

State Contracts Over \$50,000 Awarded To Minority Owned Businesses Fiscal Year 2019

None

Department Appropriation Summary

		Historical Data						Agency Request and Recommendations					
Appropriation		2018-2019		2019-2020		2019-2020		2020-2021					
		Actual	Pos	Budget	Pos	Authorized	Pos	Legislative Recommendation	Pos	Agency Request	Pos	Executive Recommendation	Pos
320	Child Care Development-Discretionary	34,355,414	0	33,445,681	0	33,445,681	0	33,445,681	0	33,445,681	0	33,445,681	0
890	Food Program	59,766,541	0	69,928,839	0	69,658,273	0	71,005,273	0	71,005,273	0	71,005,273	0
896	Division of Child Care/Early Childhood	17,430,272	177	24,879,030	191	24,910,293	198	24,916,341	198	22,820,823	188	22,820,823	188
898	Child Care Grant/Aids	37,516,999	0	36,496,252	0	39,306,047	0	39,306,047	0	39,306,047	0	39,306,047	0
898	Save The Children	0	0	0	0	2,000,000	0	2,000,000	0	2,000,000	0	2,000,000	0
929	Child Care-Treasury Paying	0	0	29,424	0	36,786	0	36,786	0	36,786	0	36,786	0
930	Cty-Commodity Distrib & Salvage Container	0	0	139,676	0	139,676	0	139,676	0	139,676	0	139,676	0
Total		149,069,226	177	164,918,902	191	169,496,756	198	170,849,804	198	168,754,286	188	168,754,286	188

Funding Sources			%		%		%		%		%
General Revenue	4000010	7,063,241	4.7	9,193,653	5.6	9,193,949	5.4	9,193,949	5.5	9,193,949	5.5
Federal Revenue	4000020	139,367,653	93.5	152,362,584	92.4	156,057,489	92.4	156,057,489	93.6	156,057,489	93.6
Special Revenue	4000030	0	0.0	192,262	0.1	242,262	0.1	242,262	0.1	242,262	0.1
Cash Fund	4000045	0	0.0	169,100	0.1	176,462	0.1	176,462	0.1	176,462	0.1
Performance Fund	4000055	0	0.0	64,358	0.0	0	0.0	0	0.0	0	0.0
Various Program Support	4000730	2,638,332	1.8	2,936,945	1.8	3,179,642	1.9	1,084,124	0.7	1,084,124	0.7
Total Funds		149,069,226	100.0	164,918,902	100.0	168,849,804	100.0	166,754,286	100.0	166,754,286	100.0
Excess Appropriation/(Funding)		0		0		2,000,000		2,000,000		2,000,000	
Grand Total		149,069,226		164,918,902		170,849,804		168,754,286		168,754,286	

Budget exceeds Authorized Appropriation in Funds Center 890 due to a transfer from the Miscellaneous Federal Grant Holding Account.

FC 930 transferred from the Division of County Operations in FY2020.

Agency Request and Executive Recommendation reflect Act 910, the Transformation and Efficiencies Act of 2019. Appropriation and positions moved to the Department of Education for the Arkansas Better Chance Program.

Analysis of Budget Request

Appropriation: 320 - Child Care Development-Discretionary

Funding Sources: FWF - DHS Federal

The Child Care and Development Block Grant (CCDF) consolidates childcare assistance programs and requires states to develop an integrated service delivery system to meet the needs of low income families. This appropriation is for the Discretionary category of funds. Specifically, these funds are targeted for low income working families and those transitioning from the Temporary Assistance for Needy Families (TANF) Program to obtain child care; thereby allowing parents to work or obtain the training necessary to obtain employment or attend educational programs that will lead to employment.

Funding for this appropriation includes 100% federal revenue consisting of Discretionary Child Care Development Block Grant.

The Legislative Recommendation reflects the FY21 ALC/JBC recommendation from the 2018 Fall Budget Hearings Summary Manuals, any Governor's Letters adopted and member amendments. The Agency Request and Executive Recommendation reflect Act 910, the Transformation and Efficiencies Act of 2019.

