

DEPARTMENT OF CORRECTION

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

None

Employment Summary

	Male	Female	Total	%
White Employees	1273	598	1871	47 %
Black Employees	780	1276	2056	52 %
Other Racial Minorities	25	13	38	1 %
Total Minorities			2,094	53 %
Total Employees			3,965	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				
Annual Report	ACA §12-27-107	N	Y	500	Required by Statute	0	0.00
Inmate Handbook	ACA §12-27-106	N	Y	5,000	Required by Statute	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
1MJ County Jail Reimbursement	17,953,335	0	16,608,111	0	17,453,607	0	17,453,607	0	17,453,607	0	17,453,607	0	17,453,607	0
2ZV Work Release Cash	3,407,729	0	7,954,770	0	8,025,860	0	8,025,860	0	8,025,860	0	8,025,860	0	8,025,860	0
33K ADC Sex Offender Assessment	0	0	25,000	0	25,000	0	25,000	0	25,000	0	25,000	0	25,000	0
4HS Fire Station Treasury Cash	29,657	0	25,000	0	25,000	0	25,000	0	25,000	0	25,000	0	25,000	0
509 Inmate Care & Custody	351,612,957	4,510	362,223,619	4,435	362,236,128	4,591	388,300,389	4,608	388,300,389	4,608	390,183,206	4,611	390,183,206	4,611
511 Prison Industry	8,264,004	56	10,016,919	54	9,999,520	55	10,245,633	55	10,245,633	55	10,206,756	55	10,206,756	55
512 Farm Operations	12,305,319	53	17,558,135	62	19,401,039	66	19,550,770	66	19,550,770	66	19,902,143	66	19,902,143	66
859 Inmate Welfare Treasury Cash	11,620,149	0	14,146,868	28	14,681,800	28	14,182,117	28	14,182,117	28	14,182,492	28	14,182,492	28
865 Non-Tax Revenue Receipts	2,040,251	0	2,501,200	0	2,501,200	0	2,501,200	0	2,501,200	0	2,501,200	0	2,501,200	0
F95 Paws in Prison	46,685	0	150,000	0	150,000	0	150,000	0	150,000	0	150,000	0	150,000	0
U89 Medical Monetary Sanctions	149,692	0	1,500,000	0	0	0	1,500,000	0	1,500,000	0	1,700,000	0	1,700,000	0
Total	407,429,778	4,619	432,709,622	4,579	434,499,154	4,740	461,959,576	4,757	461,959,576	4,757	464,355,264	4,760	464,355,264	4,760

Funding Sources		%		%		%		%		%		%	
Fund Balance	4000005	23,812,644	5.5	23,827,720	5.3	14,529,000	3.3	14,529,000	3.3	7,154,143	1.7	7,154,143	1.7
General Revenue	4000010	366,611,027	85.0	369,449,756	82.6	374,645,527	85.5	374,645,527	85.5	374,783,020	87.0	374,783,020	87.0
Special Revenue	4000030	13,501,263	3.1	20,325,000	4.5	20,325,000	4.6	20,325,000	4.6	20,325,000	4.7	20,325,000	4.7
Cash Fund	4000045	19,350,519	4.5	18,870,000	4.2	18,770,000	4.3	18,770,000	4.3	18,770,000	4.4	18,770,000	4.4
Performance Fund	4000055	0	0.0	5,066,146	1.1	0	0.0	0	0.0	0	0.0	0	0.0
Budget Stabilization Trust	4000130	5,600,000	1.3	5,600,000	1.3	5,600,000	1.3	5,600,000	1.3	5,600,000	1.3	5,600,000	1.3
DFA Motor Vehicle Acquisition	4000184	416,410	0.1	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0
Fees	4000245	136,942	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0
Grant/SubGrant Refunds	4000273	93,443	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0
Industry Reimbursement	4000290	602,665	0.1	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0
Interest	4000300	61,675	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0
Investments	4000315	130,024	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0
Intra-agency Fund Transfer	4000317	(158,936)	0.0	1,000,000	0.2	1,000,000	0.2	1,000,000	0.2	1,000,000	0.2	1,000,000	0.2
M & R Sales	4000340	100,906	0.0	100,000	0.0	100,000	0.0	100,000	0.0	100,000	0.0	100,000	0.0
Miscellaneous Adjustments	4000345	4,936	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0
Other	4000370	306,153	0.1	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0
Rebates	4000412	17,259	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0
Refunds	4000415	505,068	0.1	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0
Rental Income	4000430	15,500	0.0	500,000	0.1	500,000	0.1	500,000	0.1	500,000	0.1	500,000	0.1

