

SUMMARY BUDGET INFORMATION

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DEPARTMENT OF HUMAN SERVICES - ADMINISTRATION AND SHARED SERVICES

State Contracts Over \$50,000 Awarded To Minority Owned Businesses Fiscal Year 2022

None

Employment Summary

	Male	Female	Total	%
White Employees	0	1	1	100 %
Black Employees	0	0	0	0 %
Other Racial Minorities	0	0	0	0 %
Total Minorities			0	0 %
Total Employees			1	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				
N/A	N/A	N	N	0	0	0	0.00

Analysis of Budget Request

Appropriation: Z44 - Department of Human Services

Funding Sources: PAY - Shared Services Paying

Ark. Code Ann. § 25-43-104 created the cabinet-level department for the Department of Human Services and Ark. Code Ann. § 25-43-108 established the Secretary of the Department of Human Services. This appropriation provides for the Office of the Secretary's operating expenses in the Department of Human Services.

Funding for this appropriation consists of inter-agency transfers which includes general revenue, federal funds, and other. Federal and other funding is determined by the Department's Cost Allocation Plan (CAP).

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

The Secretary's Office is requesting appropriation of \$349,193 in FY24 and \$349,853 in FY25.

The Executive Recommendation provides for the Agency Request.

Appropriation Summary

Appropriation: Z44 - Department of Human Services

Funding Sources: PAY - Shared Services Paying

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	301,263	306,693	287,042	287,042	287,042	287,042	287,042
#Positions	1	1	1	1	1	1	1
Personal Services Matching 5010003	59,844	64,531	61,282	62,151	62,151	62,811	62,811
Total	361,107	371,224	348,324	349,193	349,193	349,853	349,853
Funding Sources							
Federal Revenue 4000020	102,056	128,148		98,528	98,528	98,537	98,537
Inter-agency Fund Transfer 4000316	251,649	239,603		246,757	246,757	247,078	247,078
Various Program Support 4000730	7,402	3,473		3,908	3,908	4,238	4,238
Total Funding	361,107	371,224		349,193	349,193	349,853	349,853
Excess Appropriation/(Funding)	0	0		0	0	0	0
Grand Total	361,107	371,224		349,193	349,193	349,853	349,853

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. Inter-agency fund transfer from DHS- Administration Fund Account.

DHS - Secretary's Office

Employment Summary

	Male	Female	Total	%
White Employees	795	2933	3728	57 %
Black Employees	472	2225	2697	41 %
Other Racial Minorities	33	122	155	2 %
Total Minorities			2,852	43 %
Total Employees			6,580	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				
Arkansas Department of Human Services (SFY) Statistical Report	Act 414, Section 24 of 1961	Y	Y	15	Law requires. Distribution has decreased from 200 to 15 published copies. Outside requestors will be informed to access the web. Data is used for trending analysis, research and/or studies.	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: 0710 DHS - Secretary's Office

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
ARKANSAS QUALITY THERAPY CO	\$300,000	X					
BETTER COMMUNITY DEVELOPMENT INC	\$100,000	X					
STILL WATERS CONSULTING GROUP LLCSTILL WATERS CONSULTING GROUP LLC	\$200,000	X					

TOTAL NUMBER OF MINORITY CONTRACTS AWARDED 3

TOTAL EXPENDITURES FOR CONTRACTS AWARDED \$505,304

% OF MINORITY CONTRACTS AWARDED 100.00 %

Department Appropriation Summary

Appropriation	Historical Data						Agency Request and Executive Recommendation							
	2021-2022		2022-2023		2022-2023		2023-2024				2024-2025			
	Actual	Pos	Budget	Pos	Authorized	Pos	Agency	Pos	Executive	Pos	Agency	Pos	Executive	Pos
1DE Various Building Construction	5,930,455	0	12,290,460	0	15,914,729	0	15,914,729	0	15,914,729	0	15,914,729	0	15,914,729	0
414 Consolidated Cost	589,197	0	821,500	0	821,500	0	821,500	0	821,500	0	821,500	0	821,500	0
896 DHS-Admin Paying Account	52,345,922	648	60,773,303	613	66,532,416	672	68,120,925	661	68,120,925	661	68,588,154	661	68,588,154	661
898 Social Srvs Blk Grant-Fed	0	0	0	0	129,084	0	129,084	0	129,084	0	129,084	0	129,084	0
NOT REQUESTED FOR THE BIENNIUM														
Y98 DHS CARES Act COVID-19	6,367,900	0	0	0	0	0	0	0	0	0	0	0	0	0
Total	65,233,474	648	73,885,263	613	83,397,729	672	84,986,238	661	84,986,238	661	85,453,467	661	85,453,467	661

Funding Sources		%		%		%		%		%		%	
Fund Balance	4000005	18,517,538	21.2	22,143,919	22.6	24,268,188	22.2	24,268,188	22.2	24,268,188	22.0	24,268,188	22.0
General Revenue	4000010	23,733,915	27.2	23,778,707	24.2	24,487,611	22.4	24,487,611	22.4	24,518,586	22.2	24,518,586	22.2
Federal Revenue	4000020	27,711,964	31.7	26,733,492	27.2	31,066,822	28.4	31,066,822	28.4	31,330,476	28.4	31,330,476	28.4
Performance Fund	4000055	0	0.0	1,690,584	1.7	0	0.0	0	0.0	0	0.0	0	0.0
Inter-agency Fund Transfer	4000316	(660,475)	(0.8)	(239,603)	(0.2)	(246,757)	(0.2)	(246,757)	(0.2)	(247,078)	(0.2)	(247,078)	(0.2)
M & R Sales	4000340	39,609	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0
Reallocation of Resources	4000410	3,286,759	3.8	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0
Reimbursement	4000425	3,828,087	4.4	14,414,729	14.7	15,914,729	14.6	15,914,729	14.6	15,914,729	14.4	15,914,729	14.4
Transfer from General Revenue	4000542	1,571,611	1.8	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0
Transfer to Medicaid	4000655	(1,120,609)	(1.3)	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0
Various Program Support	4000730	10,468,994	12.0	9,631,623	9.8	13,763,833	12.6	13,763,833	12.6	14,536,754	13.2	14,536,754	13.2
Total Funds		87,377,393	100.0	98,153,451	100.0	109,254,426	100.0	109,254,426	100.0	110,321,655	100.0	110,321,655	100.0
Excess Appropriation/(Funding)		(22,143,919)		(24,268,188)		(24,268,188)		(24,268,188)		(24,868,188)		(24,868,188)	
Grand Total		65,233,474		73,885,263		84,986,238		84,986,238		85,453,467		85,453,467	

Authorized position count varies from Agency Request in FC 896 (DHS-Admin Paying Account) due to utilization of the OPM surrender pool.

Analysis of Budget Request

Appropriation: 1DE - Various Building Construction

Funding Sources: DHR - Human Services Renovation Fund

The Various Building Construction appropriation is for the purpose of construction, acquisition, renovation, maintenance, repair and equipping facilities of the Department of Human Services and for paying disallowances cited by the federal government. Facilities are those operated by the Divisions of Developmental Disabilities-Human Development Centers; Aging, Adult, and Behavioral Health-Arkansas State Hospital and Arkansas Health Center; and Youth Services-Juvenile Treatment Centers.

Funding for this appropriation is from the Human Services Renovation Fund and is derived from three sources. Federal reimbursement received by the Department. General revenue transferred from these three (3) Divisions with an annual maximum of five million dollars. Other funds may be utilized as determined to be available.

At the request of the Secretary of the Department of Human Services and upon certification of the availability of such funds, the Chief Fiscal Officer of the State shall initiate the necessary transfer documents to reflect the transfer on the books of record of the Treasurer of State, the Auditor of State, the Chief Fiscal Officer of the State and the Department. Ark. Code Ann. § 19-5-1020 was amended by Act 1537 of 1999 to require that transfers into the Renovation Fund must be submitted to and receive approval from the Chief Fiscal Officer of the State, the Governor and the Legislative Council prior to the effective date of the transfer. This appropriation is centralized within the DHS Secretary's purview in order that the needs of the Department can be prioritized, however, maintained by the Division of Administrative Services.

Continuing level of appropriation is the FY2023 Authorized.

The Division is requesting to continue appropriation in the amount of \$15,914,729 for each year of the biennium.

The Executive Recommendation provides for the Agency Request.