Appropriation Summary

Appropriation: 320 - Child Care Development-Discretionary

Funding Sources: FWF - DHS Federal

Appropriation	2018-2019	2019-2020	2019-2020	2020-2021		
	Actual	Budget	Authorized	Legislative Recommendation	Agency Request	Executive Recommendation
Grants and Aid 5100004	34,355,414	33,445,681	33,445,681	33,445,681	33,445,681	33,445,681
Total	34,355,414	33,445,681	33,445,681	33,445,681	33,445,681	33,445,681
Funding Sources						
Federal Revenue 4000020	34,355,414	33,445,681		33,445,681	33,445,681	33,445,681
Total Funding	34,355,414	33,445,681		33,445,681	33,445,681	33,445,681
Excess Appropriation/(Funding)	0	0		0	0	0
Grand Total	34,355,414	33,445,681		33,445,681	33,445,681	33,445,681

Analysis of Budget Request

Appropriation: 890 - Food Program

Funding Sources: FWF - DHS Federal

The Child and Adult Care Food Program (CACFP) provides nutritious meals in public and non-profit licensed child care centers, adult day care centers, day care homes and outside-school-hours centers. Private-for-profit organizations may qualify if they receive payments under Title XX of the Social Security Act for at least 25% of their clients. Residential programs are not eligible for participation in this food program.

The CACFP assists with initiating, maintaining, and expanding non-profit food service programs for children or adult participants in nonresidential institutions which provide care. The program is intended to enable such institutions to integrate a nutritious food service with organized care services for enrolled participants.

- The National School Lunch Program provides reimbursement to schools, licensed child care institutions, juvenile detention centers and hospitals serving lunches to eligible children. Participating schools and other institutions will serve lunches that are nutritionally adequate and ensure that participating children gain a full understanding of the relationship between proper eating and good health.
- The Summer Food Service Program reimburses organizations for providing nutritious meals and snacks to children during the summer months. The program generally operates during the months of May through September at site locations where regularly scheduled food services are provided for children. Sites may also participate in the program from September through May if the school is closed because of an emergency situation. Service institutions operating food programs for children on school vacation under a continuous year-round calendar may apply for participation in other months.

This appropriation also includes the Emergency Food Program and the Commodity Supplemental Food Program. Both programs were transferred from the Division of County Operations to DCCECE in the 2019 Regular Session.

- The Emergency Food Program provides food on an emergency basis for families in need and the homeless. Donated food is also made available for Disaster Assistance. Additionally, the division utilizes surplus USDA commodities to supplement low-income food programs in Arkansas. Agencies such as Food Banks and Community Program Action Agencies have agreements with the department to provide food through soup kitchens, food pantries, and mass distribution to households.
- The Commodity Supplemental Food Program provides food to seniors in need on a monthly basis. The caseload level can be adjusted each Federal Fiscal Year based on availability of food products and administrative funding. Community Action Agencies throughout the State have agreements with the department to distribute food to this client base.

Funding for this appropriation includes 100% federal revenue consisting of federal reimbursements from the U.S. Department of Agriculture.

The Legislative Recommendation reflects the FY21 ALC/JBC recommendation from the 2018 Fall Budget Hearings Summary Manuals, any Governor's Letters adopted and member amendments. The Agency Request and Executive Recommendation reflect Act 910, the Transformation and Efficiencies Act of 2019.

Appropriation Summary

Appropriation: 890 - Food Program

Funding Sources: FWF - DHS Federal

Appropriation	2018-2019	2019-2020	2019-2020	2020-2021		
	Actual	Budget	Authorized	Legislative Recommendation	Agency Request	Executive Recommendation
Grants and Aid 5100004	59,766,541	69,928,839	69,658,273	71,005,273	71,005,273	71,005,273
Total	59,766,541	69,928,839	69,658,273	71,005,273	71,005,273	71,005,273
Funding Sources						
Federal Revenue 4000020	59,766,541	69,928,839		71,005,273	71,005,273	71,005,273
Total Funding	59,766,541	69,928,839		71,005,273	71,005,273	71,005,273
Excess Appropriation/(Funding)	0	0		0	0	0
Grand Total	59,766,541	69,928,839		71,005,273	71,005,273	71,005,273

Budget exceeds Authorized Appropriation in Grants and Aid due to a transfer from the Miscellaneous Federal Grant Holding Account.

