BASE | PRIORITY | TOTAL | BASE | PRIORITY | TOTAL | EXECUTIVE | | LEGISLATIVE | |
| | ACTUAL | BUDGETED | APPRO | | | | | | | 97-98 | 98-99 | 97-98 | 98-99 |
| BENEFITS | 181,053,745 | 210,000,000 | 210,000,000 | 210,000,000 | 0 | 210,000,000 | 210,000,000 | 0 | 210,000,000 | 210,000,000 | 210,000,000 | | |
| TOTAL | 181,053,745 | 210,000,000 | 210,000,000 | 210,000,000 | 0 | 210,000,000 | 210,000,000 | 0 | 210,000,000 | 210,000,000 | 210,000,000 | | |
| PROPOSED FUNDING SOURCES | | | ***** | | | | | | | | | | |
| FUND BALANCES | 189,788,458 | 201,325,250 | ***** | 208,043,091 | | 208,043,091 | 209,795,234 | | 209,795,234 | 208,043,091 | 209,795,234 | | |
| GENERAL REVENUES | | | ***** | | | | | | | | | | |
| SPECIAL REVENUES | | | ***** | | | | | | | | | | |
| FEDERAL FUNDS | | | ***** | | | | | | | | | | |
| STATE CENTRAL SERVICES FUND | | | ***** | | | | | | | | | | |
| NON-REVENUE RECEIPTS | | | ***** | | | | | | | | | | |
| CASH FUNDS | | | ***** | | | | | | | | | | |
| U I Contrib/Interest | 192,590,537 | 194,636,177 | ***** | 204,623,275 | | 204,623,275 | 211,075,673 | | 211,075,673 | 204,623,275 | 211,075,673 | | |
| TOTAL FUNDING | 382,378,995 | 395,961,427 | ***** | 412,666,366 | | 412,666,366 | 420,870,907 | | 420,870,907 | 412,666,366 | 420,870,907 | | |
| EXCESS APPRO/ (FUNDING) | (201,325,250) | (85,961,427) | ***** | (2,666,366) | | (2,666,366) | (10,870,907) | | (10,870,907) | (2,666,366) | (10,870,907) | | |
| TOTAL | 181,053,745 | 210,000,000 | ***** | 210,000,000 | | 210,000,000 | 210,000,000 | | 210,000,000 | 210,000,000 | 210,000,000 | | |

DEPT 021 DEPARTMENT OF LABOR
 AGY 810 ARKANSAS EMPLOYMENT SECURITY DEPARTMENT
 APPRO A38 U.I. BENEFITS -- TAXABLE EMPLOYERS -- CASH
 FUND 177 LABOR EMPLOYMENT SEC DIV-(810)CASH

Fund Balance reflects Agency's anticipated balance.

APPROPRIATION SUMMARY

BR 215

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

This appropriation is used for Unemployment Insurance benefits which are paid to unemployed individuals based on wages paid by any Arkansas non-profit organization or government employing unit which elects to reimburse the Unemployment Compensation Fund rather than pay contributions. Although funding is anticipated between \$5 and \$6 million annually during the next biennium, the Department is requesting Base Level appropriation totaling \$14 million each year in the event unforeseen economic changes occur.

The Executive Recommendation reflects approval of the Agency's request. Expenditure of appropriation is contingent on available funding.

| AGENCY | APPROPRIATION | CASH FUND | ANALYSIS OF BUDGET REQUEST | PAGE |
|---|--|--|-------------------------------|------------|
| Name: Arkansas Employment Security Department Code: 810 | Name: U.I. Benefits - Reimbursable Employers Code: A39 | Name: Labor Employment Sec. Div. Code: 177 | BR20 | 119 |

ARKANSAS BUDGET SYSTEM

| CHARACTER TITLE | -----EXPENDITURES----- | | | -----97-98 FISCAL YEAR----- | | | -----98-99 FISCAL YEAR----- | | | -----R E C O M M E N D A T I O N S----- | | | |
|---------------------------|------------------------|------------|------------------|-----------------------------|-------------------|---------------|-----------------------------|-------------------|---------------|---|------------|-------------|-------|
| | 95-96 | 96-97 | 96-97 | 97-98 | | 98-99 | | 98-99 | | EXECUTIVE | | LEGISLATIVE | |
| | ACTUAL | BUDGETED | AUTHORIZED APPRO | BASE | PRIORITY PROGRAMS | TOTAL REQUEST | BASE | PRIORITY PROGRAMS | TOTAL REQUEST | 97-98 | 98-99 | 97-98 | 98-99 |
| NEFITS | 3,939,525 | 14,000,000 | 14,000,000 | 14,000,000 | 0 | 14,000,000 | 14,000,000 | 0 | 14,000,000 | 14,000,000 | 14,000,000 | | |
| TAL | 3,939,525 | 14,000,000 | 14,000,000 | 14,000,000 | 0 | 14,000,000 | 14,000,000 | 0 | 14,000,000 | 14,000,000 | 14,000,000 | | |
| PROPOSED FUNDING SOURCES | | | ***** | | | | | | | | | | |
| ND BALANCES | | | ***** | | | | | | | | | | |
| NERAL REVENUES | | | ***** | | | | | | | | | | |
| ECIAL REVENUES | | | ***** | | | | | | | | | | |
| DERAL FUNDS | | | ***** | | | | | | | | | | |
| ATE CENTRAL SERVICES FUND | | | ***** | | | | | | | | | | |
| N-REVENUE RECEIPTS | | | ***** | | | | | | | | | | |
| SH FUNDS | | | ***** | | | | | | | | | | |
| l Contrib/Interest | 3,939,525 | 6,561,149 | ***** | 5,868,149 | | 5,868,149 | 6,061,149 | | 6,061,149 | 5,868,149 | 6,061,149 | | |
| TAL FUNDING | 3,939,525 | 6,561,149 | ***** | 5,868,149 | | 5,868,149 | 6,061,149 | | 6,061,149 | 5,868,149 | 6,061,149 | | |
| CESS APPRO/ (FUNDING) | | 7,438,851 | ***** | 8,131,851 | | 8,131,851 | 7,938,851 | | 7,938,851 | 8,131,851 | 7,938,851 | | |
| TAL | 3,939,525 | 14,000,000 | ***** | 14,000,000 | | 14,000,000 | 14,000,000 | | 14,000,000 | 14,000,000 | 14,000,000 | | |

PT 021 DEPARTMENT OF LABOR
 Y 810 ARKANSAS EMPLOYMENT SECURITY DEPARTMENT
 PRO A39 U.I. BENEFITS -- REIMBURSABLE EMPLOYERS -- CASH
 ND 177 LABOR EMPLOYMENT SEC DIV-(810)CASH

APPROPRIATION SUMMARY

BR 215

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

A provision of Title IX of the Social Security Act makes excess funds collected under the Federal Unemployment Tax Act (FUTA) available for administration of the Employment Security Program. These funds are often referred to as "Reed Act" Funds.

An appropriation act authorizing the use of Reed Act Funds must limit the use of funds appropriated exclusively for Employment Security purposes , and must specify the purpose of the funds being appropriated. The appropriation law should state specifically the functional purpose and amount of the authorized expenditures.

