

SUMMARY BUDGET INFORMATION
TABLE OF CONTENTS
ARKANSAS DEPARTMENT OF AERONAUTICS

	<u>Page #</u>
Aeronautics, Arkansas Department of	1
Action Required: (665) Aeronautics-State Operations	5
(666) Aeronautics-Federal Grants	7

AR DEPARTMENT OF AERONAUTICS

State Contracts Over \$50,000 Awarded To Minority Owned Businesses Fiscal Year 2018

None

Employment Summary

	Male	Female	Total	%
White Employees	2	3	5	100 %
Black Employees	0	0	0	0 %
Other Racial Minorities	0	0	0	0 %
Total Minorities			0	0 %
Total Employees			5	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				
State Aeronautical Chart	N/A	N	N	10,000	Provided as a service to general flying public for safety and informational purposes. Requested by individuals and businesses State and nationwide. (Published biennially)	0	0.00
State Airport Directory	N/A	N	N	5,000	Provides information to the flying public concerning individual Arkansas airports. (Published biennially)	0	0.00

Department Appropriation Summary

Appropriation	Historical Data						Agency Request and Executive Recommendation							
	2017-2018		2018-2019		2018-2019		2019-2020				2020-2021			
	Actual	Pos	Budget	Pos	Authorized	Pos	Agency	Pos	Executive	Pos	Agency	Pos	Executive	Pos
665 Aeronautics-State Operations	5,557,506	5	15,624,484	5	15,603,348	5	15,624,031	5	15,624,031	5	15,624,031	5	15,624,031	5
666 Aeronautics-Federal Grants	34,787	0	12,000,000	0	12,000,000	0	12,000,000	0	12,000,000	0	12,000,000	0	12,000,000	0
Total	5,592,293	5	27,624,484	5	27,603,348	5	27,624,031	5	27,624,031	5	27,624,031	5	27,624,031	5

Funding Sources		%		%		%		%		%		%	
Fund Balance	4000005	4,654,934	42.6	5,335,345	18.8	681,722	2.9	681,722	2.9	0	0.0	0	0.0
Federal Revenue	4000020	34,787	0.3	12,000,000	42.4	12,000,000	50.7	12,000,000	50.7	12,000,000	52.2	12,000,000	52.2
Special Revenue	4000030	6,237,917	57.1	10,970,861	38.8	10,970,861	46.4	10,970,861	46.4	10,970,861	47.8	10,970,861	47.8
Total Funds		10,927,638	100.0	28,306,206	100.0	23,652,583	100.0	23,652,583	100.0	22,970,861	100.0	22,970,861	100.0
Excess Appropriation/(Funding)		(5,335,345)		(681,722)		3,971,448		3,971,448		4,653,170		4,653,170	
Grand Total		5,592,293		27,624,484		27,624,031		27,624,031		27,624,031		27,624,031	

The FY19 Budget amount exceeds the Authorized amount for State Operations (665) due to salary and matching rate adjustments during the 2017-2019 Biennium. Variance in fund balance is due to unfunded appropriation in State Operations (665).

Analysis of Budget Request

Appropriation: 665 - Aeronautics-State Operations

Funding Sources: SDA - Department of Aeronautics Fund

The Department of Aeronautics' State Operations appropriation is funded entirely by Special Revenues derived from a tax on the sale of aviation fuels and aviation related products sold for use in aircraft weighing less than 12,500 lbs., as authorized in Arkansas Code § 27-115-110.

The appropriation authorization is \$15,624,031 for each year of the biennium.

The agency requests the FY19 Authorized appropriation as follows:

- Operating Expenses includes the operating expenses associated with our agency aircraft. This aircraft is used to facilitate expeditious travel for the purpose of FAA required safety inspections, review airport construction and improvement projects associated with grant applications and airport economic development meetings with airport sponsors. In addition, it is used for government agency staff transportation to various meetings and events, both in and out of state. The expenses for the aircraft vary annually depending on maintenance costs (both scheduled and unscheduled), fuel costs (which vary greatly throughout the year), flying hours and overall usage. This budget line item also covers expenses associated with the printing and publication of our Arkansas Aeronautical Charts and Airport Directories, when needed. The determination to print these items is based on the amount of changes in the airport information. These changes are impossible to predict and, in some cases, are important to aviation safety. Exact reprint frequency is impossible to predict and therefore requires budget flexibility.
- Conference and Travel Expenses due to the varying number of conferences held each year. Some FAA conferences are "short notice" and are impossible to plan for in advance. Additionally, the required staff at these conferences and meetings varies greatly and is often not determined until immediately prior to the event. We have requested a budget amount that allows for the variations in travel expenses, while allowing our agency staff to attend all required conferences and meetings.
- Grants and Aid - The justification for this item is due to the nature of the grant program. The number and cost of airport aid requests is impossible to predict and varies greatly from year to year, often by millions of dollars. It is determined by individual airport needs as well as FAA funding available. We have requested a budget amount that will allow us to operate the grant program in a manner that meets the needs of Arkansas airports to the best of our ability.