Appropriation Summary

Appropriation: 1DE - Various Building Construction
Funding Sources: DHR - Human Services Renovation 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	5,930,455	12,290,460	15,914,729	15,914,729	15,914,729	15,914,729	15,914,729
Total		5,930,455	12,290,460	15,914,729	15,914,729	15,914,729	15,914,729	15,914,729
Funding Sources								
Fund Balance	4000005	12,326,233	11,795,476		13,919,745	13,919,745	13,919,745	13,919,745
Reimbursement	4000425	3,828,087	14,414,729		15,914,729	15,914,729	15,914,729	15,914,729
Transfer from General Revenue	4000542	1,571,611	0		0	0	0	0
Total Funding		17,725,931	26,210,205		29,834,474	29,834,474	29,834,474	29,834,474
Excess Appropriation/(Funding)		(11,795,476)	(13,919,745)		(13,919,745)	(13,919,745)	(13,919,745)	(13,919,745)
Grand Total		5,930,455	12,290,460		15,914,729	15,914,729	15,914,729	15,914,729

Analysis of Budget Request

Appropriation: 414 - Consolidated Cost

Funding Sources: MCC - Consolidated Cost Revolving Fund

The Division of Shared Services is responsible for the centralized purchasing of postage, forms printing, and warehouse storage for the Department. Purchases are made through this appropriation with funding transferred from the respective Divisions to the Consolidated Cost Revolving Fund.

Funding for this appropriation, as indicated as various program support, is revenue transferred based on cost allocation derived from the program to which funds are assigned and can be a mix of funding sources such as general revenue, federal revenue, other revenue and/or a combination of each.

Continuing level of appropriation is the FY2023 Authorized.

The Division is requesting to continue appropriation in the amount of \$821,500 for each year of the biennium.

The Agency Request includes the following change for each year:

- Reallocation of \$21,500 from Operating Expenses to Capital Outlay to support capital purchases for the Department, if needed.

The Executive Recommendation provides for the Agency Request.

Appropriation Summary

Appropriation: 414 - Consolidated Cost
Funding Sources: MCC - Consolidated Cost Revolving 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	
Operating Expenses	5020002	589,197	821,500	821,500	800,000	800,000	800,000	800,000	
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	21,500	21,500	21,500	21,500	
Total		589,197	821,500	821,500	821,500	821,500	821,500	821,500	
Funding Sources									
Fund Balance	4000005	353,709	222,507		222,507	222,507	222,507	222,507	
Various Program Support	4000730	457,995	821,500		821,500	821,500	821,500	821,500	
Total Funding		811,704	1,044,007		1,044,007	1,044,007	1,044,007	1,044,007	
Excess Appropriation/(Funding)		(222,507)	(222,507)		(222,507)	(222,507)	(222,507)	(222,507)	
Grand Total		589,197	821,500		821,500	821,500	821,500	821,500	

Analysis of Budget Request

Appropriation: 896 - DHS–Admin Paying Account

Funding Sources: PWP - Administration Paying

Shared Services combines the core business functions of the agency including: Office of Finance, Office of Procurement, Office of Chief Counsel, Office of Information & Technology, Office of Human Resources, Office of Legislative & Intergovernmental Affairs, Office of Communications & Community Engagement, Office of Security & Compliance. Shared Services continues to refine business operations and to reorganize internal agency resources to better serve DHS and its mission. Budgets, expenses, and resource needs have re-aligned to perform the requirements and tasks of the agency while positions and programs continue to be reorganized as Shared Services has evolved.

Funding for this appropriation consists of a mix of revenue sources which includes general revenue, federal funds, and other. Federal and other funding is determined by the Department’s Cost Allocation Plan (CAP).

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

The Division is requesting appropriation in the amount of \$68,120,925 in FY24 and \$68,588,154 in FY25 and general revenue funding in the amount of \$24,487,611 in FY24 and \$24,518,586 in FY25.

The Agency Request includes the following changes:

- The following position changes incorporate previously approved Agency Reallocation of Resources from FY2022, which includes a decrease of (\$442,260) in Regular Salaries in both years and (\$168,067) in Personal Services Matching in FY24 and (\$174,007) in FY25.
 - 2 positions from the Division of Medical Services
 - (5) positions to the Division of Aging, Adult, & Behavioral Health Services, (1) position to the Division of Child Care and Early Childhood Education, (2) positions to the Division of Children & Family Services, (2) positions to the Division of Medical Services, and (1) position to the Division of Youth Services.
- Reallocation of \$400,000 from Professional Fees to Capital Outlay to support capital purchases for the division, if needed.
- Reclassification of one (1) position to better align with the roles and responsibilities of the position with no change in appropriation.

The Executive Recommendation provides for the Agency Request with the exception of the reclassification. This change will be placed on hold for the new administration to review and recommend.

Appropriation Summary

Appropriation: 896 - DHS--Admin Paying Account

Funding Sources: PWP - Administration Paying

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	31,230,793	36,159,050	36,456,698	37,048,480	37,048,480	37,073,480	37,073,480	
#Positions		648	613	672	661	661	661	661	
Extra Help	5010001	166,038	293,555	298,556	298,556	298,556	298,556	298,556	
#Extra Help		10	22	27	27	27	27	27	
Personal Services Matching	5010003	11,008,493	12,521,931	12,458,963	13,455,690	13,455,690	13,897,919	13,897,919	
Overtime	5010006	13	8,383	8,383	8,383	8,383	8,383	8,383	
Operating Expenses	5020002	4,371,655	5,564,116	5,571,873	5,571,873	5,571,873	5,571,873	5,571,873	
Conference & Travel Expenses	5050009	4,986	59,433	59,433	59,433	59,433	59,433	59,433	
Professional Fees	5060010	4,163,421	4,150,125	9,661,800	9,261,800	9,261,800	9,261,800	9,261,800	
Data Processing	5090012	0	0	0	0	0	0	0	
Capital Outlay	5120011	84,759	0	0	400,000	400,000	400,000	400,000	
Data Processing Services	5900044	1,315,764	2,016,710	2,016,710	2,016,710	2,016,710	2,016,710	2,016,710	
Total		52,345,922	60,773,303	66,532,416	68,120,925	68,120,925	68,588,154	68,588,154	
Funding Sources									
Fund Balance	4000005	5,788,299	10,076,355		10,076,355	10,076,355	10,076,355	10,076,355	
General Revenue	4000010	23,733,915	23,778,707		24,487,611	24,487,611	24,518,586	24,518,586	
Federal Revenue	4000020	20,721,258	26,733,492		30,937,738	30,937,738	31,201,392	31,201,392	
Performance Fund	4000055	0	1,690,584		0	0	0	0	
Inter-agency Fund Transfer	4000316	212,757	(239,603)		(246,757)	(246,757)	(247,078)	(247,078)	
M & R Sales	4000340	39,609	0		0	0	0	0	
Reallocation of Resources	4000410	3,286,759	0		0	0	0	0	
Transfer to Medicaid	4000655	(1,120,609)	0		0	0	0	0	
Various Program Support	4000730	9,760,289	8,810,123		12,942,333	12,942,333	13,715,254	13,715,254	
Total Funding		62,422,277	70,849,658		78,197,280	78,197,280	79,264,509	79,264,509	
Excess Appropriation/(Funding)		(10,076,355)	(10,076,355)		(10,076,355)	(10,076,355)	(10,676,355)	(10,676,355)	
Grand Total		52,345,922	60,773,303		68,120,925	68,120,925	68,588,154	68,588,154	

FY23 Budget amount in Personal Services Matching exceeds the authorized amount due to 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: 898 - DHS-Grants Paying Account

Funding Sources: PWE - Grants Paying

The Division of Administrative Services administers the Social Services Block Grant (SSBG). The Office of Community Services, Administration for Children and Families, U. S. Department of Health and Human Services is responsible for the administration of the grant program at the federal level with grants made directly to the State. Grant amounts are determined by a statutory formula based on individual state population. Up to 10% of block grant funds are allowed to be transferred to other block grant programs for support of health services, health promotion and disease prevention campaigns, and low-income home energy assistance.

Under the provisions of the block grant, each state has the authority to determine the most appropriate social services for the state's citizens. Included are services such as assistance to individuals and families to become more independent relative to financial support and personal care, family maintenance and avoidance of institutional care. These services are rendered through contracts with community programs across the state to provide services to people with developmental disabilities, mental illness, the elderly, and children. The agency has elected to allocate the majority of the SSBG funds to various divisions within the Department and other departments in state government - Workforce Education, Rehabilitation Services and Spinal Cord Commission thus eliminating the need for the majority of this appropriation. Each of the DHS divisions and other departments certify the funds in the respective division/department and budget for utilization of these funds.

Funding for this appropriation is 100% federal funds and is provided under Title XX of the Social Security Act (Omnibus Budget Reconciliation Act of 1981 as amended, P.L. 97-35; Jobs Training Bill, P.L. 98-8; P.L. 98-473; Medicaid and Medicare Patient and Program Act of 1987; Omnibus Budget Reconciliation Act of 1987, P.L. 100-203; Family Support Act of 1988, P.L. 100-485; Omnibus Budget Reconciliation Act of 1993, P.L. 103-66; 42 U.S.C. 1397 et seq.).

