

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

Appropriation A35 is for the Arkansas Home Equity Loan Program which was initiated by the Authority in FY 1986. Under this program, elderly persons with low to moderate income could sell their homes to the Authority but continue to live there. The Authority made a down to the owners and makes monthly payments during the owners' lifetime. A total of four homes were purchased with no additional purchases planned at this time. The total budget request of \$17,328.00 for each of the fiscal years of the 1997-1999 biennium - the same as for the 1995 -1997 biennium. Funds for this program are generated from the Authority's housing revenue bond program.

Appropriation A57 is for general operation of the Arkansas Development Finance Authority. The Authority expects to expand its on-going programs and to initiate new programs which will result in a moderate growth rate. The operating budget request contains increases to provide for moderate growth and general price increases. A Section 8 Housing Assistance Payment Program (the "HAP Program") administered by the program is included in this appropriation with a budget request of \$7,500,000 for each fiscal year. Funding for the HAP Program will be provided under an Annual Contributions Contract between the Authority and the Department of Housing and Urban Development (the "HUD"). The appropriation also includes a budget request for the HUD HOME Program in the amount of \$12,500,000 for each fiscal year. Funding for the HOME Program will be from federal grants and state matching funds at an approximate ratio of 80/20 federal/state. Funding for the appropriation will be from cash funds associated with the Authority's revenue bond programs and from Appropriation HUD, which requests \$2,500,000 in state match from general revenues.

Appropriation B86 is for the Federal Agricultural Mortgage Corporation (the "Farmer MAC") Guaranteed Loan Program. The program was established under the Agricultural Credit Act of 1987 and provides for Farmer MAC's guarantee of 90% of qualified loans for agricultural real estate and rural housing. The Authority's role in this national program continues to evolve. The requested budget is for operating expenses pertaining to agricultural finance programs, including Farmer MAC, and will be funded from net revenues generated by the Authority.

Appropriation B87 is for the Agricultural Loan Mediation and Development Program. Act 829 of 1989 (the "Arkansas Farm Mediation Act") created the Arkansas agricultural loan mediation program and Act 885 transferred agricultural development from AIDC to ADFA. Funding for these programs will be from excess revenues generated by the Authority and up to \$82,500 per year from federal reimbursements for half of the costs associated with the loan mediation program.

AGENCY	DIRECTOR	AGENCY PROGRAM COMMENTARY	PAGE
ARKANSAS DEVELOPMENT FINANCE AUTHORITY	Robert Adcock	BR21	78

ARKANSAS DEVELOPMENT FINANCE AUTHORITY
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	Total Equity		
\$ 727,633,000	\$ 258,000	\$ 808,000,000	\$ 1,535,891,000	\$ 79,386,000	\$ 1,295,835,000	\$ 1,375,221,000	\$ 160,670,000		

Revenues					Expenditures					
Inter-governmental	Federal	Licenses and Fees	Other	Total	Salaries and Matching	Grants and Aid	Capital	Other Operating	Total	Other Source (Uses)
\$ 4,278,000	\$ 21,152,000	\$ 3,302,000	\$ 103,903,000	\$ 132,635,000	\$ 2,191,000	\$ 0	\$ 0	\$ 106,109,000	\$ 108,300,000	\$

Findings	Recommendations
None.	None.

Audited by Deloitte, Touche, Tohmatsu International
Certified Public Accountants
SA1039595

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

AGENCY TITLE 395 - ARK DEV FIN AUTHORITY

	MALE	FEMALE	TOTAL	PERCENTAGE OF TOTAL
WHITE EMPLOYEES	<u>12</u>	<u>25</u>	<u>37</u>	<u>86%</u>
BLACK EMPLOYEES	<u>2</u>	<u>4</u>	<u>6</u>	<u>14%</u>
EMPLOYEES OF OTHER RACIAL MINORITIES	<u>0</u>	<u>0</u>	<u>0</u>	<u>0%</u>
TOTAL EMPLOYED AS OF 08/10/96			<u>6</u>	<u>14%</u>
DATE			TOTAL MINORITIES	
			<u>43</u>	<u>100%</u>
			TOTAL EMPLOYEES	



