

ARKANSAS FORESTRY COMMISSION

Minutes

January 26, 2024

10:00 a.m.

Chair Ray Dillon convened the meeting at 10:00 a.m. at the Arkansas Department of Agriculture, 1 Natural Resources Drive, Little Rock, AR 72205.

Commissioner(s) present: David Cawein, Ray Dillon, George Dunklin, Miles Goggins, John McAlpine, Rob Parkes, Peter Prutzman, Frank Wilson

Commissioner(s) absent: Steve Anthony

Consider minutes of the October 13, 2023, Arkansas Forestry Commission meeting.

Moved by Wilson, seconded by McAlpine to approve the minutes as presented.

Motion carried.

Cara Tharp, Program Manager, recommended approval of the October 13, 2023, Arkansas Forestry Commission Veterinary Medical Examining Committee. **Attachment 1**

Moved by Wilson, seconded by Prutzman to approve the minutes as presented.

Motion carried.

Tharp recommended approval of the November 20, 2023, Veterinary Medical Examining Committee. **Attachment 2**

Moved by Cawein, seconded by McAlpine to approve the minutes as presented.

Motion carried.

Tharp stated the Committee approved 4 applicants to sit for the December 13, 2023, Registered Forester's Exam at the November 20th Committee meeting.

Tharp stated the Committee met this morning and reviewed new draft design samples for the Registered Forester's seal. Following discussion, the Commission tabled the decision at this time.

Tharp stated a hearing needs to be schedule on the complaint (Docket No. 2023-02). The suggestion is to hold the hearing following the next regularly scheduled Forestry Commission meeting.

Kyle Cunningham, State Forester, stated there has been discussion about different entities around the state having nonregistered foresters creating Forest Management Plans. Cunningham plans to bring all stakeholders together for a meeting to facilitate a discussion, tentatively set for February 2, 2024.

Committee Chair David Cawein, reported on the Registered Foresters Committee meeting held this morning. Committee Chair Cawein stated five applicants took the Registered Forester's exam on December 13, all passing the exam. The Committee recommends these five applicants be approved to become Registered Foresters. The Committee also recommends approval of one student from Mississippi that qualifies under the reciprocity rule to become a Registered Forester in Arkansas.

The dates for the 2024 exams are February 28, May 5, October 2, and December 11, 2024.

Moved by McAlpine, seconded by Prutzman to approve the Committee's recommendation to approve the five applicants and one reciprocity applicant to become Registered Foresters in Arkansas, as presented.

Motion carried.

Cunningham made the following personnel announcements:

Darren Spinks – new Deputy State Forester
Jim Jolley – new Assistant State Forester
Ian Clark – new Forest Legacy and GIS Manager
Tim Nutley – new Fire Training Officer
Corey Seats – new General Counsel
Tanner Thomas – new Managing Attorney

Deputy State Forester's Report

Darren Spinks, Deputy State Forester, reported on the 2022 Forest Survey. There has been a 48,000 acre decrease in forestland. The average annual pine growth vs. removal is at 13.1 million tons of annual surplus, which is 1 million more tons than 2021. The average annual hardwood growth vs. removal is at 12.4 million tons of annual surplus, which is 400,000 more tons than 2021.

Spinks reported overall sales at Baucum Nursery are 6.8 million seedlings, which is up compared to last year by 444,000, with a remaining 1 million seedlings of mostly hardwood to sell.

Cunningham stated the theme for the Southern and Northeastern Forest Nursery Conference this year is Hardwood Seedling Production in the Heart of Arkansas. The Division will be hosting the conference in July this year in Little Rock.

Forest Management Report

Chandler Barton, Division Forester, began with an update on the Forest Legacy Program, focusing on the Hot Springs recharge area. Barton thanked Jim Jolley in his efforts in the acquisition process to close on an additional 192 acres, which brings the total acreage in the project area to 3,228 acres. Additional tracts are scheduled to be closed next month, along with further acquisitions planned in 2024.

Barton gave an update on the collection of pine leaf samples in May of last year in twenty-one different locations for a total of 41 samples collected. Two separate labs performed pathology testing and confirmation for needle blight. Two thirds of those pine samples tested for brown spot needle blight and genetic confirmation. Two samples tested positive for paraquat. No samples tested positive for dicamba.

Emergency Services Report

Robert Murphy, Emergency Services Director, reported there have been a total of 180 fires for this quarter. Total fires for this quarter have been below average with a small uptick in December. Wildfire statistics for October were 95 fires with 894 acres burned, in November, 39 fires with 1,585 acres burned, and in December, 47 fires with 1,826 acres burned, finishing the quarter with 663 fires and 10,901 acres burned.

Murphy welcomed Tim Nutley as the new Training Supervisor.

Murphy stated a new SEAT contractor has been hired, Custom Aviation, Clarendon, AR.

Murphy reported on the Rural Fire show, with 733 people attending, representing 153 fire departments throughout the state.

Deputy State Forester's Report

Darren Spinks, Deputy State Forester, reported on two large fires in Searcy County burning 694 acres and 530 acres.

Spinks reported there have been 84 survival seedling checks and 101 planting checks completed this quarter.

Aaron Williams, State Forest Manager, presented a Poison Springs State Forest (PSSF) operation update. Williams reported on timber sales. Seven areas are scheduled for harvest. Three sales

have come back from bid, one for \$78,880, one for \$269,236.95, and one for \$124,793.05. The Bidding process should be complete by the end of February. Williams reported 3 tree plantings are scheduled for the year. Two plantings funded by PSSF totaling 136 acres and one planting funded by The Nature Conservancy (TNC) totaling 40 acres.

Williams also presented a GIS/ArcMap update.

Williams discussed demonstration areas in the Buster Green Complex and precommercial plantation thinning, native gas/pollinator habitat plantings, and proper Best Management Practices (BMP) installation. Williams also discussed planned future demonstration areas in development.

Williams reported on road work completed and identified future road needs.

Marketing and Communications Report

Cunningham covered the marketing and communications report to include:

- Arkansas Department of Agriculture and University at Monticello announce the 2023 Foresters for the Future Scholarship recipient.
- Governor Sanders authorized deployment of Arkansas Wildland Firefighters to assist Mississippi.
- 2023 Rural Fire Show celebrates Arkansas firefighters.
- Nine Arkansas schools selected to participate in Annual Shade Trees on Playgrounds Program.

Human Resources Report

Cunningham reported on personnel positions: 231 filled positions, 29 positions advertised totaling 260 positions. This leave around 10 positions neither filled nor advertised. The Division is in a good place with filled/advertised positions.

Fiscal Division Report

Fred Wiedower, Deputy Chief Fiscal Officer, summarized the Arkansas Forestry Division's quarterly report, shown as **Attachment 3**. Currently, the Forestry Division is in good shape comparable to last year FY 2023.

Wiedower also covered the assessment conducted by Legislative Audit for fiscal year ending June 30, 2022 with no reportable findings, shown as **Attachment 4**.