Continuing level of appropriation is the FY2023 Authorized.

The Division is requesting to continue appropriation in the amount of \$129,084 for each year of the biennium.

The Executive Recommendation provides for the Agency Request.

Appropriation Summary

Appropriation: 898 - DHS-Grants Paying Account

Funding Sources: PWE - Grants Paying

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	
Purchase of Services	5100004	0	0	129,084	129,084	129,084	129,084	129,084	
Total		0	0	129,084	129,084	129,084	129,084	129,084	
Funding Sources									
Fund Balance	4000005	49,297	49,581		49,581	49,581	49,581	49,581	
Federal Revenue	4000020	873,516	0		129,084	129,084	129,084	129,084	
Inter-agency Fund Transfer	4000316	(873,232)	0		0	0	0	0	
Total Funding		49,581	49,581		178,665	178,665	178,665	178,665	
Excess Appropriation/(Funding)		(49,581)	(49,581)		(49,581)	(49,581)	(49,581)	(49,581)	
Grand Total		0	0		129,084	129,084	129,084	129,084	

Appropriation Summary

Appropriation: Y98 - DHS CARES Act COVID-19

Funding Sources: FWF - CARES

Historical Data

Agency Request and Executive Recommendation

Commitment Item		Historical Data			Agency Request and Executive Recommendation			
		2021-2022 Actual	2022-2023 Budget	2022-2023 Authorized	2023-2024		2024-2025	
					Agency	Executive	Agency	Executive
Grants and Aid	5100004	6,367,900	0	0	0	0	0	0
Total		6,367,900	0	0	0	0	0	0
Funding Sources								
Federal Revenue	4000020	6,117,190	0		0	0	0	0
Various Program Support	4000730	250,710	0		0	0	0	0
Total Funding		6,367,900	0		0	0	0	0
Excess Appropriation/(Funding)		0	0		0	0	0	0
Grand Total		6,367,900	0		0	0	0	0

APPROPRIATION NOT REQUESTED FOR THE 2023-2025 BIENNIUM.

DHS - Aging, Adult & Behavioral Health

State Contracts Over \$50,000 Awarded To Minority Owned Businesses Fiscal Year 2022

None

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
1EN Community Alcohol Safety	409,676	0	1,398,193	0	2,416,834	0	2,416,834	0	2,416,834	0	2,416,834	0	2,416,834	0
1ET Alcohol & Drug Abuse Prevention	26,163,732	0	58,161,417	0	40,513,788	0	40,513,788	0	40,513,788	0	40,513,788	0	40,513,788	0
2MN Mental Health Grants	29,750,901	0	50,477,554	0	43,672,554	0	43,672,554	0	43,672,554	0	43,672,554	0	43,672,554	0
418 Meals on Wheels	1,793,061	0	2,200,000	0	2,400,000	0	2,400,000	0	2,400,000	0	2,400,000	0	2,400,000	0
896 Division of Aging, Adult & Behavioral Health	107,888,979	1,118	121,305,797	1,037	123,734,472	1,163	127,104,051	1,153	127,104,051	1,153	127,431,758	1,153	127,431,758	1,153
898 DHS-Grants Paying Account	28,669,606	0	46,474,975	0	47,350,322	0	47,350,322	0	47,350,322	0	47,350,322	0	47,350,322	0
938 Patient Benefits-Cash in Treasury	2,015	0	34,676	0	34,676	0	34,676	0	34,676	0	34,676	0	34,676	0
978 Senior Olympics	70,000	0	70,000	0	70,000	0	70,000	0	70,000	0	70,000	0	70,000	0
E77 Vets Mental Health Grant	0	0	0	0	5,000,000	0	5,000,000	0	5,000,000	0	5,000,000	0	5,000,000	0
V43 Community Based Crisis Intervention	3,367,281	0	4,925,565	0	5,000,000	0	5,000,000	0	5,000,000	0	5,000,000	0	5,000,000	0
NOT REQUESTED FOR THE BIENNIUM														
AN7 ARPA Substance Abuse Prevent Block Gr	159,234	0	0	0	0	0	0	0	0	0	0	0	0	0
AN8 ARPA Community Mental Health BG	5,404	0	0	0	0	0	0	0	0	0	0	0	0	0
AO1 ARP Title VII - Ombudsman Program	47,887	0	0	0	0	0	0	0	0	0	0	0	0	0
AO2 ARP Title III-B Support Services-DAABH	2,307,270	0	0	0	0	0	0	0	0	0	0	0	0	0
AO3 ARP Title III-C2 Home Delivered Meals	2,745,025	0	0	0	0	0	0	0	0	0	0	0	0	0
AO4 ARP Title III-C1 Home Delivered Meals	1,356,894	0	0	0	0	0	0	0	0	0	0	0	0	0
AO5 ARP Title III-D Preventive Health	165,387	0	0	0	0	0	0	0	0	0	0	0	0	0
AO6 ARP Title III-E Family Caregivers	500,837	0	0	0	0	0	0	0	0	0	0	0	0	0
AO7 ARPA SABG Mitigation	377,491	0	0	0	0	0	0	0	0	0	0	0	0	0
AV2 DAABH Covid Mitigation	170,402	0	0	0	0	0	0	0	0	0	0	0	0	0
Total	205,951,082	1,118	285,048,177	1,037	270,192,646	1,163	273,562,225	1,153	273,562,225	1,153	273,889,932	1,153	273,889,932	1,153

Funding Sources		%		%		%		%		%		%	
Fund Balance	4000005	24,435,011	10.7	22,818,215	7.5	17,539,586	6.2	17,539,586	6.2	14,821,065	5.3	12,764,136	4.6
General Revenue	4000010	95,158,564	41.6	101,232,260	33.5	103,390,922	36.4	101,333,993	36.0	102,957,650	36.6	101,393,589	36.5
Federal Revenue	4000020	68,533,358	30.0	136,389,981	45.1	105,109,146	37.0	105,109,146	37.3	105,161,425	37.4	105,161,425	37.9
Special Revenue	4000030	2,049,839	0.9	2,345,068	0.8	2,768,056	1.0	2,768,056	1.0	2,768,056	1.0	2,768,056	1.0
Cash Fund	4000045	14,101	0.0	34,676	0.0	34,676	0.0	34,676	0.0	34,676	0.0	34,676	0.0
Performance Fund	4000055	0	0.0	606,655	0.2	0	0.0	0	0.0	0	0.0	0	0.0
Inter-agency Fund Transfer	4000316	1,246,432	0.5	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0
Reallocation of Resources	4000410	34,137	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0
State Administration of Justice	4000470	593,639	0.3	593,639	0.2	296,819	0.1	296,819	0.1	296,819	0.1	296,819	0.1

Funding Sources		%		%		%		%		%		%	
Transfer to Medicaid	4000655	(365,542)	(0.2)	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0
Transfer to Medicaid Match	4000660	(32,582)	0.0	(32,582)	0.0	(32,582)	0.0	(32,582)	0.0	(32,582)	0.0	(32,582)	0.0
Unfunded Appropriation	4000715	0	0.0	0	0.0	5,000,000	1.8	5,000,000	1.8	5,000,000	1.8	5,000,000	1.8
Various Program Support	4000730	37,102,340	16.2	38,599,851	12.8	49,652,729	17.5	49,652,729	17.6	50,361,429	17.9	50,361,429	18.1
Total Funds		228,769,297	100.0	302,587,763	100.0	283,759,352	100.0	281,702,423	100.0	281,368,538	100.0	277,747,548	100.0
Excess Appropriation/(Funding)		(22,818,215)		(17,539,586)		(10,197,127)		(8,140,198)		(7,478,606)		(3,857,616)	
Grand Total		205,951,082		285,048,177		273,562,225		273,562,225		273,889,932		273,889,932	

Budget exceeds Authorized Appropriation in FC 1ET - Alcohol & Drug Abuse Prevention and FC 2MN - Mental Health Grants due to transfers from the Miscellaneous Federal Grant Holding Account.
Variance in Fund Balance is due to unfunded appropriation.
Authorized position count in FC 896 - Division of Aging, Adult & Behavioral Health varies from Agency Request due to utilization of the OPM surrender pool.

Analysis of Budget Request

Appropriation: 1EN - Community Alcohol Safety

Funding Sources: MHS-Highway Safety Special Fund

Act 1219 of 1999 transferred the Community Alcohol Safety Program from the State Highway and Transportation Department to the Arkansas Department of Health effective July 1, 1999. Act 1717 of 2003 transferred this appropriation from the Department of Health by a Type 1 transfer as provided for in Ark. Code Ann. § 25-2-104 to the Department of Human Services, Division of Behavioral Health Services.