 AGENCY DIRECTOR

SUMMARY

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

AGENCY: Arkansas Development Finance Authority (395)

PROGRAM AUTHORIZED	# POS. AUTH.	ADDITIONAL AUTHORIZED APPROPRIATION		STATUS
		FY 95-96	FY 96-97	
<u>APPROPRIATION: A35 - ARKANSAS HOME EQUITY LOAN PROGRAM - CASH</u>				
No new programs or expansions in the 1995-97 biennium.				
<u>APPROPRIATION: A57 - ARKANSAS DEVELOPMENT FINANCE AUTHORITY - CASH</u>				
Eleven authorized positions were restored; and four new positions were authorized: three for an aqua culture program and one to provide in-house general counsel.	15	\$466,551	\$482,972	Five positions were filled during FY96. The remaining 10 positions were not budgeted in FY97.
Additional appropriation received in Operating Expenses, and Professional Fees & Services to provide for anticipated growth in new and on-going programs.		\$74,400	\$74,400	The Agency did not utilize the additional appropriation in FY96, but has budgeted all available appropriation in FY97.
Additional Capital Outlay received to purchase office furniture and equipment.		\$38,500	\$38,500	The Agency expended available appropriation in FY96, and has budgeted all available appropriation in FY97.
<u>APPROPRIATION: B86 - FARMER MAC GUARANTEED LOAN PROGRAM - CASH</u>				
Operating appropriation was authorized for inflationary increases in program operations.		\$2,520	\$2,720	The Agency did not utilize the additional appropriation in FY96, but has budgeted all available appropriation in FY97.
Capital Outlay was authorized to provide office equipment and furniture.		\$1,200	\$1,250	The Agency spent 72% of the appropriation in FY96, and has budgeted \$1,250 in FY97.

SUMMARY

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

AGENCY: Arkansas Development Finance Authority (395)

PROGRAM AUTHORIZED	# POS. AUTH.	ADDITIONAL AUTHORIZED APPROPRIATION		STATUS
		FY 95-96	FY 96-97	
<u>APPROPRIATION: B87 - AGRICULTURAL LOAN MEDIATION AND DEVELOPMENT PROGRAM - CASH</u>				
Operating appropriation was authorized for inflationary increases in program operations.		\$4,199	\$4,549	The Agency spent 78% of the available appropriation in FY96, and has budgeted all available appropriation in FY97.
Capital Outlay was authorized to provide office equipment and furniture.		\$1,200	\$1,250	The Agency spent 80% of the appropriation in FY96, and has budgeted \$1,250 in FY97.