Funding Sources		%		%		%		%		%		%
Settlement Proceeds	4000450	150,000	0.0	0	0.0		0	0.0	0	0.0	0	0.0
Transfer from Cash Fund	4000555	0	0.0	2,500,000	0.6		2,500,000	0.6	2,500,000	0.6	2,500,000	0.6
Total Funds		431,257,498	100.0	447,238,622	100.0		437,969,527	100.0	437,969,527	100.0	430,732,163	100.0
Excess Appropriation/(Funding)		(23,827,720)		(14,529,000)			23,990,049		23,990,049		33,623,101	
Grand Total		407,429,778		432,709,622			461,959,576		461,959,576		464,355,264	

Analysis of Budget Request

Appropriation: 1MJ - County Jail Reimbursement

Funding Sources: MCJ - County Jail Reimbursement Fund

In the event the Arkansas Department of Correction (ADC) cannot accept inmates from county jails due to insufficient bed space, the Agency reimburses the counties from the County Jail Reimbursement Fund at rates determined by the Chief Fiscal Officer of the State, after consultation with the Division of Legislative Audit and the Department of Correction and upon approval of the Governor, until the appropriation and funding provided for that purpose are exhausted as stipulated in A.C.A. §12-27-114. ADC serves as disbursing officer for this separate Revenue Stabilization Fund and currently pays county jails \$30 per day for housing inmates sentenced to ADC.

Population projections for the 2019-2021 Biennium reflect current Authorized levels are sufficient for reimbursements to counties housing state inmates. The department is not requesting an increase at this time.

The Agency Request is to continue the current Authorized appropriation amounts totaling \$17,453,607 each fiscal year.

The Executive Recommendation provides for the Agency Request.

Appropriation Summary

Appropriation: 1MJ - County Jail Reimbursement

Funding Sources: MCJ - County Jail Reimbursement 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
Refunds/Reimbursements	5110014	17,953,335	16,608,111	17,453,607	17,453,607	17,453,607	17,453,607	17,453,607
Total		17,953,335	16,608,111	17,453,607	17,453,607	17,453,607	17,453,607	17,453,607
Funding Sources								
Fund Balance	4000005	1,332,942	344,504		0	0	0	0
General Revenue	4000010	16,964,897	16,263,607		16,263,607	16,263,607	16,263,607	16,263,607
Total Funding		18,297,839	16,608,111		16,263,607	16,263,607	16,263,607	16,263,607
Excess Appropriation/(Funding)		(344,504)	0		1,190,000	1,190,000	1,190,000	1,190,000
Grand Total		17,953,335	16,608,111		17,453,607	17,453,607	17,453,607	17,453,607

**CARRY FORWARD OF ANY REMAINING FUND BALANCES
FROM FISCAL YEAR 2018 TO FISCAL YEAR 2019**

Agency: Correction Department

Program: County Jail Reimbursement

Act #: 524 Section(s) #: 9 & 23

Estimated Carry Forward Amount \$ 363,892.00 Funding Source: General Revenue

Accounting Information:

Business Area: 0480 Funds Center: 1MJ Fund: MCJ Functional Area: SFTY

Current law requires a written statement be submitted to the DFA Office of Budget stating the reason(s) to carry forward funding for a program or a specific line item within a program remaining on June 30th of a fiscal year.

Justification for carry forward of fund balance:

Carry Forward Balance of County Jail Reimbursements

Actual Funding Carry Forward Amount \$ 344,503.63

Current status of carry forward funding:

Funds will be used for County Jail Reimbursements.

Wendy Kelley
Director

07-16-2018
Date

Analysis of Budget Request

Appropriation: 2ZV - Work Release Cash

Funding Sources: NDC - Cash in Treasury

Work Release is a cash funded appropriation supported by inmates who participate in the Work Release Program. The Work Release Program allows inmates to hold paid jobs in the community while being housed at a correctional facility, providing eligible inmates an opportunity to earn wages, pay restitution, fines & fees. Work Release participants reimburse the Department of Correction \$17 per day to offset costs for maintenance and operation of the centers. There are currently six Work Release Centers located at Luxora, Springdale, Benton, Texarkana, Wrightsville and Pine Bluff.

The Agency Request is \$8,025,860 each fiscal year and provides for the following change levels:

- Professional Fees - reallocation of \$900,000 to Capital Outlay for the purchase of new and replacement of equipment, reducing Professional Fees to \$100,000 each fiscal year.
- Capital Outlay request of \$2,427,590 each year to allow for the purchase and replacement of equipment for all department units and facilities.

The Agency's Request to maintain appropriation above 10% of FY18 Actual expenditures includes the following justifications:

- Professional Fees - Work Release funds supplement general revenues as a funding source for various construction projects and equipment purchases. This appropriation allows the department to procure architectural or professional contract services when needed.

The Executive Recommendation provides for the Agency Request.

