

DEPARTMENT OF COMMERCE - DIVISION OF WORKFORCE SERVICES

Employment Summary

	Male	Female	Total	%
White Employees	102	203	305	48 %
Black Employees	64	234	298	47 %
Other Racial Minorities	13	13	26	5 %
Total Minorities			324	52 %
Total Employees			629	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				
Comprehensive Annual Program Report to the Arkansas Legislature	A.C.A. § 20-76-106	Y	Y	10	Arkansas Act 817 of 2011 required this comprehensive TANF Program Report, as required by A.C.A. § 20-76-106. This requirement replaced the various legislatively mandate reports and consolidated all of the prior reporting requirements.	0	0.00
Department of Workforce Services Annual Report	A.C.A. § 11-10-306 (e)	Y	N	50	To meet the requirements of A.C.A. § 11-10-306 (e) and to have sufficient copies for interested parties.	0	0.00
Extended Unemployment Benefits to Legislative Council	A.C.A. § 11-10-543	N	Y	10	To meet the requirements of A.C.A. 11-10-543 (j)	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				
TANF Drug Screening Report	A.C.A. § 20-76-704	N	Y	10	To meet the requirements of A.C.A. 20-76-704 (b)	0	0.00
Uses of the Special Fund	A.C.A. § 19-5-984	N	Y	10	To meet the requirments of A.C.A. 19-5-984	0	0.00

ARKANSAS PLANNING BUDGETING & ADMINISTRATIVE SYSTEM
STATE CONTRACTS OVER \$50,000 AWARDED TO MINORITY OWNED BUSINESSES
Fiscal Year 2022
Required by A.C.A. 25-36-104

AGENCY: 0810 DEPARTMENT OF COMMERCE - DIVISION OF WORKFORCE SERVICES

Minority Business	Total Contract Awarded	Minority Type per A.C.A. 15-4-303 (2)					
		African American	Hispanic American	American Indian	Asian American	Pacific Islander American	Disabled Veteran
Best Janitorial	\$70,000	X					
Protech Solutions	\$2,600,000				X		
Quality Security	\$70,000	X					

TOTAL NUMBER OF MINORITY CONTRACTS AWARDED	<u>3</u>
TOTAL EXPENDITURES FOR CONTRACTS AWARDED	<u>\$33,306,767</u>
% OF MINORITY CONTRACTS AWARDED	<u>3.41 %</u>

Department Appropriation Summary

Historical Data

Agency Request and Executive Recommendation

Appropriation	2021-2022		2022-2023		2022-2023		2023-2024				2024-2025			
	Actual	Pos	Budget	Pos	Authorized	Pos	Agency	Pos	Executive	Pos	Agency	Pos	Executive	Pos
2RF Annual Assessments	22,000	0	26,000	0	26,000	0	26,000	0	26,000	0	26,000	0	26,000	0
2SC Excess Unemploy Benefits/Expenses	585,428	0	10,000,000	0	10,000,000	0	10,000,000	0	10,000,000	0	10,000,000	0	10,000,000	0
2SD Operations	74,286,931	754	77,503,571	768	77,039,000	842	84,353,625	907	84,353,625	907	84,986,221	907	84,986,221	907
2SE Workforce Innovation and Opportunity Act	16,408,609	0	40,000,000	0	40,000,000	0	40,000,000	0	40,000,000	0	40,000,000	0	40,000,000	0
2SF UI Trust Fund Loan Interest	4,607	0	3,000,001	0	3,000,001	0	3,000,001	0	3,000,001	0	3,000,001	0	3,000,001	0
35Q DWS Training Trust Fund	3,978	0	3,256,577	0	3,256,577	0	3,256,577	0	3,256,577	0	3,256,577	0	3,256,577	0
35R DWS Unemployment Insurance Fund	54,239	0	6,000,000	0	6,000,000	0	6,000,000	0	6,000,000	0	6,000,000	0	6,000,000	0
4KP TANF-IDA	0	0	141,738	0	141,738	0	141,738	0	141,738	0	141,738	0	141,738	0
4KQ TANF Block Grant Paying/New Hire Registr	14,944,108	41	39,904,680	53	39,948,110	53	43,814,962	54	43,814,962	54	43,853,064	54	43,853,064	54
C27 Unemployment Benefits & Expenses - Cash	282,198	0	8,150,001	0	8,150,001	0	8,150,001	0	8,150,001	0	8,150,001	0	8,150,001	0
C28 Federal Employees Benefit-Cash	31,976,424	0	3,000,000,000	0	3,000,000,000	0	3,000,000,000	0	1,000,000,000	0	3,000,000,000	0	1,000,000,000	0
C29 U I Benefits - Taxable Employers - Cash	70,015,808	0	2,000,000,000	0	2,000,000,000	0	2,000,000,000	0	1,000,000,000	0	2,000,000,000	0	1,000,000,000	0
C30 U I Benefits-Reimb Employers - Cash	414,370	0	20,000,000	0	20,000,000	0	20,000,000	0	20,000,000	0	20,000,000	0	20,000,000	0
C31 Bldg Improvmnt/Land-Reed Act	0	0	1,000,000	0	3,100,000	0	3,100,000	0	1	0	3,100,000	0	1	0
C56 Loans to Local WDBs	76,620	0	1,500,000	0	1,500,000	0	1,500,000	0	1,500,000	0	1,500,000	0	1,500,000	0
N48 DWS Federal Grants	0	0	0	0	4,500,000	0	4,500,000	0	0	0	4,500,000	0	0	0
V97 UI Benefits & Expenses-Cash in Treasury	1,034,575	0	1,148,527	0	7,850,000	0	7,850,000	0	7,850,000	0	7,850,000	0	7,850,000	0
X88 TAA Supportive Services	0	0	100,000	0	100,000	0	100,000	0	100,000	0	100,000	0	100,000	0
X89 RTA/ATAA Payments	0	0	100,000	0	100,000	0	100,000	0	100,000	0	100,000	0	100,000	0
Z01 Adult Education State Operations	1,124,732	13	1,341,292	14	1,211,302	14	1,374,607	15	1,374,607	15	1,385,492	15	1,385,492	15
Z02 Adult Basic Education - State	523,465	8	598,336	7	575,914	7	588,480	7	588,480	7	593,226	7	593,226	7
Z03 Adult Basic Education - Federal	8,699,875	6	11,208,804	7	11,122,117	7	11,179,068	7	11,179,068	7	11,183,966	7	11,183,966	7
Z04 Governor's Commission on Adult Literacy	756,206	0	772,472	0	769,012	0	771,027	0	771,027	0	771,283	0	771,283	0
Z05 Adult Basic & General Education	20,388,473	0	20,177,481	0	20,920,569	0	22,770,569	0	22,770,569	0	22,770,569	0	22,770,569	0
Z06 GED Testing	182,008	0	350,000	0	350,000	0	350,000	0	350,000	0	350,000	0	350,000	0
NOT REQUESTED FOR THE BIENNIUM														
Y96 Rainy Day - UI Modernization	271,197	0	0	0	0	0	0	0	0	0	0	0	0	0
Total	242,055,851	823	5,246,279,480	850	5,259,660,341	924	5,272,926,655	991	2,265,326,656	991	5,273,618,138	991	2,266,018,139	991

Funding Sources		%		%		%		%		%		%	
Fund Balance	4000005	39,371,503	12.0	87,155,621	1.6	86,274,054	1.6	86,274,054	3.7	58,454,990	1.1	58,454,990	2.6
General Revenue	4000010	12,651,441	3.8	12,742,391	0.2	12,849,863	0.2	12,849,863	0.6	12,850,848	0.2	12,850,848	0.6
Federal Revenue	4000020	244,654,190	74.3	5,241,506,166	98.3	5,222,929,437	98.2	2,219,829,438	96.1	5,222,929,437	98.7	2,219,829,438	97.3