ARKANSAS BUDGET SYSTEM DEPARTMENT APPROPRIATION SUMMARY

AGENCY TITLE Arkansas Development Finance Authority		1995-97 Expenditures				1997-99 Biennium Request				1997-99 Executive Recommendation			
Appropriations		Actual	No. of	Budgeted	No. of	Year 1	No. of	Year 2	No. of	Year 1	No. of	Year 2	No. of
Code	Name	1995-96	Pos.	1996-97	Pos.	1997-98	Pos.	1998-99	Pos.	1997-98	Pos.	1998-99	Pos.
A35	Arkansas Home Equity Loan Program	\$1,875		\$17,328		\$17,328		\$17,328		\$17,328		\$17,328	
A57	ADFA - Cash Operations	11,960,952	53	23,209,140	49	23,326,792	49	23,389,210	49	23,297,792	49	23,360,210	49
B86	Farmer Mac Guaranteed Loan Program	33,886	1	78,778	2	89,913	2	91,751	2	88,663	2	90,501	2
B87	Agri. Loan Mediation & Development Prg.	192,937	3	231,965	3	241,184	3	246,381	3	239,934	3	245,131	3
TOTALS		\$12,189,650	57	\$23,537,211	54	\$23,675,217	54	\$23,744,670	54	\$23,643,717	54	\$23,713,170	54
Funding Sources			% of Total		% of Total		% of Total		% of Total		% of Total		% of Total
Fund Balances													
General Revenues													
Special Revenues													
Federal Funds		10,026,822	82.3%	20,000,000	85.0%	20,000,000	84.5%	20,000,000	84.2%	20,000,000	84.6%	20,000,000	84.3%
Const. & Fiscal Agency Fund													
State Central Services Fund													
Non-Revenue Receipts													
Cash Funds		2,162,828	17.7%	3,537,211	15.0%	3,675,217	15.5%	3,744,670	15.8%	3,643,717	15.4%	3,713,170	15.7%
Other													
Total Funding		12,189,650	100.0%	23,537,211	100.0%	23,675,217	100.0%	23,744,670	100.0%	23,643,717	100.0%	23,713,170	100.0%
Excess Appro./ (Funding)													
TOTAL		\$12,189,650		\$23,537,211		\$23,675,217		\$23,744,670		\$23,643,717		\$23,713,170	
DEPARTMENT ARKANSAS DEVELOPMENT FINANCE AUTHORITY (395)				DIRECTOR Robert Adcock					DEPARTMENT APPROPRIATION SUMMARY BR 40				

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

The Arkansas Home Equity Loan Program was initiated by the Development Finance Authority in FY86. Under the Home Loan Program elderly persons with low to moderate income could sell their homes to the Authority and continue to live there. The Authority would pay a down payment to the owner and make monthly payments during the owners' lifetime. A total of four homes were purchased, with no additional purchases planned at this time. This appropriation provides for the operations of the Home Equity Loan Program. Funding for this program is derived from the Authority's housing revenue bond program.

The Authority is requesting a Base Level Budget of \$17,328 each fiscal year.

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

AGENCY	APPROPRIATION	CASH FUND	ANALYSIS OF	PAGE
Name: Arkansas Development Finance Authority Code: 395	Name: Arkansas Home Equity Loan Program – Cash Code: A35	Name: Ark. Dev. Finance Auth. Cash Code: 123	BUDGET REQUEST BR20	84

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	96-97	PRIORITY		TOTAL	PRIORITY		TOTAL	EXECUTIVE		LEGISLATIVE				
	ACTUAL	BUDGETED	AUTHORIZED	BASE	PROGRAMS	REQUEST	BASE	PROGRAMS	REQUEST	97-98	98-99	97-98	98-99			
OPERATING EXPENSES	532	8,000	8,000	8,000	0	8,000	8,000	0	8,000	8,000	8,000					
PROF FEES & SERVICES	0	1,040	1,040	1,040	0	1,040	1,040	0	1,040	1,040	1,040					
PAYMENT TO PARTICIPANTS	1,343	8,288	9,200	8,288	0	8,288	8,288	0	8,288	8,288	8,288					
TOTAL	1,875	17,328	18,240	17,328	0	17,328	17,328	0	17,328	17,328	17,328					
PROPOSED FUNDING SOURCES			*****													
FUND BALANCES			*****													
GENERAL REVENUES			*****													
SPECIAL REVENUES			*****													
FEDERAL FUNDS			*****													
STATE CENTRAL SERVICES FUND			*****													
NON-REVENUE RECEIPTS			*****													
CASH FUNDS	1,875	17,328	*****	17,328		17,328	17,328		17,328	17,328	17,328					
OTHER			*****													
TOTAL FUNDING	1,875	17,328	*****	17,328		17,328	17,328		17,328	17,328	17,328					
EXCESS APPROP/ (FUNDING)			*****													
TOTAL	1,875	17,328	*****	17,328		17,328	17,328		17,328	17,328	17,328					

DEPT 010 SEPARATE AGENCIES
 AGY 395 ARKANSAS DEVELOPMENT FINANCE AUTHORITY
 APPRO A35 ARKANSAS HOME EQUITY LOAN PROGRAM -- CASH
 FUND 125 ARK DEV FINANCE AUTH CASH-(395)

This appropriation is funded from ADFA program generated revenues which are drawn from reserved accounts held by the Program's Trustees pursuant to and in accordance with the General Bond/Note Resolution.