State Forester's Report

Cunningham gave an overview of all projects within the Division.

Cunningham presented a recommendation to approve reimbursement of reasonable travel expenses for Commissioners for 2024.

Moved by Dunklin, seconded by Parkes to approve the recommendation.

Motion carried.

Old or New Business

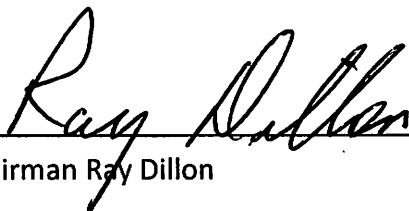
Cunningham stated Daniel Phillips contacted Chair Dillon and himself, requesting a potential candidate to serve on the Land Surveying Advisory Board. Cunningham suggested Wesley Fletcher. Fletcher was a student at University of Arkansas at Monticello, as well as an instructor. He has worked for the AFC and has a strong background in surveying. Fletcher is willing to serve and would serve as interim through June. It is Cunningham's recommendation that the Commission consider him for nomination to the Land Surveying Advisory Board.

Moved by Wilson, seconded by McAlpine to approve the Cunningham's recommendation.

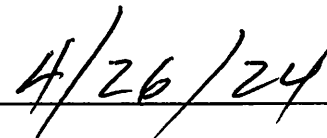
Motion carried.

Friday, April 26, 2024, at 10:00 a.m. was chosen for the next quarterly meeting.

Meeting adjourned.




Chairman Ray Dillon



Date



State Forester Kyle Cunningham



Date

Attachment 1

Arkansas Forestry Commission Registered Forester Committee

October 13, 2023
Meeting Minutes

John McAlpine called the meeting to order at approximately 8:35 a.m. and called the roll.

Members present: John McAlpine, Phillip Wright, Dr. Matt Pelkki, Karl Hansen, and Pete Prutzman

Members not present: David Cawein

Staff present: Kyle Cunningham, Caitlin Bennett, Cara Tharp

Administrative Items

Ms. Bennett provided a legal orientation. Mr. Prutzman asked if all members on the committee needed to provide a statement of financial interest, or just the ones that were also on the Arkansas Forestry Commission. Ms. Bennett was unsure but said she would find out.

Rules discussion followed the legal orientation bumped up from item #6 on the agenda. Ms. Bennett explained the rules process and that the Board of Registration for Foresters (BORF) rules were still in effect, and it was not immediately required that they be updated. Ms. Tharp explained that she can work with a committee member to update the rules. Mr. McAlpine volunteered to work with Ms. Tharp on updating the BORF rules. Ms. Tharp will also provide a copy of the Registration of Foresters Act and rules to committee members.

Committee structure was discussed, and it was decided that a chair should be elected. The committee would like David Cawein to be the chair. Since Mr. Cawein was not present, the decision was tabled to be made at the next meeting.

Dr. Pelkki and Mr. McAlpine provided a recap of the Association of Southeastern Boards of Registration for Foresters (ASBORF) meeting. It was discussed that their attendance at the meeting gave comfort to the ASBORF membership to know that exams and complaints would be handled the same way regardless of the legislative changes that took place in Arkansas, and that the only real change was structurally within state government as far as registration for foresters being under the Arkansas Forestry Commission instead of being a standalone board. Ms. Tharp is going to find out when Arkansas will host the ASBORF meeting.

Ms. Tharp listed the 12 licenses issued since the May 19, 2023, meeting.

Jeffrey Partee, RF	Caleb Chancellor, RF	Zachary Teel, RF	Dakota Taylor, RF
Theodore Carley, RF	Garrett Hendrix, RF	John Whitehurst, RF	Nicholas Maynard, RF
Wade Semeliss, RF	Jake Knowles, RF	Alexis Mondragon, RF	Austin Carroll, RF

It was noted that Garrett Hendrix and Austin Carroll were licensed by reciprocity, both from Mississippi.

Applications

James Collins – Mr. Collins obtained a Forest Resources master’s degree from University of Arkansas at Monticello and submitted his final transcript per instructions in a letter from the Board of Registration for Foresters dated November 1, 2022. After reviewing the transcript, the committee discussed whether there were enough forestry hours since it is not an SAF-accredited degree. After a thorough review of the transcript, it was decided to table Mr. Collins’ application and request a copy of his thesis to be reviewed at the next meeting.

William Chambers – Mr. Chambers obtained a Wildlife, Fisheries, and Conservation bachelor’s degree from Arkansas State University. After a thorough review of the transcript, it was decided to table Mr. Chambers’ application and request that he provide a list of the forestry hours and course descriptions within his transcript to be reviewed at the next meeting.

Jacob Reely, Nathan Spangler, and Makayla Timmerman – All three applicants graduated from SAF-accredited degree programs, took, and passed the Registered Forester Exam earlier in the week. Recommend approval for licensure to the Arkansas Forestry Commission.

Phillip Thomas – Application for reciprocal licensure based on his license in good standing in Mississippi. Recommend approval for licensure to the Arkansas Forestry Commission.

Complaint

The committee was provided with a copy of a complaint and Ms. Tharp explained that she had requested an answer to the complaint twice with no response. The Complainant alleged that Respondent was representing themselves as a forester and offering forestry services without being a registered forester. Ms. Bennett explained that the complaint will need to be evaluated based on the information that we have. After review and discussion of the complaint, the committee felt that there was probable cause that a violation occurred. The committee then discussed whether to send a warning letter, pursue criminal charges, or hold a formal hearing. Mr. Prutzman made a motion to recommend the complaint for a hearing before the Arkansas Forestry Commission. Dr. Pelkki seconded. Motion carried.

Other Business

A letter was received from the Association of Consulting Foresters Arkansas Chapter (ACF) regarding forest management plans for wildlife purposes that are being written by non-registered foresters. The ACF feels this is in clear violation of the Registration for Foresters Act. Mr. Cunningham discussed the letter with the committee and the consensus was that these plans should be written or approved by a registered forester to better protect the landowner. Recommend to the Arkansas Forestry Commission that the committee should facilitate a stakeholder meeting to address the issues within the letter, and the information gathered will be provided to the AFC.

Adjourn

There being no further business to discuss the meeting adjourned at approximately 9:55 a.m.

Submitted by: _____
John McAlpine, Committee Member

Attachment 2

Arkansas Forestry Commission Registered Forester Committee

November 20, 2023
Meeting Minutes

Cara Tharp called the meeting to order at approximately 11:15 a.m. and called the roll.

Members present: David Cawein, Pete Prutzman, Karl Hansen, Dr. Matt Pelkki, John McAlpine

Members not present: Phillip Wright

Staff present: Kyle Cunningham, Cara Tharp

Administrative Items

Ms. Tharp explained that at the last meeting the committee wanted to elect David Cawein to be the committee chair, but it was tabled since he was not in attendance. Ms. Tharp asked for discussion about this today. Mr. Cawein expressed that he was quite busy but would do it if needed. He also requested assistance from Ms. Tharp, which she stated would not be a problem. The chair's term was also discussed, and Ms. Tharp stated that it would be a good idea to reevaluate the position on an annual basis. John McAlpine joined the meeting during this discussion. Mr. Prutzman made a motion to elect David Cawein as committee chair. Mr. McAlpine seconded. Motion carried.