Analysis of Budget Request

Appropriation: 896 - DHS–Admin Paying Account

Funding Sources: PWP - Administration Paying

This appropriation provides administrative support for the Division of Child Care and Early Childhood Education (DCCECE). The purpose of DCCECE is to enhance the coordination of child care and early childhood education programs within Arkansas.

The Arkansas Better Chance Program was transferred to the Department of Education - Division of Elementary and Secondary Education due to Act 910, the Transformation and Efficiencies Act of 2019. This transfer includes

- (10) positions to the Division of Elementary and Secondary Education; and
- (\$403,613) in Regular Salaries, (\$145,087) in Personal Services Matching, (\$1,245,291) in Operating Expenses, (\$3,917) in Conference & Travel Expenses, and (\$297,610) in Professional Fees & Services appropriations.

Funding for this appropriation consists of general revenue (DCC - Child Care and Early Childhood Education Fund Account), federal revenue, special revenue and other revenues. Federal revenue primarily includes funding from the Department of Health and Human Services Child Care Development Block Grant, Title IV-E Foster Care, USDA Child Nutrition, Early Head Start, and DOE. Special revenue is comprised of Child Care Provider License Fees. Other revenue, which is indicated as various program support, is funding from the Department of Education for the transportation cost of the Surplus Commodities Program.

The Legislative Recommendation reflects the FY21 ALC/JBC recommendation from the 2018 Fall Budget Hearings Summary Manuals, any Governor's Letters adopted and member amendments. The Agency Request and Executive Recommendation reflect Act 910, the Transformation and Efficiencies Act of 2019.

Appropriation Summary

Appropriation: 896 - DHS--Admin Paying Account

Funding Sources: PWP - Administration Paying

Appropriation		2018-2019	2019-2020	2019-2020	2020-2021		
		Actual	Budget	Authorized	Legislative Recommendation	Agency Request	Executive Recommendation
Regular Salaries	5010000	6,718,205	8,033,223	8,072,830	8,077,730	7,674,117	7,674,117
	#Positions	177	191	198	198	188	188
Extra Help	5010001	132,069	153,872	208,497	208,497	208,497	208,497
	#Extra Help	9	12	13	13	13	13
Personal Services Matching	5010003	2,472,001	2,864,177	2,909,883	2,911,031	2,765,944	2,765,944
Overtime	5010006	0	4,850	4,850	4,850	4,850	4,850
Operating Expenses	5020002	2,767,911	6,478,206	6,369,531	6,369,531	5,124,240	5,124,240
Conference & Travel Expenses	5050009	55,129	100,788	100,788	100,788	96,871	96,871
Professional Fees	5060010	5,284,957	7,243,914	7,243,914	7,243,914	6,946,304	6,946,304
Data Processing	5090012	0	0	0	0	0	0
Capital Outlay	5120011	0	0	0	0	0	0
Data Processing Services	5900044	0	0	0	0	0	0
Total		17,430,272	24,879,030	24,910,293	24,916,341	22,820,823	22,820,823
Funding Sources							
General Revenue	4000010	1,003,769	2,114,627		2,114,923	2,114,923	2,114,923
Federal Revenue	4000020	13,788,171	19,613,100		19,421,776	19,421,776	19,421,776
Special Revenue	4000030	0	150,000		200,000	200,000	200,000
Performance Fund	4000055	0	64,358		0	0	0
Various Program Support	4000730	2,638,332	2,936,945		3,179,642	1,084,124	1,084,124
Total Funding		17,430,272	24,879,030		24,916,341	22,820,823	22,820,823
Excess Appropriation/(Funding)		0	0		0	0	0
Grand Total		17,430,272	24,879,030		24,916,341	22,820,823	22,820,823

Budget exceeds Authorized Appropriation in Operating Expenses due to a transfer from the Miscellaneous Federal Grant Holding Account.