This appropriation is funded by Reed Act Funds for the purpose of construction and improvement of buildings, rent/lease costs, acquisition of data processing equipment, acquisition of land and/or for the payment of salaries and related benefits of local office staff. The Department is requesting a Base Level budget totaling \$1,000,000 for the biennium with carry forward provisions.

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

| AGENCY | APPROPRIATION | CASH FUND | ANALYSIS OF BUDGET REQUEST | PAGE |
|---|--|---|-------------------------------|------|
| Name: Arkansas Employment Security Department Code: 810 | Name: Building Improvements/ Land - Reed Act Code: A40 | Name: Labor Employ Security Constr. Code: 067 | BR20 | 121 |

ARKANSAS BUDGET SYSTEM

| CHARACTER TITLE | EXPENDITURES | | 96-97 | 97-98 FISCAL YEAR | | | 98-99 FISCAL YEAR | | | R E C O M M E N D A T I O N S | | | |
|-----------------------------|---------------|------------------|------------------|-------------------|----------|------------------|-------------------|----------|-------|-------------------------------|---------------|-------------|-------|
| | 95-96 | 96-97 | AUTHORIZED | BASE | PRIORITY | TOTAL | BASE | PRIORITY | TOTAL | EXECUTIVE | | LEGISLATIVE | |
| | ACTUAL | BUDGETED | APPRO | | | | | | | 97-98 | 98-99 | 97-98 | 98-99 |
| CONSTRUCTION | 20,000 | 1,000,000 | 1,000,000 | 1,000,000 | 0 | 1,000,000 | CARRY FORWARD | | | 1,000,000 | Carry Forward | | |
| TOTAL | 20,000 | 1,000,000 | 1,000,000 | 1,000,000 | 0 | 1,000,000 | | | | 1,000,000 | | | |
| PROPOSED FUNDING SOURCES | | | ***** | | | | | | | | | | |
| FUND BALANCES | | | ***** | | | | | | | | | | |
| GENERAL REVENUES | | | ***** | | | | | | | | | | |
| SPECIAL REVENUES | | | ***** | | | | | | | | | | |
| FEDERAL FUNDS | 20,000 | 1,000,000 | ***** | 1,000,000 | | 1,000,000 | | | | 1,000,000 | | | |
| STATE CENTRAL SERVICES FUND | | | ***** | | | | | | | | | | |
| NON-REVENUE RECEIPTS | | | ***** | | | | | | | | | | |
| CASH FUNDS | | | ***** | | | | | | | | | | |
| OTHER | | | ***** | | | | | | | | | | |
| TOTAL FUNDING | 20,000 | 1,000,000 | ***** | 1,000,000 | | 1,000,000 | | | | 1,000,000 | | | |
| EXCESS APPRO/ (FUNDING) | | | ***** | | | | | | | | | | |
| TOTAL | 20,000 | 1,000,000 | ***** | 1,000,000 | | 1,000,000 | | | | 1,000,000 | | | |

DEPT 021 DEPARTMENT OF LABOR
 AGY 810 ARKANSAS EMPLOYMENT SECURITY DEPARTMENT
 APPRO A40 BUILDING IMPROVEMENTS/LAND -- REED ACT -- CASH
 FUND 167 LABOR EMPLOY SECURITY CONSTR-(810)

APPROPRIATION SUMMARY

BR 215

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

The Department utilizes this appropriation for maintenance, repairs, equipment, furnishings, and upkeep of the Administration Building and all other agency owned buildings. This appropriation derives its funding from interest and penalties assessed Arkansas employers on delinquent tax contributions and reimbursable amounts which are collected by ESD and, along with amortization payments on building construction, are forwarded monthly to the State Treasurer. The Department's budget request reflects a Base Level totaling \$453,755 with a carry-forward provision for the second year of the biennium. The Department is requesting an additional \$1,245 to address renovation and/or repairs during the biennium.

The Executive Recommendation provides for Agency Request. Expenditure of appropriation in contingent on available funding.

| AGENCY | APPROPRIATION | TREASURY FUND | ANALYSIS OF BUDGET REQUEST | PAGE |
|--|---|--|----------------------------|------|
| Name: Arkansas Employment Security Department Code: 810 | Name: Administration Building Upkeep Code: 097 | Name: Employment Security Special Code: TZS | BR20 | 123 |

| CHARACTER TITLE | -----EXPENDITURES----- | | | -----97-98 FISCAL YEAR----- | | | -----98-99 FISCAL YEAR----- | | | -----R E C O M M E N D A T I O N S----- | | | |
|-----------------------------|------------------------|----------|------------------|-----------------------------|-------------------|---------------|-----------------------------|-------------------|---------------|---|---------------|-------------|-------|
| | 95-96 | 96-97 | 96-97 | BASE | PRIORITY PROGRAMS | TOTAL REQUEST | BASE | PRIORITY PROGRAMS | TOTAL REQUEST | EXECUTIVE | | LEGISLATIVE | |
| | ACTUAL | BUDGETED | AUTHORIZED APPRO | | | | | | | 97-98 | 98-99 | 97-98 | 98-99 |
| INSTRUCTION | 72,478 | 453,755 | 453,755 | 453,755 | 1,245 | 455,000 | CARRY FORWARD | | | 455,000 | Carry Forward | | |
| TOTAL | 72,478 | 453,755 | 453,755 | 453,755 | 1,245 | 455,000 | | | | 455,000 | | | |
| PROPOSED FUNDING SOURCES | | | ***** | | | | | | | | | | |
| UNDEVELOPED BALANCES | | | ***** | | | | | | | | | | |
| GENERAL REVENUES | | | ***** | | | | | | | | | | |
| SPECIAL REVENUES | | | ***** | | | | | | | | | | |
| FEDERAL FUNDS | | | ***** | | | | | | | | | | |
| STATE CENTRAL SERVICES FUND | | | ***** | | | | | | | | | | |
| NON-REVENUE RECEIPTS | | | ***** | | | | | | | | | | |
| CASH FUNDS | | | ***** | | | | | | | | | | |
| Penalties/Interest | 72,478 | 453,755 | ***** | 453,755 | 1,245 | 455,000 | | | | 455,000 | | | |
| TOTAL FUNDING | 72,478 | 453,755 | ***** | 453,755 | 1,245 | 455,000 | | | | 455,000 | | | |
| EXCESS APPRO/ (FUNDING) | | | ***** | | | | | | | | | | |
| TOTAL | 72,478 | 453,755 | ***** | 453,755 | 1,245 | 455,000 | | | | 455,000 | | | |

DEPT 021 DEPARTMENT OF LABOR
 AGENCY 010 ARKANSAS EMPLOYMENT SECURITY DEPARTMENT
 APPRO 097 ADMINISTRATION BUILDING UPKEEP
 FUND 125 EMPLOYMENT SECURITY SPECIAL(010)