Applications

Robby Buffington – Ms. Tharp explained that Mr. Buffington's application had been previously deferred pending completion of the forestry work experience requirement. He needed an additional 14 months of forestry work experience and has since completed that requirement. Following discussion, Dr. Pelkki made a motion to allow Mr. Buffington to sit for the December 13, 2023, Registered Forester's Exam. Mr. McAlpine seconded. Motion carried.

William Chambers – Ms. Tharp explained that Mr. Chambers' application was tabled at the October 13, 2023, committee meeting pending Mr. Chambers providing a list of the forestry hours and course descriptions within his transcript for review. Mr. Chambers provided a letter in response stating that his transcript had been looked at several years ago and he was told that he could take the Registered Forester's Exam once he completed the forestry work experience requirement. It was discussed that we no longer review transcripts without an application. The committee then evaluated the transcript to determine forestry hours. Following discussion, Mr. McAlpine made a motion to allow Mr. Chambers to sit for the December 13, 2023, Registered Forester's Exam. Dr. Pelkki seconded. Motion carried.

James Collins – Ms. Tharp explained that Mr. Collins' application was tabled at the October 13, 2023, committee meeting pending Mr. Collins submitting his master's thesis for review. That was submitted and provided to the committee for review. Mr. Cawein asked Dr. Pelkki for his thoughts. Dr. Pelkki stated that he had reviewed the thesis and considered it to be forestry research. Mr. Cunningham also stated that the thesis was heavy in silviculture. Following discussion, Dr. Pelkki made a motion to allow Mr. Collins to sit for the December 13, 2023, Registered Forester's Exam. Mr. Prutzman seconded. Motion carried.

Stephanie Daniel – Ms. Tharp presented Ms. Daniel’s application to the committee and explained that this was a new application that had not been previously reviewed. Following a review and discussion of all application items, it was determined that she qualified based on forestry hours within her transcript and work experience. Mr. McAlpine made a motion to allow Ms. Daniel to sit for the December 13, 2023, Registered Forester’s Exam. Dr. Pelkki seconded. Motion carried.

Other Business

The next Arkansas Forestry Commission meeting is scheduled for January 26, 2024, at 10:00 a.m. It was decided that the committee would meet at 8:30 a.m. before the AFC meeting.

Ms. Tharp discussed that the Registered Forester’s Exam schedule needed to be set for 2024 and posted to the website. Mr. McAlpine made a motion for Dr. Pelkki to set the exam dates for 2024 for Ms. Tharp to publish on the website. Dr. Pelkki seconded. Motion carried.

Mr. McAlpine asked for an update on old business. Ms. Tharp updated that we really needed in-house legal counsel to be hired before moving forward with the formal hearing on the complaint. Mr. Cunningham stated that we would work on the stakeholder meeting after Thanksgiving. It was discussed that with the holidays approaching, that the stakeholder meeting would likely be held in January.

Mr. McAlpine asked Dr. Pelkki if he needed help administering the exam. Dr. Pelkki explained that there just needs to be two people in the room for monitoring and to grade the exams to check for accuracy. It was also explained that all exams are held in Little Rock instead of Monticello to allow examinees to use their downloaded PDF textbooks since there’s no public Wi-fi access in the building.

Adjourn

There being no further business to discuss the meeting was adjourned at approximately 12 p.m.

Submitted by: _____
David Cawein, Committee Chair

ARKANSAS DEPARTMENT OF AGRICULTURE

Forestry Division

OPERATING FUNDS

FINANCIAL REPORT

FOR THE PERIOD JULY 1, 2023 - DECEMBER 31, 2023

	General Revenue	Rural Fire Protection Program	Forestry Special Revenue/Operating Fund	Forestry Trust Fund	Federal Funds	Foresters for Future Scholarships	Total	FY23 Actual	Fiscal Year 24 Budget	Percentage of Budget Received or Consumed compared to FY23 Budget
Cash Resources Provided (Receipts)										
Cash Beginning Balance, July 1, 2023	8,866	6.03	2,933,591	1,097,217	2,053,401	-	6,093,082	8,225,699	6,113,009	
General Revenue	4,349,373	-	-	-	-	-	4,349,373	9,568,440	9,319,522	47%
Special Revenue:										
Timber Severance Tax	-	-	2,035,037	-	-	-	2,035,037	3,882,572	4,165,691	49%
Acreage Tax	-	-	1,847,441	-	-	-	1,847,441	2,877,124	3,091,900	60%
Fire Protection/Suppression	-	-	-	-	-	-	-	-	-	
Timber Sales	-	-	1,057	-	-	-	1,057	708,579	664,480	0%
Seedling Sales	-	-	505,589	-	-	-	505,589	1,907,532	1,737,386	29%
Less: Treasurer of State Service Charges	-	-	(99,411)	-	-	-	(99,411)	(197,350)	-	
Net Special Revenue	-	-	4,289,714	-	-	-	4,289,714	9,178,457	9,312,562	46%
Federal Grant Reimbursements	-	-	1,523,669	-	265,119	-	1,788,788	6,708,329	4,533,487	39%
Sales of Goods and Services	-	-	71,448	-	-	-	71,448	204,480	437,114	16%
Marketing & Redistribution Sale Proceeds	-	-	900	-	-	-	900	1,679	169,707	1%
Other Refunds	-	-	1,091	-	-	-	1,091	4,319	8,405	
Pcard Incentive Proceeds	24,536	-	-	-	-	-	24,536	21,851	42,620	58%
Motor Vehicle Program Proceeds	-	-	201,119	89,600	-	-	290,719	325,205	51,108	
Miscellaneous Revenue (Fines, Rents, Donations)	279	-	35,614	-	2,500	-	38,393	171,048	217,523	
Transfers In	-	-	-	-	-	-	-	28,759	-	
Total Resources Provided	4,383,061	6.03	9,057,145	1,186,817	2,321,020	-	16,948,044	34,438,267	30,205,057	56%
Cash Expenditures										
Salary and Personnel Expense	3,887,202	-	3,705,673	-	70,977.01	-	7,663,852	16,319,241	17,873,374	43%
Maintenance & Operations:										
Communication & Transportation of Commodities	4,722	-	41,605	-	112.39	-	46,440	104,517	-	
Printing & Advertising	1,484	-	11,241	-	1,205.74	-	13,931	25,485	-	
Repairing & Servicing	78,777	-	760,007	-	28,436.33	-	867,220	1,425,610	-	
Utilities & Rent	17,271	-	141,974	-	835.71	-	160,081	322,473	-	
Travel & Subsistence	3,492	-	32,857	-	897.11	-	37,247	204,955	-	
Professional Services & Fees	-	-	45,591	-	45.40	-	45,636	154,824	-	#DIV/0!
Insurance & Bonds	52,812	-	166,947	-	-	-	219,759	226,373	-	
Other Expenses & Services	1,140	-	77,425	97	312.29	-	78,974	325,096	-	
Commodities, Materials, & Supplies	206,855	-	614,698	777	71,341.05	-	893,672	2,033,542	-	
Refunds Taxes & Claims	1,703	-	9,848	-	-	-	11,551	38,809	-	
Subtotal Maintenance & Operations	368,256	-	1,856,603	874	103,186.02	-	2,374,510	4,736,972	7,928,847	30%
Assistance, Grants, & Aid	-	-	32,705	-	231,342.85	-	264,048	761,666	1,222,063	22%
Capital Outlay	-	-	415,481	95,530	-	-	511,012	3,847,904	3,288,864	16%
Other Expenses	(9,041)	-	(94,839)	-	(24,697.40)	-	(128,577)	848	-	
Total Expenditures	4,246,417	-	5,915,624	96,404	380,808	-	10,684,845	25,791,345	30,313,148	35%
Other Items that Affect Cash Balance:										
Transfers for Claims	119,124	6	662,613	89,600	-	-	871,342	-	-	
Net Effect of Change in Accounts Receivable Balance	0.00	-	(10,560)	-	0.00	-	(10,560)	-	-	
Net Effect of Change in Accounts Payable Balance	-	-	-	-	-	-	-	-	-	
Cash Ending Balance, December 31, 2023	17,514	-	2,422,758	1,000,813	1,940,212	-	5,381,287			