Agency Request and Executive Recommendation reflect Act 910, the Transformation and Efficiencies Act of 2019. Appropriation and positions moved to the Department of Education for the Arkansas Better Chance Program.

Analysis of Budget Request

Appropriation: 898 - DHS-Grants Paying Account

Funding Sources: PWE - Grants Paying

The passage of the Federal Personal Responsibility and Work Opportunity Reconciliation Act of 1996, PL 104-193 established the **Child Care Development Fund (CCDF)**. This fund allows maximum flexibility in developing child care programs and policies that best suit the needs of children and parents within the State of Arkansas; promotes parental choice to empower working parents to make their own decisions on the child care that best suits their family's needs; encourages States to provide consumer education information to help parents make informed choices about child care; assists States to provide child care to parents trying to achieve independence from public assistance; and assist States in implementing the health, safety, licensing and registration standards established in State regulations.

Save the Children is a non-profit charity organization. This statewide program provides after school literacy, nutrition, home visiting and early childhood programs for those families with low-income and at-risk children. There is no funding tied to this appropriation.

Funding for this appropriation consists of general revenue (DGF - Department of Human Services Grants Fund Account), federal revenue, and special revenue. Federal revenues include Child Care Development Block Grant funding. Special revenue is derived from Beer Tax collections.

The Legislative Recommendation reflects the FY21 ALC/JBC recommendation from the 2018 Fall Budget Hearings Summary Manuals, any Governor's Letters adopted and member amendments. The Agency Request and Executive Recommendation reflect Act 910, the Transformation and Efficiencies Act of 2019.

Appropriation Summary

Appropriation: 898 - DHS-Grants Paying Account

Funding Sources: PWE - Grants Paying

Appropriation		2018-2019	2019-2020	2019-2020	2020-2021		
		Actual	Budget	Authorized	Legislative Recommendation	Agency Request	Executive Recommendation
Save The Children	5100004	0	0	2,000,000	2,000,000	2,000,000	2,000,000
Child Care Grant/Aids	5100004	37,516,999	36,496,252	39,306,047	39,306,047	39,306,047	39,306,047
Total		37,516,999	36,496,252	41,306,047	41,306,047	41,306,047	41,306,047
Funding Sources							
General Revenue	4000010	6,059,472	7,079,026		7,079,026	7,079,026	7,079,026
Federal Revenue	4000020	31,457,527	29,374,964		32,184,759	32,184,759	32,184,759
Special Revenue	4000030	0	42,262		42,262	42,262	42,262
Total Funding		37,516,999	36,496,252		39,306,047	39,306,047	39,306,047
Excess Appropriation/(Funding)		0	0		2,000,000	2,000,000	2,000,000
Grand Total		37,516,999	36,496,252		41,306,047	41,306,047	41,306,047

Analysis of Budget Request

Appropriation: 929 - Child Care-Treasury Paying

Funding Sources: NHS - Cash in Treasury

The Arkansas Child Care Facilities Loan Guarantee Fund was created to provide loan guarantees to assist with the development of new or to expand existing day care facilities with target areas specifically in low income, rural areas of the State that show demonstrated need for child care.

The Division of Child Care and Early Childhood Education is authorized to develop and implement necessary rules and regulations to receive, review, and approve applications for loan deficiency guarantee assistance. Revision of a loan guarantee may be approved when it becomes necessary to ensure adequate child care financing is available. Loan guarantees should be given the following considerations: geographic distribution, community need, community income, with priority given to those communities with the lowest median family income, proof of viable administrative and financial management, and intended licensure of the facility. The Division is required to report the status of the Loan Guarantee Fund to the Legislative Council each October.