Funding Sources		%		%		%		%		%		%	
Stabilization Tax	4000033	31,084,102	9.4	5,000,000	0.1	5,000,000	0.1	5,000,000	0.2	5,000,000	0.1	5,000,000	0.2
Performance Fund	4000055	0	0.0	145,658	0.0	0	0.0	0	0.0	0	0.0	0	0.0
Advance Interest Funds	4000070	5,212	0.0	82,837	0.0	82,837	0.0	82,837	0.0	82,837	0.0	82,837	0.0
Employer Penalties & Interest	4000225	3,032,413	0.9	4,367,939	0.1	26,000	0.0	26,000	0.0	26,000	0.0	26,000	0.0
Inter-agency Fund Transfer	4000316	7,577,719	2.3	(18,447,078)	(0.3)	(14,375,610)	(0.3)	(14,375,610)	(0.6)	(14,019,777)	(0.3)	(14,019,777)	(0.6)
Intra-agency Fund Transfer	4000317	(6,957,986)	(2.1)	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0
M & R Sales	4000340	11,251	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0
Miscellaneous Adjustments	4000345	142,680	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0
Miscellaneous Transfers	4000355	(644)	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0
Other	4000370	1,039,589	0.3	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0
Transfer to DHS-DCO	4000612	(3,399,998)	(1.0)	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0
Unfunded Appropriation	4000715	0	0.0	0	0.0	4,500,000	0.1	0	0.0	4,500,000	0.1	0	0.0
Total Funds		329,211,472	100.0	5,332,553,534	100.0	5,317,286,581	100.0	2,309,686,582	100.0	5,289,824,335	100.0	2,282,224,336	100.0
Excess Appropriation/(Funding)		(87,155,621)		(86,274,054)		(44,359,926)		(44,359,926)		(16,206,197)		(16,206,197)	
Grand Total		242,055,851		5,246,279,480		5,272,926,655		2,265,326,656		5,273,618,138		2,266,018,139	

FY23 Budget exceeds Authorized Appropriation in FC 2SD (Operations), FC Z01 (Adult Education State Operations), FC Z02 (Adult Basic Education- State), FC Z03 (Adult Basic Education - Federal), FC Z04 (Governors Commission on Adult Literacy) due to salary and matching rate adjustments during the 2021-2023 Biennium.

Variance in number of positions in Authorized and Agency Request is due to utilization of the OPM surrender pool.

Variance in Fund Balance is due to unfunded appropriation.

Analysis of Budget Request

Appropriation: 2RF - Annual Assessments

Funding Sources: TZS - Division of Workforce Services Special Fund

The Annual Assessments appropriation pays the annual assessment to maintain voting member rights in the National Association of Workforce Agencies.

This appropriation is funded from the Division of Workforce Services Special Fund, which derives its funding from penalties and interest assessed to Arkansas employers and delinquent tax contributions.

Continuing level of appropriation is the FY2023 Authorized.

The Agency is requesting to continue appropriation in the amount of \$26,000 in each year of the biennium.

The Executive Recommendation provides for the Agency Request.

Appropriation Summary

Appropriation: 2RF - Annual Assessments

Funding Sources: TZS - Division of Workforce Services Special Fund

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
Annual Assessment 5900046	22,000	26,000	26,000	26,000	26,000	26,000	26,000
Total	22,000	26,000	26,000	26,000	26,000	26,000	26,000
Funding Sources							
Employer Penalties & Interest 4000225	22,000	26,000		26,000	26,000	26,000	26,000
Total Funding	22,000	26,000		26,000	26,000	26,000	26,000
Excess Appropriation/(Funding)	0	0		0	0	0	0
Grand Total	22,000	26,000		26,000	26,000	26,000	26,000

Analysis of Budget Request

Appropriation: 2SC - Excess Unemploy Benefits/Expenses

Funding Sources: TZS - Division of Workforce Services Special Fund

The Excess Unemployment Benefits and Expenses appropriation is utilized by the Division of Workforce Services for construction, personal services and matching, maintenance and general operating expenses for the Administration Building and all other agency owned buildings, building land acquisition, rent of buildings, and payment of unemployment benefits and expenses incurred by the division in excess of other funding sources due to reductions in federal funds in accordance to the Division of Workforce Services Law, TANF, AR Workforce Innovation and Opportunity Act, and the Arkansas Works Act of 2016.

This appropriation is funded from the Division of Workforce Services Special Fund, which derives its funding from interest on past due unemployment compensation contributions and overpayment penalties in excess of 15%.

Continuing level of appropriation is the FY2023 Authorized.

The Agency is requesting to continue appropriation in the amount of \$10,000,000 in each year of the biennium.

The Executive Recommendation provides for the Agency Request.

Appropriation Summary

Appropriation: 2SC - Excess Unemploy Benefits/Expenses

Funding Sources: TZS - Division of Workforce Services Special Fund

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	
Construction	5090005	0	0	0	0	0	0	0	
Rent of Buildings	5900022	0	0	0	0	0	0	0	
Payment/Expenses	5900046	585,428	10,000,000	10,000,000	10,000,000	10,000,000	10,000,000	10,000,000	
Total		585,428	10,000,000	10,000,000	10,000,000	10,000,000	10,000,000	10,000,000	
Funding Sources									
Fund Balance	4000005	11,223,864	13,654,043		7,995,982	7,995,982	0	0	
Employer Penalties & Interest	4000225	3,010,413	4,341,939		0	0	0	0	
Miscellaneous Transfers	4000355	(644)	0		0	0	0	0	
Other	4000370	5,838	0		0	0	0	0	
Total Funding		14,239,471	17,995,982		7,995,982	7,995,982	0	0	
Excess Appropriation/(Funding)		(13,654,043)	(7,995,982)		2,004,018	2,004,018	10,000,000	10,000,000	
Grand Total		585,428	10,000,000		10,000,000	10,000,000	10,000,000	10,000,000	

Analysis of Budget Request

Appropriation: 2SD - Operations

Funding Sources: TES - Division of Workforce Services Trust Fund

Act 910 of 2019 transferred the Department of Workforce Services, now known as the Division of Workforce Services, to the Department of Commerce. The Division of Workforce Services supports the state's workforce through means of programs and services such as Temporary Assistance for Needy Families, Unemployment Insurance, and the Worker Training Program.

This appropriation provides for the personal services and operating expenses for the Division.

Funding for this appropriation comes from the Division of Workforce Services Trust Fund derived from revenues authorized by the U.S. Government for support of various programs, any interest accrued on these revenues, and any other funds made available by the Arkansas General Assembly.

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

The Agency is requesting appropriation in the amount of \$84,353,625 in FY24 and \$84,986,221 in FY25.

The Agency Request includes the following changes:

- Restoration of a total of sixty nine (69) positions, fifty-two (52) from growth pool and seventeen (17) from Miscellaneous Federal Grant, which were originally approved by the Arkansas Legislative Council during FY21. This includes Regular Salaries of \$2,950,463 for both years of the biennium and Personal Services Matching of \$1,159,727 in FY24 and \$1,205,267 in FY25. The positions are needed to enable the agency to react quickly with quality services to Arkansas.
- Title changes for two (2) positions.

The Executive Recommendation provides for the Agency Request.