The Community Alcohol Safety program addresses offenders arrested for DWI. Individuals arrested are evaluated by the Alcohol Safety Education Program (ASEP). The ASEP consists of 8 different sub-grantees throughout the State that provide counselors, conduct pre-sentence investigation, and provide information to the public related to DWI issues.

Funding for this appropriation includes the State Administration of Justice Fund and Special Revenues. The Special Revenue received is derived from the Drug and Alcohol Safety Education Program. Funding associated with this appropriation is allowed to be counted against the Maintenance of Effort requirement for the Substance Abuse Prevention and Treatment (SAPT) Federal Block Grant that is payable out of the Alcohol and Drug Abuse Prevention appropriation.

Continuing level of appropriation is the FY23 Authorized.

The Division requests to continue appropriation of \$2,416,834 in each year of the biennium.

The Executive Recommendation provides for the Agency Request.

Appropriation Summary

Appropriation: 1EN - Community Alcohol Safety
Funding Sources: MHS-Highway Safety 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
Grants and Aid	5100004	409,676	1,398,193	2,416,834	2,416,834	2,416,834	2,416,834	2,416,834
Total		409,676	1,398,193	2,416,834	2,416,834	2,416,834	2,416,834	2,416,834
Funding Sources								
Fund Balance	4000005	353,064	1,144,297		791,233	791,233	0	0
State Administration of Justice	4000470	397,439	397,439		198,719	198,719	198,719	198,719
Various Program Support	4000730	803,470	647,690		647,690	647,690	647,690	647,690
Total Funding		1,553,973	2,189,426		1,637,642	1,637,642	846,409	846,409
Excess Appropriation/(Funding)		(1,144,297)	(791,233)		779,192	779,192	1,570,425	1,570,425
Grand Total		409,676	1,398,193		2,416,834	2,416,834	2,416,834	2,416,834

The transfer of State Administration of Justice reflects an allocation of 30% in FY23 and a projected allocation of 15% in the 2023-2025 Biennium. Expenditure of appropriation is contingent upon available funding.

Analysis of Budget Request

Appropriation: 1ET - Alcohol & Drug Abuse Prevention

Funding Sources: MDA - Drug Abuse Prevention and Treatment Fund

Act 1717 of 2003 transferred this appropriation from the Department of Health by a Type 1 transfer as provided for in Ark. Code Ann. § 25-2-104 to the Department of Human Services. This program provides funding for alcohol and drug services which includes detoxification, residential treatment, outpatient treatment, methadone maintenance treatment and Special Women's Services.

Funding for this appropriation is derived from a mix of sources that includes general revenue (DBA - Behavioral Health Services Fund Account), federal, Administration of Justice funds and other revenue. Federal funds include Strategic Prevention Framework/Partnerships for Success grant, SBPT, PDO, and STR Opioid Crisis Grant. Other funding, which is indicated as various program support, can include sources such as, City of Little Rock funds, Robert Wood Johnson funds, court costs and fees.

Continuing level of appropriation is the FY2023 Authorized.

The Division requests to continue appropriation of \$40,513,788 and general revenue funding of \$1,274,689 in each year of the biennium.

The Executive Recommendation provides for the Agency Request.

Appropriation Summary

Appropriation: 1ET - Alcohol & Drug Abuse Prevention
Funding Sources: MDA - Drug Abuse Prevention and Treatment 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	26,163,732	58,161,417	40,513,788	40,513,788	40,513,788	40,513,788	40,513,788
Total		26,163,732	58,161,417	40,513,788	40,513,788	40,513,788	40,513,788	40,513,788

Funding Sources								
Fund Balance	4000005	1,311,707	5,577		5,577	5,577	0	0
General Revenue	4000010	1,769,918	1,469,689		1,274,689	1,274,689	1,274,689	1,274,689
Federal Revenue	4000020	22,832,553	56,495,528		38,944,799	38,944,799	38,944,799	38,944,799
Special Revenue	4000030	46,423	0		0	0	0	0
State Administration of Justice	4000470	196,200	196,200		98,100	98,100	98,100	98,100
Various Program Support	4000730	12,508	0		0	0	0	0
Total Funding		26,169,309	58,166,994		40,323,165	40,323,165	40,317,588	40,317,588
Excess Appropriation/(Funding)		(5,577)	(5,577)		190,623	190,623	196,200	196,200
Grand Total		26,163,732	58,161,417		40,513,788	40,513,788	40,513,788	40,513,788

Budget exceeds Authorized Appropriation in Grants and Aid due to a transfer from the Miscellaneous Federal Grant Holding Account.
 The transfer of State Administration of Justice reflects an allocation of 30% in FY23 and a projected allocation of 15% in the 2023-2025 Biennium. Expenditure of appropriation is contingent upon available funding.

Analysis of Budget Request

Appropriation: 2MN - Mental Health Grants

Funding Sources: PWE - Grants Paying

This appropriation provides authority for the Mental Health Block Grant, the Mental Health Homeless Grant, Child Mental Health Incentive - ACTION grant and other miscellaneous federal grants. Grants/Aids are used primarily for support of the private non-profit Community Mental Health Centers.

Funding for this appropriation is comprised of general revenue and federal revenue.

Continuing level of appropriation is the FY2023 Authorized.

The Division requests to continue appropriation of \$43,672,554 and general revenue funding of \$23,539,214 in each year of the biennium.

The Executive Recommendation provides for the Agency Request.

Appropriation Summary

Appropriation: 2MN - Mental Health Grants

Funding Sources: PWE - Grants Paying

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	29,750,901	50,477,554	43,672,554	43,672,554	43,672,554	43,672,554	43,672,554
Total		29,750,901	50,477,554	43,672,554	43,672,554	43,672,554	43,672,554	43,672,554

Funding Sources								
Fund Balance	4000005	0	2,354,475		2,354,475	2,354,475	2,354,475	2,354,475
General Revenue	4000010	21,160,212	21,453,323		23,539,214	23,539,214	23,539,214	23,539,214
Federal Revenue	4000020	4,984,236	28,774,231		20,133,340	20,133,340	20,133,340	20,133,340
Various Program Support	4000730	5,960,928	250,000		0	0	0	0
Total Funding		32,105,376	52,832,029		46,027,029	46,027,029	46,027,029	46,027,029
Excess Appropriation/(Funding)		(2,354,475)	(2,354,475)		(2,354,475)	(2,354,475)	(2,354,475)	(2,354,475)
Grand Total		29,750,901	50,477,554		43,672,554	43,672,554	43,672,554	43,672,554

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

Analysis of Budget Request

Appropriation: 418 - Meals on Wheels

Funding Sources: DHP - Aging and Adult Services Fund Account

The Meals on Wheels appropriation is utilized to provide home delivered meals to clients who are homebound, unable to prepare nutritionally adequate meals, and live in an area where meals can be delivered. These home delivered meals comply with the Dietary Guidelines for Americans and contain 1/3 of the Recommended Dietary Allowance (RDA) of nutrients (2/3 RDA provided if in the same day a second meal is served, and 100% if 3 meals in a day.) Clients must be age 60+ (or spouse or disabled dependent of person age 60+). This service is available through the Area Agencies on Aging (AAAs).

Funding for this appropriation consists of an allotment of an additional one-cent per pack tax levied on cigarettes as authorized by Ark. Code Ann. § 26-57-802. Additional funding was provided by a new \$1.25 tax per 1,000 cigarettes levied in 2001 by Ark. Code Ann. § 26-57-1101 and a privilege tax by Ark. Code Ann. § 26-57-1102 on tobacco products other than cigarettes on the first sale to wholesalers or retailers within the state at 2% of the manufacturer's selling price. Ark. Code Ann. § 26-57-1103 directed that 50% of 29% of all moneys collected from the added tax would be credited as Special Revenues to be used to assist the Meals on Wheels Program.

Continuing level of appropriation is the FY2023 Authorized.

The Division requests to continue appropriation of \$2,400,000 in each year of the biennium.

The Executive Recommendation provides for the Agency Request.

Appropriation Summary

Appropriation: 418 - Meals on Wheels

Funding Sources: DHP - Aging and Adult Services Fund Account

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
Transportation Services 5900046	1,793,061	2,200,000	2,400,000	2,400,000	2,400,000	2,400,000	2,400,000
Total	1,793,061	2,200,000	2,400,000	2,400,000	2,400,000	2,400,000	2,400,000
Funding Sources							
Fund Balance 4000005	130,968	341,323		341,323	341,323	341,323	341,323
Special Revenue 4000030	2,003,416	2,200,000		2,400,000	2,400,000	2,400,000	2,400,000
Total Funding	2,134,384	2,541,323		2,741,323	2,741,323	2,741,323	2,741,323
Excess Appropriation/(Funding)	(341,323)	(341,323)		(341,323)	(341,323)	(341,323)	(341,323)
Grand Total	1,793,061	2,200,000		2,400,000	2,400,000	2,400,000	2,400,000

Analysis of Budget Request

Appropriation: 896 - DHS–Admin Paying Account

Funding Sources: PWP - Administration Paying

Act 913 of 2017 merged the Division of Behavioral Health Services and Division of Aging and Adult Services to become the new Division of Aging, Adult, and Behavioral Health Services (DAABHS). This appropriation provides for the salaries, maintenance and operations, and other operational expenses of DAABHS, which includes the operation of two facilities, the Arkansas State Hospital and the Arkansas Health Center.