ARKANSAS DEPARTMENT OF AGRICULTURE
Forestry Division
GENERAL REVENUE FUNDS
FINANCIAL REPORT
FOR THE PERIOD JULY 1, 2023 - DECEMBER 31, 2023

	General Revenue	Rural Fire Protection Program	Total	FY23 Actual	Fiscal Year 24 Budget	Percentage of Budget Received or Consumed compared to FY23 Budget
Cash Resources Provided (Receipts)						
Cash Beginning Balance, July 1, 2023	8,866	6.03	8,872	4,012	8,872	
General Revenue	4,349,373	-	4,349,373	9,568,440	9,319,522	47%
Special Revenue:						
Timber Severance Tax	-	-	-	-	-	
Acreage Tax	-	-	-	-	-	
Fire Protection/Suppression	-	-	-	-	-	
Timber Sales	-	-	-	-	-	
Seedling Sales	-	-	-	-	-	
Less: Treasurer of State Service Charges	-	-	-	-	-	
Net Special Revenue	-	-	-	-	-	
Federal Grant Reimbursements	-	-	-	41,910	-	
Sales of Goods and Services	-	-	-	-	-	
Marketing & Redistribution Sale Proceeds	-	-	-	-	123	
Other Refunds	-	-	-	470	22	
Pcard Incentive Proceeds	24,536	-	24,536	21,851	42,620	
Motor Vehicle Program Proceeds	-	-	-	-	-	
Miscellaneous Revenue	279	-	279	-	61,621	
Transfers In	-	-	-	(295)	-	
	-	-	-	-	-	
Total Resources Provided	4,383,055	6	4,383,061	9,636,388		
Cash Expenditures						
Salary and Personnel Expense	3,887,202	-	3,887,202	7,656,217	7,770,956	50%
Maintenance & Operations:						
Communication & Transportation of Commodities	4,722	-	4,722	38,376	-	
Printing & Advertising	1,484	-	1,484	815	-	
Repairing & Servicing	78,777	-	78,777	523,387	-	
Utilities & Rent	17,271	-	17,271	134,926	-	
Travel & Subsistence	3,492	-	3,492	35,092	-	
Insurance & Bonds	52,812	-	52,812	226,373	-	
Other Expenses & Services	1,140	-	1,140	43,447	-	
Commodities, Materials, & Supplies	206,855	-	206,855	458,884	-	
Refunds Taxes & Claims	1,703	-	1,703	20,728	-	
Subtotal Maintenance & Operations	368,256	-	368,256	1,482,028	1,468,566	25%
Professional Services & Fees	-	-	-	3,100	30,000	0%
Assistance, Grants, & Aid	-	-	-	49,994	50,000	
Capital Outlay	-	-	-	-	-	
Other Expenses	(9,041)	-	(9,041)	300	-	
Total Expenditures	4,246,417	-	4,246,417	9,191,638	9,319,522	46%
Other Items that Affect Cash Balance:						
Transfers for Claims	119,124	6	119,130	-	-	
Net Effect of Change in Accounts Receivable	0	-	0	-	-	
Net Effect of Change in Accounts Payable	-	-	-	-	-	
Cash Ending Balance, December 31, 2023	17,514	-	17,514	-	-	

ARKANSAS DEPARTMENT OF AGRICULTURE
Forestry Division
SPECIAL REVENUE FUNDS
FINANCIAL REPORT
FOR THE PERIOD JULY 1, 2023 - DECEMBER 31, 2023

	Forestry Special Revenue/Operatin g Fund	Foresters for Future Scholarships	Total	FY23 Actual	Fiscal Year 24 Budget	Percentage of Budget Received or Consumed compared to FY24 Budget
Cash Resources Provided (Receipts)						
Cash Beginning Balance, July 1, 2023	2,933,591	0	2,933,591	4,533,200	2,933,591	
General Revenue			-	-		
Special Revenue:			-	-		
Timber Severance Tax	2,035,037	-	2,035,037	3,882,572	4,165,691	49%
Acreage Tax	1,847,441	-	1,847,441	2,877,124	2,891,900	64%
Fire Protection/Suppression	-	-	-	-	-	-
Timber Sales	1,057	-	1,057	708,579	613,165	0%
Seedling Sales	505,589	-	505,589	1,807,532	1,641,806	31%
Less: Treasurer of State Service Charges	(99,411)	-	(99,411)	(197,350)		
Net Special Revenue	4,289,714	-	4,289,714	9,178,457	9,312,562	
Federal Grant Reimbursements	1,523,669	-	1,523,669	5,715,178	3,293,726	46%
Sales of Goods and Services	71,448	-	71,448	204,480	437,114	16%
Marketing & Redistribution Sale Proceeds	900	-	900	1,679	169,584	1%
Other Refunds	1,091	-	1,091	3,849	8,383	
Pcard Incentive Proceeds	-	-	-	-	-	
Motor Vehicle Program Proceeds	201,119	-	201,119	297,474	51,108	
Miscellaneous Revenue	35,614	-	35,614	166,217	155,903	
Transfers In	-	-	-	29,054	-	
			-	-		
Total Resources Provided	9,057,145	-	9,057,145	20,129,587	16,361,971	
Cash Expenditures						
Salary and Personnel Expense	3,705,673	-	3,705,673	8,523,261	9,966,306	37%
Maintenance & Operations:			-	-		
Communication & Transportation of Commodities	41,605	-	41,605	65,105		
Printing & Advertising	11,241	-	11,241	9,828		
Repairing & Servicing	760,007	-	760,007	883,151		
Utilities & Rent	141,974	-	141,974	186,569		
Travel & Subsistence	32,857	-	32,857	141,552		
Insurance & Bonds	166,947	-	166,947	-		
Other Expenses & Services	77,425	-	77,425	268,748		
Commodities, Materials, & Supplies	614,698	-	614,698	1,418,673		
Refunds Taxes & Claims	9,848	-	9,848	18,082		
Subtotal Maintenance & Operations	1,856,603	-	1,856,603	2,991,707	5,147,066	36%
Professional Services & Fees	45,591	-	45,591	121,613	385,000	12%
Assistance, Grants, & Aid	32,705	-	32,705	199,684	282,000	12%
Capital Outlay	415,481	-	415,481	3,657,240	2,456,647	17%
Other Expenses	(94,839)	-	(94,839)	548		
			-	-		
Total Expenditures	5,961,215	-	5,961,215	15,494,033	18,237,019	33%
Other Items that Affect Cash Balance:						
Transfers for Claims	662,613	-	662,613			
Net Effect of Change in Accounts Receivable	(10,560)	-	(10,560)			
Net Effect of Change in Accounts Payable	-	-	-			
Cash Ending Balance, December 31, 2023	2,422,758	0	2,422,758			