Appropriation Summary

Appropriation: 2ZV - Work Release Cash

Funding Sources: NDC - Cash in Treasury

Historical Data

Agency Request and Executive Recommendation

Commitment Item		Historical Data			Agency Request and Executive Recommendation		Agency Request and Executive Recommendation	
		2017-2018 Actual	2018-2019 Budget	2018-2019 Authorized	2019-2020		2020-2021	
					Agency	Executive	Agency	Executive
Operating Expenses	5020002	1,962,689	5,350,620	5,394,120	5,394,120	5,394,120	5,394,120	5,394,120
Conference & Travel Expenses	5050009	2,712	104,150	104,150	104,150	104,150	104,150	104,150
Professional Fees	5060010	439	1,000,000	1,000,000	100,000	100,000	100,000	100,000
Data Processing	5090012	0	0	0	0	0	0	0
Capital Outlay	5120011	1,441,889	1,500,000	1,527,590	2,427,590	2,427,590	2,427,590	2,427,590
Debt Service	5120019	0	0	0	0	0	0	0
Total		3,407,729	7,954,770	8,025,860	8,025,860	8,025,860	8,025,860	8,025,860
Funding Sources								
Fund Balance	4000005	7,806,288	8,490,151		4,135,381	4,135,381	0	0
Cash Fund	4000045	3,653,871	3,600,000		3,600,000	3,600,000	3,600,000	3,600,000
DFA Motor Vehicle Acquisition	4000184	416,410	0		0	0	0	0
M & R Sales	4000340	21,311	0		0	0	0	0
Total Funding		11,897,880	12,090,151		7,735,381	7,735,381	3,600,000	3,600,000
Excess Appropriation/(Funding)		(8,490,151)	(4,135,381)		290,479	290,479	4,425,860	4,425,860
Grand Total		3,407,729	7,954,770		8,025,860	8,025,860	8,025,860	8,025,860

Expenditure of appropriation is contingent upon available funding.

Analysis of Budget Request

Appropriation: 33K - ADC Sex Offender Assessment

Funding Sources: SSC - ADC Sex Offender Assessment Fund

This appropriation request is for UAMS Juvenile Sex Offender Assessment. Funds for this appropriation are derived from collections by the Arkansas Crime Information Center (ACIC) of a \$250.00 fee from each individual who is required by law to register as a Level III or Level IV Sex Offender as required by provisions of ACA §12-12-910 and 12-12-911 et seq. The fees are split between ACIC and the Department of Correction.

The Agency Request provides for the continuation of current Authorized amounts of \$25,000 each year of the biennium.

The Agency's Request to maintain appropriation levels above 10% of FY18 Actual expenditures include the following justifications:

- Operating Expenses - to allow for the payment of juvenile sex offender assessments to UAMS.

The Executive Recommendation provides for the Agency Request.

Appropriation Summary

Appropriation: 33K - ADC Sex Offender Assessment
Funding Sources: SSC - ADC Sex Offender Assessment 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	
Operating Expenses	5020002	0	25,000	25,000	25,000	25,000	25,000	25,000	
Conference & Travel Expenses	5050009	0	0	0	0	0	0	0	
Professional Fees	5060010	0	0	0	0	0	0	0	
Data Processing	5090012	0	0	0	0	0	0	0	
Capital Outlay	5120011	0	0	0	0	0	0	0	
Total		0	25,000	25,000	25,000	25,000	25,000	25,000	
Funding Sources									
Fund Balance	4000005	137,863	164,825		164,825	164,825	164,825	164,825	
Special Revenue	4000030	26,962	25,000		25,000	25,000	25,000	25,000	
Total Funding		164,825	189,825		189,825	189,825	189,825	189,825	
Excess Appropriation/(Funding)		(164,825)	(164,825)		(164,825)	(164,825)	(164,825)	(164,825)	
Grand Total		0	25,000		25,000	25,000	25,000	25,000	

Analysis of Budget Request

Appropriation: 4HS - Fire Station Treasury Cash

Funding Sources: NDC - Cash in Treasury

This appropriation provides for the support of the Fire Station recently constructed at the Cummins Unit. Cash funds are collected through the Fire Protection Revolving Fund as authorized by Act 833 of 1991. The construction of the new Fire Station was completed by Department of Correction's in-house construction division utilizing inmate labor to lower the cost.

The Agency Request provides for the continuation of current Authorized amounts of \$25,000 each year of the biennium.

The Executive Recommendation provides for the Agency Request.