DAABHS currently serves older Arkansans and adult Arkansans with physical disabilities through home and community-based services; has oversight of the state’s public mental health system through the 13 present community mental health centers; coordinates the state’s substance abuse treatment and prevention efforts as well as the Arkansas State Drug Director’s Office; and as mentioned, operates the Arkansas State Hospital, a 220-bed in-patient psychiatric facility serving civil and forensic admissions, and the Arkansas Health Center, a 290-bed licensed skilled care nursing home.

Funding for this appropriation includes a mix of state general revenue (DBA - Behavioral Health Services Fund Account), federal revenue and other revenues. Federal revenues include Title III, Title V, Title VII, MFP, FG, MHBG, SPF/PFS, PDO, and STR Opioid Crisis. Other revenues, which is indicated as various program support, include registry fees, ombudsman fees, private funds, patient collections, Medicare and Medicaid reimbursements.

With the exception of Regular Salaries, Personal Services Matching, and Capital Outlay, continuing level of appropriation is the FY 2023 Authorized.

The Division requests appropriation of \$127,104,051 in FY24 and \$127,431,758 in FY25 and general revenue funding of \$65,215,415 in FY24 and \$64,782,143 in FY25.

The Agency request includes the following changes:

- The following position changes incorporate the Agency's Reallocation of Resources approved by the Arkansas Legislative Council in June 2022, which includes a decrease of (\$585) in Regular Salaries in both years and an increase of \$6,790 in Personal Services Matching in FY24 and \$7,450 in FY25.
 - 5 positions from Secretary's Office, 1 from Division of Medical Services, and 1 from Division of Provider Services and Quality Assurance.
 - (1) position to Division of Child Care and Early Childhood Education, (2) to Division of County Operations, and (3) to Division of Provider Services and Quality Assurance.
- Reclassification of thirty-three (33) positions, with no change in appropriation.

- Increase of appropriation in Operating Expenses in the amount of \$137,919 in FY24 and \$145,051 in FY25 due to increased pharmacy and contractual food services fees.
- Increase of appropriation in Professional Fees in the amount of \$1,919,010 in FY24 and \$1,419,010 in FY25 due to increased medical fees.
- Increase of General Revenue funding in the amount of \$2,056,929 in FY24 and \$1,564,061 in FY25 due to increases in the cost of pharmacy, medical contracts, and contractual food service.
- Reallocation of General Revenue funding in the amount of (\$43,252) to the Division of County Operations in each year of the biennium due to a transfer of two (2) positions.

The Executive Recommendation provides for the Agency Request for appropriation only, with the exception of the reclassifications. These changes will be placed on hold for the new administration to review and recommend. The Executive Recommendation also provides for general revenue funding in the amounts of \$63,158,486 in FY24 and \$63,218,082 in FY25, which includes the reallocation of (\$43,252) to the Division of County Operations.

Appropriation Summary

Appropriation: 896 - DHS--Admin Paying Account

Funding Sources: PWP - Administration Paying

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	48,007,319	51,346,698	53,948,978	54,046,006	54,046,006	54,094,106	54,094,106
#Positions		1,118	1,037	1,163	1,153	1,153	1,153	1,153
Extra Help	5010001	3,431,208	5,726,691	5,764,305	5,764,305	5,764,305	5,764,305	5,764,305
#Extra Help		204	346	347	347	347	347	347
Personal Services Matching	5010003	19,312,753	20,808,925	21,049,288	22,764,910	22,764,910	23,537,385	23,537,385
Overtime	5010006	4,603,288	5,712,006	5,712,006	5,712,006	5,712,006	5,712,006	5,712,006
Operating Expenses	5020002	22,647,932	29,155,565	27,828,027	27,965,946	27,965,946	27,973,078	27,973,078
Conference & Travel Expenses	5050009	51,801	137,211	159,913	159,913	159,913	159,913	159,913
Professional Fees	5060010	9,808,128	7,818,701	8,431,820	10,350,830	10,350,830	9,850,830	9,850,830
Data Processing	5090012	0	0	0	0	0	0	0
Grants and Aid	5100004	0	0	0	0	0	0	0
Capital Outlay	5120011	26,550	600,000	500,000	0	0	0	0
Foster Grandparent	5900038	0	0	340,135	340,135	340,135	340,135	340,135
Total		107,888,979	121,305,797	123,734,472	127,104,051	127,104,051	127,431,758	127,431,758

Funding Sources								
Fund Balance	4000005	12,501,360	11,606,524		11,606,524	11,606,524	11,530,690	9,473,761
General Revenue	4000010	61,228,497	67,432,358		65,215,415	63,158,486	64,782,143	63,218,082
Federal Revenue	4000020	14,780,212	15,597,205		12,840,345	12,840,345	12,892,624	12,892,624
Performance Fund	4000055	0	606,655		0	0	0	0
Inter-agency Fund Transfer	4000316	1,246,432	0		0	0	0	0
Reallocation of Resources	4000410	34,137	0		0	0	0	0
Transfer to Medicaid	4000655	(365,542)	0		0	0	0	0
Transfer to Medicaid Match	4000660	(32,582)	(32,582)		(32,582)	(32,582)	(32,582)	(32,582)
Various Program Support	4000730	30,102,989	37,702,161		49,005,039	49,005,039	49,713,739	49,713,739
Total Funding		119,495,503	132,912,321		138,634,741	136,577,812	138,886,614	135,265,624
Excess Appropriation/(Funding)		(11,606,524)	(11,606,524)		(11,530,690)	(9,473,761)	(11,454,856)	(7,833,866)
Grand Total		107,888,979	121,305,797		127,104,051	127,104,051	127,431,758	127,431,758

Budget exceeds Authorized Appropriation in Operating Expenses and Capital Outlay due to a transfer from the Miscellaneous Federal Grant Holding Account.
 Variance in number of positions in Authorized and Agency Request is due to utilization of the OPM surrender pool.

Analysis of Budget Request

Appropriation: 898 - DHS-Grants Paying Account

Funding Sources: PWE - Grants Paying

The Division of Aging, Adult, and Behavioral Health Services (DAABHS) provides the following programs and/or support services specifically for the Aging and Adult demographic in the State of Arkansas.

The Project Grants appropriation provides the main source of federal revenue for support services to be distributed through Area Agencies on Aging and other community providers on a formula or project basis. Project Grants enables seniors to remain in their own homes with high quality of life for as long as possible through the provision of home and community-based services, including support for family caregivers. Grants awarded to the State through competitive process ensure the rights of older people and prevent abuse, neglect, and exploitation. Priority support services are provided through Project Grants as well as Ombudsman and senior part-time employment program for low income persons aged 55 or older who have poor employment prospects.

The Retired and Senior Volunteer Program (RSVP) appropriation is part of the national, non-profit organization sponsored locally by one of five regional programs. It provides people aged 55 or older with an opportunity to use the skills they spent a lifetime acquiring, in meaningful volunteer activities. RSVP also conducts recognition events for members of the program as a means to recognize the people who donate their time and talents to help their Arkansas communities, providing an opportunity for members to socialize with other active seniors.

The Senior Citizens Centers appropriation provides DAABHS with local hubs for administering the many programs offered to the service areas covered by the more than 200 Centers across the state. They serve as resources for information and assistance regarding eligibility and applications, places of congregation, as well as offering RSVP opportunities.

The Older Worker Program appropriation for DAABHS provides for low-income persons aged 55 or older who have poor employment prospects. Program participants receive assignments at community and government agencies and are paid the Federal or State minimum wage, whichever is higher. Participants may also receive assistance in developing job search skills and in locating a permanent job. Participants are placed in non-profit or public service type host agencies. They receive on-the-job training and work experience. During their training, participants work with their local Employment and Training Coordinator to achieve permanent part-time or full-time unsubsidized employment either at their host agency or with other employment sources in their area. Some of the benefits participants receive while in the program are: temporary paid work experience; improvement of marketable skills; development of new skills; and an opportunity to establish a current work history.

The Community-Based Care and Nursing Home Care Alternative appropriation of DAABHS encompasses two programs: ARChoices in Homecare and Living Choices Assisted Living. Both are Medicaid home and community-based programs that provide services to Arkansas residents of several age ranges.