APPROPRIATION SUMMARY
 BR 215

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

This appropriation reflects the operational costs of the Authority's Housing Assistance Program, as well as the HUD Home Program. Funding for this appropriation is derived primarily from federal funds. Excess funding requirements are derived from cash funds.

The Authority is requesting a Base Level budget of \$23,304,792 in FY98 and \$23,367,210 in FY99, which includes 49 positions. Additional requests include the following priorities:

An increase in Operation Expense of \$3,500 each fiscal year to provide for increases in program costs.

An increase in Conference Fees & Travel of \$5,500 each fiscal year to provide additional employee training activities.

An increase in Professional Fees & Services of \$20,000 each fiscal year to provide for increases in loan regulatory services.

Capital Outlay request of \$22,000 each fiscal year for office equipment and furniture.

A decrease in Data Processing of \$29,000 each fiscal year to provide additional funding for Operating Expenses and Professional Fees & Services.

The Executive Recommendation provides for 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 provides for the requested decrease of \$29,000 each fiscal year for the Data Processing Line Item. The Capital Outlay Line Item is recommended as requested. Expenditure of appropriation is contingent on available funding.

AGENCY	APPROPRIATION	CASH FUND	ANALYSIS OF	PAGE
Name: Arkansas Development Finance Authority Code: 395	Name: Cash Operations Code: A57	Name: Ark. Dev. Finance Auth. Cash Code: 123	BUDGET REQUEST BR20	86

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	1,601,920	1,849,003	1,856,444	1,938,423	0	1,938,423	1,990,973	0	1,990,973	1,938,423	1,990,973		
NUMBER OF POSITIONS	53	49	62	49	0	49	49	0	49	49	49		
PERSONAL SERV MATCHING	382,704	456,269	490,706	487,001	0	487,001	496,869	0	496,869	487,001	496,869		
OPERATING EXPENSES	508,528	540,388	540,388	540,388	3,500	543,888	540,388	3,500	543,888	540,388	540,388		
CONF FEES & TRAVEL	55,392	55,400	55,400	55,400	5,500	60,900	55,400	5,500	60,900	55,400	55,400		
PROF FEES & SERVICES	62,900	79,580	95,795	79,580	20,000	99,580	79,580	20,000	99,580	79,580	79,580		
CAPITAL OUTLAY	22,000	24,500	38,500	0	22,000	22,000	0	22,000	22,000	22,000	22,000		
HOUSING RENTAL ASSISTANCE	5,064,956	7,500,000	7,500,000	7,500,000	0	7,500,000	7,500,000	0	7,500,000	7,500,000	7,500,000		
DATA PROCESSING SERVICES	183,365	204,000	300,000	204,000	-29,000	175,000	204,000	-29,000	175,000	175,000	175,000		
HUD HOME PROGRAM	4,079,187	12,500,000	12,500,000	12,500,000	0	12,500,000	12,500,000	0	12,500,000	12,500,000	12,500,000		
TOTAL	11,960,952	23,209,140	23,377,233	23,304,792	22,000	23,326,792	23,367,210	22,000	23,389,210	23,297,792	23,360,210		
PROPOSED FUNDING SOURCES			*****										
FUND BALANCES			*****										
GENERAL REVENUES			*****										
SPECIAL REVENUES			*****										
FEDERAL FUNDS	10,026,822	20,000,000	*****	20,000,000		20,000,000	20,000,000		20,000,000	20,000,000	20,000,000		
STATE CENTRAL SERVICES FUND			*****										
NON-REVENUE RECEIPTS			*****										
CASH FUNDS	1,934,130	3,204,140	*****	3,304,792	22,000	3,326,792	3,367,210	22,000	3,389,210	3,297,792	3,360,210		
OTHER			*****										
TOTAL FUNDING	11,960,952	23,209,140	*****	23,304,792	22,000	23,326,792	23,367,210	22,000	23,389,210	23,297,792	23,360,210		
EXCESS APPR/ (FUNDING)			*****										
TOTAL	11,960,952	23,209,140	*****	23,304,792	22,000	23,326,792	23,367,210	22,000	23,389,210	23,297,792	23,360,210		