Appropriation Summary

Appropriation: 2SD - Operations

Funding Sources: TES - Division of Workforce Services Trust Fund

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	28,968,370	36,423,681	35,688,350	40,271,765	40,271,765	40,299,365	40,299,365	
#Positions		754	768	842	907	907	907	907	
Extra Help	5010001	1,711,190	3,233,040	3,800,000	3,850,222	3,850,222	3,850,222	3,850,222	
#Extra Help		133	355	358	358	358	358	358	
Personal Services Matching	5010003	12,818,683	13,745,669	13,449,469	16,130,457	16,130,457	16,735,453	16,735,453	
Overtime	5010006	341,016	1,060,000	1,060,000	1,060,000	1,060,000	1,060,000	1,060,000	
Operating Expenses	5020002	24,145,122	19,335,196	19,335,741	19,335,741	19,335,741	19,335,741	19,335,741	
Conference & Travel Expenses	5050009	22,900	705,985	705,440	705,440	705,440	705,440	705,440	
Professional Fees	5060010	6,275,851	3,000,000	3,000,000	3,000,000	3,000,000	3,000,000	3,000,000	
Data Processing	5090012	0	0	0	0	0	0	0	
Promotional Items	5090028	3,799	0	0	0	0	0	0	
Capital Outlay	5120011	0	0	0	0	0	0	0	
Total		74,286,931	77,503,571	77,039,000	84,353,625	84,353,625	84,986,221	84,986,221	
Funding Sources									
Fund Balance	4000005	2,427,116	19,798,137		12,982,760	12,982,760	0	0	
Federal Revenue	4000020	59,100,028	70,688,194		70,688,194	70,688,194	70,688,194	70,688,194	
Inter-agency Fund Transfer	4000316	38,640,017	0		0	0	0	0	
Intra-agency Fund Transfer	4000317	(6,957,986)	0		0	0	0	0	
M & R Sales	4000340	11,251	0		0	0	0	0	
Other	4000370	864,642	0		0	0	0	0	
Total Funding		94,085,068	90,486,331		83,670,954	83,670,954	70,688,194	70,688,194	
Excess Appropriation/(Funding)		(19,798,137)	(12,982,760)		682,671	682,671	14,298,027	14,298,027	
Grand Total		74,286,931	77,503,571		84,353,625	84,353,625	84,986,221	84,986,221	

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. Variance in number of positions in Authorized and Agency Request is due to utilization of the OPM surrender pool.

Analysis of Budget Request

Appropriation: 2SE - Workforce Innovation and Opportunity Act

Funding Sources: FCG - DWS - Federal

The Workforce Innovation and Opportunity Act appropriation provides for payment of federal funds to agencies in the ten (10) Local Workforce Development Areas. These programs provide needed employment and employment preparation services for adults, youth, and dislocated workers.

Funding is 100% federal from the U.S. Department of Labor.

Continuing level of appropriation is the FY2023 Authorized.

The Agency is requesting to continue appropriation in the amount of \$40,000,000 in each year of the biennium.

The Executive Recommendation provides for the Agency Request.

Appropriation Summary

Appropriation: 2SE - Workforce Innovation and Opportunity Act

Funding Sources: FCG - DWS - Federal

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	
Grants and Aid	5100004	16,408,609	40,000,000	40,000,000	40,000,000	40,000,000	40,000,000	40,000,000	
Total		16,408,609	40,000,000	40,000,000	40,000,000	40,000,000	40,000,000	40,000,000	
Funding Sources									
Fund Balance	4000005	0	53		53	53	53	53	
Federal Revenue	4000020	16,384,079	40,000,000		40,000,000	40,000,000	40,000,000	40,000,000	
Other	4000370	24,583	0		0	0	0	0	
Total Funding		16,408,662	40,000,053		40,000,053	40,000,053	40,000,053	40,000,053	
Excess Appropriation/(Funding)		(53)	(53)		(53)	(53)	(53)	(53)	
Grand Total		16,408,609	40,000,000		40,000,000	40,000,000	40,000,000	40,000,000	

Analysis of Budget Request

Appropriation: 2SF - UI Trust Fund Loan Interest

Funding Sources: TZR - Employment Security Advance Interest Trust Fund

The Unemployment Trust Fund Interest/Unemployment Insurance appropriation is utilized to pay interest incurred by the state on advances from the Federal Unemployment Trust Fund, to refund advance interest taxes or interest and penalty payments which were erroneously paid, and to return money to the Unemployment Compensation Fund Clearing Accounting which were incorrectly identified and erroneously transferred.

This appropriation is funded through the Employment Security Advance Interest Trust Fund which consists of advance interest tax and any penalties and interest transferred from the Unemployment Compensation Fund Clearing Account.

Continuing level of appropriation is the FY2023 Authorized.

The Agency is requesting to continue appropriation in the amount of \$3,000,001 in each year of the biennium.

The Executive Recommendation provides for the Agency Request.

Appropriation Summary

Appropriation: 2SF - UI Trust Fund Loan Interest

Funding Sources: TZR - Employment Security Advance Interest Trust Fund

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
Refunds/Investments/Transfers 5110020	4,607	3,000,000	3,000,000	3,000,000	3,000,000	3,000,000	3,000,000
Loan Interest 5900046	0	1	1	1	1	1	1
Total	4,607	3,000,001	3,000,001	3,000,001	3,000,001	3,000,001	3,000,001
Funding Sources							
Fund Balance 4000005	5,004,609	5,005,214		2,088,050	2,088,050	0	0
Advance Interest Funds 4000070	5,212	82,837		82,837	82,837	82,837	82,837
Total Funding	5,009,821	5,088,051		2,170,887	2,170,887	82,837	82,837
Excess Appropriation/(Funding)	(5,005,214)	(2,088,050)		829,114	829,114	2,917,164	2,917,164
Grand Total	4,607	3,000,001		3,000,001	3,000,001	3,000,001	3,000,001

Analysis of Budget Request

Appropriation: 35Q - DWS Training Trust Fund

Funding Sources: TWT - Division of Workforce Services Training Trust Fund

The purpose of the Division of Workforce Services Training Trust Fund Program is to provide innovative training support opportunities for qualified Arkansas employers. The Division transfers (\$2,500,000) annually to the Department of Commerce - Office of Skills Development for these workforce training and skills development programs. This appropriation also provides for any personal services, operating expenses, and other grants for the Worker Training Programs.

Funding comes from the Division of Workforce Services Training Trust Fund derived from proceeds of the stabilization tax, any interest accrued, and any other funds made available by the General Assembly.

Continuing level of appropriation is the FY2023 Authorized.

The Agency is requesting to continue appropriation in the amount of \$3,256,577 in each year of the biennium.

The Executive Recommendation provides for the Agency Request.

Appropriation Summary

Appropriation: 35Q - DWS Training Trust Fund

Funding Sources: TWT - Division of Workforce Services Training Trust Fund

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
Personal Services, Operating Ex 5900046	3,978	3,256,577	3,256,577	3,256,577	3,256,577	3,256,577	3,256,577
Total	3,978	3,256,577	3,256,577	3,256,577	3,256,577	3,256,577	3,256,577
Funding Sources							
Fund Balance 4000005	3,491,719	3,487,741		231,164	231,164	0	0
Stabilization Tax 4000033	2,500,000	2,500,000		2,500,000	2,500,000	2,500,000	2,500,000
Inter-agency Fund Transfer 4000316	(2,500,000)	(2,500,000)		(2,500,000)	(2,500,000)	(2,500,000)	(2,500,000)
Total Funding	3,491,719	3,487,741		231,164	231,164	0	0
Excess Appropriation/(Funding)	(3,487,741)	(231,164)		3,025,413	3,025,413	3,256,577	3,256,577
Grand Total	3,978	3,256,577		3,256,577	3,256,577	3,256,577	3,256,577

Analysis of Budget Request

Appropriation: 35R - DWS Unemployment Insurance Fund

Funding Sources: MUI - Unemployment Insurance Administration Fund

The Division of Workforce Services Unemployment Insurance Administration Fund was established by Ark. Code Ann. § 19-5-1232 to be used for operating expenses of the unemployment insurance program necessary for the proper administration of the Division of Workforce Services Law. This appropriation is used to maintain current programs during federal funding shortfalls to avoid reducing services to the state.