APPROPRIATION SUMMARY

BR 215

ARKANSAS BUDGET SYSTEM

PROGRAM/SERVICE INFORMATION LIST

RANK BY APPROPRIATION

| 01 | 02 | 03 | 04 | 05 | 06 | 07 | 08 | 09 | 10 | 11 | 12 | 13 | 14 | 15 | 16 | 17 | 18 | 19 |
|---|---------------------|------|------------------------|-------|-----------------------------|--------------|--------------|---------|--------------|---------|-------------------------------|---------|-------------|----|---------|----|----|----|
| RANK | PROGRAM DESCRIPTION | FUND | ACCOUNTING INFORMATION | D E S | 1997 - 99 BIENNIUM REQUESTS | | | | | | R E C O M M E N D A T I O N S | | | | | | | |
| | | | | | EXPENDITURES | | FY 1997 - 98 | | FY 1998 - 99 | | EXECUTIVE | | LEGISLATIVE | | | | | |
| | | | | | ACTUAL | BUDGETED | REQUEST | REQUEST | 1997-98 | 1998-99 | 1997-98 | 1998-99 | | | | | | |
| | | | | 95-96 | 96-97 | | | | | | | | | | | | | |
| 000 | | TZS | 810 097 | B | 72,478 0 | 453,755 0 | 453,755 0 | | | 0 0 | | | | | 453,755 | | | |
| 001 | | TZS | 810 097 | P01 | | | 1,245 0 | | | 0 0 | | | | | 1,245 | | | |
| To restore appropriation to current level of \$455,000. | | | | | | | | | | | | | | | | | | |

DEPT 021 DEPARTMENT OF LABOR
 AGY 810 ARKANSAS EMPLOYMENT SECURITY DEPARTMENT
 APPRO 097 ADMINISTRATION BUILDING UPKEEP
 FUND TZS EMPLOYMENT SECURITY SPECIAL(810)

RANK BY APPROPRIATION
 BR 264

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

The Department utilizes this appropriation for the acquisition of buildings, acquisition of land, construction of buildings, and/or the modification of existing buildings outside of the Pulaski County area. This appropriation is funded from the Employment Security Special Fund. The Department's budget request reflects a Base Level totaling \$200,000 in FY98. This appropriation has a carry-forward provision which allows for unexpended appropriation in FY98 to be continued into FY99.

The Executive Recommendation provides for Agency Request.

| | | | | |
|---|--|--|---|------------------------|
| AGENCY Name: Arkansas Employment Security Department Code: 810 | APPROPRIATION Name: Building/Land Acquisition Code: 098 | TREASURY FUND Name: Employment Security Special Code: TZS | ANALYSIS OF BUDGET REQUEST BR20 | PAGE 126 |
|---|--|--|---|------------------------|

ARKANSAS BUDGET SYSTEM

01 02 03 04 05 06 07 08 09 10 11 12 13 14

| CHARACTER TITLE | -----EXPENDITURES----- | | | -----97-98 FISCAL YEAR----- | | | -----98-99 FISCAL YEAR----- | | | -----R E C O M M E N D A T I O N S----- | | | |
|-----------------------------|------------------------|----------------|------------------|-----------------------------|-------------------|----------------|-----------------------------|-------------------|---------------|---|---------------|-------------|-------|
| | 95-96 | 96-97 | 96-97 | BASE | PRIORITY PROGRAMS | TOTAL REQUEST | BASE | PRIORITY PROGRAMS | TOTAL REQUEST | EXECUTIVE | | LEGISLATIVE | |
| | ACTUAL | BUDGETED | AUTHORIZED APPRO | | | | | | | 97-98 | 98-99 | 97-98 | 98-99 |
| ACQUISITION/CONSTRUCTION | 11,645 | 200,000 | 200,000 | 200,000 | 0 | 200,000 | CARRY FORWARD | | | 200,000 | Carry Forward | | |
| TOTAL | 11,645 | 200,000 | 200,000 | 200,000 | 0 | 200,000 | | | | 200,000 | | | |
| PROPOSED FUNDING SOURCES | | | ***** | | | | | | | | | | |
| FUND BALANCES | | | ***** | | | | | | | | | | |
| GENERAL REVENUES | | | ***** | | | | | | | | | | |
| SPECIAL REVENUES | | | ***** | | | | | | | | | | |
| FEDERAL FUNDS | | | ***** | | | | | | | | | | |
| STATE CENTRAL SERVICES FUND | | | ***** | | | | | | | | | | |
| NON-REVENUE RECEIPTS | | | ***** | | | | | | | | | | |
| CASH FUNDS | | | ***** | | | | | | | | | | |
| Penalties/Interest | 11,645 | 200,000 | ***** | 200,000 | | 200,000 | | | | 200,000 | | | |
| TOTAL FUNDING | 11,645 | 200,000 | ***** | 200,000 | | 200,000 | | | | 200,000 | | | |
| EXCESS APPRO/ (FUNDING) | | | ***** | | | | | | | | | | |
| TOTAL | 11,645 | 200,000 | ***** | 200,000 | | 200,000 | | | | 200,000 | | | |

DEPT 021 DEPARTMENT OF LABOR
 AGY 810 ARKANSAS EMPLOYMENT SECURITY DEPARTMENT
 APPRO 098 BUILDING/LAND ACQUISITION OUTSIDE PULASKI COUNTY
 FUND TZS EMPLOYMENT SECURITY SPECIAL(810)

APPROPRIATION SUMMARY

BR 215

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

This appropriation pays the annual assessment to maintain voting member rights in the Interstate Conference of Employment Security Agencies for the Employment Security Department. To maintain voting member rights, the Department is requesting a Base Level totaling \$25,000 each fiscal year.

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

| | | | | |
|--|--|---|---|------------------------|
| AGENCY Name: Arkansas Employment Security Department Code: 810 | APPROPRIATION Name: Interstate Conference Assessment Code: 099 | TREASURY FUND Name: Employment Security Special Code: TZS | ANALYSIS OF BUDGET REQUEST BR20 | PAGE 128 |
|--|--|---|---|------------------------|



ARKANSAS BUDGET SYSTEM

01 02 03 04 05 06 07 08 09 10 11 12 13 14

| CHARACTER TITLE | -----EXPENDITURES----- | | | 96-97 | | | -----97-98 FISCAL YEAR----- | | | -----98-99 FISCAL YEAR----- | | | -----R E C O M M E N D A T I O N S----- | | | |
|-----------------------------|------------------------|----------|------------------|--------|-------------------|---------------|-----------------------------|-------------------|---------------|-----------------------------|--------|-------------|---|--|--|--|
| | 95-96 | 96-97 | 96-97 | BASE | PRIORITY PROGRAMS | TOTAL REQUEST | BASE | PRIORITY PROGRAMS | TOTAL REQUEST | EXECUTIVE | | LEGISLATIVE | | | | |
| | ACTUAL | BUDGETED | AUTHORIZED APPRO | | | | | | | 97-98 | 98-99 | 97-98 | 98-99 | | | |
| ANNUAL ASSESSMENT | 24,000 | 25,000 | 25,000 | 25,000 | 0 | 25,000 | 25,000 | 0 | 25,000 | 25,000 | 25,000 | | | | | |
| TOTAL | 24,000 | 25,000 | 25,000 | 25,000 | 0 | 25,000 | 25,000 | 0 | 25,000 | 25,000 | 25,000 | | | | | |
| PROPOSED FUNDING SOURCES | | | ***** | | | | | | | | | | | | | |
| FUND BALANCES | | | ***** | | | | | | | | | | | | | |
| GENERAL REVENUES | | | ***** | | | | | | | | | | | | | |
| SPECIAL REVENUES | | | ***** | | | | | | | | | | | | | |
| FEDERAL FUNDS | | | ***** | | | | | | | | | | | | | |
| STATE CENTRAL SERVICES FUND | | | ***** | | | | | | | | | | | | | |
| NON-REVENUE RECEIPTS | | | ***** | | | | | | | | | | | | | |
| CASH FUNDS | | | ***** | | | | | | | | | | | | | |
| Penalties/Interest | 24,000 | 25,000 | ***** | 25,000 | | 25,000 | 25,000 | | 25,000 | 25,000 | 25,000 | | | | | |
| TOTAL FUNDING | 24,000 | 25,000 | ***** | 25,000 | | 25,000 | 25,000 | | 25,000 | 25,000 | 25,000 | | | | | |
| EXCESS APPRO/ (FUNDING) | | | ***** | | | | | | | | | | | | | |
| TOTAL | 24,000 | 25,000 | ***** | 25,000 | | 25,000 | 25,000 | | 25,000 | 25,000 | 25,000 | | | | | |

