

DEPARTMENT OF FINANCE AND ADMINISTRATION - DFA - REGULATORY DIVISION

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

None

Employment Summary

	Male	Female	Total	%
White Employees	3	5	8	62 %
Black Employees	3	2	5	38 %
Other Racial Minorities	0	0	0	0 %
Total Minorities			5	38 %
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				
Electronic Games of Skill Regulations	23-113-201	N	N	100	The regulations must be kept up to date and widely distributed in order to protect the State, the franchisees and the gaming public from the actions of illegal/illegal actions of those playing games of skill. It also ensures operating games according to the regulations & standards prescribed by law.	0	0.00

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				
Instant Racing Rules	23-113-603; 23-111-101; 23-110-101	N	N	100	The rules and regulations, when amended, must be filed as prescribed by the Arkansas Administrative Procedures Act. The franchises operating the instant racing games must have up to date regulations available for their employees at all times to insure compliance with Commission regulations.	0	0.00
Medication rules and Penalties for Greyhounds	23-110-204	N	N	300	The current publication of medication rules protects the health of the animals competing in the races and the participants who wager on the races. It also protects the industry by preventing the legitimate owners from being cheated by those who would drug animals.	0	0.00
Medication rules and Penalties for Horses	23-110-202	N	N	300	The current publication of medication rules protects the health of the animals competing in the races and the participants who wager on the races. It also protects the industry by preventing the legitimate owners from being cheated by those who would drug animals.	0	0.00
Pari-mutuel Wagering Rules for Greyhound Racing	23-111-101 - 517	N	N	100	The rules and regulations, when amended, must be filed as prescribed by the Arkansas Administrative Procedures Act. In addition, the franchises operating simulcast wagering must have up to date regulations available for their employees at all times to insure compliance with Commission regulations.	0	0.00

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				
Pari-mutuel Wagering Rules for Horse Racing	23-110-101 - 415	N	N	100	The rules and regulations, when amended, must be filed as prescribed by the Arkansas Administrative Procedures Act. In addition, the franchises operating simulcast wagering must have up to date regulations available for their employees at all times to insure compliance with Commission regulations.	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
146 Division of Racing - Operations	1,728,257	14	1,766,972	15	1,891,762	15	1,922,815	15	1,922,815	15	1,924,063	15	1,924,063	15
7WJ License Applications	296,547	0	307,091	0	320,991	0	320,991	0	320,991	0	320,991	0	320,991	0
X49 Racing - Casino Holding	7,895,222	0	25,000,000	0	5,000,000	0	25,000,000	0	25,000,000	0	25,000,000	0	25,000,000	0
Total	9,920,026	14	27,074,063	15	7,212,753	15	27,243,806	15	27,243,806	15	27,245,054	15	27,245,054	15

Funding Sources		%		%		%		%		%		%	
Fund Balance	4000005	806,748	7.3	1,057,325	3.8	905,234	3.2	905,234	3.2	899,243	3.2	899,243	3.2
General Revenue	4000010	1,728,257	15.7	1,751,968	6.3	1,793,553	6.4	1,793,553	6.4	1,794,800	6.4	1,794,800	6.4
Cash Fund	4000045	156,635	1.4	155,000	0.6	315,000	1.1	315,000	1.1	155,000	0.6	155,000	0.6
Performance Fund	4000055	0	0.0	15,004	0.1	0	0.0	0	0.0	0	0.0	0	0.0
Other	4000370	8,285,711	75.5	25,000,000	89.4	25,000,000	89.2	25,000,000	89.2	25,000,000	89.8	25,000,000	89.8
Total Funds		10,977,351	100.0	27,979,297	100.0	28,013,787	100.0	28,013,787	100.0	27,849,043	100.0	27,849,043	100.0
Excess Appropriation/(Funding)		(1,057,325)		(905,234)		(769,981)		(769,981)		(603,989)		(603,989)	
Grand Total		9,920,026		27,074,063		27,243,806		27,243,806		27,245,054		27,245,054	

Variance in Fund Balance is due to unfunded appropriation.