Appropriation Summary

Appropriation: 4HS - Fire Station Treasury Cash

Funding Sources: NDC - Cash in Treasury

Historical Data

Agency Request and Executive Recommendation

Commitment Item		Historical Data			2019-2020		2020-2021	
		2017-2018 Actual	2018-2019 Budget	2018-2019 Authorized	Agency	Executive	Agency	Executive
Operating Expenses	5020002	19,657	25,000	25,000	25,000	25,000	25,000	25,000
Conference & Travel Expenses	5050009	0	0	0	0	0	0	0
Professional Fees	5060010	0	0	0	0	0	0	0
Data Processing	5090012	0	0	0	0	0	0	0
Capital Outlay	5120011	10,000	0	0	0	0	0	0
Total		29,657	25,000	25,000	25,000	25,000	25,000	25,000
Funding Sources								
Fund Balance	4000005	3,054	7,072		2,072	2,072	0	0
Cash Fund	4000045	33,295	20,000		20,000	20,000	20,000	20,000
Interest	4000300	380	0		0	0	0	0
Total Funding		36,729	27,072		22,072	22,072	20,000	20,000
Excess Appropriation/(Funding)		(7,072)	(2,072)		2,928	2,928	5,000	5,000
Grand Total		29,657	25,000		25,000	25,000	25,000	25,000

Expenditure of appropriation is contingent upon available funding.

Analysis of Budget Request

Appropriation: 509 - Inmate Care & Custody

Funding Sources: HCA - Department of Correction Inmate Care and Custody Fund

Funding for Inmate Care and Custody (ICC) is primarily from general revenues. The use of cash and special revenue income for Inmate Care & Custody Fund Operations allows the Agency to prepare fiscal year budgets to help meet the contingencies of population growth. The opening of the Jefferson and Delta Regional Jail Units in FY92 provided a new fund source for the Department. Legislation specifies that fees collected from contracting with counties for an agreed upon number of beds is to be deposited in the "Regional Facilities Operation Account" and used for payment of debt service on, or operation of, regional facilities. The operation of these facilities is funded within Inmate Care and Custody appropriation with a portion of the cost defrayed by a transfer of the cash funds to the Inmate Care and Custody Fund.

The Agency Request totals \$388,300,389 in FY20 and \$390,183,206 in FY21 and provides for the following change levels:

- New Positions - seventeen (17) new positions in FY20 and twenty (20) in FY21 provides for the opening of 47 New Beds and to address staffing needs at North Central, Ester, McPherson, Pine Bluff, and Randall L. Williams Units. New Positions include: five (5) ADC/DCC Correctional Sergeants (GS06), one (1) ADC/DCC Lieutenant (GS07), two (2) ADC/DCC Captains (GS08), one (1) Chaplain (GS06), one (1) Senior Software Support Analyst (IT06), five (5) ADC/DCC Correctional Officers (GS04), and two (2) FY20 and three (3) FY21 Substance Abuse Program Leaders (GS06).
- Overtime - increases of \$1,500,000 in FY20 and \$1,000,000 in FY21. Due to unfilled positions and staffing vacancies, additional overtime appropriation is necessary to continue operations in a safe and effective manner.
- Operating Expenses - increases totaling \$2,835,474 in FY20 and \$3,699,408 in FY21 for general Maintenance & Operations of \$1,265,935 FY20/\$1,898,903 FY21 for utilities, fuel, food and clothing; Unit Maintenance of \$425,432 FY20/\$638,148 FY21 for maintaining locks, gates, lighting, plumbing, HVAC and electrical at all units and facilities; and \$1,144,107 FY20/\$1,162,357 FY21 for State Agency Conservation Bonds payments.
- Professional Fees - Incremental Medical Contract increases totaling \$1,897,211 in FY20 and \$1,468,526 FY21. The current blended ADC/ACC rate is \$360.92 per inmate, per month and \$82.53 for inmates assigned to a county jails under Act 309. For the 2019-2020 Biennium, the blended rate for inmates housed at ADC/DCC facilities is \$370.86 FY20/\$379.22 FY21. For Act 309 contract inmates, the rate is \$84.86 FY20/\$86.78 FY21.
- Capital Outlay - Agency Request totals \$1,708,946 in FY20 and \$1,468,526 in FY21 for new and replacement of furnishings and equipment for all units and facilities, including kitchens, laundry, heating and ventilation systems, sewer plants, grounds maintenance equipment, etc.

The Executive Recommendation provides for the Agency Request.