DEPT 010 SEPARATE AGENCIES
 AGY 395 ARKANSAS DEVELOPMENT FINANCE AUTHORITY
 APPRO A57 CASH OPERATIONS
 FUND 123 ARK DEV FINANCE AUTH CASH-(395)

This appropriation is funded from ADFP program generated revenues and allowances provided by the federal Housing & Urban Development Program. Operating expenditures for the various programs are drawn from reserved accounts held by the Program's Trustees pursuant to and in accordance with General Bond/Note Resolution.

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		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						
0		123	395 A57	B	11,960,952 53	23,209,140 49	23,304,792 49	23,367,210 49						23,304,792 49	23,367,210 49			
1		123	395 A57	P01		0	7,450 0	7,450 0										
<p><u>Increase in Operating Expenses by the amount of \$7,450.</u> These amounts are for anticipated growth in new and on-going programs and for moderate price increases. ADFA has historically initiated new financing programs annually and expanded existing programs in achieving its mission. This growth pattern and inflation pattern is anticipated to continue during the upcoming biennium. These amounts requested are to continue the current trend in growth of new and on-going programs, primarily by providing for increased training activity of employees in keeping abreast of new developments and industry activities. ADFA's staff is highly skilled and specialized and it is critical to maintain our training.</p>																		
2		123	395 A57	P02		0	21,350 0	21,350 0										
<p><u>Increase in Operating Expenses and Professional Fees and Services by the amount of \$21,350.</u> Due to the regulatory environment in which ADFA operates, professional fees and services continues to be a component of operating costs. The proposed increase will provide the ability to increase the regulatory services provided by contract during the upcoming biennium. A slight increase is also requested to provide for moderate price increases and/or increased frequency in use of rooms for special meetings and other rentals for the periodic offsite meetings conducted for staff and the Board of Directors.</p>																		

PT 010 SEPARATE AGENCIES
Y 395 ARKANSAS DEVELOPMENT FINANCE AUTHORITY
PRO A57 CASH OPERATIONS

ND 123 ARK DEV FINANCE AUTH CASH-(395)

RANK BY APPROPRIATION

BR 264

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 BIENNIIUM 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				
003		123	395 A57	P03		0	22,200				22,200			22,000	22,000			
<p><u>Increase in Capital Outlay and Operating Expenses by the amount of \$22,200.</u> The amount requested for Capital Outlay will be used to furnish offices when vacant positions are filled, replace and maintain existing furniture and equipment; although at a reduced level of activity from prior years.</p>																		
004		123	395 A57	P04		0	-29,000				-29,000			-29,000	-29,000			
<p><u>Decrease of Data Processing Expense by the amount of \$29,000.</u> Equipment purchases in recent years should allow ADFA to reduce the data processing cost and provide budget funds for other priority items (i.e., operating expenses and professional services), thus a decrease in budget is proposed.</p>																		

DEPT 010 SEPARATE AGENCIES
AGY 395 ARKANSAS DEVELOPMENT FINANCE AUTHORITY
APPRO A57 CASH OPERATIONS
FUND 123 ARK DEV FINANCE AUTH CASH-(395)

RANK BY APPROPRIATION
BR 264

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

This appropriation provides for the operations of the Federal Agricultural Mortgage Corporation (the "Farmer MAC") Guaranteed Loan Program. This program was established by the Agricultural Credit Act of 1987 and provides for Farmer MAC's guarantee of 90% of qualified loans for agricultural real estate and rural housing.

