

DEPARTMENT OF LABOR & LICENSING - ARKANSAS REAL ESTATE COMMISSION

State Contracts Over \$50,000 Awarded To Minority Owned Businesses Fiscal Year 2022

None

Employment Summary

	Male	Female	Total	%
White Employees	0	7	7	50 %
Black Employees	1	6	7	50 %
Other Racial Minorities	0	0	0	0 %
Total Minorities			7	50 %
Total Employees			14	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, regulations & 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							
	2021-2022		2022-2023		2022-2023		2023-2024				2024-2025			
	Actual	Pos	Budget	Pos	Authorized	Pos	Agency	Pos	Executive	Pos	Agency	Pos	Executive	Pos
853 Real Estate – Operations	1,371,549	15	1,530,059	15	1,384,278	15	1,611,039	15	1,611,039	15	1,532,906	15	1,532,906	15
952 Real Estate Recovery	0	0	352,500	0	352,500	0	352,500	0	352,500	0	352,500	0	352,500	0
Total	1,371,549	15	1,882,559	15	1,736,778	15	1,963,539	15	1,963,539	15	1,885,406	15	1,885,406	15

Funding Sources			%		%		%		%		%		%
Fund Balance	4000005	2,633,577	61.5	2,913,184	65.5			2,567,012	62.6	2,567,012	62.6	2,139,860	58.2
Cash Fund	4000045	1,669,529	39.0	1,576,499	35.4			1,576,499	38.4	1,576,499	38.4	1,576,499	42.9
Inter-agency Fund Transfer	4000316	5,526	0.1	0	0.0			0	0.0	0	0.0	0	0.0
Shared Services Transfer	4000760	(23,899)	(0.6)	(40,112)	(0.9)			(40,112)	(1.0)	(40,112)	(1.0)	(40,112)	(1.1)
Total Funds		4,284,733	100.0	4,449,571	100.0			4,103,399	100.0	4,103,399	100.0	3,676,247	100.0
Excess Appropriation/(Funding)		(2,913,184)		(2,567,012)				(2,139,860)		(2,139,860)		(1,790,841)	
Grand Total		1,371,549		1,882,559				1,963,539		1,963,539		1,885,406	

FY23 Budget amount in FC 853 - Real Estate-Operations exceeds the authorized amount due to salary and match rate adjustments during the 2021-2023 Biennium.

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.

Expenditure of appropriation is contingent upon available funding.

With the exception of Regular Salaries and Personal Services Matching, continuing level of appropriation is the FY2023 Authorized.

The Agency is requesting appropriation of \$1,611,039 for FY24 and \$1,532,906 in FY25.

The Agency Request includes the following changes:

- An increase in Operating Expenses appropriation in FY24 in the amount of \$50,000 to repair the roof at the agency.
- An increase in Capital Outlay appropriation in FY24 in the amount of \$40,000 to purchase a new vehicle.

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		2021-2022	2022-2023	2022-2023	2023-2024		2024-2025	
		Actual	Budget	Authorized	Agency	Executive	Agency	Executive
Regular Salaries	5010000	700,425	789,709	675,128	774,689	774,689	776,289	776,289
#Positions		15	15	15	15	15	15	15
Extra Help	5010001	7,531	8,000	8,000	8,000	8,000	8,000	8,000
#Extra Help		2	2	2	2	2	2	2
Personal Services Matching	5010003	253,242	275,015	243,815	281,015	281,015	291,282	291,282
Operating Expenses	5020002	396,664	397,744	397,744	447,744	447,744	397,744	397,744
Conference & Travel Expenses	5050009	11,135	26,662	26,662	26,662	26,662	26,662	26,662
Professional Fees	5060010	680	22,929	22,929	22,929	22,929	22,929	22,929
Data Processing	5090012	0	0	0	0	0	0	0
Refunds/Reimbursements	5110014	1,872	10,000	10,000	10,000	10,000	10,000	10,000
Capital Outlay	5120011	0	0	0	40,000	40,000	0	0
Total		1,371,549	1,530,059	1,384,278	1,611,039	1,611,039	1,532,906	1,532,906

Funding Sources								
Fund Balance	4000005	1,761,601	1,983,602		1,940,544	1,940,544	1,816,506	1,816,506
Cash Fund	4000045	1,611,923	1,527,113		1,527,113	1,527,113	1,527,113	1,527,113
Inter-agency Fund Transfer	4000316	5,526	0		0	0	0	0
Shared Services Transfer	4000760	(23,899)	(40,112)		(40,112)	(40,112)	(40,112)	(40,112)
Total Funding		3,355,151	3,470,603		3,427,545	3,427,545	3,303,507	3,303,507
Excess Appropriation/(Funding)		(1,983,602)	(1,940,544)		(1,816,506)	(1,816,506)	(1,770,601)	(1,770,601)
Grand Total		1,371,549	1,530,059		1,611,039	1,611,039	1,532,906	1,532,906

FY23 Budget amount in Regular Salaries and Personal Services Matching exceeds the authorized amount due to salary and matching rate adjustments during the 2021-2023 Biennium.
 The FY22 Actual Expenditures for Operating Expenses includes \$610 transferred to Shared Services for IT services.
 Expenditure of appropriation is contingent upon available funding.

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.

Expenditure of appropriation is contingent upon available funding.

Continuing level of appropriation is FY23 authorized.

The Agency is requesting to continue appropriation of \$352,500 in both years of the Biennium.

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	2021-2022	2022-2023	2022-2023	2023-2024		2024-2025	
	Actual	Budget	Authorized	Agency	Executive	Agency	Executive
Damage Payment 5900046	0	250,000	250,000	250,000	250,000	250,000	250,000
Education 5900047	0	102,500	102,500	102,500	102,500	102,500	102,500
Total	0	352,500	352,500	352,500	352,500	352,500	352,500
Funding Sources							
Fund Balance 4000005	871,976	929,582		626,468	626,468	323,354	323,354
Cash Fund 4000045	57,606	49,386		49,386	49,386	49,386	49,386
Total Funding	929,582	978,968		675,854	675,854	372,740	372,740
Excess Appropriation/(Funding)	(929,582)	(626,468)		(323,354)	(323,354)	(20,240)	(20,240)
Grand Total	0	352,500		352,500	352,500	352,500	352,500

Expenditure of appropriation is contingent upon available funding.