DEPT 021 DEPARTMENT OF LABOR
 AGY 010 ARKANSAS EMPLOYMENT SECURITY DEPARTMENT
 APPRO 099 INTERSTATE CONFERENCE ASSESSMENT
 FUND T2S EMPLOYMENT SECURITY SPECIAL(010)

APPROPRIATION SUMMARY

BR 215

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

The Department utilizes this appropriation for the rent of buildings. Funding for this appropriation is derived from the Employment Security Special Fund. The Department is requesting a Base Level totaling \$96,708 in FY98. This appropriation has a carry-forward provision which allows for unexpended appropriation in FY98 to be continued into FY99.

The Executive Recommendation reflects approval of the Agency's request. Expenditure of appropriation is contingent on available funding.

| | | | | |
|--|--|---|---|------------------------|
| AGENCY Name: Arkansas Employment Security Department Code: 810 | APPROPRIATION Name: Rent of Buildings Code: 100 | TREASURY FUND Name: Employment Security Special Code: TZS | ANALYSIS OF BUDGET REQUEST BR20 | PAGE 130 |
|--|--|---|---|------------------------|

ARKANSAS BUDGET SYSTEM

01 02 03 04 05 06 07 08 09 10 11 12 13 14

| CHARACTER TITLE | -----EXPENDITURES----- | | | -----97-98 FISCAL YEAR----- | | | -----98-99 FISCAL YEAR----- | | | -----R E C O M M E N D A T I O N S----- | | | |
|-----------------------------|------------------------|-------------------|------------------------------|-----------------------------|----------------------|------------------|-----------------------------|----------------------|------------------|---|------------------|-------------|-------|
| | 95-96 ACTUAL | 96-97 BUDGETED | 96-97 AUTHORIZED APPRO | BASE | PRIORITY PROGRAMS | TOTAL REQUEST | BASE | PRIORITY PROGRAMS | TOTAL REQUEST | EXECUTIVE | | LEGISLATIVE | |
| | | | | | | | | | | 97-98 | 98-99 | 97-98 | 98-99 |
| RENT SPACE | 0 | 96,708 | 96,708 | 96,708 | 0 | 96,708 | CARRY FORWARD | | | 96,708 | Carry Forward | | |
| TOTAL | 0 | 96,708 | 96,708 | 96,708 | 0 | 96,708 | | | | 96,708 | | | |
| PROPOSED FUNDING SOURCES | | | ***** | | | | | | | | | | |
| FUND BALANCES | | | ***** | | | | | | | | | | |
| GENERAL REVENUES | | | ***** | | | | | | | | | | |
| SPECIAL REVENUES | | | ***** | | | | | | | | | | |
| FEDERAL FUNDS | | | ***** | | | | | | | | | | |
| STATE CENTRAL SERVICES FUND | | | ***** | | | | | | | | | | |
| NON-REVENUE RECEIPTS | | | ***** | | | | | | | | | | |
| CASH FUNDS | | | ***** | | | | | | | | | | |
| Penalties/Interest | | 96,708 | ***** | 96,708 | | 96,708 | | | | 96,708 | | | |
| TOTAL FUNDING | | 96,708 | ***** | 96,708 | | 96,708 | | | | 96,708 | | | |
| EXCESS APPRO/ (FUNDING) | | | ***** | | | | | | | | | | |
| TOTAL | | 96,708 | ***** | 96,708 | | 96,708 | | | | 96,708 | | | |

DEPT 021 DEPARTMENT OF LABOR
 AGY 810 ARKANSAS EMPLOYMENT SECURITY DEPARTMENT
 APPRO 100 RENT OF BUILDINGS
 FUND T25 EMPLOYMENT SECURITY SPECIAL(810)

APPROPRIATION SUMMARY

BR 215

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

The Employment Security Department uses this appropriation to pay any required city or county Special Improvement District Taxes levied on local ESD offices. The Department's budget request reflects a Base Level totaling \$1,000 in FY98. This appropriation has a carry-forward provision which allows for unexpended appropriation in FY98 to be continued into FY99. Funding for this appropriation is derived from the Employment Security Special Fund.

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

| AGENCY | APPROPRIATION | TREASURY FUND | ANALYSIS OF BUDGET REQUEST | PAGE |
|---|--|---|-------------------------------|------|
| Name: Arkansas Employment Security Department Code: 810 | Name: Special Improvement District Taxes Code: 101 | Name: Employment Security Special Code: TZS | BR20 | 132 |

ARKANSAS BUDGET SYSTEM

01 02 03 04 05 06 07 08 09 10 11 12 13 14

| CHARACTER TITLE | -----EXPENDITURES----- | | | 96-97 | | | -----97-98 FISCAL YEAR----- | | | 98-99 FISCAL YEAR | | | -----R E C O M M E N D A T I O N S----- | | | |
|-----------------------------|------------------------|--------------|--------------|--------------|-------------------|---------------|-----------------------------|-------------------|---------------|-------------------|---------------|-------------|---|--|--|--|
| | 95-96 | 96-97 | AUTHORIZED | BASE | PRIORITY PROGRAMS | TOTAL REQUEST | BASE | PRIORITY PROGRAMS | TOTAL REQUEST | EXECUTIVE | | LEGISLATIVE | | | | |
| | ACTUAL | BUDGETED | APPRO | | | | | | | 97-98 | 98-99 | 97-98 | 98-99 | | | |
| PAYMENT OF TAXES | 87 | 1,000 | 1,000 | 1,000 | 0 | 1,000 | CARRY FORWARD | | | 1,000 | Carry Forward | | | | | |
| TOTAL | 87 | 1,000 | 1,000 | 1,000 | 0 | 1,000 | | | | 1,000 | | | | | | |
| PROPOSED FUNDING SOURCES | | | ***** | | | | | | | | | | | | | |
| FUND BALANCES | | | ***** | | | | | | | | | | | | | |
| GENERAL REVENUES | | | ***** | | | | | | | | | | | | | |
| SPECIAL REVENUES | | | ***** | | | | | | | | | | | | | |
| FEDERAL FUNDS | | | ***** | | | | | | | | | | | | | |
| STATE CENTRAL SERVICES FUND | | | ***** | | | | | | | | | | | | | |
| NON-REVENUE RECEIPTS | | | ***** | | | | | | | | | | | | | |
| CASH FUNDS | | | ***** | | | | | | | | | | | | | |
| Penalties/Interest | 87 | 1,000 | ***** | 1,000 | | 1,000 | | | | 1,000 | | | | | | |
| TOTAL FUNDING | 87 | 1,000 | ***** | 1,000 | | 1,000 | | | | 1,000 | | | | | | |
| EXCESS APPRO/ (FUNDING) | | | ***** | | | | | | | | | | | | | |
| TOTAL | 87 | 1,000 | ***** | 1,000 | | 1,000 | | | | 1,000 | | | | | | |