Appropriation Summary

Appropriation: 509 - Inmate Care & Custody

Funding Sources: HCA - Department of Correction Inmate Care and Custody 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	158,156,626	165,957,062	161,858,328	176,991,060	176,991,060	177,209,625	177,209,625
#Positions		4,510	4,435	4,591	4,608	4,608	4,611	4,611
Extra Help	5010001	75,840	100,000	100,000	100,000	100,000	100,000	100,000
#Extra Help		14	170	170	170	170	170	170
Personal Services Matching	5010003	59,702,581	63,935,627	62,581,710	67,005,094	67,005,094	66,950,510	66,950,510
Overtime	5010006	3,437,913	1,550,000	1,550,000	3,050,000	3,050,000	2,550,000	2,550,000
Operating Expenses	5020002	54,193,596	56,908,869	57,921,242	60,756,716	60,756,716	61,620,650	61,620,650
Conference & Travel Expenses	5050009	68,797	150,000	155,398	155,398	155,398	155,398	155,398
Professional Fees	5060010	68,938,749	67,987,053	70,675,828	72,573,039	72,573,039	74,168,361	74,168,361
Data Processing	5090012	0	0	0	0	0	0	0
Capital Outlay	5120011	1,743,279	185,008	1,433,486	1,708,946	1,708,946	1,468,526	1,468,526
JAIL CONTRACTS	5900047	1,128,180	1,200,000	1,533,000	1,533,000	1,533,000	1,533,000	1,533,000
OUT-OF-STATE-BEDS	5900048	4,167,396	4,250,000	4,427,136	4,427,136	4,427,136	4,427,136	4,427,136
Total		351,612,957	362,223,619	362,236,128	388,300,389	388,300,389	390,183,206	390,183,206

Funding Sources								
Fund Balance	4000005	1,786,933	315,679		644,355	644,355	0	0
General Revenue	4000010	349,646,130	353,186,149		358,381,920	358,381,920	358,519,413	358,519,413
Special Revenue	4000030	0	800,000		800,000	800,000	800,000	800,000
Cash Fund	4000045	322,647	500,000		500,000	500,000	500,000	500,000
Performance Fund	4000055	0	5,066,146		0	0	0	0
Fees	4000245	136,942	0		0	0	0	0
Intra-agency Fund Transfer	4000317	(158,936)	0		0	0	0	0
M & R Sales	4000340	9,377	0		0	0	0	0
Miscellaneous Adjustments	4000345	4,936	0		0	0	0	0
Other	4000370	(2,152)	0		0	0	0	0
Rebates	4000412	17,259	0		0	0	0	0
Rental Income	4000430	15,500	500,000		500,000	500,000	500,000	500,000
Settlement Proceeds	4000450	150,000	0		0	0	0	0
Transfer from Cash Fund	4000555	0	2,500,000		2,500,000	2,500,000	2,500,000	2,500,000
Total Funding		351,928,636	362,867,974		363,326,275	363,326,275	362,819,413	362,819,413
Excess Appropriation/(Funding)		(315,679)	(644,355)		24,974,114	24,974,114	27,363,793	27,363,793
Grand Total		351,612,957	362,223,619		388,300,389	388,300,389	390,183,206	390,183,206

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.
FY18 Actuals reflect a transfer from the Overtime Holding Account.
Other is payment of claims.
Transfer from Cash Fund is Inmate Room and Board received from WorkRelease Program.
Special Revenue is Inmate Welfare funds generated from Commissaries.

ARKANSAS DEPARTMENT OF CORRECTION
EMPLOYEE COMPENSATION REPORT
As Required by Section 20 of Act 223 of 2018

	<u>HOLIDAY</u>	<u>STRAIGHT TIME</u>	<u>OVERTIME</u>	<u>HAZARDOUS DUTY</u>
CURRENT LIABILITY AS OF JUNE 30, 2018	<u>\$0.00</u>	<u>\$0.00</u>	<u>\$309,947.26</u>	<u>\$0.00</u>
PROJECTED LIABILITY FOR FISCAL YEAR 2019	<u>4,650,000.00</u>	<u>3,000,000.00</u>	<u>3,240,052.74</u>	<u>7,325,000.00</u>
LESS ESTIMATED SALARY SAVINGS	<u>4,650,000.00</u>	<u>3,000,000.00</u>	<u>3,550,000.00</u>	<u>7,325,000.00</u>
TOTAL ESTIMATED BANKED LIABILITY AS OF JUNE 30, 2019	<u><u>\$0.00</u></u>	<u><u>\$0.00</u></u>	<u><u>\$0.00</u></u>	<u><u>\$0.00</u></u>

Analysis of Budget Request

Appropriation: 511 - Prison Industry

Funding Sources: SDD - Department of Correction Prison Industry Fund

Correctional Industries exists as a self-supporting operation within the ADC and is funded by special revenues generated by the sale of products to public agencies and nonprofit organizations. The primary goal of the Industries program is to administer and operate the various industry programs in an efficient and cost-effective manner that provides inmates with productive and significant training opportunities. More than 500 inmates participate in the various work programs. Principal operations include printing and graphic arts, digital imaging, engraving, janitorial product manufacturing, school bus/fire truck repair, furniture manufacturing, refinishing and upholstery, vinyl products and athletic equipment. Prison Industry Enhancement (PIE) Programs at the McPherson and Pine Bluff Units are a partnership with private sector companies operating within prison fences and employing inmates at prevailing wages.

