

DEPARTMENT OF LABOR & LICENSING - ARKANSAS REAL ESTATE COMMISSION

State Contracts Over \$50,000 Awarded To Minority Owned Businesses Fiscal Year 2020

None

Employment Summary

	Male	Female	Total	%
White Employees	1	5	6	46 %
Black Employees	1	6	7	54 %
Other Racial Minorities	0	0	0	0 %
Total Minorities			7	54 %
Total Employees			13	100 %

Publications

A.C.A. 25-1-201 et seq.

Name	Statutory Authorization	Required for		# of Copies	Reason(s) for Continued Publication and Distribution	Unbound Black & White Copies Produced During the Last Two Years	Cost of Unbound Copies Produced During the Last Two Years
		Governor	General Assembly				
AR Real Estate Commission Newsletter	ACA 17-42-404 & 17-42-203	N	N	24,000	Education & enforcement: Articles about real estate practice, law, rules & hearings help licensees comply with AREC requirements, which protects the public.	0	0.00

Department Appropriation Summary

Appropriation	Historical Data						Agency Request and Executive Recommendation							
	2019-2020		2020-2021		2020-2021		2021-2022				2022-2023			
	Actual	Pos	Budget	Pos	Authorized	Pos	Agency	Pos	Executive	Pos	Agency	Pos	Executive	Pos
853 Real Estate – Operations	1,213,543	15	1,360,432	15	1,349,129	15	0	0	0	0	0	0	0	0
952 Real Estate Recovery	12,626	0	352,500	0	352,500	0	0	0	0	0	0	0	0	0
Total	1,226,169	15	1,712,932	15	1,701,629	15	0	0	0	0	0	0	0	0

Funding Sources		%		%		%		%		%		%	
Fund Balance	4000005	2,014,348	58.4	2,222,705	58.2	0	0.0	0	0.0	0	0.0	0	0.0
Cash Fund	4000045	1,434,526	41.6	1,657,000	43.4	0	0.0	0	0.0	0	0.0	0	0.0
Shared Services Transfer	4000760	0	0.0	(59,947)	(1.6)	0	0.0	0	0.0	0	0.0	0	0.0
Total Funds		3,448,874	100.0	3,819,758	100.0	0	0.0	0	0.0	0	0.0	0	0.0
Excess Appropriation/(Funding)		(2,222,705)		(2,106,826)		0		0		0		0	
Grand Total		1,226,169		1,712,932		0		0		0		0	

FY21 Budget amount in Regular Salaries and Personal Services Matching exceeds the authorized amount in FC 853 due to salary and matching rate adjustments during the 2019-2021 Biennium. The agency is requesting to transfer all positions, appropriation, and funding to Cabinet Level Business Area 9910.

Analysis of Budget Request

Appropriation: 853 - Real Estate – Operations

Funding Sources: NRE - Real Estate - Cash in Treasury

The Arkansas Real Estate Commission (AREC) is funded from the receipt of fees it charges for originating and renewing the licenses of real estate brokers and salespersons.

With the exception of Regular Salaries and Personal Services Matching, continuing level of appropriation is the FY2021 Authorized.

The Agency Request includes the following for both years of the biennium:

- Transfer (15) positions, (2) Extra Help Positions, Regular Salaries, Extra Help, Personal Services Matching, Operating Expenses, Conference and Travel, Professional Fees, and Refunds and Reimbursements appropriation and funding in its entirety to the Cabinet Level Business Area, 9910, Funds Center E41.

The Executive Recommendation provides for the Agency Request.

Appropriation Summary

Appropriation: 853 - Real Estate – Operations

Funding Sources: NRE - Real Estate - Cash in Treasury

Historical Data

Agency Request and Executive Recommendation

Commitment Item	2019-2020	2020-2021	2020-2021	2021-2022		2022-2023	
	Actual	Budget	Authorized	Agency	Executive	Agency	Executive
Regular Salaries 5010000	609,986	660,282	655,820	0	0	0	0
#Positions	15	15	15	0	0	0	0
Extra Help 5010001	3,836	8,000	8,000	0	0	0	0
#Extra Help	1	2	2	0	0	0	0
Personal Services Matching 5010003	215,790	234,815	227,974	0	0	0	0
Operating Expenses 5020002	359,245	397,744	397,744	0	0	0	0
Conference & Travel Expenses 5050009	15,999	26,662	26,662	0	0	0	0
Professional Fees 5060010	7,211	22,929	22,929	0	0	0	0
Data Processing 5090012	0	0	0	0	0	0	0
Refunds/Reimbursements 5110014	1,476	10,000	10,000	0	0	0	0
Capital Outlay 5120011	0	0	0	0	0	0	0
Total	1,213,543	1,360,432	1,349,129	0	0	0	0
Funding Sources							
Fund Balance 4000005	1,243,167	1,415,344		0	0	0	0
Cash Fund 4000045	1,385,720	1,513,000		0	0	0	0
Shared Services Transfer 4000760	0	(59,947)		0	0	0	0
Total Funding	2,628,887	2,868,397		0	0	0	0
Excess Appropriation/(Funding)	(1,415,344)	(1,507,965)		0	0	0	0
Grand Total	1,213,543	1,360,432		0	0	0	0

FY21 Budget amount in Regular Salaries and Personal Services Matching exceeds the authorized amount due to salary and matching rate adjustments during the 2019-2021 Biennium. The agency is requesting to transfer this appropriation and funding to the Cabinet Level Business Area, 9910, Funds Center E41.

Analysis of Budget Request

Appropriation: 952 - Real Estate Recovery

Funding Sources: NRE - Real Estate - Cash in Treasury

The Arkansas Real Estate Commission's Recovery Fund cash appropriation is supported by a one-time fee of \$25 charged to each new license applicant and also includes interest earned from investing the Fund's balances. If damages are assessed against any licensee who is insolvent, the Commission covers the claim from fees collected in this fund. Earned interest is applied toward support of the Commission's educational efforts to keep its licensees and the general public informed of changes in regulations, market conditions, and illegal practices.

The Agency Request includes the following for both years of the biennium:

- Transfer Damage Payment and Education appropriation and funding in its entirety to the Cabinet Level Business Area, 9910, Funds Center E42.

The Executive Recommendation provides for the Agency Request.

Appropriation Summary

Appropriation: 952 - Real Estate Recovery

Funding Sources: NRE - Real Estate - Cash in Treasury

Historical Data

Agency Request and Executive Recommendation

Commitment Item		2019-2020	2020-2021	2020-2021	2021-2022		2022-2023	
		Actual	Budget	Authorized	Agency	Executive	Agency	Executive
Damage Payment	5900046	10,632	250,000	250,000	0	0	0	0
Education	5900047	1,994	102,500	102,500	0	0	0	0
Total		12,626	352,500	352,500	0	0	0	0
Funding Sources								
Fund Balance	4000005	771,181	807,361		0	0	0	0
Cash Fund	4000045	48,806	144,000		0	0	0	0
Total Funding		819,987	951,361		0	0	0	0
Excess Appropriation/(Funding)		(807,361)	(598,861)		0	0	0	0
Grand Total		12,626	352,500		0	0	0	0

The agency is requesting to transfer this appropriation and funding to the Cabinet Level Business Area, 9910, Funds Center E42.