- Living Choices Assisted Living Medicaid waiver program provides 24-hour supervision and supportive services, including limited nursing services in a congregate setting to persons aged 21 or older who have an income of no more than 300% of SSI and limited resources.
- ARChoices in Homecare Medicaid waiver program provides in-home services to individuals 65 or older and to adults with physical disabilities aged 21-64. These services are designed to delay or prevent institutionalization by maintaining, strengthening or restoring an eligible client's functioning in his or her own home. Services may include attendant care, adult day care, adult day health care, home delivered meals, personal emergency response system, environmental accessibility adaptations/adaptive equipment, and respite care.

DAABHS's Nutrition Programs appropriation is designed to provide meals to clients who are age 60 or older (or spouse or disabled dependent of person 60 or older), homebound, and unable to prepare nutritionally adequate meals, and living in an area where the meal can be delivered.

Funding for this appropriation comprises of state general revenue (DBA - Behavioral Health Services Fund Account), federal revenue, special revenue, and other revenue. Federal Revenue includes Title II, Title III, Title V, Title VII, Medicaid, Senior Medicaid Fraud, Social Services Block Grant, Money Follows the Person, FG, Senior Farmers Market, and Nutrition Services. Special Revenue is the "In God We Trust License Plate" Fund (Ark. Code Ann. § 27-15-4904). Other revenue, which is indicated as various program support, includes 45-day rule funding and Area Agency on Aging Income Tax Check-Off (Ark. Code Ann. § 26-51-454).

Continuing level of appropriation is the FY2023 Authorized.

The Division requests to continue appropriation of \$47,350,322 and general revenue funding of \$10,791,604 in each year of the biennium.

The Executive Recommendation provides for the Agency Request.

Appropriation Summary

Appropriation: 898 - DHS-Grants Paying Account

Funding Sources: PWE - Grants Paying

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	
Project Grants	5100004	8,831,501	16,633,041	14,491,416	14,491,416	14,491,416	14,491,416	14,491,416	
Retired & Sr Volunteer Prgm	5100004	22,450	75,000	75,000	75,000	75,000	75,000	75,000	
Sr Citizen Centers	5100004	4,685,750	5,000,000	8,000,000	8,000,000	8,000,000	8,000,000	8,000,000	
Nursing Hm Care Alternatives	5100004	4,198,956	4,590,037	4,802,025	4,802,025	4,802,025	4,802,025	4,802,025	
Nutrition Programs	5100004	10,011,288	19,124,232	18,929,216	18,929,216	18,929,216	18,929,216	18,929,216	
Older Wkrs Prgm Grant	5100004	919,661	1,052,665	1,052,665	1,052,665	1,052,665	1,052,665	1,052,665	
Total		28,669,606	46,474,975	47,350,322	47,350,322	47,350,322	47,350,322	47,350,322	
Funding Sources									
Fund Balance	4000005	3,441,700	2,350,780		2,350,780	2,350,780	504,903	504,903	
General Revenue	4000010	9,255,715	10,806,890		10,791,604	10,791,604	10,791,604	10,791,604	
Federal Revenue	4000020	18,100,526	35,523,017		33,190,662	33,190,662	33,190,662	33,190,662	
Special Revenue	4000030	0	145,068		368,056	368,056	368,056	368,056	
Various Program Support	4000730	222,445	0		0	0	0	0	
Total Funding		31,020,386	48,825,755		46,701,102	46,701,102	44,855,225	44,855,225	
Excess Appropriation/(Funding)		(2,350,780)	(2,350,780)		649,220	649,220	2,495,097	2,495,097	
Grand Total		28,669,606	46,474,975		47,350,322	47,350,322	47,350,322	47,350,322	

Variance in Fund Balance is due to unfunded appropriation.

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

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

Agency: Department of Human Services-Aging, Adult & Behavioral Health

Program: DHS-Grants Paying Account

Act #: 524 Section(s) #: 28

Estimated Carry Forward Amount \$ 1,845,877.00 Funding Source: State General Revenue

Accounting Information:

Business Area: 0710 Funds Center: 898 Fund: PWE Functional Area: HHS

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:

Per Act 524 section 28 the Chief Fiscal Officer of the State shall cause to be transferred on his or her books and those of the State Treasurer and Auditor of the State the balance of unobligated general revenue funds remaining in the Fund or Funds Accounts and the corresponding paying account as determined by the Chief Fiscal Officer of the State to the Division of Aging, Adult, and Behavioral Health Services paying account to be used exclusively for the disbursement of funds for Senior Citizen Centers in the amount of recouped and recovered general revenue not to exceed five hundred thousand dollars (\$500,000).

Actual Funding Carry Forward Amount \$ 98,093.00

Current status of carry forward funding:

Many senior citizen centers are open a limited number of days each week due to funding shortage. These funds will enable the division to increase grant funds to help with the shortages.

Mark White
Secretary

09-01-2022
Date

Analysis of Budget Request

Appropriation: 938 - Patient Benefits–Cash in Treasury

Funding Sources: NHS - Cash in Treasury

The Patient Benefits appropriation provides funds on a cash basis to meet patient needs such as recreational activities and personal items. Cash funds are derived from proceeds from parking meters, interest and private donations.

Expenditure of appropriation is contingent upon available funding.

Continuing level of appropriation is the FY2023 Authorized.

The Division requests to continue appropriation of \$34,676 in each year of the biennium.

The Executive Recommendation provides for the Agency Request.

Appropriation Summary

Appropriation: 938 - Patient Benefits–Cash in Treasury

Funding Sources: NHS - 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
Patient Benefit Fund	5900046	2,015	34,676	34,676	34,676	34,676	34,676	34,676
Total		2,015	34,676	34,676	34,676	34,676	34,676	34,676
Funding Sources								
Fund Balance	4000005	77,588	89,674		89,674	89,674	89,674	89,674
Cash Fund	4000045	14,101	34,676		34,676	34,676	34,676	34,676
Total Funding		91,689	124,350		124,350	124,350	124,350	124,350
Excess Appropriation/(Funding)		(89,674)	(89,674)		(89,674)	(89,674)	(89,674)	(89,674)
Grand Total		2,015	34,676		34,676	34,676	34,676	34,676

Expenditure of appropriation is contingent upon available funding.

Analysis of Budget Request

Appropriation: 978 - Senior Olympics

Funding Sources: DBA - Behavioral Health Services Fund Account

This appropriation was first authorized in 1995 to provide funding for the Arkansas Senior Olympics. Funds are paid on a two-to-one matching basis to the Senior Arkansas Sports Organization, a non-profit organization that organizes the Arkansas Senior Olympic games. The purpose of the Senior Olympics program is to promote healthy lifestyles for seniors through education, fitness and sports participation.

Arkansas Senior Olympic Games are structured in accordance with rules established by the National Senior Games Association (NSGA). There are ten age divisions that apply to both men and women for individual and doubles events, and seven age divisions for team events. The events include: Archery, Badminton, Bowling, Cycling, Golf, Horseshoes, Race/Walk, Racquetball, Road Race, Shuffleboard, Swimming, Table Tennis, Tennis, Track and Field events and Weightlifting/Bench Press. Other recreational events are also available, including Basketball Shoot, Bean Bag Baseball, Card and Board Games, Eight Ball Pool, Pickle Ball, etc.

Funding for this appropriation consists of 100% general revenue (DBA - Behavioral Health Services Fund Account).

Continuing level of appropriation is the FY2023 Authorized.

The Division requests to continue appropriation and general revenue funding of \$70,000 in each year of the biennium.

The Executive Recommendation provides for the Agency Request.

Appropriation Summary

Appropriation: 978 - Senior Olympics

Funding Sources: DBA - Behavioral Health Services Fund Account

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	70,000	70,000	70,000	70,000	70,000	70,000	70,000
Total	70,000	70,000	70,000	70,000	70,000	70,000	70,000
Funding Sources							
General Revenue 4000010	70,000	70,000		70,000	70,000	70,000	70,000
Total Funding	70,000	70,000		70,000	70,000	70,000	70,000
Excess Appropriation/(Funding)	0	0		0	0	0	0
Grand Total	70,000	70,000		70,000	70,000	70,000	70,000

Analysis of Budget Request

Appropriation: E77 - Vets Mental Health Grant

Funding Sources: PWE - Grants Paying

This appropriation provides mental health grants to veterans and their families. During the 93rd General Assembly, the Division of Aging, Adult, and Behavioral Health Services appropriation act was amended to include this appropriation.

Funding for this appropriation has not been determined.

Continuing level of appropriation is the FY2023 Authorized.

The Division requests to continue appropriation of \$5,000,000 in each year of the biennium.

The Executive Recommendation provides for the Agency Request.