The Agency Request is \$10,245,633 in FY20 and \$10,206,756 in FY21 and includes the following change levels:

- Operating Expenses - reallocation of \$50,000 in FY20 and \$100,000 in FY21 to Professional Fees in the event it is necessary to procure architectural or professional contract services when needed.
- Capital Outlay of \$182,500 in FY20 and \$142,750 in FY21 for purchase and replacement of equipment.

The Agency's Request to maintain appropriation levels above 10% of FY18 Actual expenditures include the following justifications:

- Operating Expenses - excess appropriation is necessary to purchase materials and process orders.
- Conference & Travel Expenses - to allow for Correctional Industry staff to attend necessary job training and travel as required.

The Executive Recommendation provides for the Agency Request.

Appropriation Summary

Appropriation: 511 - Prison Industry

Funding Sources: SDD - Department of Correction Prison Industry 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	1,657,607	2,054,459	2,026,219	2,186,824	2,186,824	2,187,524	2,187,524
#Positions		56	54	55	55	55	55	55
Extra Help	5010001	0	0	10,000	10,000	10,000	10,000	10,000
#Extra Help		0	0	0	0	0	0	0
Personal Services Matching	5010003	682,592	784,064	784,905	811,816	811,816	811,989	811,989
Overtime	5010006	44	8,000	8,000	8,000	8,000	8,000	8,000
Operating Expenses	5020002	5,887,809	7,005,213	7,005,213	6,955,213	6,955,213	6,905,213	6,905,213
Conference & Travel Expenses	5050009	5,200	41,280	41,280	41,280	41,280	41,280	41,280
Professional Fees	5060010	0	0	0	50,000	50,000	100,000	100,000
Data Processing	5090012	0	0	0	0	0	0	0
Capital Outlay	5120011	30,752	123,903	123,903	182,500	182,500	142,750	142,750
Total		8,264,004	10,016,919	9,999,520	10,245,633	10,245,633	10,206,756	10,206,756

Funding Sources								
Fund Balance	4000005	2,339,885	1,800,182		283,263	283,263	0	0
Special Revenue	4000030	7,131,737	8,500,000		8,500,000	8,500,000	8,500,000	8,500,000
Other	4000370	87,567	0		0	0	0	0
Refunds	4000415	504,997	0		0	0	0	0
Total Funding		10,064,186	10,300,182		8,783,263	8,783,263	8,500,000	8,500,000
Excess Appropriation/(Funding)		(1,800,182)	(283,263)		1,462,370	1,462,370	1,706,756	1,706,756
Grand Total		8,264,004	10,016,919		10,245,633	10,245,633	10,206,756	10,206,756

FY19 Budget amount in Regular Salaries exceeds the authorized amount due to salary adjustments during the 2017-2019 Biennium.

Analysis of Budget Request

Appropriation: 512 - Farm Operations

Funding Sources: SDC - Department of Correction Farm Fund

The agricultural operation of the ADC is a self-supported division. The Agricultural Division is involved in almost every area of farming providing fresh and frozen vegetables, meat, milk and eggs which are consumed by the inmate population and generates revenue by selling products such as soybeans, rice, cotton and wheat. The primary goal of the Farm Program is to provide useful and meaningful work for inmates, produce sufficient cost-effective food for inmate consumption, and maximize revenues from production and sales of marketable field crops and livestock. A Vegetable Processing facility is located at the Varner Unit and annually provides approximately 2.4 million pounds of vegetables for inmate consumption. A Cold Storage facility located at the Cummins Unit provides beef and pork products to all units for consumption. A state of the art Creamery operation is also located at the Cummins Unit and provides milk and juice products. Approximately 20,000 acres are devoted to cash crops, vegetables, hay production and livestock. FY18 cash crop sales totaled approximately \$6.3 million. The Farm Program provides jobs for approximately 300 inmates. The Livestock Division consists of 2,059 beef cows, a 236-cow dairy, swine production facilities, and egg layer operation as well as responsibility for all the horses being used in the cattle operation and at various units around the state for security and regional maintenance.

The Agency Request is \$19,550,770 in FY20 and \$19,902,143 in FY21 and provides for the following change levels:

- Operating Expenses - reallocation of \$40,000 in FY20 and \$10,000 FY21 to Professional Fees for crop and garden consultants.
- Capital Outlay request of \$330,000 in FY20 and \$680,000 FY20 for the purchase of equipment.

The Executive Recommendation provides for the Agency Request.