A.C.A. §20-78-503 created and designated the Arkansas Child Care Facilities Loan Guarantee Fund as a Cash Fund Account with initial funds derived from interest income on the investment of state funds. Funds are authorized in \$100,000 annual increments up to a balance of \$350,000. The State Treasurer can replenish the fund when the balance reaches or falls below \$100,000. The Agency is authorized to accept moneys for the Fund from any source in addition to the allocations from the State Treasurer. The fund is a continuing fund and not subject to fiscal year limitations. Interest that has accrued during a fiscal year that is not required to cover loan defaults occurring that fiscal year is made available for non-refundable grants to child care facilities for start-up, development, training scholarships, or expansion.

Funds are transferred to the Grants Paying Appropriation if there are to be any expenses. Payments are only made if a provider defaults on a loan that the division has signed as a guarantor.

The Legislative Recommendation reflects the FY21 ALC/JBC recommendation from the 2018 Fall Budget Hearings Summary Manuals, any Governor's Letters adopted and member amendments. The Agency Request and Executive Recommendation reflect Act 910, the Transformation and Efficiencies Act of 2019.

Appropriation Summary

Appropriation: 929 - Child Care-Treasury Paying

Funding Sources: NHS - Cash in Treasury

Appropriation	2018-2019	2019-2020	2019-2020	2020-2021		
	Actual	Budget	Authorized	Legislative Recommendation	Agency Request	Executive Recommendation
Loan Guarantee/Grants 5900046	0	29,424	36,786	36,786	36,786	36,786
Total	0	29,424	36,786	36,786	36,786	36,786
Funding Sources						
Cash Fund 4000045	0	29,424		36,786	36,786	36,786
Total Funding	0	29,424		36,786	36,786	36,786
Excess Appropriation/(Funding)	0	0		0	0	0
Grand Total	0	29,424		36,786	36,786	36,786

Analysis of Budget Request

Appropriation: 930 - Cty-Commodity Distrib & Salvage Container

Funding Sources: NHS - Cash in Treasury

The Commodity Distribution and Salvage Container Program receives USDA donated foods for distribution to school districts, food banks, soup kitchens, food pantries, etc. The donated foods are distributed through a contract with a local warehouse. In the event, that the donated food is damaged or destroyed from improper storage, care or handling, it is classified as a "food loss" claim. This appropriation was transferred from the Division of County Operations (DCO) during the 2019 Regular Session.

Funding is derived from reimbursement for the "food loss" claims provided by the contractor and/or recipient agency as a cash revenue and can only be expensed with approval by USDA for training, equipment and vehicle purchases to enhance the program. Expenditure of appropriation is contingent upon available funding.

The Legislative Recommendation reflects the FY21 ALC/JBC recommendation from the 2018 Fall Budget Hearings Summary Manuals, any Governor's Letters adopted and member amendments. The Agency Request and Executive Recommendation reflect Act 910, the Transformation and Efficiencies Act of 2019.

Appropriation Summary

Appropriation: 930 - Cty-Commodity Distrib & Salvage Container

Funding Sources: NHS - Cash in Treasury

Appropriation		2018-2019	2019-2020	2019-2020	2020-2021		
		Actual	Budget	Authorized	Legislative Recommendation	Agency Request	Executive Recommendation
Operating Expenses	5020002	0	130,186	130,186	130,186	130,186	130,186
Conference & Travel Expenses	5050009	0	9,490	9,490	9,490	9,490	9,490
Professional Fees	5060010	0	0	0	0	0	0
Data Processing	5090012	0	0	0	0	0	0
Capital Outlay	5120011	0	0	0	0	0	0
Total		0	139,676	139,676	139,676	139,676	139,676
Funding Sources							
Cash Fund	4000045	0	139,676		139,676	139,676	139,676
Total Funding		0	139,676		139,676	139,676	139,676
Excess Appropriation/(Funding)		0	0		0	0	0
Grand Total		0	139,676		139,676	139,676	139,676

Transferred from the Division of County Operations FC 930 in FY2020.

Expenditure of appropriation is contingent upon available funding.