Budget exceeds Authorized Appropriation in X49 - Racing - Casino Holding due to a transfer from the Cash Fund Holding Account.

Analysis of Budget Request

Appropriation: 146 - Division of Racing - Operations

Funding Sources: HUA - Miscellaneous Agencies Fund

The Arkansas Racing Commission is composed of seven members each appointed by the Governor for terms of five years. Each congressional district is represented and members of the commission shall have been a resident of Arkansas for not less than ten years and shall be a qualified voter at the time of his or her appointment.

The Commission has sole jurisdiction over thoroughbred horse and greyhound dog racing. The Commission is authorized to grant franchises, approve racing dates, issue permits and licenses, hold hearings and take other action as necessary to effectively supervise, regulate and control the sport of racing in the State of Arkansas. Act 1151 of 2005, otherwise known as "Electronic Games of Skill" legislation, provided for expanded electronic gaming at the race tracks in the State of Arkansas.

The Racing Commission State Operations appropriation (146) is funded from general revenue.

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

The Agency requests to continue appropriation in the amount of \$1,922,815 for FY22 and \$1,924,063 for FY23 and general revenue in the amount of \$1,793,553 in FY22 and \$1,794,800 in FY23.

The Executive Recommendation provides for the Agency Request and a title change for 1 position.

Appropriation Summary

Appropriation: 146 - Division of Racing - Operations

Funding Sources: HUA - Miscellaneous Agencies Fund

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	663,646	757,285	741,728	772,781	772,781	773,781	773,781
#Positions		14	15	15	15	15	15	15
Extra Help	5010001	411,936	331,414	460,000	460,000	460,000	460,000	460,000
#Extra Help		24	30	30	30	30	30	30
Personal Services Matching	5010003	317,198	364,539	331,620	331,620	331,620	331,868	331,868
Overtime	5010006	7,490	10,000	10,000	10,000	10,000	10,000	10,000
Operating Expenses	5020002	277,421	257,199	290,914	290,914	290,914	290,914	290,914
Conference & Travel Expenses	5050009	566	7,500	7,500	7,500	7,500	7,500	7,500
Professional Fees	5060010	50,000	39,035	50,000	50,000	50,000	50,000	50,000
Data Processing	5090012	0	0	0	0	0	0	0
Capital Outlay	5120011	0	0	0	0	0	0	0
Total		1,728,257	1,766,972	1,891,762	1,922,815	1,922,815	1,924,063	1,924,063
Funding Sources								
General Revenue	4000010	1,728,257	1,751,968		1,793,553	1,793,553	1,794,800	1,794,800
Performance Fund	4000055	0	15,004		0	0	0	0
Total Funding		1,728,257	1,766,972		1,793,553	1,793,553	1,794,800	1,794,800
Excess Appropriation/(Funding)		0	0		129,262	129,262	129,263	129,263
Grand Total		1,728,257	1,766,972		1,922,815	1,922,815	1,924,063	1,924,063

FY21 Budget amount in Regular Salaries exceeds the authorized amount due to salary adjustments during the 2019-2021 Biennium.

Analysis of Budget Request

Appropriation: 7WJ - License Applications

Funding Sources: NRC - DFA Racing - Cash in Treasury

Act 1151 of 2005, otherwise known as "Electronic Games of Skill" legislation, provided for expanded gaming at the race tracks in the State of Arkansas. This cash funded appropriation provides for the application process and background investigations for issuing licenses to individuals and industries in the Electronic Games of Skill areas at Oaklawn & Southland Parks.

Applicants, by regulation, are required to pay a license fee and the costs of the background investigations. License fees are deposited to general revenue. The costs of the background investigations are retained by the Department of Finance and Administration - Division of Racing to pay for the actual costs of the investigations, postage and licensing material and unexpected refunds.