Appropriation Summary

Appropriation: 512 - Farm Operations
Funding Sources: SDC - Department of Correction Farm 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	2,146,951	2,667,202	2,594,007	2,857,568	2,857,568	2,858,668	2,858,668	
#Positions		53	62	66	66	66	66	66	
Extra Help	5010001	0	0	10,000	10,000	10,000	10,000	10,000	
#Extra Help		0	0	0	0	0	0	0	
Personal Services Matching	5010003	834,667	974,483	945,411	1,026,581	1,026,581	1,026,854	1,026,854	
Operating Expenses	5020002	8,545,593	12,560,086	14,495,257	14,455,257	14,455,257	14,485,257	14,485,257	
Conference & Travel Expenses	5050009	2,683	53,010	53,010	53,010	53,010	53,010	53,010	
Professional Fees	5060010	69,871	128,354	128,354	168,354	168,354	138,354	138,354	
Data Processing	5090012	0	0	0	0	0	0	0	
Capital Outlay	5120011	85,085	525,000	525,000	330,000	330,000	680,000	680,000	
Purchase Cattle/Meat	5900047	620,469	650,000	650,000	650,000	650,000	650,000	650,000	
Total		12,305,319	17,558,135	19,401,039	19,550,770	19,550,770	19,902,143	19,902,143	
Funding Sources									
Fund Balance	4000005	400,370	37,615		79,480	79,480	0	0	
Special Revenue	4000030	6,342,564	11,000,000		11,000,000	11,000,000	11,000,000	11,000,000	
Budget Stabilization Trust	4000130	5,600,000	5,600,000		5,600,000	5,600,000	5,600,000	5,600,000	
Intra-agency Fund Transfer	4000317	0	1,000,000		1,000,000	1,000,000	1,000,000	1,000,000	
Total Funding		12,342,934	17,637,615		17,679,480	17,679,480	17,600,000	17,600,000	
Excess Appropriation/(Funding)		(37,615)	(79,480)		1,871,290	1,871,290	2,302,143	2,302,143	
Grand Total		12,305,319	17,558,135		19,550,770	19,550,770	19,902,143	19,902,143	

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: 859 - Inmate Welfare Treasury Cash

Funding Sources: NDC - Cash in Treasury

Self-supported Pen Store operations within institutions provide the opportunity for inmates to purchase various commissary supplies such as hygiene items, paper and stamps as well as various snack foods. A centralized banking system manages inmate funds, and the profits from the stores are used to purchase items that benefit inmates such as tables and chairs for visitation, televisions and recreational equipment for inmate use.

The Agency Request is \$14,182,117 in FY20 and \$14,182,492 in FY21.

The Executive Recommendation provides for the Agency Request.

Appropriation Summary

Appropriation: 859 - Inmate Welfare Treasury Cash

Funding Sources: NDC - Cash in Treasury

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	0	782,877	810,727	810,727	810,727	811,027	811,027	
#Positions		0	28	28	28	28	28	28	
Personal Services Matching	5010003	0	335,431	342,113	342,830	342,830	342,905	342,905	
Operating Expenses	5020002	11,620,149	13,028,560	13,028,960	13,028,560	13,028,560	13,028,560	13,028,560	
Conference & Travel Expenses	5050009	0	0	0	0	0	0	0	
Professional Fees	5060010	0	0	0	0	0	0	0	
Data Processing	5090012	0	0	0	0	0	0	0	
Capital Outlay	5120011	0	0	500,000	0	0	0	0	
Total		11,620,149	14,146,868	14,681,800	14,182,117	14,182,117	14,182,492	14,182,492	
Funding Sources									
Fund Balance	4000005	5,335,188	6,952,009		5,005,141	5,005,141	3,023,024	3,023,024	
Cash Fund	4000045	12,192,588	12,200,000		12,200,000	12,200,000	12,200,000	12,200,000	
Grant/SubGrant Refunds	4000273	93,443	0		0	0	0	0	
Industry Reimbursement	4000290	602,665	0		0	0	0	0	
Investments	4000315	130,024	0		0	0	0	0	
Other	4000370	218,250	0		0	0	0	0	
Total Funding		18,572,158	19,152,009		17,205,141	17,205,141	15,223,024	15,223,024	
Excess Appropriation/(Funding)		(6,952,009)	(5,005,141)		(3,023,024)	(3,023,024)	(1,040,532)	(1,040,532)	
Grand Total		11,620,149	14,146,868		14,182,117	14,182,117	14,182,492	14,182,492	

Expenditure of appropriation is contingent upon available funding.

Analysis of Budget Request

Appropriation: 865 - Non-Tax Revenue Receipts

Funding Sources: NDC - Cash in Treasury

This cash appropriation is funded by proceeds derived from contractual agreement with a telephone service provider for the operation of a coin-less telephone system that was implemented in the 1995-97 Biennium. The program allows inmates to call family or friends collect with a portion of the receipts from such calls paid to the Department of Correction by the telephone company. The appropriation is used for inmate assistance projects, security equipment, long term needs and general operations as approved by the Arkansas Board of Corrections.