Funding for this appropriation consists of up to \$2,500,000 of the proceeds of the Stabilization Tax from July 1, 2007 through June 30, 2023, any interest accruing on these revenues, and any other funds made available by the General Assembly. If the Division finds that the \$2,500,000 is not sufficient to meet administrative needs, DWS may deposit up to an additional \$3,500,000 in any one fiscal year upon approval by the Chief Fiscal Officer of the State. Act 667 of 2021 allows the Division to transfer an aggregate amount not to exceed \$35,000,000 for the purpose of modernizing IT systems and hardware utilized in the administration of the unemployment insurance program.

Continuing level of appropriation is the FY2023 Authorized.

The Agency is requesting to continue appropriation in the amount of \$6,000,000 in each year of the biennium.

The Executive Recommendation provides for the Agency Request.

Appropriation Summary

Appropriation: 35R - DWS Unemployment Insurance Fund

Funding Sources: MUI - Unemployment Insurance Administration Fund

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
Administration Expenses 5900046	54,239	6,000,000	6,000,000	6,000,000	6,000,000	6,000,000	6,000,000
Total	54,239	6,000,000	6,000,000	6,000,000	6,000,000	6,000,000	6,000,000
Funding Sources							
Fund Balance 4000005	12,328,314	40,858,177		37,358,177	37,358,177	33,858,177	33,858,177
Stabilization Tax 4000033	28,584,102	2,500,000		2,500,000	2,500,000	2,500,000	2,500,000
Total Funding	40,912,416	43,358,177		39,858,177	39,858,177	36,358,177	36,358,177
Excess Appropriation/(Funding)	(40,858,177)	(37,358,177)		(33,858,177)	(33,858,177)	(30,358,177)	(30,358,177)
Grand Total	54,239	6,000,000		6,000,000	6,000,000	6,000,000	6,000,000

Analysis of Budget Request

Appropriation: 4KP - TANF-IDA

Funding Sources: TID - Individual Development Account Trust Fund

The Individual Development Account (IDA) appropriation was created by Act 1217 of 1999 to assist in the Welfare Reform effort by providing low-income families with an opportunity to accumulate assets, facilitate good savings habits, promote home ownership, micro enterprise development, education, saving for retirement, and stabilize and build communities. Program participants must participate in mandatory training and establish a savings goal. For each \$1 contributed by program participants to their IDA savings account, the state matches their deposits by \$3.

Funds are only available once the savings goal has been met or for qualified emergency withdrawals as specified by the Agency. The Division of Workforce Services provides IDA program services by contracting with fiduciary organizations that are non-profit organizations.

Funding comes from the Individual Development Account Trust Fund which consisted federal funding from the Transitional Employment Assistance Program funds (TANF Block Grant). The IDA program has not been funded on the Federal level since FFY2017.

Continuing level of appropriation is the FY2023 Authorized.

The Agency is requesting to continue appropriation in the amount of \$141,738 in each year of biennium.

The Executive Recommendation provides for the Agency Request.

Appropriation Summary

Appropriation: 4KP - TANF-IDA

Funding Sources: TID - Individual Development Account Trust Fund

Historical Data

Agency Request and Executive Recommendation

Commitment Item		Historical Data			Agency Request and Executive Recommendation		Agency Request and Executive Recommendation	
		2021-2022 Actual	2022-2023 Budget	2022-2023 Authorized	2023-2024		2024-2025	
					Agency	Executive	Agency	Executive
Operating Expenses	5020002	0	0	0	0	0	0	0
Conference & Travel Expenses	5050009	0	0	0	0	0	0	0
Professional Fees	5060010	0	141,738	141,738	141,738	141,738	141,738	141,738
Data Processing	5090012	0	0	0	0	0	0	0
Capital Outlay	5120011	0	0	0	0	0	0	0
Total		0	141,738	141,738	141,738	141,738	141,738	141,738
Funding Sources								
Fund Balance	4000005	141,738	141,738		0	0	0	0
Total Funding		141,738	141,738		0	0	0	0
Excess Appropriation/(Funding)		(141,738)	0		141,738	141,738	141,738	141,738
Grand Total		0	141,738		141,738	141,738	141,738	141,738

Analysis of Budget Request

Appropriation: 4KQ - TANF Block Grant Paying/New Hire Registry

Funding Sources: PWS - DWS Paying - TANF

The Arkansas Temporary Assistance for Needy Families (TANF) program is to provide grants to assist needy families with children so that children can be cared for in their own homes; to reduce dependency by promoting job preparation, work, and marriage; to reduce and prevent out-of-wedlock pregnancies; and to encourage the formation and maintenance of two-parent families.

The New Hire Registry appropriation was established to develop and maintain a state directory where employers report newly hired and returning employees to aid in the establishment and enforcement of child support orders. This appropriation provides for personal services, operating expenses, and grant payments for the programs.

Funding for this appropriation is derived from federal TANF Block Grant and general revenue (MWS - Division of Workforce Services Fund).

The TANF/New Hire Registry line item contains twenty-two (22) Authorized Extra Help positions.

Continuing level of appropriation is the FY23 Authorized, with adjustments for salary and matching for positions in this program.

The Agency is requesting appropriation in the amount of \$43,814,962 in FY24 and \$43,853,064 in FY25 and general revenue in the amount of \$3,685,419 for both years of the biennium.

The Agency Request includes restoration of one (1) position that was approved in FY21 by Arkansas Legislative Council including an appropriation increase of \$62,338 in FY2024 and \$62,998 in FY2025 to enable the agency to react quickly with quality services to Arkansas.

The Executive Recommendation provides for the Agency Request.

Appropriation Summary

Appropriation: 4KQ - TANF Block Grant Paying/New Hire Registry

Funding Sources: PWS - DWS Paying - TANF

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
TANF/New Hire Registry 5900046	14,944,108	39,904,680	39,948,110	43,814,962	43,814,962	43,853,064	43,853,064
Total	14,944,108	39,904,680	39,948,110	43,814,962	43,814,962	43,853,064	43,853,064
Funding Sources							
Fund Balance 4000005	918,446	636,519		21,162,898	21,162,898	21,130,312	21,130,312
General Revenue 4000010	3,682,210	3,685,419		3,685,419	3,685,419	3,685,419	3,685,419
Federal Revenue 4000020	58,184,306	87,610,640		66,961,957	66,961,957	66,961,957	66,961,957
Inter-agency Fund Transfer 4000316	(43,314,969)	(30,865,000)		(26,865,000)	(26,865,000)	(26,865,000)	(26,865,000)
Intra-agency Fund Transfer 4000317	(495,158)	0		0	0	0	0
Other 4000370	5,790	0		0	0	0	0
Transfer to DHS-DCO 4000612	(3,399,998)	0		0	0	0	0
Total Funding	15,580,627	61,067,578		64,945,274	64,945,274	64,912,688	64,912,688
Excess Appropriation/(Funding)	(636,519)	(21,162,898)		(21,130,312)	(21,130,312)	(21,059,624)	(21,059,624)
Grand Total	14,944,108	39,904,680		43,814,962	43,814,962	43,853,064	43,853,064

**CARRY FORWARD OF ANY REMAINING FUND BALANCES
FROM FISCAL YEAR 2022 TO FISCAL YEAR 2023**

Agency: Department of Commerce - Division of Workforce Services

Program: TANF Block Grant Paying/New Hire Registry

Act #: 770 of 2021 Section(s) #: 9 & 22

Estimated Carry Forward Amount \$ 0.00 Funding Source: Federal and State General Revenue

Accounting Information:

Business Area: 0810 Funds Center: 4KQ Fund: PWS Functional Area: COMM

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:

The carry forward request is necessary to continue the normal operations of the Agency. Specifically, overall administration of New Hire Registry services. The Carry Forward is critical when an unanticipated increase in services is required.