DEPT 021 DEPARTMENT OF LABOR
 AGY 810 ARKANSAS EMPLOYMENT SECURITY DEPARTMENT
 APPRO 101 SPECIAL IMPROVEMENT DISTRICT TAXES
 FUND TZS EMPLOYMENT SECURITY SPECIAL(810)

APPROPRIATION SUMMARY

BR 215

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

The Department utilizes this appropriation for payment of unemployment benefits and expenses incurred in the administration of the Employment Security Law when such expenses exceed funds available from other sources. The Department is requesting a Base Level budget totaling \$4,000,000 each fiscal year, as well as a priority request totaling \$5,000,000 each year. The additional appropriation will provide for the development of a telephone claim system.

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

| AGENCY | APPROPRIATION | TREASURY FUND | ANALYSIS OF BUDGET REQUEST | PAGE |
|---|---|-----------------------------------|----------------------------|------|
| Name: Arkansas Employment Security Department | Name: Excess Unemployment Benefits and Expenses | Name: Employment Security Special | | 134 |
| Code: 810 | Code: 102 | Code: TZS | BR20 | |

ARKANSAS BUDGET SYSTEM

| CHARACTER TITLE | -----EXPENDITURES----- | | | -----97-98 FISCAL YEAR----- | | | -----98-99 FISCAL YEAR----- | | | -----R E C O M M E N D A T I O N S----- | | | |
|-----------------------------|------------------------|-----------|------------------|-----------------------------|-------------------|---------------|-----------------------------|-------------------|---------------|---|-----------|-------------|-------|
| | 95-96 | 96-97 | 96-97 | BASE | PRIORITY PROGRAMS | TOTAL REQUEST | BASE | PRIORITY PROGRAMS | TOTAL REQUEST | EXECUTIVE | | LEGISLATIVE | |
| | ACTUAL | BUDGETED | AUTHORIZED APPRO | | | | | | | 97-98 | 98-99 | 97-98 | 98-99 |
| PAYMENT/EXPENSES | 1,647,746 | 4,000,000 | 4,000,000 | 4,000,000 | 5,000,000 | 9,000,000 | 4,000,000 | 5,000,000 | 9,000,000 | 9,000,000 | 9,000,000 | | |
| TOTAL | 1,647,746 | 4,000,000 | 4,000,000 | 4,000,000 | 5,000,000 | 9,000,000 | 4,000,000 | 5,000,000 | 9,000,000 | 9,000,000 | 9,000,000 | | |
| PROPOSED FUNDING SOURCES | | | ***** | | | | | | | | | | |
| FUND BALANCES | 3,830,361 | 2,182,615 | ***** | | | | | | | | | | |
| GENERAL REVENUES | | | ***** | | | | | | | | | | |
| SPECIAL REVENUES | | | ***** | | | | | | | | | | |
| FEDERAL FUNDS | | | ***** | | | | | | | | | | |
| STATE CENTRAL SERVICES FUND | | | ***** | | | | | | | | | | |
| NON-REVENUE RECEIPTS | | | ***** | | | | | | | | | | |
| CASH FUNDS | | | ***** | | | | | | | | | | |
| Penalties/Interest | 3,830,361 | 1,606,000 | ***** | 4,000,000 | 5,000,000 | 9,000,000 | 4,000,000 | 5,000,000 | 9,000,000 | 9,000,000 | 9,000,000 | | |
| TOTAL FUNDING | 7,660,722 | 3,788,615 | ***** | 4,000,000 | 5,000,000 | 9,000,000 | 4,000,000 | 5,000,000 | 9,000,000 | 9,000,000 | 9,000,000 | | |
| EXCESS APPRO/ (FUNDING) | (6,012,976) | 211,385 | ***** | | | | | | | | | | |
| TOTAL | 1,647,746 | 4,000,000 | ***** | 4,000,000 | 5,000,000 | 9,000,000 | 4,000,000 | 5,000,000 | 9,000,000 | 9,000,000 | 9,000,000 | | |

DEPT 021 DEPARTMENT OF LABOR
 AGY 810 ARKANSAS EMPLOYMENT SECURITY DEPARTMENT
 APPRO 102 EXCESS UNEMPLOYMENT BENEFITS AND EXPENSES
 FUND TZS EMPLOYMENT SECURITY SPECIAL(810)

APPROPRIATION SUMMARY

BR 215

ARKANSAS BUDGET SYSTEM

PROGRAM/SERVICE INFORMATION LIST

RANK BY APPROPRIATION

| 1 | 02 | 03 | 04 | 05 | 06 | 07 | 08 | 09 | 10 | 11 | 12 | 13 | 14 | 15 | 16 | 17 | 18 | 19 |
|--|---------------------|------|------------------------|-------|----------------|----------------|-----------------------------|---------|---------|--------------|----------------|---------|-----------------|-----------|-------------|----|----|----|
| NK | PROGRAM DESCRIPTION | FUND | ACCOUNTING INFORMATION | D E S | EXPENDITURES | | 1997 - 99 BIENNIUM REQUESTS | | | | | | RECOMMENDATIONS | | | | | |
| | | | | | ACTUAL | BUDGETED | FY 1997 - 98 | | | FY 1998 - 99 | | | EXECUTIVE | | LEGISLATIVE | | | |
| | | | | | 95-96 | 96-97 | REQUEST | REQUEST | REQUEST | REQUEST | 1997-98 | 1998-99 | 1997-98 | 1998-99 | | | | |
| 0 | | TZS | 810 102 | B | 1,647,746 0 | 4,000,000 0 | 4,000,000 0 | | | | 4,000,000 0 | | | 4,000,000 | 4,000,000 | | | |
| 1 | | TZS | 810 102 | P01 | | 0 0 | 5,000,000 0 | | | | 5,000,000 0 | | | 5,000,000 | 5,000,000 | | | |
| <p>To provide adequate appropriation for the payment of administrative expenditures in excess of other funding sources as a result of reductions in federal funds. A telephone claims system will be developed, as well as, the automation of other unemployment insurance activities.</p> | | | | | | | | | | | | | | | | | | |

EPT 021 DEPARTMENT OF LABOR
 GY 810 ARKANSAS EMPLOYMENT SECURITY DEPARTMENT
 PPRO 102 EXCESS UNEMPLOYMENT BENEFITS AND EXPENSES
 UND TZS EMPLOYMENT SECURITY SPECIAL(810)

RANK BY APPROPRIATION

BR 264

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

This appropriation was created to address federal mandates which require that the Department process payrolls through the State Treasury and that interest earned on these dedicated revenues revert to the program in which it was authorized. Act 308 of 1995 established the Employment Security Trust Fund and provided appropriation for Regular Salaries and Personal Services Matching to accommodate these mandates. The Department is requesting a Base Level Budget totaling \$32,984,197 in FY98 and \$33,726,359 in FY99, which includes 700 positions. Priority requests for the Department are as follows:

Restore 50 positions currently authorized but not budgeted to allow the agency to address unforeseen economic conditions. Salaries and Personal Matching appropriation total \$1,589,643 in FY98 and \$1,629,231 in FY99. The requested positions are listed below.

