



STATE OF ARKANSAS
**Department of Finance
and Administration**

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OFFICE OF BUDGET
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February 6, 2026

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: FY26 Appropriation and/or Fund Transfer Request(s)

Dear Co-Chairs:

I am forwarding for appropriate action as required by law, the attached Appropriation and/or Fund Transfer Request(s) that have received my approval as Chief Fiscal Officer of the State.

Sincerely,

A handwritten signature in black ink, appearing to read "JLH".

James L. Hudson
Secretary

Attachment(s)



STATE OF ARKANSAS
SARAH HUCKABEE SANDERS
GOVERNOR

January 29, 2026

Senator Ben Gilmore, Co-Chair
Representative Les D. Eaves, Co-Chair
Arkansas Legislative Council
State Capitol Building
Little Rock, AR 72201

Dear Co-Chairs:

In accordance with Act 790 of 2025, Section 16, the Arkansas Department of Corrections – Division of Correction is requesting a transfer of appropriation within capital improvement projects of the division in the amount of \$458,296.92 to support programmatic needs.

Please accept my recommendation that this transfer request be reviewed and approved by the Arkansas Legislative Council.

I appreciate your consideration in this matter.

Sincerely,

A handwritten signature in blue ink that reads "Sarah Huckabee Sanders".

Sarah Huckabee Sanders
Governor of Arkansas



ARKANSAS DEPARTMENT OF CORRECTIONS

1302 Pike Avenue, Suite C
North Little Rock, AR 72114

SARAH HUCKABEE SANDERS
GOVERNOR



OFFICE OF THE
SECRETARY

December 22, 2025

Jim Hudson, Chief Fiscal Officer of the State
Department of Finance and Administration
1509 West 7th Street
Little Rock, AR 72203-3278

RE: FY26 Transfer of Appropriation within Capital Improvement Projects
Business Area – 0480
Fund Center – N98
Fund- KBR4N98

Dear Mr. Hudson,

Per Act 790 of 2025, Section 16, the Arkansas Department of Corrections - Division of Correction is requesting a transfer of appropriation within the division's capital improvement projects totaling \$458,296.92. The transfer will be as follows:

Transfer from:
Fund: KBR4N98 Female Work Release
Funds Center: N98
Commitment Item – 590:00:46

Transfer to:
Fund: KBSHW18 Tucker Unit Water Treatment Plant
Funds Center: W18
Commitment Item – 509:00:05

The request to transfer appropriation is needed for cost associated with Tucker Unit water treatment plant improvements. Funding for the Tucker Unit water treatment plant improvement capital project was granted in 2016 from the Rainy-Day funds for the 90th Session Projects Account of the General Improvement Funds. Currently the remaining funding is \$602,656. The Division of Correction was awarded \$3,731,597 in American Rescue Plan Act (ARPA) Funds where the Division is required to contribute 25% of current funding prior to using the ARPA funds.

Should you have any questions, feel free to contact our CFO Chad Brown at 501-682-9510

Sincerely,

Lindsay Wallace
Lindsay Wallace
Secretary of Corrections



Division of Elementary and Secondary Education

Transforming Arkansas to lead the nation in student-focused education

Jacob Oliva
Secretary

0500
EDUC
CH

January 6, 2026

Stacy Smith
Deputy
Commissioner
**State Board of
Education**
Jim Hudson, Secretary
Department of Finance and Administration
1509 West 7th St
Little Rock, AR 72201

Adrienne Woods
Bentonville
Chair

Dear Secretary Hudson,
By authority granted in Section 9 of Act 792 of 2025, I am requesting approval of the following appropriation transfers for FY26:

APPROPRIATION TRANSFER -		
FROM:		
Dr. Gary Arnold <i>Little Rock</i>	School Funding Contingency (2ZH - JAA1002)	15,216,092
	National Board of Professional Teaching Standards (438 - JAA1002)	10,000,000

TO:		
Randy Henderson <i>Blytheville</i>	School Recognition (F81 - JAA1002)	200,000
	Arkansas Easter Seals (445 - JAA1002)	16,092
Jeff Wood <i>Little Rock</i>	Declining Enrollment (4HN - JAA1002)	15,000,000
	Merit Teacher Incentive (BG2 - JAA1023)	10,000,000

Ken Bragg
Sheridan

The Arkansas School Recognition Program provides awards to the top 10% of schools that achieve high student performance on the state-required assessments. Awards are also given to the top 10% of public schools that achieve high student academic growth, which includes high school graduation rates where applicable.