Actual Funding Carry Forward Amount \$ 213,834.00

Current status of carry forward funding:

The Carry Forward balance of revenues for the New Hire Registry program will be utilized for any unanticipated increase in services

Mike Preston
Secretary

08-12-2022
Date

Analysis of Budget Request

Appropriation: C27 - Unemployment Benefits & Expenses - Cash

Funding Sources: 177 - DWS - Cash in Bank

The Division of Workforce Services Unemployment Benefits & Expenses - Cash appropriation currently provides for the Unemployment Insurance (UI) programs:

- Training Allowances - federal funding is provided to pay allowances to economically disadvantaged, unemployed, and underemployed individuals so that they can attend training to maximize their employment opportunities and enhance self-sufficiency.
- Payments to Participant Contractors - federal funding is provided to reimburse private and nonprofit employers for costs incurred to train individuals who are economically disadvantaged, unemployed, and underemployed.
- UI Advance Repayment - to repay loans taken by the State from the federal Unemployment Insurance Trust Fund during times of high unemployment.
- Disaster Relief Payments - federal funding is provided to pay unemployment benefits to individuals who have become unemployed as a direct result of a Presidentially declared major disaster.

This appropriation is funded by federal dollars deposited into a cash account.

Continuing level of appropriation is the FY2023 Authorized.

The Agency is requesting appropriation in the amount of \$8,150,001 in each year of the biennium.

The Executive Recommendation provides for the Agency Request.

Appropriation Summary

Appropriation: C27 - Unemployment Benefits & Expenses - Cash

Funding Sources: 177 - DWS - Cash in Bank

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
Grants and Aid	5100004	91,042	4,000,000	4,000,000	4,000,000	4,000,000	4,000,000	4,000,000
Training Allowances	5900046	191,156	4,000,000	4,000,000	4,000,000	4,000,000	4,000,000	4,000,000
Payments to Part Contractors	5900047	0	150,000	150,000	150,000	150,000	150,000	150,000
UI Advance Repayment	5900048	0	1	1	1	1	1	1
Total		282,198	8,150,001	8,150,001	8,150,001	8,150,001	8,150,001	8,150,001
Funding Sources								
Federal Revenue	4000020	282,198	8,150,001		8,150,001	8,150,001	8,150,001	8,150,001
Total Funding		282,198	8,150,001		8,150,001	8,150,001	8,150,001	8,150,001
Excess Appropriation/(Funding)		0	0		0	0	0	0
Grand Total		282,198	8,150,001		8,150,001	8,150,001	8,150,001	8,150,001

Expenditure of appropriation is contingent upon available funding.

Analysis of Budget Request

Appropriation: C28 - Federal Employees Benefit-Cash

Funding Sources: 177 - DWS - Cash in Bank

The Federal Employees Benefit Payments allows for payments for unemployment insurance benefits to unemployed federal civilian employees, ex-servicemen, and public service employees. This appropriation also provides for the payments of extended unemployment insurance benefits.

This appropriation is funded by federal dollars deposited into a cash account.

Continuing level of appropriation is the FY2023 Authorized.

The Agency is requesting to continue appropriation in the amount of \$3,000,000,000 in each year of the biennium.

The Executive Recommendation provides for appropriation in the amount of \$1,000,000,000 in each year of the biennium.

Appropriation Summary

Appropriation: C28 - Federal Employees Benefit-Cash

Funding Sources: 177 - DWS - Cash in Bank

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
Benefits-Non Employee 5100023	31,976,424	3,000,000,000	3,000,000,000	3,000,000,000	1,000,000,000	3,000,000,000	1,000,000,000
Total	31,976,424	3,000,000,000	3,000,000,000	3,000,000,000	1,000,000,000	3,000,000,000	1,000,000,000

Funding Sources							
Federal Revenue 4000020	31,976,424	3,000,000,000		3,000,000,000	1,000,000,000	3,000,000,000	1,000,000,000
Total Funding	31,976,424	3,000,000,000		3,000,000,000	1,000,000,000	3,000,000,000	1,000,000,000
Excess Appropriation/(Funding)	0	0		0	0	0	0
Grand Total	31,976,424	3,000,000,000		3,000,000,000	1,000,000,000	3,000,000,000	1,000,000,000

Expenditure of appropriation is contingent upon available funding.

Analysis of Budget Request

Appropriation: C29 - U I Benefits - Taxable Employers - Cash

Funding Sources: 177 - DWS - Cash in Bank

The Unemployment Insurance (UI) Benefits - Taxable Employers appropriation allows for payment of Unemployment Insurance benefits to unemployed individuals. Qualifying individuals receive payments based on wages paid by Arkansas employers. The employer must be a for-profit organization and pay contributions to the Unemployment Compensation Fund.

This appropriation is funded by federal dollars deposited into a cash account.

Continuing level of appropriation is the FY2023 Authorized.

The Agency is requesting to continue appropriation in the amount of \$2,000,000,000 in each year of the biennium.

The Executive Recommendation provides for appropriation in the amount of \$1,000,000,000 in each year of the biennium.

Appropriation Summary

Appropriation: C29 - U I Benefits - Taxable Employers - Cash

Funding Sources: 177 - DWS - Cash in Bank

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
Benefits-Non Employee	5100023	70,015,808	2,000,000,000	2,000,000,000	2,000,000,000	1,000,000,000	2,000,000,000	1,000,000,000
Total		70,015,808	2,000,000,000	2,000,000,000	2,000,000,000	1,000,000,000	2,000,000,000	1,000,000,000

Funding Sources								
Federal Revenue	4000020	70,015,808	2,000,000,000		2,000,000,000	1,000,000,000	2,000,000,000	1,000,000,000
Total Funding		70,015,808	2,000,000,000		2,000,000,000	1,000,000,000	2,000,000,000	1,000,000,000
Excess Appropriation/(Funding)		0	0		0	0	0	0
Grand Total		70,015,808	2,000,000,000		2,000,000,000	1,000,000,000	2,000,000,000	1,000,000,000

Expenditure of appropriation is contingent upon available funding.

Analysis of Budget Request

Appropriation: C30 - U I Benefits-Reimb Employers - Cash

Funding Sources: 177 - DWS - Cash in Bank

The Unemployment Insurance (UI) Benefits - Reimbursable Employers appropriation allows for payments for Unemployment Insurance benefits to unemployed individuals. The individuals receive payments based on wages paid by any Arkansas non-profit organization or government employing unit which elects to reimburse the Unemployment Compensation Fund rather than pay contributions.

This appropriation is funded by federal dollars deposited into a cash account.

Continuing level of appropriation is the FY2023 Authorized.

The Agency is requesting to continue appropriation in the amount of \$20,000,000 in each year of the biennium.

The Executive Recommendation provides for the Agency Request.

Appropriation Summary

Appropriation: C30 - U I Benefits-Reimb Employers - Cash

Funding Sources: 177 - DWS - Cash in Bank

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
Benefits-Non Employee 5100023	414,370	20,000,000	20,000,000	20,000,000	20,000,000	20,000,000	20,000,000
Total	414,370	20,000,000	20,000,000	20,000,000	20,000,000	20,000,000	20,000,000

Funding Sources							
Federal Revenue 4000020	414,370	20,000,000		20,000,000	20,000,000	20,000,000	20,000,000
Total Funding	414,370	20,000,000		20,000,000	20,000,000	20,000,000	20,000,000
Excess Appropriation/(Funding)	0	0		0	0	0	0
Grand Total	414,370	20,000,000		20,000,000	20,000,000	20,000,000	20,000,000

Expenditure of appropriation is contingent upon available funding.