The Agency's Change Level Request is as follows:

- Grants and Aid line item reallocated to a Miscellaneous Line item called "Airport Grant Funding and Related Expenses". This will allow us to properly classify all grant and grant related expenditures together.

There were no one-time operating expenses requested in the previous biennium.

The Executive Recommendation provides for the Agency Request.

Appropriation Summary

Appropriation: 665 - Aeronautics-State Operations
Funding Sources: SDA - Department of Aeronautics Fund

Historical Data

Agency Request and Executive Recommendation

Commitment Item		2017-2018	2018-2019	2018-2019	2019-2020		2020-2021	
		Actual	Budget	Authorized	Agency	Executive	Agency	Executive
Regular Salaries	5010000	296,489	306,380	289,804	305,787	305,787	305,787	305,787
#Positions		5	5	5	5	5	5	5
Personal Services Matching	5010003	91,792	95,575	91,015	95,715	95,715	95,715	95,715
Operating Expenses	5020002	101,840	200,029	200,029	200,029	200,029	200,029	200,029
Conference & Travel Expenses	5050009	5,526	9,000	9,000	9,000	9,000	9,000	9,000
Professional Fees	5060010	12,305	13,500	13,500	13,500	13,500	13,500	13,500
Data Processing	5090012	0	0	0	0	0	0	0
Grants and Aid	5100004	5,049,554	15,000,000	15,000,000	0	0	0	0
Capital Outlay	5120011	0	0	0	0	0	0	0
Airport Grant Funding and Relat	5900046	0	0	0	15,000,000	15,000,000	15,000,000	15,000,000
Total		5,557,506	15,624,484	15,603,348	15,624,031	15,624,031	15,624,031	15,624,031

Funding Sources								
Fund Balance	4000005	4,654,934	5,335,345		681,722	681,722	0	0
Special Revenue	4000030	6,237,917	10,970,861		10,970,861	10,970,861	10,970,861	10,970,861
Total Funding		10,892,851	16,306,206		11,652,583	11,652,583	10,970,861	10,970,861
Excess Appropriation/(Funding)		(5,335,345)	(681,722)		3,971,448	3,971,448	4,653,170	4,653,170
Grand Total		5,557,506	15,624,484		15,624,031	15,624,031	15,624,031	15,624,031

FY19 Budget amount in Regular Salaries and Personal Services Matching exceeds the authorized amount due to salary and matching rate adjustments during the 2017-2019 Biennium.

Analysis of Budget Request

Appropriation: 666 - Aeronautics-Federal Grants

Funding Sources: FAA - Aeronautics Department - Federal

The Aeronautics-Federal Grants appropriation is authorized for disbursement of Federal Airport Aid Block Grant Funds when and if those funds are approved by the U.S. Congress for the State of Arkansas.

The FY19 Authorized appropriation level is \$12,000,00 for each year of the biennium.

The agency requests the FY19 authorized appropriation as follows:

- Grants and Aid due to the possibility of the agency receiving Federal Aviation Administration funds for projects at airports across the state. This appropriation has never received funding, but request it in the event that the federal government funds are available.

There were no one-time operating expenses in the previous biennium.

The Executive Recommendation provides for the Agency Request.

Appropriation Summary

Appropriation: 666 - Aeronautics-Federal Grants

Funding Sources: FAA - Aeronautics Department - Federal

Historical Data

Agency Request and Executive Recommendation

Commitment Item		2017-2018	2018-2019	2018-2019	2019-2020		2020-2021	
		Actual	Budget	Authorized	Agency	Executive	Agency	Executive
Grants and Aid	5100004	34,787	12,000,000	12,000,000	12,000,000	12,000,000	12,000,000	12,000,000
Total		34,787	12,000,000	12,000,000	12,000,000	12,000,000	12,000,000	12,000,000

Funding Sources								
Federal Revenue	4000020	34,787	12,000,000		12,000,000	12,000,000	12,000,000	12,000,000
Total Funding		34,787	12,000,000		12,000,000	12,000,000	12,000,000	12,000,000
Excess Appropriation/(Funding)		0	0		0	0	0	0
Grand Total		34,787	12,000,000		12,000,000	12,000,000	12,000,000	12,000,000