ARKANSAS DEPARTMENT OF AGRICULTURE
Forestry Division
TRUST FUND
FINANCIAL REPORT
FOR THE PERIOD JULY 1, 2023 - DECEMBER 31, 2023

	Forestry Trust Fund	Total	FY23 Actual	Fiscal Year 24 Budget	Percentage of Budget Received or Consumed compared to FY24 Budget
Cash Resources Provided (Receipts)					
Cash Beginning Balance, July 1, 2023	1,097,217	1,097,217	1,117,144	1,117,144	
General Revenue	-	-	-	-	
Special Revenue:	-	-	-	-	
Timber Severance Tax	-	-	-	-	
Acreage Tax	-	-	-	200,000	
Fire Protection/Suppression	-	-	-	-	
Timber Sales	-	-	-	51,315	
Seedling Sales	-	-	-	95,581	
Less: Treasurer of State Service Charges	-	-	-	-	
Net Special Revenue	-	-	-	-	
Federal Grant Reimbursements	-	-	-	-	
Sales of Goods and Services	-	-	-	-	
Marketing & Redistribution Sale Proceeds	-	-	-	-	
Other Refunds	-	-	-	-	
Pcard Incentive Proceeds	-	-	-	-	
Motor Vehicle Program Proceeds	89,600	89,600	27,731	-	
Miscellaneous Revenue	-	-	-	-	
Interest	-	-	-	-	
Total Resources Provided	1,186,817	1,186,817	1,144,875	1,464,040	81.06%
Cash Expenditures					
Salary and Personnel Expense	-	-	-	-	
Maintenance & Operations:	-	-	-	-	
Communication & Transportation of Commodities	-	-	-	-	
Printing & Advertising	-	-	-	-	
Repairing & Servicing	-	-	4,795	-	
Utilities & Rent	-	-	-	-	
Travel & Subsistence	-	-	-	-	
Insurance & Bonds	-	-	-	-	
Other Expenses & Services	97	97	12,891	-	
Commodities, Materials, & Supplies	777	777	2,241	-	
Refunds Taxes & Claims	-	-	-	-	
Subtotal Maintenance & Operations	874	874	19,926	350,000	0%
Professional Services & Fees	-	-	-	100,000	
Assistance, Grants, & Aid	-	-	-	-	
Capital Outlay	95,530	95,530	27,731	647,217	15%
Other Expenses	-	-	-	-	
Total Expenditures	96,404	96,404	47,657	1,097,217	9%
Other Items that Affect Cash Balance:					
601 Transfers for Claims	89,600	89,600	-	-	
602 Net Effect of Change in Accounts Receivable	-	-	-	-	
603 Net Effect of Change in Accounts Payable	-	-	-	-	
Cash Ending Balance, December 31, 2023	1,000,813	1,000,813	-	-	

ARKANSAS DEPARTMENT OF AGRICULTURE
Forestry Division
FEDERAL GRANT FUNDS
FINANCIAL REPORT
FOR THE PERIOD JULY 1, 2023 - DECEMBER 31, 2023

	FY24 Revenue & Expenses	Total	FY23 Actual	Fiscal Year 24 Budget	Percentage of Budget Received or Consumed compared to FY24 Budget
Cash Resources Provided (Receipts)					
Cash Beginning Balance, July 1, 2023	2,053,401	2,053,401	2,571,344	2,053,401	
General Revenue	-	-	-	-	
Special Revenue:	-	-	-	-	
Timber Severance Tax	-	-	-	-	
Acreage Tax	-	-	-	-	
Fire Protection/Suppression	-	-	-	-	
Timber Sales	-	-	-	-	
Seedling Sales	-	-	-	-	
Less: Treasurer of State Service Charges	-	-	-	-	
Net Special Revenue	-	-	-	-	
Federal Grant Reimbursements	265,119	265,119	951,241	1,239,761	21%
Sales of Goods and Services	-	-	-	-	
Marketing & Redistribution Sale Proceeds	-	-	-	-	
Other Refunds	-	-	-	-	
Pcard Incentive Proceeds	-	-	-	-	
Motor Vehicle Program Proceeds	-	-	-	-	
Miscellaneous Revenue	2,500	2,500	4,832	-	
Interest	-	-	-	-	
Total Resources Provided	2,321,020	2,321,020	3,527,417	3,293,162	70%
Cash Expenditures					
Salary and Personnel Expense	70,977	70,977	139,763	136,112	52%
Maintenance & Operations:					
Communication & Transportation of Commodities	112	112	1,037	-	
Printing & Advertising	1,206	1,206	14,842	-	
Repairing & Servicing	28,436	28,436	14,277	-	
Utilities & Rent	836	836	978	-	
Travel & Subsistence	897	897	28,312	-	
Insurance & Bonds	-	-	-	-	
Other Expenses & Services	312	312	10	-	
Commodities, Materials, & Supplies	71,341	71,341	153,745	-	
Refunds Taxes & Claims	-	-	-	-	
Subtotal Maintenance & Operations	103,186	103,186	243,311	413,215	25%
Professional Services & Fees	45	45	30,111	35,000	0%
Assistance, Grants, & Aid	231,343	231,343	512,008	890,063	26%
Capital Outlay	-	-	162,933	185,000	0%
Other Expenses	(24,697)	(24,697)	(0)	-	
Total Expenditures	380,808	380,808	1,058,015	1,659,390	23%
Other Items that Affect Cash Balance:					
Transfers for Claims	-	-	-	-	
Net Effect of Change in Accounts Receivable	0.00	0	-	-	
Net Effect of Change in Accounts Payable	-	-	-	-	
Cash Ending Balance, December 31, 2023	1,940,212	1,940,212	-	-	