Analysis of Budget Request

Appropriation: C31 - Bldg Improvmnt/Land–Reed Act

Funding Sources: 167 - DWS - Cash in Bank - Reed Act

A provision of Title IX of the Social Security Act makes excess funds collected under the Federal Unemployment Tax Act (FUTA) available for administration of the Employment Security Program. These funds are often referred to as "Reed Act" Funds. Reed Act funds become a part of a State's unemployment fund as defined in Section 3306(f) of the Federal Unemployment Tax Act as of the date they are transferred to the account of the State in the Unemployment Trust Fund. The funds must retain legal status as part of the State's unemployment fund until expended for the payment benefits or expenses of Employment Security Administration. Reed Act funds may be withdrawn from the State Unemployment Fund and deposited in another State account for use for Employment Security Administration only pending payment of obligations which have become due or the maturity of which is imminent. Since any amount withdrawn remains legally part of the State's Unemployment Fund until expended, it must be accounted for as part of the State's Unemployment Fund. The appropriation authorizing the use of Reed Act Funds must be specific and must:

1. Limit the use of funds appropriated exclusively for Employment Security purposes; and
2. Must specify the purpose of the funds being appropriated.

This appropriation is funded by Reed Act Funds for the purpose of construction and improvement of buildings, rent/lease costs, acquisition of data processing equipment and/or land, and for the payment of salaries and related benefits of local office staff.

Continuing level of appropriation is the FY2023 Authorized.

The Agency is requesting appropriation in the amount of \$3,100,000 in each year of the biennium.

The Executive Recommendation provides for reducing the appropriation to \$1 in each year of the biennium.

Appropriation Summary

Appropriation: C31 - Bldg Improvmnt/Land-Reed Act

Funding Sources: 167 - DWS - Cash in Bank - Reed Act

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
Reed Act Funds 5900046	0	1,000,000	3,100,000	3,100,000	1	3,100,000	1
Total	0	1,000,000	3,100,000	3,100,000	1	3,100,000	1
Funding Sources							
Federal Revenue 4000020	0	1,000,000		3,100,000	1	3,100,000	1
Total Funding	0	1,000,000		3,100,000	1	3,100,000	1
Excess Appropriation/(Funding)	0	0		0	0	0	0
Grand Total	0	1,000,000		3,100,000	1	3,100,000	1

Expenditure of appropriation is contingent upon available funding.

Analysis of Budget Request

Appropriation: C56 - Loans to Local WDBs

Funding Sources: 177 - DWS - Cash in Bank

Local Workforce Development Boards (WDBs) request funding for payroll and other operating expenses from Department of Commerce - Division of Workforce Services (DWS) as needed. Upon receiving the request, DWS orders funds from the US Department of Labor (DOL). These funds are then deposited into the state treasury overnight and an Automated Clearing House transaction is processed to send the funds overnight the following night to the WDB. The entire process normally takes three days. The timing of the requests is controlled to comply with the federal Cash Management Improvement Act (Public Law 101-453).

Continuing level of appropriation is the FY2023 Authorized.

The Agency is requesting to continue appropriation in the amount of \$1,500,000 in each year of the biennium.

The Executive Recommendation provides for the Agency Request.

Appropriation Summary

Appropriation: C56 - Loans to Local WDBs

Funding Sources: 177 - DWS - Cash in Bank

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
Loans 5120029	76,620	1,500,000	1,500,000	1,500,000	1,500,000	1,500,000	1,500,000
Total	76,620	1,500,000	1,500,000	1,500,000	1,500,000	1,500,000	1,500,000

Funding Sources							
Federal Revenue 4000020	76,620	1,500,000		1,500,000	1,500,000	1,500,000	1,500,000
Total Funding	76,620	1,500,000		1,500,000	1,500,000	1,500,000	1,500,000
Excess Appropriation/(Funding)	0	0		0	0	0	0
Grand Total	76,620	1,500,000		1,500,000	1,500,000	1,500,000	1,500,000

Expenditure of appropriation is contingent upon available funding.

Analysis of Budget Request

Appropriation: N48 - DWS Federal Grants

Funding Sources: FWS - DWS - Federal

The purpose of the Workforce Development Grant is for it to be used as future unanticipated federal workforce development grants become available. Up until recently, ADWS expensed the Promise Grant and American Incentive Grants from this appropriation. ADWS will continue to apply for discretionary grants as the U.S. Department of Labor releases them.

Continuing level of appropriation is the FY2023 Authorized.

The Agency is requesting to continue appropriation in the amount of \$4,500,000 in each year of the biennium.

The Executive Recommendation is to discontinue the appropriation.

Appropriation Summary

Appropriation: N48 - DWS Federal Grants

Funding Sources: FWS - DWS - Federal

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
Workforce Development Grant 5900046	0	0	4,500,000	4,500,000	0	4,500,000	0
Total	0	0	4,500,000	4,500,000	0	4,500,000	0
Funding Sources							
Unfunded Appropriation 4000715	0	0		4,500,000	0	4,500,000	0
Total Funding	0	0		4,500,000	0	4,500,000	0
Excess Appropriation/(Funding)	0	0		0	0	0	0
Grand Total	0	0		4,500,000	0	4,500,000	0

Analysis of Budget Request

Appropriation: V97 - UI Benefits & Expenses-Cash in Treasury

Funding Sources: NWS - DWS - Cash in Treasury

This appropriation provides for payments for Unemployment Insurance (UI) Benefits & Expenses and payments to Trade Adjustment Assistance (TAA) vendors and is funded by federal dollars from the U.S. Department of Labor to reimburse private and nonprofit employers for costs incurred to train individuals who are economically disadvantaged, unemployed and underemployed.

Continuing level of appropriation is the FY2023 Authorized.

The Agency is requesting appropriation in the amount of \$7,850,000 in each year of the biennium and changing the appropriation title to "TAA Program Payments" for each year of the biennium to better reflect the function of the fund.

The Executive Recommendation provides for the Agency Request.

Appropriation Summary

Appropriation: V97 - UI Benefits & Expenses-Cash in Treasury

Funding Sources: NWS - DWS - 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
TAA Vendor Payments	5900047	1,034,575	1,148,527	7,850,000	7,850,000	7,850,000	7,850,000	7,850,000
Total		1,034,575	1,148,527	7,850,000	7,850,000	7,850,000	7,850,000	7,850,000
Funding Sources								
Fund Balance	4000005	11,342	14,353		14,353	14,353	0	0
Federal Revenue	4000020	1,037,586	1,148,527		1,148,527	1,148,527	1,148,527	1,148,527
Total Funding		1,048,928	1,162,880		1,162,880	1,162,880	1,148,527	1,148,527
Excess Appropriation/(Funding)		(14,353)	(14,353)		6,687,120	6,687,120	6,701,473	6,701,473
Grand Total		1,034,575	1,148,527		7,850,000	7,850,000	7,850,000	7,850,000

Expenditure of appropriation is contingent upon available funding.

Analysis of Budget Request

Appropriation: X88 - TAA Supportive Services

Funding Sources: NWS - DWS - Cash in Treasury

This appropriation was established through the authority of Cash Fund Holding and was originally approved by Arkansas Legislative Council in June 2019. The U.S. Department of Labor requires two payment methods to recipients of the Trade Adjustment Assistance (TAA) reimbursements for certain allowable supportive services. Recipients may receive funds via electronic funds transfer or an alternative method of payment.

This appropriation provides for the alternative method of payment for the TAA reimbursements. Funding is 100% federal.

Continuing level of appropriation is the FY2023 Authorized.

The Agency is requesting appropriation in the amount of \$100,000 in each year of the biennium.

The Executive Recommendation provides for the Agency Request.