The Authority is requesting a Base Level Budget of \$88,663 in FY98 and \$90,501 in FY99, which includes 2 positions. An additional \$1,250 for Operating Expenses is request each fiscal year to defray increases in loan costs.

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

AGENCY	APPROPRIATION	CASH FUND	ANALYSIS OF	PAGE
Name: Arkansas Development Finance Authority Code: 395	Name: Farmer Mac Guaranteed Loan Program – Cash Code: B86	Name: Ark. Dev. Finance Auth Cash Code: 123	BUDGET REQUEST BR20	90

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	26,460	54,377	57,422	56,523	0	56,523	58,086	0	58,086	56,523	58,086		
NUMBER OF POSITIONS	1	2	2	2	0	2	2	0	2	2	2		
PERSONAL SERV MATCHING	4,166	7,046	14,797	16,035	0	16,035	16,310	0	16,310	16,035	16,310		
OPERATING EXPENSES	986	10,500	12,120	10,500	1,250	11,750	10,500	1,250	11,750	10,500	10,500		
CONF FEES & TRAVEL	1,331	3,005	3,005	3,005	0	3,005	3,005	0	3,005	3,005	3,005		
PROF FEES & SERVICES	85	2,600	3,800	2,600	0	2,600	2,600	0	2,600	2,600	2,600		
CAPITAL OUTLAY	858	1,250	1,250	0	0	0	0	0	0				
TOTAL	33,886	78,778	92,394	88,663	1,250	89,913	90,501	1,250	91,751	88,663	90,501		
PROPOSED FUNDING SOURCES			*****										
FUND BALANCES			*****										
GENERAL REVENUES			*****										
SPECIAL REVENUES			*****										
FEDERAL FUNDS			*****										
STATE CENTRAL SERVICES FUND			*****										
NON-REVENUE RECEIPTS			*****										
CASH FUNDS	33,886	78,778	*****	88,663	1,250	89,913	90,501	1,250	91,751	88,663	90,501		
OTHER			*****										
TOTAL FUNDING	33,886	78,778	*****	88,663	1,250	89,913	90,501	1,250	91,751	88,663	90,501		
EXCESS APPRO/ (FUNDING)			*****										
TOTAL	33,886	78,778	*****	88,663	1,250	89,913	90,501	1,250	91,751	88,663	90,501		

APPROPRIATION SUMMARY

BR 215

DEPT 010 SEPARATE AGENCIES
 AGY 395 ARKANSAS DEVELOPMENT FINANCE AUTHORITY
 APPRO B86 FARMER MAC GUARANTEED LOAN PROGRAM -- CASH
 FUND 123 ARK DEV FINANCE AUTH CASH-(395)

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

K	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														
		123	395 B86	B	33,886 1	78,778 2	88,663 2	90,501 2	88,663 2	90,501 2								
		123	395 B86	P01		0	1,250 0	1,250 0										
<p><u>Increase in Operating Expenses by the amount of \$1,250.</u> These amounts are for anticipated growth in new and on-going programs and for moderate price increases in general operating expenses. ADFa has historically initiated new financing programs annually and expanded existing programs in achieving its mission. The growth pattern and inflation pattern is anticipated to continue during the upcoming biennium.</p>																		

T 010 SEPARATE AGENCIES
 395 ARKANSAS DEVELOPMENT FINANCE AUTHORITY
 RD B86 FARMER MAC GUARANTEED LOAN PROGRAM -- CASH
 D 123 ARK DEV FINANCE AUTH CASH-(395)

RANK BY APPROPRIATION
 BR 264

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

This appropriation is used to support the Agriculture Loan Mediation and Development Program. This program provides mediation and debt management services to Arkansas farmers and their creditors. Funding for this appropriation is derived from the Authority's proceeds from bond issues.

The Authority is requesting a Base Level budget of \$239,934 in FY98 and \$245,131 in FY99, which includes 3 positions. An additional \$1,250.00 is requested each fiscal for Operating Expenses.