ARKANSAS DEPARTMENT OF AGRICULTURE
Forestry Division
RURAL FIRE DEPARTMENT LOANS
FINANCIAL REPORT
FOR THE PERIOD JULY 1, 2023 - DECEMBER 31, 2023

	FY 2024 Revenue & Expenses	Total	Budget	Percentage of Budget Received or Consumed compared to FY23 Budget
Cash Resources Provided (Receipts)				
Cash Beginning Balance, July 1, 2023	501,400	501,400	501,400	
Sales of Equipment to Volunteer Fire Departments	112,336	112,336	700,000	16%
Total Resources Provided	613,736	613,736	1,201,400	
Cash Expenditures				
Purchases of Equipment & Materials for Resale	78,960	78,960	1,200,000	7%
Total Expenditures	78,960	78,960	1,200,000	7%
Other Items that Affect Cash Balance:				
Net Effect of Change in Accounts Receivable Balance	26,738	26,738		
Net Effect of Change in Accounts Payable Balance	-	-		
Cash Ending Balance, December 31, 2023	561,515	561,515		

ARKANSAS FORESTRY DIVISION
YEAR - TO - YEAR CASH POSITION
AS OF DECEMBER 31, 2023

	<u>Balance as of July 1, 2017</u>	<u>Balance as of July 1, 2018</u>	<u>Balance as of July 1, 2019</u>	<u>Balance as of July 1, 2020</u>	<u>Balance as of July 1, 2021</u>	<u>Balance as of July 1, 2022</u>	<u>Balance as of July 1, 2023</u>	<u>Balance as of December 31, 2023</u>
SPECIAL REVENUE FUND	3,034,799	4,148,078	4,202,009	3,823,506	4,656,917	4,533,200	2,933,591	2,422,758
TRUST FUND	3,175,709	3,356,619	2,526,567	1,671,503	1,437,691	1,117,144	1,097,217	1,000,813
TOTAL	<u>6,210,509</u>	<u>7,504,697</u>	<u>6,728,576</u>	<u>5,495,010</u>	<u>6,094,607</u>	<u>5,650,344</u>	<u>4,030,809</u>	<u>3,423,571</u>

TIMBER SEVERANCE TAX

MONTH BY MONTH RESULTS

Cash Beginning Balance, July 1, 2023

	FY17	FY18	FY19	FY20	FY21	FY22	FY23	FY24
July	\$326,975	\$343,766	\$361,696	\$377,606	\$335,301	\$329,615	\$359,483	\$350,347
August	\$330,405	\$347,168	\$381,730	\$382,023	\$355,485	\$390,611	\$364,226	\$298,540
September	\$343,360	\$376,195	\$402,102	\$405,931	\$312,875	\$392,007	\$376,213	\$377,223
October	\$408,176	\$408,256	\$373,475	\$381,546	\$352,954	\$379,946	\$387,172	\$343,183
November	\$387,206	\$433,943	\$395,515	\$398,117	\$384,846	\$401,437	\$368,942	\$319,509
December	\$338,371	\$374,765	\$301,903	\$323,056	\$374,456	\$345,675	\$347,060	\$346,236
January	\$348,548	\$369,830	\$268,683	\$395,064	\$357,037	\$402,170	\$282,698	
February	\$321,395	\$370,704	\$332,401	\$300,787	\$282,426	\$354,937	\$279,719	
March	\$285,197	\$242,134	\$339,267	\$474,022	\$250,950	\$298,685	\$244,275	
April	\$333,662	\$316,800	\$337,157	\$273,601	\$322,151	\$318,797	\$297,819	
May	\$281,301	\$332,448	\$286,053	\$262,455	\$303,996	\$275,210	\$254,434	
June	\$288,743	\$382,318	\$311,208	\$307,437	\$288,491	\$276,600	\$320,530	
TOTAL FOR YEAR	\$2,134,493	\$2,284,092	\$2,216,420	\$2,268,278	\$2,115,917	\$2,239,291	\$2,203,097	\$2,035,037

TIMBER SEVERANCE TAX COLLECTIONS EXPRESSED IN THOUSANDS
YTD JULY THROUGH DECEMBER



**FIRE PROTECTION/ACREAGE TAX
FISCAL YEAR RECEIPTS
Month By Month Results**

	FY17	FY18	FY19	FY20	FY21	FY22	FY23	FY24
July	\$146,325	\$88,016	\$103,334	\$125,612	\$140,637	\$133,592	\$139,258	\$141,691
August	\$45,749	\$38,230	\$39,389	\$33,581	\$59,485	\$59,891	\$44,685	\$59,734
September	\$64,682	\$61,898	\$84,007	\$55,125	\$80,827	\$85,343	\$81,690	\$68,993
October	\$234,865	\$227,272	\$206,724	\$282,782	\$244,113	\$268,485	\$259,243	\$232,475
November	\$723,537	\$750,378	\$824,079	\$667,351	\$799,986	\$649,492	\$508,895	\$657,753
December	\$441,045	\$345,415	\$646,537	\$536,199	\$456,052	\$428,228	\$590,027	\$686,795
January	\$712,781	\$689,084	\$417,770	\$665,841	\$643,964	\$750,229	\$563,604	
February	\$37,099	\$140,230	\$33,340	\$14,476	\$11,329	\$13,052	\$194,143	
March	\$10,089	\$17,080	\$16,818	\$16,589	\$23,448	\$20,751	\$19,474	
April	\$119,854	\$138,984	\$140,455	\$118,505	\$134,900	\$147,196	\$169,015	
May	\$155,994	\$164,307	\$166,228	\$135,186	\$184,718	\$208,325	\$192,402	
June	\$149,950	\$129,710	\$122,471	\$117,403	\$113,667	\$127,315	\$114,688	
TOTAL	\$1,656,203	\$1,511,209	\$1,904,070	\$1,700,651	\$1,781,099	\$1,625,032	\$1,623,798	\$1,847,441

**ACREAGE TAX COLLECTIONS -EXPRESSED IN THOUSANDS
YTD JULY THROUGH DECEMBER**



Internal Control and Compliance Assessment Arkansas Legislative Audit

Arkansas Department of Agriculture
For the Fiscal Year Ended June 30, 2022



INTRODUCTION

This report is issued to inform the Legislative Joint Auditing Committee of compliance with state fiscal laws and regulations as well as deficiencies in internal controls for the Arkansas Department of Agriculture. Assessment procedures disclosed no reportable items of noncompliance.

SCOPE AND METHODOLOGY

We performed an internal control and compliance assessment of the Arkansas Department of Agriculture, a department of Arkansas state government, as of and for the year ended June 30, 2022, and have issued our report dated August 8, 2023. Management of the Department is responsible for establishing and maintaining internal controls and complying with applicable laws and regulations.

The assessment included cash on deposit, cash receipts, accounts receivable, investments, expenditures, liabilities, capital assets, and data entry to the Arkansas Administrative Statewide Information System (AASIS). The assessment consisted principally of inquiries, observations, analytical procedures, and selected tests of internal control policies and procedures, accounting records, and other relevant documents. We relied on financial data in AASIS recorded by the Department and audit work conducted in the fiscal year 2022 State Annual Comprehensive Financial Report (ACFR) and Single Audit Report.