Appropriation Summary

Appropriation: X88 - TAA Supportive Services

Funding Sources: NWS - DWS - 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
Benefits-Non Employee 5100023	0	100,000	100,000	100,000	100,000	100,000	100,000
Total	0	100,000	100,000	100,000	100,000	100,000	100,000
Funding Sources							
Federal Revenue 4000020	0	100,000		100,000	100,000	100,000	100,000
Total Funding	0	100,000		100,000	100,000	100,000	100,000
Excess Appropriation/(Funding)	0	0		0	0	0	0
Grand Total	0	100,000		100,000	100,000	100,000	100,000

Expenditure of appropriation is contingent upon available funding.

Analysis of Budget Request

Appropriation: X89 - RTA/ATAA Payments

Funding Sources: NWS - DWS - Cash in Treasury

This appropriation was established through the authority of Cash Fund Holding and was originally approved by Arkansas Legislative Council in June 2019. The U.S. Department of Labor requires two payment methods to recipients of the Alternative Trade Adjustment Assistance (ATAA) and Reemployment Trade Adjustment Assistance (RTAA) reimbursements for certain allowable supportive services. Recipients may receive funds via electronic funds transfer or an alternative method of payment.

This appropriation provides for the alternative method of payment for the ATAA and RTAA reimbursements. Funding is 100% federal.

Continuing level of appropriation is the FY2023 Authorized.

The Agency is requesting appropriation in the amount of \$100,000 in each year of the biennium.

The Executive Recommendation provides for the Agency Request.

Appropriation Summary

Appropriation: X89 - RTA/ATAA Payments

Funding Sources: NWS - DWS - 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
Benefits-Non Employee 5100023	0	100,000	100,000	100,000	100,000	100,000	100,000
Total	0	100,000	100,000	100,000	100,000	100,000	100,000
Funding Sources							
Federal Revenue 4000020	0	100,000		100,000	100,000	100,000	100,000
Total Funding	0	100,000		100,000	100,000	100,000	100,000
Excess Appropriation/(Funding)	0	0		0	0	0	0
Grand Total	0	100,000		100,000	100,000	100,000	100,000

Expenditure of appropriation is contingent upon available funding.

Analysis of Budget Request

Appropriation: Z01 - Adult Education State Operations

Funding Sources: MWS - Division of Workforce Services Fund

Act 910 of 2019 transferred the Adult Education Section from the Department of Education - Division of Career and Technical Education to the Department of Commerce - Division of Workforce Services. This appropriation provides for the administration, personal services, and operating expenses of the Adult Education program.

Funding for the program comes from general revenue (MWS - Division of Workforce Services Fund).

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

The Agency is requesting appropriation in the amount of \$1,374,607 in FY24 and \$1,385,492 in FY25 and general revenue in the amount of \$1,025,268 in FY24 and \$1,026,253 in FY25.

The Executive Recommendation provides for the Agency Request.

Appropriation Summary

Appropriation: Z01 - Adult Education State Operations
Funding Sources: MWS - Division of Workforce Services Fund

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	728,872	854,628	751,731	863,211	863,211	864,011	864,011
#Positions		13	14	14	15	15	15	15
Extra Help	5010001	2,600	0	7,000	7,000	7,000	7,000	7,000
#Extra Help		1	53	53	53	53	53	53
Personal Services Matching	5010003	249,639	286,164	252,071	303,896	303,896	313,981	313,981
Operating Expenses	5020002	143,596	190,000	190,000	190,000	190,000	190,000	190,000
Conference & Travel Expenses	5050009	25	10,500	10,500	10,500	10,500	10,500	10,500
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		1,124,732	1,341,292	1,211,302	1,374,607	1,374,607	1,385,492	1,385,492

Funding Sources								
Fund Balance	4000005	326,674	427,296		565,723	565,723	647,020	647,020
General Revenue	4000010	918,273	918,996		1,025,268	1,025,268	1,026,253	1,026,253
Performance Fund	4000055	0	145,658		0	0	0	0
Inter-agency Fund Transfer	4000316	305,401	415,065		430,636	430,636	449,861	449,861
Miscellaneous Adjustments	4000345	625	0		0	0	0	0
Other	4000370	1,055	0		0	0	0	0
Total Funding		1,552,028	1,907,015		2,021,627	2,021,627	2,123,134	2,123,134
Excess Appropriation/(Funding)		(427,296)	(565,723)		(647,020)	(647,020)	(737,642)	(737,642)
Grand Total		1,124,732	1,341,292		1,374,607	1,374,607	1,385,492	1,385,492

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. Funding is transferred from the Department of Education - Division of Career and Technical Education - Educational Excellence Trust Fund. Variance in number of positions in Authorized and Agency Request is due to single salary section in appropriation act.

Analysis of Budget Request

Appropriation: Z02 - Adult Basic Education - State

Funding Sources: MWS - Division of Workforce Services Fund

This appropriation provides for Adult Basic Education programs. These programs are generally found in adult education centers, community colleges, post-secondary vocational institutions, and area high schools. This appropriation provides the state match requirement for the Adult Basic Education - Federal appropriation (FC Z03).

Funding is from the Educational Excellence Trust Fund transferred from the Department of Education - Division of Career and Technical Education.

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

The Agency is requesting appropriation in the amount of \$588,480 in FY24 and \$593,226 in FY25.

The Executive Recommendation provides for the Agency Request.

Appropriation Summary

Appropriation: Z02 - Adult Basic Education - State
Funding Sources: MWS - Division of Workforce Services Fund

Historical Data

Agency Request and Executive Recommendation

Commitment Item		Historical Data			Agency Request and Executive Recommendation		Agency Request and Executive Recommendation	
		2021-2022 Actual	2022-2023 Budget	2022-2023 Authorized	2023-2024		2024-2025	
					Agency	Executive	Agency	Executive
Regular Salaries	5010000	388,382	429,346	415,334	417,636	417,636	417,636	417,636
#Positions		8	7	7	7	7	7	7
Personal Services Matching	5010003	130,955	144,483	136,073	146,337	146,337	151,083	151,083
Operating Expenses	5020002	4,128	24,507	24,507	24,507	24,507	24,507	24,507
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		523,465	598,336	575,914	588,480	588,480	593,226	593,226
Funding Sources								
Inter-agency Fund Transfer	4000316	523,465	598,336		586,626	586,626	586,626	586,626
Total Funding		523,465	598,336		586,626	586,626	586,626	586,626
Excess Appropriation/(Funding)		0	0		1,854	1,854	6,600	6,600
Grand Total		523,465	598,336		588,480	588,480	593,226	593,226

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. Funding is transferred from the Department of Education - Division of Career and Technical Education - Educational Excellence Trust Fund.

Analysis of Budget Request

Appropriation: Z03 - Adult Basic Education - Federal

Funding Sources: FEA - DWS - Adult Education - Federal

This appropriation provides for the Adult Basic Education programs funded by federal dollars. The U.S. Department of Education provides funding and requires a 25% state match. The match requirement is provided by the Adult Basic Education appropriation (FC Z02) and Adult Basic & General Education (FC Z05).

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

The Agency is requesting appropriation in the amount of \$11,179,068 in FY24 and \$11,183,966 in FY25.

The Executive Recommendation provides for the Agency Request.