- ESD Area Operation Chief Grade 24
- ESD Assistant Administrator Grade 24
- (3) Sr. Programmer/Analyst Grade 21
- Data Base Analyst Grade 21
- (2) Management Project Analyst II Grade 20
- (2) Management Project Analyst I Grade 18
- (5) ESD Appeals Referee Grade 19
- (2) ESD Satellite Office Supv. Grade 19
- (6) ESD Technician II Grade 18
- (3) ESD Field Tax Rep II Grade 18
- Program Analyst Grade 18
- (20) ESD Interviewer II Grade 17
- Unit Supervisor I Grade 16
- ESD Field Tax Rep II Grade 18

Reclassify 21 positions at a cost of \$10,773 in FY98 and \$11,080 in FY99. The positions are listed below.

- Accounting Supv. Grade 20 to an Accounting Supv. II Grade 21
- ESD Research Analyst Grade 18 to a Mgmt. Project Analyst I Grade 18

| AGENCY | APPROPRIATION | TREASURY FUND | ANALYSIS OF BUDGET REQUEST | PAGE |
|--|--|---|----------------------------|------|
| Name: Arkansas Employment Security Department Code: 810 | Name: ESD Personal Services Code: 671 | Name: Ark Employment Security Dept Trust Code: TES | BR20 | 137 |

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

ESD Unit Supv. II to an ESD U.I. Investigator I Grade 17
(11) Document Exam. II Grade 12 to a Service Delivery Area Rep Grade15

ESD Unit Supv. I Grade 16 to a Leasing Employer Tech. Grade 16
Unit Supv. I Grade 16 to a Service Delivery Area Rep Grade 15
ESD Unit Supv. I grade 16 to a Service Delivery Area Rep Grade15
Accounting clerk grade 13 to a Service Delivery Area Rep Grade15
Admin. Office Supv. Grade 15 to a Supv. Centralized Pending/Telephone Grade 16

Upgrades are requested for (15) Grade 19 ESD Appeal Referee positions to a Grade 20 at a cost of \$16,254 in FY98 and \$16,707 in FY99.

The Executive Recommendation provides for restoration of the 50 positions as well as Base Level, which includes appropriation for a 2.8% Cost of Living Allowance for positions on July 1 of each year of the biennium along with accompanying employee matching requirements. The Executive Recommendation does not address agency requests for Upgrade/Reclassification of positions at this time.

| AGENCY | APPROPRIATION | TREASURY FUND | ANALYSIS OF BUDGET REQUEST | PAGE |
|--|--|---|----------------------------|------|
| Name: Arkansas Employment Security Department Code: 810 | Name: ESD Personal Services Code: 671 | Name: Ark Employment Security Dept Trust Code: TES | BR20 | 138 |

ARKANSAS BUDGET SYSTEM

| CHARACTER TITLE | -----EXPENDITURES----- | | 96-97 | -----97-98 FISCAL YEAR----- | | | -----98-99 FISCAL YEAR----- | | | -----R E C O M M E N D A T I O N S----- | | | |
|-----------------------------|------------------------|-------------------|-------------------|-----------------------------|-------------------|-------------------|-----------------------------|-------------------|-------------------|---|-------------------|-------------|-------|
| | 95-96 | 96-97 | AUTHORIZED | BASE | PRIORITY PROGRAMS | TOTAL REQUEST | BASE | PRIORITY PROGRAMS | TOTAL REQUEST | EXECUTIVE | | LEGISLATIVE | |
| | ACTUAL | BUDGETED | APPRO | | | | | | | 97-98 | 98-99 | 97-98 | 98-99 |
| REGULAR SALARIES | 18,623,431 | 21,966,219 | 22,344,803 | 22,924,194 | 1,066,951 | 23,991,145 | 23,547,249 | 1,096,815 | 24,644,064 | 23,823,471 | 24,471,701 | | |
| NUMBER OF POSITIONS | 617 | 700 | 798 | 700 | 50 | 750 | 700 | 50 | 750 | 750 | 750 | | |
| EXTRA HELP | 2,005,824 | 3,393,000 | 3,393,000 | 3,393,000 | 0 | 3,393,000 | 3,393,000 | 0 | 3,393,000 | 3,393,000 | 3,393,000 | | |
| NUMBER OF POSITIONS | 236 | 400 | 400 | 400 | 0 | 400 | 400 | 0 | 400 | 400 | 400 | | |
| PERSONAL SERV MATCHING | 5,289,629 | 6,256,848 | 5,621,482 | 6,667,003 | 353,139 | 7,020,142 | 6,786,110 | 358,798 | 7,144,908 | 7,015,795 | 7,140,433 | | |
| TOTAL | 25,918,884 | 31,616,067 | 31,359,285 | 32,984,197 | 1,420,090 | 34,404,287 | 33,726,359 | 1,455,613 | 35,181,972 | 34,232,266 | 35,005,134 | | |
| PROPOSED FUNDING SOURCES | | | ***** | | | | | | | | | | |
| FUND BALANCES | | | ***** | | | | | | | | | | |
| GENERAL REVENUES | | | ***** | | | | | | | | | | |
| SPECIAL REVENUES | | | ***** | | | | | | | | | | |
| FEDERAL FUNDS | 25,918,884 | 26,248,127 | ***** | 26,248,127 | | 26,248,127 | 26,248,127 | | 26,248,127 | 26,248,127 | 26,248,127 | | |
| STATE CENTRAL SERVICES FUND | | | ***** | | | | | | | | | | |
| NON-REVENUE RECEIPTS | | | ***** | | | | | | | | | | |
| CASH FUNDS | | | ***** | | | | | | | | | | |
| OTHER | | | ***** | | | | | | | | | | |
| TOTAL FUNDING | 25,918,884 | 26,248,127 | ***** | 26,248,127 | | 26,248,127 | 26,248,127 | | 26,248,127 | 26,248,127 | 26,248,127 | | |
| EXCESS APPRO/ (FUNDING) | | 5,367,940 | ***** | 6,736,070 | 1,420,090 | 8,156,160 | 7,478,232 | 1,455,613 | 8,933,845 | 7,984,139 | 8,757,007 | | |
| TOTAL | 25,918,884 | 31,616,067 | ***** | 32,984,197 | 1,420,090 | 34,404,287 | 33,726,359 | 1,455,613 | 35,181,972 | 34,232,266 | 35,005,134 | | |

DEPT 021 DEPARTMENT OF LABOR
 AGY 810 ARKANSAS EMPLOYMENT SECURITY DEPARTMENT
 APPRO 671 ESD PERSONAL SERVICES
 FUND TES ARK EMPLOYMENT SECURITY DEPT TRUST(810)

The FY97 Budgeted amounts in Personal Services Matching may exceed the Authorized amounts due to the implementation of the pay plan during the 1995-97 biennium. Act 308 of 1995 created this appropriation to pay personnel costs from the ESD Trust Fund. Agency operations are reflected in appropriation (A36).