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

AGENCY	APPROPRIATION	CASH FUND	ANALYSIS OF BUDGET REQUEST	PAGE
Name: Arkansas Development Finance Authority Code: 395	Name: Agriculture Loan Mediation & Development Program – Cash Code: B87	Name: Ark. Dev. Finance Auth. Cash Code: 123	BR20	93

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
PLAR SALARIES	118,420	146,912	157,355	154,047	0	154,047	158,360	0	158,360	154,047	158,360		
NUMBER OF POSITIONS	3	3	3	3	0	3	3	0	3	3	3		
PERSONAL SERV MATCHING	29,164	33,885	35,428	35,969	0	35,969	36,853	0	36,853	35,969	36,853		
RATING EXPENSES	34,420	37,458	37,458	37,458	1,250	38,708	37,458	1,250	38,700	37,458	37,458		
FEES & TRAVEL	6,031	6,060	6,060	6,060	0	6,060	6,060	0	6,060	6,060	6,060		
FEES & SERVICES	3,946	6,400	8,800	6,400	0	6,400	6,400	0	6,400	6,400	6,400		
TOTAL OUTLAY	956	1,250	1,250	0	0	0	0	0	0				
TOTAL	192,937	231,965	246,351	239,934	1,250	241,184	245,131	1,250	246,381	239,934	245,131		
PROPOSED FUNDING SOURCES			*****										
BALANCES			*****										
GENERAL REVENUES			*****										
STATE REVENUES			*****										
LOCAL FUNDS			*****										
THE CENTRAL SERVICES FUND			*****										
REVENUE RECEIPTS			*****										
TOTAL FUNDS	192,937	231,965	*****	239,934	1,250	241,184	245,131	1,250	246,381	239,934	245,131		
RESERVE			*****										
TOTAL FUNDING	192,937	231,965	*****	239,934	1,250	241,184	245,131	1,250	246,381	239,934	245,131		
CLASS APPROV/ (FUNDING)			*****										
TOTAL	192,937	231,965	*****	239,934	1,250	241,184	245,131	1,250	246,381	239,934	245,131		

010 SEPARATE AGENCIES
 395 ARKANSAS DEVELOPMENT FINANCE AUTHORITY
 087 AGRICULTURAL LOAN MEDIATION AND DEVELOPMENT PROGRAM -- CASH
 123 ARK DEV FINANCE AUTH CASH-(395)

This appropriation is funded from ADFP program generated revenues which are drawn from reserved accounts held by the Program's Trustees pursuant to and in accordance with the General Bond/Note Resolution.

APPROPRIATION SUMMARY

BR 215

ARKANSAS BUDGET SYSTEM

PROGRAM/SERVICE INFORMATION LIST

RANK BY APPROPRIATION

01	02	03	04	05	06	07	08	09	10	11	12	13	14	15	16	17	18	19
RANK	PROGRAM DESCRIPTION	FUND	ACCOUNTING INFORMATION	D E S	EXPENDITURES		1997 - 99 BIENNIUM REQUESTS				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						
000		123	395 B87	B	192,937 3	231,965 3	239,934 3		245,131 3		239,934 3		245,131 3					
001		123	395 B87	P01		0 0	1,250 0		1,250 0									
<p><u>Increase in Operating Expenses by the amount of \$1,250.</u> These amounts are for anticipated growth in new and on-going programs and for moderate price increases in general operating expenses. ADFA has historically initiated new financing programs annually and expanded existing programs in achieving its mission. The growth pattern and inflation pattern is anticipated to continue during the upcoming biennium.</p>																		

DEPT 010 SEPARATE AGENCIES
 AGY 395 ARKANSAS DEVELOPMENT FINANCE AUTHORITY
 APPRO B87 AGRICULTURAL LOAN MEDIATION AND DEVELOPMENT PROGAM -- CASH
 FUND 123 ARK DEV FINANCE AUTH CASH-(395)

RANK BY APPROPRIATION
 BR 264