Appropriation Summary

Appropriation: Z03 - Adult Basic Education - Federal
Funding Sources: FEA - DWS - Adult Education - Federal

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	357,248	488,169	423,812	460,123	460,123	460,123	460,123	
#Positions		6	7	7	7	7	7	7	
Personal Services Matching	5010003	125,368	159,526	137,196	157,836	157,836	162,734	162,734	
Operating Expenses	5020002	543	132,467	132,467	132,467	132,467	132,467	132,467	
Conference & Travel Expenses	5050009	5,594	50,200	50,200	50,200	50,200	50,200	50,200	
Professional Fees	5060010	0	9,000	9,000	9,000	9,000	9,000	9,000	
Data Processing	5090012	0	0	0	0	0	0	0	
Grants and Aid	5100004	8,211,122	10,369,442	10,369,442	10,369,442	10,369,442	10,369,442	10,369,442	
Capital Outlay	5120011	0	0	0	0	0	0	0	
Total		8,699,875	11,208,804	11,122,117	11,179,068	11,179,068	11,183,966	11,183,966	
Funding Sources									
Fund Balance	4000005	1,676,061	2,020,113		2,020,113	2,020,113	2,021,803	2,021,803	
Federal Revenue	4000020	7,182,771	11,208,804		11,180,758	11,180,758	11,180,758	11,180,758	
Inter-agency Fund Transfer	4000316	1,260,842	0		0	0	0	0	
Intra-agency Fund Transfer	4000317	495,158	0		0	0	0	0	
Other	4000370	105,156	0		0	0	0	0	
Total Funding		10,719,988	13,228,917		13,200,871	13,200,871	13,202,561	13,202,561	
Excess Appropriation/(Funding)		(2,020,113)	(2,020,113)		(2,021,803)	(2,021,803)	(2,018,595)	(2,018,595)	
Grand Total		8,699,875	11,208,804		11,179,068	11,179,068	11,183,966	11,183,966	

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.

Analysis of Budget Request

Appropriation: Z04 - Governor's Commission on Adult Literacy

Funding Sources: JWE - Public School Fund

Grants from the Governor's Commission on Adult Literacy are awarded to literacy councils in the State of Arkansas. This program is funded by Public School Fund transferred from the Department of Education - Division of Career and Technical Education.

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

The Agency is requesting appropriation in the amount of \$771,027 in FY24 and \$771,283 in FY25 and general revenue in the amount of \$771,027 in FY24 and \$771,283 in FY25.

The Executive Recommendation provides for the Agency Request.

Appropriation Summary

Appropriation: Z04 - Governor's Commission on Adult Literacy

Funding Sources: JWE - Public School Fund

Historical Data

Agency Request and Executive Recommendation

Commitment Item		Historical Data			2023-2024		2024-2025	
		2021-2022 Actual	2022-2023 Budget	2022-2023 Authorized	Agency	Executive	Agency	Executive
Regular Salaries	5010000	25,005	29,884	27,191	28,445	28,445	28,445	28,445
#Positions		0	0	0	0	0	0	0
Personal Services Matching	5010003	8,154	9,341	8,574	9,335	9,335	9,591	9,591
Operating Expenses	5020002	51,412	52,242	52,242	52,242	52,242	52,242	52,242
Conference & Travel Expenses	5050009	385	6,005	6,005	6,005	6,005	6,005	6,005
Professional Fees	5060010	0	0	0	0	0	0	0
Data Processing	5090012	0	0	0	0	0	0	0
Grants and Aid	5100004	671,250	675,000	675,000	675,000	675,000	675,000	675,000
Capital Outlay	5120011	0	0	0	0	0	0	0
Total		756,206	772,472	769,012	771,027	771,027	771,283	771,283
Funding Sources								
General Revenue	4000010	0	772,472		771,027	771,027	771,283	771,283
Inter-agency Fund Transfer	4000316	756,206	0		0	0	0	0
Total Funding		756,206	772,472		771,027	771,027	771,283	771,283
Excess Appropriation/(Funding)		0	0		0	0	0	0
Grand Total		756,206	772,472		771,027	771,027	771,283	771,283

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. Funding is transferred from the Department of Education - Division of Career and Technical Education - Public School Fund Account.

Analysis of Budget Request

Appropriation: Z05 - Adult Basic & General Education

Funding Sources: JWE - Public School Fund

The Adult Basic and General Education program provides grants for educating those adults with less than a high school equivalency and for retraining those already in the workforce. Adult education serves learners through adult basic education classes designed for adults functioning up to the 8th grade level. General adult education classes prepare adults who score at the 9th to 12th grade levels.

Funding is provided from the Public School Fund and Education Excellence Trust Fund transferred from the Department of Education - Division of Career and Technical Education.

Continuing level of appropriation is the FY2023 Authorized.

The Agency is requesting appropriation in the amount of \$22,770,569 in each year of the biennium and general revenue in the amount of \$7,368,149 in FY24 and \$7,367,893 in FY25.

The Agency Request includes an increase of \$1,850,000 in appropriation to provide additional programs at Adult Education Centers.

The Executive Recommendation provides for the Agency Request.

Appropriation Summary

Appropriation: Z05 - Adult Basic & General Education

Funding Sources: JWE - Public School Fund

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
Grants and Aid	5100004	20,388,473	20,177,481	20,920,569	22,770,569	22,770,569	22,770,569	22,770,569
Total		20,388,473	20,177,481	20,920,569	22,770,569	22,770,569	22,770,569	22,770,569

Funding Sources								
Fund Balance	4000005	762,112	314,612		1,057,156	1,057,156	0	0
General Revenue	4000010	8,050,958	7,365,504		7,368,149	7,368,149	7,367,893	7,367,893
Inter-agency Fund Transfer	4000316	11,724,749	13,554,521		13,622,128	13,622,128	13,958,736	13,958,736
Miscellaneous Adjustments	4000345	142,055	0		0	0	0	0
Other	4000370	23,211	0		0	0	0	0
Total Funding		20,703,085	21,234,637		22,047,433	22,047,433	21,326,629	21,326,629
Excess Appropriation/(Funding)		(314,612)	(1,057,156)		723,136	723,136	1,443,940	1,443,940
Grand Total		20,388,473	20,177,481		22,770,569	22,770,569	22,770,569	22,770,569

Funding is transferred from the Department of Education - Division of Career and Technical Education - Educational Excellence Trust Fund.

Analysis of Budget Request

Appropriation: Z06 - GED Testing

Funding Sources: JWE - Public School Fund

In January 2014, the GED® Testing Service introduced a new computer-based test eliminating the paper-and-pencil test. The new test is more expensive to administer and the increased costs will be passed on to test-takers, unless funding is provided. Currently, the test costs \$120, where test-takers pay \$16 out of pocket. This program helps defer the increased practice test and test costs for test-takers.

Funding is from the Educational Excellence Trust Fund transferred from the Department of Education - Division of Career and Technical Education.

Continuing level of appropriation is the FY2023 Authorized.

The Agency is requesting appropriation in the amount of \$350,000 in each year of the biennium.

The Executive Recommendation provides for the Agency Request.

Appropriation Summary

Appropriation: Z06 - GED Testing

Funding Sources: JWE - Public School Fund

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
GED Test Costs 5900046	182,008	350,000	350,000	350,000	350,000	350,000	350,000
Total	182,008	350,000	350,000	350,000	350,000	350,000	350,000
Funding Sources							
Inter-agency Fund Transfer 4000316	182,008	350,000		350,000	350,000	350,000	350,000
Total Funding	182,008	350,000		350,000	350,000	350,000	350,000
Excess Appropriation/(Funding)	0	0		0	0	0	0
Grand Total	182,008	350,000		350,000	350,000	350,000	350,000

Funding is transferred from the Department of Education - Division of Career and Technical Education - Educational Excellence Trust Fund.

Appropriation Summary

Appropriation: Y96 - Rainy Day - UI Modernization

Funding Sources: NWS - Rainy Day UI Mod

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
Professional Fees	5060010	271,197	0	0	0	0	0	0
Total		271,197	0	0	0	0	0	0
Funding Sources								
Fund Balance	4000005	1,059,508	797,625		797,625	797,625	797,625	797,625
Other	4000370	9,314	0		0	0	0	0
Total Funding		1,068,822	797,625		797,625	797,625	797,625	797,625
Excess Appropriation/(Funding)		(797,625)	(797,625)		(797,625)	(797,625)	(797,625)	(797,625)
Grand Total		271,197	0		0	0	0	0

APPROPRIATION NOT REQUESTED FOR THE 2023-2025 BIENNIUM.