Appropriation Summary

Appropriation: E77 - Vets Mental Health Grant

Funding Sources: PWE - Grants Paying

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	0	0	5,000,000	5,000,000	5,000,000	5,000,000	5,000,000
Total		0	0	5,000,000	5,000,000	5,000,000	5,000,000	5,000,000

Funding Sources								
Unfunded Appropriation	4000715	0	0		5,000,000	5,000,000	5,000,000	5,000,000
Total Funding		0	0		5,000,000	5,000,000	5,000,000	5,000,000
Excess Appropriation/(Funding)		0	0		0	0	0	0
Grand Total		0	0		5,000,000	5,000,000	5,000,000	5,000,000

There is no funding tied to this appropriation.

Analysis of Budget Request

Appropriation: V43 - Community Based Crisis Intervention

Funding Sources: DBA - Behavioral Health Fund Account

Under the Governor's initiative, the Community Based Crisis Intervention appropriation provides funding to construct four Crisis Stabilization Centers in Arkansas. These centers will provide an alternative to local and county jails for those arrested and are experiencing mental health crises.

Funding consists of general revenue (DBA - Behavioral Health Services Fund Account).

Continuing level of appropriation is the FY2023 Authorized.

The Division requests to continue appropriation of \$5,000,000 and general revenue funding of \$2,500,000 in each year of the biennium.

The Executive Recommendation provides for the Agency Request.

Appropriation Summary

Appropriation: V43 - Community Based Crisis Intervention

Funding Sources: DBA - Behavioral Health Fund Account

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	3,367,281	4,925,565	5,000,000	5,000,000	5,000,000	5,000,000	5,000,000
Total		3,367,281	4,925,565	5,000,000	5,000,000	5,000,000	5,000,000	5,000,000
Funding Sources								
Fund Balance	4000005	6,618,624	4,925,565		0	0	0	0
General Revenue	4000010	1,674,222	0		2,500,000	2,500,000	2,500,000	2,500,000
Total Funding		8,292,846	4,925,565		2,500,000	2,500,000	2,500,000	2,500,000
Excess Appropriation/(Funding)		(4,925,565)	0		2,500,000	2,500,000	2,500,000	2,500,000
Grand Total		3,367,281	4,925,565		5,000,000	5,000,000	5,000,000	5,000,000

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

Agency: Department of Human Services-Aging, Adult & Behavioral Health

Program: Community Based Crisis Intervention

Act #: 524 Section(s) #: 22

Estimated Carry Forward Amount \$ 6,196,785.00 Funding Source: State General Revenue

Accounting Information:

Business Area: 0710 Funds Center: V43 Fund: DBA Functional Area: HHS

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:

Carry Forward funds will be used for grants and operating expenses related to crisis stabilization units across Arkansas

Actual Funding Carry Forward Amount \$ 4,925,565.00

Current status of carry forward funding:

The Carry Forward balance will provide for continued operations of the CSUs.

Mark White
Secretary

08-12-2022
Date

Appropriation Summary

Appropriation: AN7 - ARPA Substance Abuse Prevent Block Grant

Funding Sources: FRP - American Rescue Plan

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
Operating Expenses 5020002	159,234	0	0	0	0	0	0
Total	159,234	0	0	0	0	0	0
Funding Sources							
Federal Revenue 4000020	159,234	0		0	0	0	0
Total Funding	159,234	0		0	0	0	0
Excess Appropriation/(Funding)	0	0		0	0	0	0
Grand Total	159,234	0		0	0	0	0

APPROPRIATION NOT REQUESTED FOR THE 2023-2025 BIENNIUM. This appropriation is funded by the American Rescue Plan Act of 2021. As per Section 41 of Act 199 of 2022, all state agencies, institutions, and constitutional offices receiving funding from the American Rescue Plan Act of 2021 shall request a transfer of appropriation and expend using the American Rescue Plan Act of 2021 Appropriation Sections as authorized in Act 199.

Appropriation Summary

Appropriation: AN8 - ARPA Community Mental Health BG

Funding Sources: FRP - American Rescue Plan

Historical Data

Agency Request and Executive Recommendation

Commitment Item	Historical Data			Agency Request and Executive Recommendation			
	2021-2022 Actual	2022-2023 Budget	2022-2023 Authorized	2023-2024		2024-2025	
				Agency	Executive	Agency	Executive
Grants and Aid 5100004	5,404	0	0	0	0	0	0
Total	5,404	0	0	0	0	0	0
Funding Sources							
Federal Revenue 4000020	5,404	0		0	0	0	0
Total Funding	5,404	0		0	0	0	0
Excess Appropriation/(Funding)	0	0		0	0	0	0
Grand Total	5,404	0		0	0	0	0

APPROPRIATION NOT REQUESTED FOR THE 2023-2025 BIENNIUM. This appropriation is funded by the American Rescue Plan Act of 2021. As per Section 41 of Act 199 of 2022, all state agencies, institutions, and constitutional offices receiving funding from the American Rescue Plan Act of 2021 shall request a transfer of appropriation and expend using the American Rescue Plan Act of 2021 Appropriation Sections as authorized in Act 199.

Appropriation Summary

Appropriation: AO1 - ARP Title VII - Ombudsman Program

Funding Sources: FRP - American Rescue Plan

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	47,887	0	0	0	0	0	0
Total	47,887	0	0	0	0	0	0
Funding Sources							
Federal Revenue 4000020	47,887	0		0	0	0	0
Total Funding	47,887	0		0	0	0	0
Excess Appropriation/(Funding)	0	0		0	0	0	0
Grand Total	47,887	0		0	0	0	0

APPROPRIATION NOT REQUESTED FOR THE 2023-2025 BIENNIUM. This appropriation is funded by the American Rescue Plan Act of 2021. As per Section 41 of Act 199 of 2022, all state agencies, institutions, and constitutional offices receiving funding from the American Rescue Plan Act of 2021 shall request a transfer of appropriation and expend using the American Rescue Plan Act of 2021 Appropriation Sections as authorized in Act 199.

Appropriation Summary

Appropriation: AO2 - ARP Title III-B Support Services-DAABH

Funding Sources: FRP - American Rescue Plan

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	2,307,270	0	0	0	0	0	0
Total		2,307,270	0	0	0	0	0	0
Funding Sources								
Federal Revenue	4000020	2,307,270	0		0	0	0	0
Total Funding		2,307,270	0		0	0	0	0
Excess Appropriation/(Funding)		0	0		0	0	0	0
Grand Total		2,307,270	0		0	0	0	0

APPROPRIATION NOT REQUESTED FOR THE 2023-2025 BIENNIUM. This appropriation is funded by the American Rescue Plan Act of 2021. As per Section 41 of Act 199 of 2022, all state agencies, institutions, and constitutional offices receiving funding from the American Rescue Plan Act of 2021 shall request a transfer of appropriation and expend using the American Rescue Plan Act of 2021 Appropriation Sections as authorized in Act 199.

Appropriation Summary

Appropriation: AO3 - ARP Title III-C2 Home Delivered Meals

Funding Sources: FRP - American Rescue Plan

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	2,745,025	0	0	0	0	0	0
Total	2,745,025	0	0	0	0	0	0
Funding Sources							
Federal Revenue 4000020	2,745,025	0		0	0	0	0
Total Funding	2,745,025	0		0	0	0	0
Excess Appropriation/(Funding)	0	0		0	0	0	0
Grand Total	2,745,025	0		0	0	0	0

APPROPRIATION NOT REQUESTED FOR THE 2023-2025 BIENNIUM. This appropriation is funded by the American Rescue Plan Act of 2021. As per Section 41 of Act 199 of 2022, all state agencies, institutions, and constitutional offices receiving funding from the American Rescue Plan Act of 2021 shall request a transfer of appropriation and expend using the American Rescue Plan Act of 2021 Appropriation Sections as authorized in Act 199.

Appropriation Summary

Appropriation: AO4 - ARP Title III-C1 Home Delivered Meals

Funding Sources: FRP - American Rescue Plan

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	1,356,894	0	0	0	0	0	0
Total	1,356,894	0	0	0	0	0	0
Funding Sources							
Federal Revenue 4000020	1,356,894	0		0	0	0	0
Total Funding	1,356,894	0		0	0	0	0
Excess Appropriation/(Funding)	0	0		0	0	0	0
Grand Total	1,356,894	0		0	0	0	0

APPROPRIATION NOT REQUESTED FOR THE 2023-2025 BIENNIUM. This appropriation is funded by the American Rescue Plan Act of 2021. As per Section 41 of Act 199 of 2022, all state agencies, institutions, and constitutional offices receiving funding from the American Rescue Plan Act of 2021 shall request a transfer of appropriation and expend using the American Rescue Plan Act of 2021 Appropriation Sections as authorized in Act 199.

