

OFFICE OF BUDGET

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October 3, 2025

Senator Jonathan Dismang, Co-Chair Representative Jeffrey Wardlaw, Co-Chair Performance Evaluation & Expenditure Review Committee Arkansas Legislative Council State Capitol Building Little Rock, AR 72201

RE: FY 26 American Rescue Plan Act Request

Dear Co-Chairs:

Pursuant to Section 35 (01) of Act 1006 of 2025, I am forwarding the attached American Rescue Plan Act request(s) that have received my approval as Chief Fiscal Officer of the State.

- Department of Commerce Economic Development Commission State Broadband Office – Broadband Capital Projects – Reallocation of Previously Approved Appropriation
- Southern Arkansas University Tech HIRED Grant Track 2 Reallocation of Previously Approved Appropriation

Sincerely,

James L. Hudson

Secretary

Attachment(s)

AMERICAN RESCUE PLAN ACT OF 2021 PROGRAM APPROPRIATION AND PERSONNEL AUTHORIZATION REQUEST SECTION 35 OF ACT 1006 OF 2025

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ogram Title	e:				Broadbar	nd Captial Project	ts - CPF			
nting Orga	ting Organization: U.S. Department of Treasury					CFDA #: 21.029				
ective Date	e of Author	ization:		Beginning	:;	7/1/2025	Ending:		6/30/2026	
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He Call 9/2/25





Arkansas State Broadband Office – Plan Updates, SFY 2024 Detailed Plan Updates

Capital Project Fund-Broadband CA9 FRP7905

U.S. Treasury awarded the State of Arkansas \$158,086,576 from the Capital Projects Fund (CPF) authorized under the American Rescue Plan Act (ARPA). Funding from the CPF is separate from the \$1.6 billion in funding awarded under the ARPA State and Local Fiscal Recovery Funds (SLFRF) program. Unlike the SLFRF program, which may be spent in a variety of authorized categories, the CPF award from Treasury specifies that it may only be used for broadband projects and related administrative expenses (regular salaries and personal services matching for staff; fees for management consultants and strategic program design advisory services and program management support; costs related to project engineering design and review; legal expenses related to project management support; media and communications expenses, educational related expenses to educate and teach citizens how to use and utilize broadband services; payroll for extra help staff or contract labor). Treasury allocated \$15,236,576 to be used for broadband projects with the balance of \$7,850,000 to be used for broadband administrative expenses through 2026. This broadband project funding was awarded to 22 projects across the state in the October 2022 ARC funding round, approved by ALC and JBC in December 2022 and February 2023, respectively. The availability and use of funds is subject to all applicable State and Federal laws including guidance from Treasury regarding CPF established by Section 604 of the Social Security Act, as added by Section 9901 of the American Rescue Plan Act of 2021. Supplementary guidance may be published at any time by Treasury and/or the State. Capital Projects must invest in capital assets designed to directly enable work, education, and health monitoring. The CPF grant program has been designed to address the critical need for high-speed, reliable connectivity that was highlighted by the COVID-19 pandemic.

PLAN UPDATES:

• Broadband infrastructure projects awarded, awaiting agreement execution and construction initiation:

Awardee	County/Location				
CableSouth Media, LLC	Ashley				
NEXT, Powered by NAEC	Baxter				
Hometown Internet, LLC	Boone-B				
Ashley-Chicot Electric	Chicot				
Cooperative, Inc.	Chicot				
South Central Connect, LLC	Clark				
Connect2First Internet	Cleburne-A				
Comcast Cable	Cross				
Communications, LLC					
Comcast Cable	Faulkner-B				
Communications, LLC					
Wave Rural Connect, LLC	Franklin				
South Central Connect, LLC	Garland				
South Central Connect,	Hot Spring				
LLC/Central Arkansas					
Telephone Cooperative Inc.					
Farmers Rural Connect, Inc	Jackson				
Wave Rural Connect,	Logan-A				
LLC/Cox Com, LLC	Logali-A				
Wave Rural Connect, LLC	Logan-B				
Connect2First Internet	Lonoke				
Four States Fiber	Montgomery-A				
South Central Connect, LLC	Montgomery-B				
Comcast Cable	Dulaski A				
Communications, LLC	Pulaski-A				
Comcast Cable	Pulaski-B				
Communications, LLC	r ulaski-b				
Petit Jean Electric	Searcy-B				
Cooperative Corp	Scarcy 5				
Woodruff Electric					
Cooperative Corporation	St. Francis				
dba Enlightened					

- A proposed awardee change for the Columbia County project.
- Utilizing allowable administrative funding, funding of four staff positions and
 personal services matching within the state broadband office. Two of the four
 proposed positions would serve as reclassifications of existing broadband office
 employees, while two other positions would offer additional capacity for the
 office.