APPROPRIATION SUMMARY

BR 215

ARKANSAS BUDGET SYSTEM

PROGRAM/SERVICE INFORMATION LIST

RANK BY APPROPRIATION

| 1 | 02 | 03 | 04 | 05 | 06 | 07 | 08 | 09 | 10 | 11 | 12 | 13 | 14 | 15 | 16 | 17 | 18 | 19 | |
|----|---------------------|------|------------------------|-------|---|-------------------|-----------------------------|----|----------------------|----|-------------------|----|-------------|-------------------|-------------------|----|----|----|--|
| NK | PROGRAM DESCRIPTION | FUND | ACCOUNTING INFORMATION | D E S | EXPENDITURES | | 1997 - 99 BIENNIUM REQUESTS | | | | RECOMMENDATIONS | | | | | | | | |
| | | | | | ACTUAL 95-96 | BUDGETED 96-97 | FY 1997 - 98 REQUEST | | FY 1998 - 99 REQUEST | | EXECUTIVE | | LEGISLATIVE | | | | | | |
| | | | | | | | | | | | | | | | | | | | |
| 0 | | TES | 810 671 | B | 25,918,884 617 | 31,616,067 700 | 32,984,197 700 | | | | 33,726,359 700 | | | 32,839,203 700 | 33,577,308 700 | | | | |
| 01 | | TES | 810 671 | P01 | | 0 | 1,393,063 50 | | | | 1,427,826 50 | | | 1,393,063 50 | 1,427,826 50 | | | | |
| | | | | | To provide adequate appropriation for regular salary and matching costs for 750 regular positions and 400 extra help positions. | | | | | | | | | | | | | | |
| 01 | | TES | 810 671 | P10 | | 0 | 10,773 0 | | | | 11,080 0 | | | | | | | | |
| | | | | | To provide adequate appropriation for reclassifications. | | | | | | | | | | | | | | |

EPT 021 DEPARTMENT OF LABOR
 GY 810 ARKANSAS EMPLOYMENT SECURITY DEPARTMENT
 PPRO 671 ESD PERSONAL SERVICES

RANK BY APPROPRIATION

BR 264

UND TES ARK EMPLOYMENT SECURITY DEPT TRUST(810)

ARKANSAS BUDGET SYSTEM

PROGRAM/SERVICE INFORMATION LIST

RANK BY APPROPRIATION

01 02 03 04 05 06 07 08 09 10 11 12 13 14 15 16 17 18 19

| RANK | PROGRAM DESCRIPTION | FUND | ACCOUNTING INFORMATION | D E S | EXPENDITURES | | 1997 - 99 BIENNIUM REQUESTS | | RECOMMENDATIONS | | | | | | | | | | |
|------|---------------------|------|------------------------|-------------|--------------|----------|-----------------------------|--------------|-----------------|---------|-------------|---------|--|--|--|--|--|--|--|
| | | | | | ACTUAL | BUDGETED | FY 1997 - 98 | FY 1998 - 99 | EXECUTIVE | | LEGISLATIVE | | | | | | | | |
| | | | | | 95-96 | 96-97 | REQUEST | REQUEST | 1997-98 | 1998-99 | 1997-98 | 1998-99 | | | | | | | |
| 001 | | TES | 810 671 | P11 | | 0 | 16,254 | 16,707 | | | | | | | | | | | |
| | | | | | | 0 | 0 | 0 | | | | | | | | | | | |

To provide appropriation for classification upgrades.

DEPT 021 DEPARTMENT OF LABOR
 AGY 810 ARKANSAS EMPLOYMENT SECURITY DEPARTMENT
 APPRO 671 ESD PERSONAL SERVICES
 FUND TES ARK EMPLOYMENT SECURITY DEPT TRUST(810)

RANK BY APPROPRIATION
 BR 264

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

The Department utilizes this appropriation for payment of Federal funds to subcontractors to provide training and employment opportunities to economically disadvantaged, unemployed, or underemployed individuals to maximize their employment opportunities. The Department anticipates receiving \$24 million in Job Training Partnership Act (JTPA) funds each fiscal year.

The Department is requesting a Base Level budget totaling \$50,202,862 each fiscal year, along with a priority request of \$797,138 each fiscal year to provide adequate appropriation in the event Congressional initiatives increase funding.

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

| AGENCY | APPROPRIATION | TREASURY FUND | ANALYSIS OF BUDGET REQUEST | PAGE |
|--|---|---|----------------------------|------|
| Name: Arkansas Employment Security Department Code: 810 | Name: Jobs Training Partnership Act Grant Payments Code: 672 | Name: Labor ESD (810) CETA/JTPA Grants Code: FCG | BR20 | 142 |



ARKANSAS BUDGET SYSTEM

| 01 | 02 | 03 | 04 | 05 | 06 | 07 | 08 | 09 | 10 | 11 | 12 | 13 | 14 |
|--------------------------------|------------------------|-------------------|------------------------------|-----------------------------|----------------------|-------------------|-----------------------------|----------------------|-------------------|---|-------------------|-------------|-------|
| CHARACTER TITLE | -----EXPENDITURES----- | | | -----97-98 FISCAL YEAR----- | | | -----98-99 FISCAL YEAR----- | | | -----R E C O M M E N D A T I O N S----- | | | |
| | 95-96 ACTUAL | 96-97 BUDGETED | 96-97 AUTHORIZED APPRO | BASE | PRIORITY PROGRAMS | TOTAL REQUEST | BASE | PRIORITY PROGRAMS | TOTAL REQUEST | EXECUTIVE | | LEGISLATIVE | |
| | | | | | | | | | | 97-98 | 98-99 | 97-98 | 98-99 |
| GRANTS/AIDS | 24,354,377 | 50,202,862 | 53,000,000 | 50,202,862 | 797,138 | 51,000,000 | 50,202,862 | 797,138 | 51,000,000 | 51,000,000 | 51,000,000 | | |
| TOTAL | 24,354,377 | 50,202,862 | 53,000,000 | 50,202,862 | 797,138 | 51,000,000 | 50,202,862 | 797,138 | 51,000,000 | 51,000,000 | 51,000,000 | | |
| PROPOSED FUNDING SOURCES | | | ***** | | | | | | | | | | |
| FUND BALANCES | | | ***** | | | | | | | | | | |
| GENERAL REVENUES | | | ***** | | | | | | | | | | |
| SPECIAL REVENUES | | | ***** | | | | | | | | | | |
| FEDERAL FUNDS | 24,354,377 | 24,000,000 | ***** | 24,000,000 | | 24,000,000 | 24,000,000 | | 24,000,000 | 24,000,000 | 24,000,000 | | |
| STATE CENTRAL SERVICES FUND | | | ***** | | | | | | | | | | |
| NON-REVENUE RECEIPTS | | | ***** | | | | | | | | | | |
| CASH FUNDS | | | ***** | | | | | | | | | | |
| OTHER | | | ***** | | | | | | | | | | |
| TOTAL FUNDING | 24,354,377 | 24,000,000 | ***** | 24,000,000 | | 24,000,000 | 24,000,000 | | 24,000,000 | 24,000,000 | 24,000,000 | | |
| EXCESS APPRO/ (FUNDING) | | 26,202,862 | ***** | 26,202,862 | 797,138 | 27,000,000 | 26,202,862 | 797,138 | 27,000,000 | 27,000,000 | 27,000,000 | | |
| TOTAL | 24,354,377 | 50,202,862 | ***** | 50,202,862 | 797,138 | 51,000,000 | 50,202,862 | 797,138 | 51,000,000 | 51,000,000 | 51,000,000 | | |