The Racing Commission Cash Operations appropriation provides for the application process and background investigations for issuing licenses to individuals and industries in the Electronic Games of Skill areas at Oaklawn & Southland Parks.

Continuing level of appropriation is the FY2021 Authorized.

The Agency requests to continue appropriation in the amount of \$320,991 each year of the biennium.

The Executive Recommendation provides for the Agency Request.

Appropriation Summary

Appropriation: 7WJ - License Applications
Funding Sources: NRC - DFA Racing - 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
Extra Help	5010001	28,603	65,000	65,000	65,000	65,000	65,000	65,000
#Extra Help		1	1	1	1	1	1	1
Personal Services Matching	5010003	12,885	6,091	14,991	14,991	14,991	14,991	14,991
Operating Expenses	5020002	236,031	231,000	231,000	231,000	231,000	231,000	231,000
Conference & Travel Expenses	5050009	137	5,000	5,000	5,000	5,000	5,000	5,000
Professional Fees	5060010	18,891	0	0	0	0	0	0
Data Processing	5090012	0	0	0	0	0	0	0
Refunds/Reimbursements	5110014	0	0	5,000	5,000	5,000	5,000	5,000
Capital Outlay	5120011	0	0	0	0	0	0	0
Total		296,547	307,091	320,991	320,991	320,991	320,991	320,991
Funding Sources								
Fund Balance	4000005	806,748	666,836		514,745	514,745	508,754	508,754
Cash Fund	4000045	156,635	155,000		315,000	315,000	155,000	155,000
Total Funding		963,383	821,836		829,745	829,745	663,754	663,754
Excess Appropriation/(Funding)		(666,836)	(514,745)		(508,754)	(508,754)	(342,763)	(342,763)
Grand Total		296,547	307,091		320,991	320,991	320,991	320,991

Expenditure of appropriation is contingent upon available funding.

Analysis of Budget Request

Appropriation: X49 - Racing - Casino Holding

Funding Sources: NCR - Racing Cash in Treasury

This appropriation will allow the Racing Commission to meet the requirements of the Arkansas Casino Gaming Amendment which calls for 17.5% of the 20% on any net revenue above the first \$150,000,000 of net casino revenue be deposited to the Arkansas Racing Commission Purse and Awards Fund to be used only for purses for live horse racing at Oaklawn and greyhound racing at Southland.

Continuing level of appropriation is the FY2021 Authorized.

The Agency requests appropriation of \$25,000,000 each year of the biennium.

The Agency Request includes the following:

- Increase of \$20,000,000. This appropriation is used to move 17.5% of Casino Revenue to two commercial bank accounts (60/40 split) owned by Racing Commission (Purse and Awards Fund) where Racing Commission then pays the money to Oaklawn and Southland.

The Executive Recommendation provides for the Agency Request.

Appropriation Summary

Appropriation: X49 - Racing - Casino Holding

Funding Sources: NCR - Racing 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
Refunds/Investments/Transfers 5110020	7,895,222	25,000,000	5,000,000	25,000,000	25,000,000	25,000,000	25,000,000
Total	7,895,222	25,000,000	5,000,000	25,000,000	25,000,000	25,000,000	25,000,000
Funding Sources							
Fund Balance 4000005	0	390,489		390,489	390,489	390,489	390,489
Other 4000370	8,285,711	25,000,000		25,000,000	25,000,000	25,000,000	25,000,000
Total Funding	8,285,711	25,390,489		25,390,489	25,390,489	25,390,489	25,390,489
Excess Appropriation/(Funding)	(390,489)	(390,489)		(390,489)	(390,489)	(390,489)	(390,489)
Grand Total	7,895,222	25,000,000		25,000,000	25,000,000	25,000,000	25,000,000

Budget exceeds Authorized Appropriation in Refunds/Investments/Transfers due to a transfer from the Cash Fund Holding Account.
Expenditure of appropriation is contingent upon available funding.