Arkansas State Broadband Office

2024 Project Status Capital Projects Fund (CPF)

Currently, there have been 21 grants awarded for a value of \$136,812,351.82 They are at varying stages of project operations. Subgrant awards are as follows:

Project ID			Grant Award
Number	Project Name	Internet Service Provider	Amount
CPF-001	Ashley County	CableSouth Media III, LLC	\$7,921,193.22
CPF-002	Baxter County	NEXT, Powered by NAEC	\$2,151,269.00
CPF-003	Boone County-B	Hometown Internet, LLC	\$7,402,407.00
CPF-005	Clark County	South Central Connect, LLC	\$1,677,136.16
CPF-006	Cleburne County-A	Connect2First Internet	\$4,593,610.56
CPF-007	Columbia County	Walnut Hill Telephone Company	\$4,081,255.56
CPF-008	Cross County	Comcast Cable Communications, LLC	\$5,230,990.25
CPF-009	Faulkner County-B	Comcast Cable Communications, LLC	\$7,717,919.12
CPF-010	Franklin County	Wave Rural Connect, LLC	\$4,756,000.00
CPF-011	Garland County	South Central Connect, LLC	\$11,504,013.40
CPF-012	Hot Spring County	South Central Connect, LLC	\$2,660,631.50
		Central Arkansas Telephone Cooperative, Inc, now	
CPF-12A	Hot Spring County	South Central Connect	\$1,919,080.00
CPF-014	Logan County-A	Wave Rural Connect, LLC	\$5,749,999.37
CPF-14A	Logan County-A	CoxCom, LLC	\$8,502,452.00
CPF-015	Logan County-B	Wave Rural Connect, LLC	\$9,000,000.00
CPF-016	Lonoke County	Connect2First Internet	\$10,947,298.10
CDE 017	Montgomery County-	Southwest Arkansas Telecommunications and	
CPF-017	A Montgomery County-	Technology, Inc dba Four States Fiber	\$11,009,162.57
CPF-21	B	South Central Connect, LLC	\$8,716,204.80
CPF-18	Pulaski County-A	Comcast Cable Communications, LLC	\$3,884,359.41
CPF-19	Pulaski County-B	Comcast Cable Communications, LLC	\$1,574,886.53
CPF-20	Searcy County-B	Petit Jean Electric Cooperative Corp	\$6,137,177.37
CPF-22	St Francis County	Enlightened by Woodruff Electric, LLC	\$9,675,305.90
			\$136,812,351.82

We have contracted with Michael Baker International to be our third-party administrator managing all subgrant operations.

AMERICAN RESCUE PLAN ACT OF 2021 PROGRAM APPROPRIATION AND PERSONNEL AUTHORIZATION REQUEST SECTION 35 OF ACT 1006 OF 2025

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Agency:	Southern A	Arkansas Uı	niversity To	ech			Business Area	Code:	0115	
Program Title	e:				HIF	RED Grant Track	2			
Granting Org	anization:	Office of S	kills Devel	elopment			CFDA #:			
Effective Date	e of Authori	zation:		Beginning:		7/1/2025	Ending:	:	6/30/2026	
SAU Tech is areas: Profes	requesting sional Fees	to modifiy from \$57!	our MOU E 5,529.00 t	Budget for the F o \$287,765.00;	HIRED Gran Capital Ou		ed in November 6,936.00 to \$3,2	2024. W	re wish to modify	
Func. Area Funds Center		- Into	ernal Orde	American Re Fund Code: r/WBS Element:	217ARP1	ı Act Program I	Funding —		Direct Funding State Continuation	:
		-				Progra	_ am Funding Amo	unt		
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Personal Serv	vices Matchi	na								_
Operating Ex										-
Conference 8		enses								-
Professional I	<u> </u>									(287,764)
Capital Outla										(62,236)
Data Process	ing									,
Grants and A										
Other:										-
Other: Traing	ing Cost Sh	are (CI: 46)							350,000
Total				\$						-
Anticipated D	uration of F	Federal Fund	ds:	12	/31/2026		State Te	chnology F	Plan Approval	Date
Positions to	be establ	ished: (list	t each posi	tion separately)			•		on technology must be mitted to the Division * unclass	•
Org Unit	Pers Area	Pers SubArea	Cost Center	Position Number	Cmnt Item	Positio	on Title	Class Code	Grade	Line Item Maximum *
State funds withe Governor Approved by:		Justay	lace feder	al funds when s	uch funds	expire, unless a _l	ppropriated by t	he Gener	al Assembly and	authorized by
Calaba I C		U	9/15/2025		-6 D. J. :			-6.5	I M !	5 :
Cabinet Secretary/Agency Director Date				Office	of Budget	Date	Office	of Personi	nei Mgmt	Date

MPK 9/17/25



Consolidated HIRED Grant Budget

Revised 9/15/2025

Category	<u>Total Project Amount</u>			
Personnel/Stipend	\$	351,400.00		
Travel	\$	20,000.00		
Equipment	\$	1,954,700.00		
Materials & Supplies	\$	216,135.00		
Professional Services	\$	287,765.00		
Construction	\$	1,320,000.00		
Area Workforce Training	\$	850,000.00		
	\$	5,000,000.00		