RESULTS OF ASSESSMENT

Assessment procedures did not disclose instances of noncompliance considered reportable.

ENABLING LEGISLATION AND ORGANIZATIONAL STRUCTURE

In accordance with Act 910 of 2019, effective July 1, 2019, the Arkansas Agriculture Department became part of the newly created cabinet-level Department of Agriculture. Additionally, the Arkansas Natural Resources Commission, the Arkansas State Board of Registration for Professional Soil Classifiers, the Arkansas State Board of Registration for Foresters, and the Arkansas Veterinary Medical Examining Board were also combined under the new cabinet-level department.

The Arkansas Agriculture Department was created by Act 1978 of 2005 to enhance marketing of the State's agricultural products in state, national, and international markets. The creation of the Department also combined the administrative functions of three existing state agencies (i.e., Arkansas Forestry Commission, Arkansas Livestock and Poultry Commission, and Arkansas State Plant Board) with the Agriculture Department. The Arkansas Natural Resources Commission was established to provide adequate, acceptable water for all users; to plan and coordinate water resource development; to protect individual water rights; to inspect and approve all dam construction; and to perform research to improve water and soil conservation. These agencies were combined along with the boards listed in the previous paragraph to create the cabinet-level Department of Agriculture. As shown by Exhibit I on page 2, the Department has five divisions:

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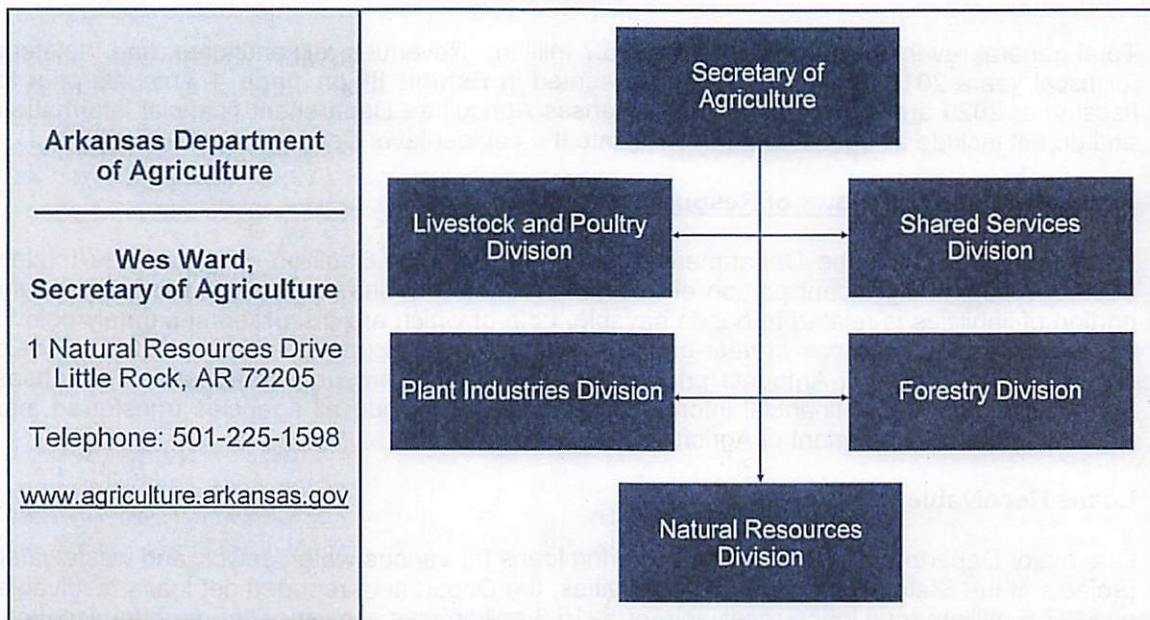
Report ID: SAC990122 Report Date: August 8, 2023



1. **Livestock and Poultry Division** was established to control and eradicate diseases and pests in livestock and poultry and to supervise enforcement actions related to livestock and poultry.
2. **Shared Services Division** administers shared services that are available to and used by all divisions in the Department of Agriculture.
3. **Plant Industries Division** protects the citizens of Arkansas and the agriculture industry by enforcing laws and regulations related to insect and disease control.
4. **Forestry Division**, led by the State Forester, protects Arkansas's forests from wildfires and other natural hazards and promotes forest health, stewardship, development, and conservation.
5. **Natural Resources Division** establishes policy and makes funding and regulatory decisions related to the conservation, development, and management of Arkansas's waters.

Exhibit I

Arkansas Department of Agriculture
Organizational Chart



Source: Arkansas Department of Agriculture

FISCAL ANALYSIS

As previously mentioned, in accordance with Act 910 of 2019, multiple boards and commissions were consolidated to form the cabinet-level Department of Agriculture, effective July 1, 2019. Summary financial information for each business area is presented in **Exhibit II on page 3**.

Revenues, Expenditures, and Transfers

The Department reported \$47.4 million in total revenue for fiscal year 2022. The primary source of these funds was special revenues. Expenditures totaled \$83.5 million for fiscal year 2022, with salaries comprising 47.1%. The Department reported net transfers in of \$16.4 million for fiscal year 2022.

Exhibit II

**Arkansas Department of Agriculture
Summary of Financial Information by Business Area
For the Year Ended June 30, 2022**

Board/Commission/Division	Assets	Liabilities	Revenues	Expenditures	Net Transfers In (Out)
Arkansas Agriculture Department	\$ 120,102,789	\$ 6,490,771	\$33,905,581	\$ 48,484,881	\$ 15,891,394
Arkansas Natural Resources Commission	213,559,062	182,121,535	13,392,685	27,570,187	(7,234,435)
Arkansas State Board of Registration for Professional Soil Classifiers	16,150	260	887	94	
Department of Agriculture (cabinet level)	100,114	308,268	585	7,371,996	7,756,955
State Board of Registration for Foresters	101,326	5,668	14,645	16,388	(2,452)
Veterinary Medical Examining Board	707,391	93,800	125,019	90,413	(10,820)
Totals	\$ 334,586,832	\$ 189,020,302	\$47,439,402	\$ 83,533,959	\$ 16,400,642

Source: Arkansas Administrative Statewide Information System (unaudited by Arkansas Legislative Audit)

Total general revenue transfers in were \$25.7 million. Revenues, expenditures, and transfers for fiscal years 2018 through 2022 are presented in Exhibit III on page 4. Amounts prior to fiscal year 2020 are only composed of Arkansas Agriculture Department financial information and do not include all agencies transferred into the cabinet-level Department of Agriculture.