Leigh Keener
Little Rock

Dr. Aaron Abbott
Springdale

The division paid a prior year invoice and will use the fund transfer to ensure Easter Seals receives the full allocation for FY26. The organization has been a cornerstone of support for individuals with disabilities. Their mission is to empower people with disabilities to live, learn, work, and play in their communities.

The Merit Teacher Incentive Fund Program was created to recognize and reward excellent teachers across the State of Arkansas. Utilizing savings in other incentive programs will make more funding available to educators across the state.

Declining Enrollment appropriations provide supplemental funding to school districts that have significant changes in student membership. The requested transfer amounts are based on the revised projection of funds to be distributed to public school districts and open enrollment charter schools.

Sincerely,



Greg Rogers
Chief Fiscal Officer

GR:kh



Department of Shared Administrative Services
 Governor Sarah Huckabee Sanders
 Secretary Leslie Fisken

Special Language fund transfer
 Act 1006 of 2025, Section 65
 HUA0126 > MHC0100 (cc 339170)

December 23, 2025

Mr. Jim Hudson
 Secretary, Department of Finance and Administration
 1509 West Seventh Street, Suite 401
 Little Rock, Arkansas 72201


 A handwritten signature in blue ink, appearing to read "J. Hudson".

CFO Approval

REFERENCE: Innovation and Project Development Fund Request for FY2026

Dear Secretary Hudson:

During the 95th General Assembly, the Legislature passed Act 480 of 2025, which provides statutory support for establishing new statewide technology governance capabilities within the Office of State Technology (OST). One of the primary responsibilities is the creation of a statewide Project Management Office (PMO) to enhance consistency, transparency, and accountability across major technology projects. The PMO will provide standardized project management practices, enterprise coordination, and improved visibility across departments to ensure efficient delivery of statewide technology initiatives.

As a cost-recovery agency, OST is limited to a chargeback model defined by 2 CFR § 200.405, which restricts its ability to allocate certain enterprise-level services to individual departments. Several PMO functions, such as statewide project governance, shared tools, enterprise reporting, and cross-department project support, provide statewide value that cannot be directly assigned to a specific cost objective. Because of this, we are requesting funding from the Innovation and Project Development Fund to support a portion of the staffing required to establish and operate the statewide PMO.

We respectfully request funds in the amount of \$229,034 from the Innovation and Project Development Fund (Act 1006 of 2025) to cover a portion of the expenses associated with these positions and direct costs. The funds may be deposited into fund MHC0100 as in previous years. Attached you will find the calculations for this cost estimate.

Thank you for your consideration of this request. Please feel free to contact me if you have any questions.

Sincerely,


 A handwritten signature in black ink, appearing to read "J. Harton".

Jay Harton, Director
 Office of State Technology

cc: Andy Babbitt, Deputy Director, and Controller, DFA

Department of Information Systems
FY26 Innovation and Development Fund Request
Estimate Calculations

Staffing	Grade	% of Time	FY 26 \$
Laurence Yarbrough	IST08	\$80,414.05	100%
IT Project Manager	IST08	\$80,414.05	100%
Total Salaries			\$160,828.10
Fringe (est. 35%)			\$56,289.84
Total Direct Staff Cost			\$217,117.94
Overhead Allocation 12%			\$26,054.15
Total Projected Cost			\$243,172.09
<i>Approved Innovation Fund Amt</i>			\$229,034.00
<i>Difference</i>			(\$14,138.09)