The Agency Request provides for current Authorized levels of appropriation totaling \$2,501,200 each year.

The Executive Recommendation provides for the Agency Request.

Appropriation Summary

Appropriation: 865 - Non-Tax Revenue Receipts

Funding Sources: NDC - Cash in Treasury

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	
Operating Expenses	5020002	1,007,093	601,000	601,000	601,000	601,000	601,000	601,000	
Conference & Travel Expenses	5050009	0	0	0	0	0	0	0	
Professional Fees	5060010	2,400	30,000	30,000	30,000	30,000	30,000	30,000	
Construction	5090005	1,030,758	1,870,200	1,870,200	1,870,200	1,870,200	1,870,200	1,870,200	
Data Processing	5090012	0	0	0	0	0	0	0	
Capital Outlay	5120011	0	0	0	0	0	0	0	
Total		2,040,251	2,501,200	2,501,200	2,501,200	2,501,200	2,501,200	2,501,200	
Funding Sources									
Fund Balance	4000005	3,103,705	4,065,591		4,064,391	4,064,391	3,963,191	3,963,191	
Cash Fund	4000045	2,917,382	2,500,000		2,400,000	2,400,000	2,400,000	2,400,000	
Interest	4000300	61,295	0		0	0	0	0	
M & R Sales	4000340	23,389	0		0	0	0	0	
Refunds	4000415	71	0		0	0	0	0	
Total Funding		6,105,842	6,565,591		6,464,391	6,464,391	6,363,191	6,363,191	
Excess Appropriation/(Funding)		(4,065,591)	(4,064,391)		(3,963,191)	(3,963,191)	(3,861,991)	(3,861,991)	
Grand Total		2,040,251	2,501,200		2,501,200	2,501,200	2,501,200	2,501,200	

Expenditure of appropriation is contingent upon available funding.

Analysis of Budget Request

Appropriation: F95 - Paws in Prison

Funding Sources: NDC - Cash in Treasury

This cash appropriation is funded by marketing and distribution proceeds and cash donations. This non-profit program supports the training of rescue dogs by inmates and allows for the dogs to eventually be adopted as pets.

The Agency Request provides for the continuation of current Authorized appropriation levels totaling \$150,000 each fiscal year.

The Executive Recommendation provides for the Agency Request.

Appropriation Summary

Appropriation: F95 - Paws in Prison
Funding Sources: NDC - Cash in Treasury

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
Paws In Prison	5900046	46,685	150,000	150,000	150,000	150,000	150,000	150,000
Total		46,685	150,000	150,000	150,000	150,000	150,000	150,000
Funding Sources								
Fund Balance	4000005	100,471	103,103		53,103	53,103	3,103	3,103
M & R Sales	4000340	46,829	100,000		100,000	100,000	100,000	100,000
Other	4000370	2,488	0		0	0	0	0
Total Funding		149,788	203,103		153,103	153,103	103,103	103,103
Excess Appropriation/(Funding)		(103,103)	(53,103)		(3,103)	(3,103)	46,897	46,897
Grand Total		46,685	150,000		150,000	150,000	150,000	150,000

Expenditure of appropriation is contingent upon available funding.

Analysis of Budget Request

Appropriation: U89 - Medical Monetary Sanctions

Funding Sources: NDC0600 - Cash Treasury

Medical Monetary Sanctions is a cash in treasury appropriation funded from liquidated damages imposed according to ADC/ACC contract for comprehensive inmate/offender health services. Fees are generated when contracted levels of service are not provided. These funds will be used to improve healthcare services for the inmates.

The Agency Request is \$1,500,000 in FY20 and \$1,700,000 in FY21.

The Executive Recommendation provides for the Agency Request.

Appropriation Summary

Appropriation: U89 - Medical Monetary Sanctions

Funding Sources: NDC0600 - Cash Treasury

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
Medical Monetary Sanctions 5900046	149,692	1,500,000	0	1,500,000	1,500,000	1,700,000	1,700,000
Total	149,692	1,500,000	0	1,500,000	1,500,000	1,700,000	1,700,000
Funding Sources							
Fund Balance 4000005	1,465,945	1,546,989		96,989	96,989	0	0
Cash Fund 4000045	230,736	50,000		50,000	50,000	50,000	50,000
Total Funding	1,696,681	1,596,989		146,989	146,989	50,000	50,000
Excess Appropriation/(Funding)	(1,546,989)	(96,989)		1,353,011	1,353,011	1,650,000	1,650,000
Grand Total	149,692	1,500,000		1,500,000	1,500,000	1,700,000	1,700,000

Appropriation was established through a transfer from the Cash Fund Holding Account.
Expenditure of appropriation is contingent upon available funding.