Assets, Deferred Outflows of Resources, and Liabilities

As of June 30, 2022, the Department's assets totaled \$334.6 million, and liabilities totaled \$189.0 million. A significant portion of assets is related to loans receivable, and a significant portion of liabilities is related to bonds payable, both of which are discussed separately below. Asset and liability balances at year-end for fiscal years 2018 through 2022 are presented in Exhibit IV on page 4. Amounts prior to fiscal year 2020 are only composed of Arkansas Agriculture Department financial information and do not include all agencies transferred into the cabinet-level Department of Agriculture.

Loans Receivable

One major Department activity is administering loans for various water, sewer, and wastewater projects of the State. Related to these activities, the Department reported net loans receivable of \$127.6 million: total loans receivable of \$215.3 million less allowance for doubtful accounts and deferred loans of \$87.7 million. Allowance for doubtful accounts refers to loans that meet criteria determined by the Department in the normal course of business. Deferred loans are for irrigation projects with project completion not expected until additional funding from federal sources is available. Payments are not due until project completion. These loans have maturities through 2055. A schedule of loan activity by type for the year ended June 30, 2022, is provided in Exhibit V on page 5.

Bonds Payable and Debt Service

Funding for loans is from general obligation and other bond proceeds. Debt service is from collections on loans, other Department funds, and general revenue. The Department reported \$174.2 million in bonds payable for the fiscal year ended June 30, 2022, as shown in Exhibit VI on page 5. In fiscal year 2022, the Department issued \$40.5 million in new bond debt.

Exhibit III

**Arkansas Department of Agriculture
Revenues, Expenditures, and Transfers
For the Years Ended June 30, 2018 through 2022**

	Fiscal Year				
	2022	2021	2020	2019	2018
Revenues					
Special revenues	\$ 23,294,416	\$ 20,375,491	\$ 20,279,597	\$ 20,217,769	\$ 20,597,429
Fees	2,339,621	4,636,290	3,099,424	1,042,512	1,254,926
Other revenues	5,630,236	6,053,670	7,215,211	1,256,891	1,122,912
Federal grants and reimbursements	16,175,129	15,717,176	12,469,080	4,767,109	6,340,440
Total Revenues	\$ 47,439,402	\$ 46,782,627	\$ 43,063,312	\$ 27,284,281	\$ 29,315,707
Expenditures					
Salaries	\$ 39,376,966	\$ 36,885,756	\$ 36,107,448	\$ 27,211,162	\$ 26,659,118
Commodities, materials, and supplies	4,844,134	4,301,637	3,564,784	4,057,539	3,032,382
Assistance, grants, and aids	13,477,819	19,249,211	11,254,507	2,333,763	1,873,970
Other expenses	25,835,040	8,502,036	2,532,290	9,421,344	9,838,483
Total Expenditures	\$ 83,533,959	\$ 68,938,640	\$ 53,459,029	\$ 43,023,808	\$ 41,403,953
Net Transfers In (Out)	\$ 16,400,642	\$ 18,704,927	\$ 6,276,399	\$ 18,268,017	\$ 17,328,719

Note: Amounts prior to fiscal year 2020 are only composed of Arkansas Agriculture Department financial information and do not include all agencies transferred into the cabinet-level Department of Agriculture.

Source: Arkansas Administrative Statewide Information System (unaudited by Arkansas Legislative Audit)

Exhibit IV

**Arkansas Department of Agriculture
Assets, Deferred Outflows of Resources, and Liabilities
For the Years Ended June 30, 2018 through 2022**

	Fiscal Year				
	2022	2021	2020	2019	2018
Assets					
Cash and cash equivalents	\$ 123,399,773	\$ 86,689,130	\$ 86,799,514	\$ 34,591,129	\$ 33,346,938
Receivables	133,202,148	147,087,498	147,011,466	2,587,931	2,055,230
Fixed assets	72,053,628	70,824,692	68,575,786	61,360,951	59,945,805
Other assets	5,931,283	5,871,138	5,844,154	2,068,468	2,108,091
Total Assets	\$ 334,586,832	\$ 310,472,458	\$ 308,230,920	\$ 100,608,479	\$ 97,456,164
Deferred Outflows of Resources					
Related to bond amortization	\$ 6,099,806	\$ 6,547,896	\$ 4,744,487	\$ 0	\$ 0
Liabilities					
Bonds payable	\$ 174,669,236	\$ 149,695,000	\$ 165,520,000	\$ 0	\$ 0
Payroll liability	2,057,889	1,755,290	1,466,029	1,070,092	1,026,137
Due to other state agencies	2,459,999	1,805,826	2,053,887	461,619	289,784
Unearned income	2,700,810	3,112,441	2,794,659	2,561,756	2,178,769
Other liabilities	7,132,368	6,263,247	6,365,744	738,642	967,378
Total Liabilities	\$ 189,020,302	\$ 162,631,804	\$ 178,200,319	\$ 4,832,109	\$ 4,442,068

Note: Amounts prior to fiscal year 2020 are only composed of Arkansas Agriculture Department financial information and do not include all agencies transferred into the cabinet-level Department of Agriculture.

Source: Arkansas Administrative Statewide Information System (unaudited by Arkansas Legislative Audit)

Exhibit V

**Arkansas Natural Resources Commission
Loans Receivable Roll Forward Summary
For the Year Ended June 30, 2022**

	<u>WDF</u>	<u>WSSW</u>	<u>CGO</u>	<u>Totals</u>
Beginning Loan Receivable Balance	\$16,489,341	\$18,964,710	\$179,628,302	\$215,082,353
Prior-year adjustment	(38,442)		(33,236)	(71,678)
Interest added to loan				
Reclass				
Conversions to grants		(224,161)	(83,616)	(307,777)
Loan disbursements	218,000	473,966	12,594,750	13,286,716
Principal payments	(2,810,655)	(1,941,503)	(7,914,374)	(12,666,532)
Ending Loan Receivable Balance	<u>\$13,858,244</u>	<u>\$17,273,012</u>	<u>\$184,191,826</u>	<u>\$215,323,082</u>

WDF = Water Development Fund

WSSW = Water, Sewer, and Solid Waste Management Systems Program

CGO = Water, Waste, Disposal, and Pollution Abatement Facilities General Obligation Bond Program

Source: Arkansas Natural Resources Commission and Arkansas Administrative Statewide Information System (unaudited by the Arkansas Legislative Audit)

Exhibit VI

**Arkansas Department of Agriculture
Bonds Payable Roll Forward Summary
For the Years Ended June 30, 2022 and 2021**

	<u>Fiscal Year</u>	
	<u>2022</u>	<u>2021</u>
Bonds Payable at Beginning of Year	<u>\$ 149,695,000</u>	<u>\$ 165,520,000</u>
Additions		
Bond issues	40,535,000	48,975,000
Deletions		
Scheduled principal payments	(16,060,000)	(15,825,000)
Bond refunds		(48,975,000)
Total Deletions	<u>(16,060,000)</u>	<u>(64,800,000)</u>
Bonds Payable at Year-End	<u>\$ 174,170,000</u>	<u>\$ 149,695,000</u>

Source: Arkansas Administrative Statewide Information System (unaudited by Arkansas Legislative Audit)