DEPT 021 DEPARTMENT OF LABOR
 AGY 010 ARKANSAS EMPLOYMENT SECURITY DEPARTMENT
 APPRO 672 JOBS TRAINING PARTNERSHIP ACT GRANT PAYMENTS
 FUND FCG LABOR ESD-(810)CETA/JTPA GRANTS

APPROPRIATION SUMMARY

BR 215

ARKANSAS BUDGET SYSTEM

PROGRAM/SERVICE INFORMATION LIST

RANK BY APPROPRIATION

| | 02 | 03 | 04 | 05 | 06 | 07 | 08 | 09 | 10 | 11 | 12 | 13 | 14 | 15 | 16 | 17 | 18 | 19 |
|---|---------------------|------|------------------------|-------------|-----------------|-----------------|-----------------------------|---------|---------|-----------------|---------|---------|--------------------------|---------|-------------|---------|----|----|
| PK | PROGRAM DESCRIPTION | FUND | ACCOUNTING INFORMATION | DESCRIPTORS | EXPENDITURES | | 1997 - 99 BIENNIUM REQUESTS | | | | | | RECOMMENDATIONS | | | | | |
| | | | | | ACTUAL | BUDGETED | FY 1997 - 98 | | | FY 1998 - 99 | | | EXECUTIVE | | LEGISLATIVE | | | |
| | | | | | 95-96 | 96-97 | REQUEST | REQUEST | REQUEST | REQUEST | REQUEST | REQUEST | 1997-98 | 1998-99 | 1997-98 | 1998-99 | | |
| | | FCG | 810 672 | B | 24,354,377 0 | 50,202,862 0 | 50,202,862 0 | | | 50,202,862 0 | | | 50,202,862 50,202,862 | | | | | |
| | | FCG | 810 672 | P01 | | 0 0 | 797,138 0 | | | 797,138 0 | | | 797,138 797,138 | | | | | |
| <p>To provide adequate appropriation in the event Congressional initiatives are approved.</p> | | | | | | | | | | | | | | | | | | |

PT 021 DEPARTMENT OF LABOR
 Y 810 ARKANSAS EMPLOYMENT SECURITY DEPARTMENT
 PRO 672 JOBS TRAINING PARTNERSHIP ACT GRANT PAYMENTS
 ND FCG LABOR ESD-(810)CETA/JTPA GRANTS

RANK BY APPROPRIATION

BR 264

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

Funding for this appropriation instituted through Act 482 of 1983, which created an Advance Interest Tax to be paid by employers (except for reimbursable employers) at a rate of .3% in 1983 and 1984, and .14% in 1985. The tax was levied to pay interest incurred by the State on advances obtained from the Federal Unemployment Trust Fund. The Advance Interest Tax is triggered if the trust fund on the computation date has a positive balance but the assets of the fund are equal to or less than .7% of the total payrolls for employment during the previous year, or if the trust contains a negative balance on the computation date. There are no plans to trigger the tax in the near future.

The Department is requesting a Base Level Budget of \$3,000,001 each fiscal year.

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

| AGENCY | APPROPRIATION | TREASURY FUND | ANALYSIS OF BUDGET REQUEST | PAGE |
|--|---|-------------------------------------|----------------------------|------------|
| Name: Arkansas Employment Security Department Code: 810 | Name: UI Trust Fund Loan Interest/Unemployment Code: 673 | Name: ESD Interest Code: TZR | BR20 | 145 |

ARKANSAS BUDGET SYSTEM

| 01 | 02 | | 03 | 04 | 05 | 06 | 07 | 08 | 09 | 10 | 11 | 12 | 13 | 14 |
|--------------------------|------------------------|-------------------|-----------|------------------------------|-----------------------------|----------------------|------------------|-----------------------------|----------------------|------------------|---|-----------|-------------|-------|
| CHARACTER TITLE | -----EXPENDITURES----- | | | 96-97 AUTHORIZED APPRO | -----97-98 FISCAL YEAR----- | | | -----98-99 FISCAL YEAR----- | | | -----R E C O M M E N D A T I O N S----- | | | |
| | 95-96 ACTUAL | 96-97 BUDGETED | | | BASE | PRIORITY PROGRAMS | TOTAL REQUEST | BASE | PRIORITY PROGRAMS | TOTAL REQUEST | EXECUTIVE | | LEGISLATIVE | |
| | | | | | | | | | | | 97-98 | 98-99 | 97-98 | 98-99 |
| TRUST FUND TRANSFER | 308,232 | 3,000,000 | 3,000,000 | 3,000,000 | 0 | 3,000,000 | 3,000,000 | 0 | 3,000,000 | 3,000,000 | 3,000,000 | 3,000,000 | | |
| I INTEREST | 0 | 1 | 1 | 1 | 0 | 1 | 1 | 0 | 1 | 1 | 1 | 1 | | |
| AL | 308,232 | 3,000,001 | 3,000,001 | 3,000,001 | 0 | 3,000,001 | 3,000,001 | 0 | 3,000,001 | 3,000,001 | 3,000,001 | 3,000,001 | | |
| PROPOSED FUNDING SOURCES | | | ***** | | | | | | | | | | | |
| D BALANCES | 5,000,000 | 5,000,000 | ***** | 5,300,000 | | 5,300,000 | 5,133,000 | | 5,133,000 | 5,300,000 | 5,133,000 | | | |
| ERAL REVENUES | | | ***** | | | | | | | | | | | |
| CIAL REVENUES | | | ***** | | | | | | | | | | | |
| ERAL FUNDS | | | ***** | | | | | | | | | | | |
| TE CENTRAL SERVICES FUND | | | ***** | | | | | | | | | | | |
| -REVENUE RECEIPTS | | | ***** | | | | | | | | | | | |
| H FUNDS | | | ***** | | | | | | | | | | | |
| 'Int Tax/int | 308,232 | 300,000 | ***** | 102,000 | | 102,000 | 201,440 | | 201,440 | 102,000 | 201,440 | | | |
| AL FUNDING | 5,308,232 | 5,300,000 | ***** | 5,402,000 | | 5,402,000 | 5,334,440 | | 5,334,440 | 5,402,000 | 5,334,440 | | | |
| ESS APPRO/ (FUNDING) | (5,000,000) | (2,299,999) | ***** | (2,401,999) | | (2,401,999) | (2,334,439) | | (2,334,439) | (2,401,999) | (2,334,439) | | | |
| AL | 308,232 | 3,000,001 | ***** | 3,000,001 | | 3,000,001 | 3,000,001 | | 3,000,001 | 3,000,001 | 3,000,001 | | | |

T 021 DEPARTMENT OF LABOR
 810 ARKANSAS EMPLOYMENT SECURITY DEPARTMENT
 RO 673 UI TRUST FUND LOAN INTEREST/UNEMPLOYMENT INSURANCE
 D TZR ESD INTEREST TRUST-(810)

Fund Balance reflects Agency's anticipated balance.

APPROPRIATION SUMMARY
 BR 215