Appropriation Summary

Appropriation: AO5 - ARP Title III-D Preventive Health

Funding Sources: FRP - American Rescue Plan

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	165,387	0	0	0	0	0	0
Total	165,387	0	0	0	0	0	0
Funding Sources							
Federal Revenue 4000020	165,387	0		0	0	0	0
Total Funding	165,387	0		0	0	0	0
Excess Appropriation/(Funding)	0	0		0	0	0	0
Grand Total	165,387	0		0	0	0	0

APPROPRIATION NOT REQUESTED FOR THE 2023-2025 BIENNIUM. This appropriation is funded by the American Rescue Plan Act of 2021. As per Section 41 of Act 199 of 2022, all state agencies, institutions, and constitutional offices receiving funding from the American Rescue Plan Act of 2021 shall request a transfer of appropriation and expend using the American Rescue Plan Act of 2021 Appropriation Sections as authorized in Act 199.

Appropriation Summary

Appropriation: AO6 - ARP Title III-E Family Caregivers

Funding Sources: FRP - American Rescue Plan

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	500,837	0	0	0	0	0	0
Total	500,837	0	0	0	0	0	0
Funding Sources							
Federal Revenue 4000020	500,837	0		0	0	0	0
Total Funding	500,837	0		0	0	0	0
Excess Appropriation/(Funding)	0	0		0	0	0	0
Grand Total	500,837	0		0	0	0	0

APPROPRIATION NOT REQUESTED FOR THE 2023-2025 BIENNIUM. This appropriation is funded by the American Rescue Plan Act of 2021. As per Section 41 of Act 199 of 2022, all state agencies, institutions, and constitutional offices receiving funding from the American Rescue Plan Act of 2021 shall request a transfer of appropriation and expend using the American Rescue Plan Act of 2021 Appropriation Sections as authorized in Act 199.

Appropriation Summary

Appropriation: AO7 - ARPA SABG Mitigation

Funding Sources: FRP - American Rescue Plan

Historical Data

Agency Request and Executive Recommendation

Commitment Item	Historical Data			Agency Request and Executive Recommendation			
	2021-2022 Actual	2022-2023 Budget	2022-2023 Authorized	2023-2024		2024-2025	
				Agency	Executive	Agency	Executive
Grants and Aid 5100004	377,491	0	0	0	0	0	0
Total	377,491	0	0	0	0	0	0
Funding Sources							
Federal Revenue 4000020	377,491	0		0	0	0	0
Total Funding	377,491	0		0	0	0	0
Excess Appropriation/(Funding)	0	0		0	0	0	0
Grand Total	377,491	0		0	0	0	0

APPROPRIATION NOT REQUESTED FOR THE 2023-2025 BIENNIUM. This appropriation is funded by the American Rescue Plan Act of 2021. As per Section 41 of Act 199 of 2022, all state agencies, institutions, and constitutional offices receiving funding from the American Rescue Plan Act of 2021 shall request a transfer of appropriation and expend using the American Rescue Plan Act of 2021 Appropriation Sections as authorized in Act 199.

Appropriation Summary

Appropriation: AV2 - DAABH Covid Mitigation

Funding Sources: FRP - American Rescue Plan

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	170,402	0	0	0	0	0	0
Total	170,402	0	0	0	0	0	0
Funding Sources							
Federal Revenue 4000020	170,402	0		0	0	0	0
Total Funding	170,402	0		0	0	0	0
Excess Appropriation/(Funding)	0	0		0	0	0	0
Grand Total	170,402	0		0	0	0	0

APPROPRIATION NOT REQUESTED FOR THE 2023-2025 BIENNIUM. This appropriation is funded by the American Rescue Plan Act of 2021. As per Section 41 of Act 199 of 2022, all state agencies, institutions, and constitutional offices receiving funding from the American Rescue Plan Act of 2021 shall request a transfer of appropriation and expend using the American Rescue Plan Act of 2021 Appropriation Sections as authorized in Act 199.

DHS - Child Care/Early Childhood Education

State Contracts Over \$50,000 Awarded To Minority Owned Businesses Fiscal Year 2022

None

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				
Annual Statistical Report on the Arkansas Child Care Facilities Loan Guarantee Trust Fund	A.C.A. 20-78-505	N	Y	1	The division believes the reporting adds accountability to the Division's management of these monies. The fund is unique in that it allows the Division to place the monies in interest bearing CD's across the state to support start-up or expansion loans to child care facilities.	0	0.00
Getting Children Ready for Kindergarten	Act 825	N	Y	1	Division provides copies of the list to licensed child care facilities. Licensed child care facilities shall distribute the list to parents of each three-year old attending the child care facilities.	0	0.00
Minimum Licensing Requirements for Child Care Centers	A.C.A. 20-78-210-220	N	Y	1	The Child Care Facility Licensing Act is the legal authority under which the Division prescribes minimum standards for a variety of child care facilities under the Act. The publication lists the licensing requirements for the Child Care Centers.	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				
Minimum Licensing Requirements for Child Care Family Homes	A.C.A. 20-78-210 - 220	N	Y	1	The Child Care Facility Learning Act is the legal authority under which the Division prescribes minimum standards for a variety of child care facilities under the Act. The publication lists the licensing requirements for the Child Care Family Home.	0	0.00
Minimum Licensing Requirements for Registered Child Care Family Homes	A.C.A. 20-78-210	N	Y	1	The Child Care Facility Licensing Act is the legal authority under which the Division prescribes minimum standards for a variety of child care facilities under the Act. The publication lists the licensing requirements for the Registered Child Care Family Home.	0	0.00

Department Appropriation Summary

Appropriation	Historical Data						Agency Request and Executive Recommendation							
	2021-2022		2022-2023		2022-2023		2023-2024				2024-2025			
	Actual	Pos	Budget	Pos	Authorized	Pos	Agency	Pos	Executive	Pos	Agency	Pos	Executive	Pos
320 Child Care Development-Discretionary	120,077,828	0	55,445,681	0	55,445,681	0	55,445,681	0	55,445,681	0	55,445,681	0	55,445,681	0
890 Food Program	56,977,719	0	71,005,273	0	71,005,273	0	71,005,273	0	71,005,273	0	71,005,273	0	71,005,273	0
896 Division of Child Care/Early Childhood	26,564,568	181	26,107,615	182	26,259,153	181	28,650,894	184	28,650,894	184	28,772,333	184	28,772,333	184
898 Child Care Grant/Aids	14,016,695	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
898 Save The Children	0	0	0	0	2,000,000	0	0	0	0	0	0	0	0	0
929 Child Care-Treasury Paying	0	0	36,786	0	36,786	0	36,786	0	36,786	0	36,786	0	36,786	0
930 Cty-Commodity Distrib & Salvage Containe	12,170	0	139,676	0	139,676	0	139,676	0	139,676	0	139,676	0	139,676	0
NOT REQUESTED FOR THE BIENNIUM														
AL3 ARPA - Child Care Stabilization Grant	135,312,911	0	0	0	0	0	0	0	0	0	0	0	0	0
AL4 ARPA - Child Care Discretionary Funds	67,019,146	3	0	0	0	0	0	0	0	0	0	0	0	0
AN9 ARPA Early Head Start	201,012	0	0	0	0	0	0	0	0	0	0	0	0	0
Total	420,182,049	184	172,735,031	182	174,886,569	181	175,278,310	184	175,278,310	184	175,399,749	184	175,399,749	184

Funding Sources		%		%		%		%		%		%	
Fund Balance	4000005	5,839,119	1.4	5,413,017	3.0	5,471,630	3.1	5,471,630	3.1	3,471,630	2.0	3,471,630	2.0
General Revenue	4000010	9,223,318	2.2	9,629,598	5.4	9,632,861	5.4	9,632,861	5.4	9,645,746	5.5	9,645,746	5.5
Federal Revenue	4000020	408,907,930	96.1	161,807,584	90.8	162,268,987	90.8	162,268,987	90.8	162,377,541	91.8	162,377,541	91.8
Special Revenue	4000030	172,153	0.0	155,000	0.1	175,000	0.1	175,000	0.1	175,000	0.1	175,000	0.1
Cash Fund	4000045	8,703	0.0	176,462	0.1	176,462	0.1	176,462	0.1	176,462	0.1	176,462	0.1
Inter-agency Fund Transfer	4000316	1,160,839	0.3	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0
Reallocation of Resources	4000410	369,205	0.1	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0
Transfer to Medicaid	4000655	(1,642,922)	(0.4)	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0
Unfunded Appropriation	4000715	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0
Various Program Support	4000730	1,556,721	0.4	1,025,000	0.6	1,025,000	0.6	1,025,000	0.6	1,025,000	0.6	1,025,000	0.6
Total Funds		425,595,066	100.0	178,206,661	100.0	178,749,940	100.0	178,749,940	100.0	176,871,379	100.0	176,871,379	100.0
Excess Appropriation/(Funding)		(5,413,017)		(5,471,630)		(3,471,630)		(3,471,630)		(1,471,630)		(1,471,630)	
Grand Total		420,182,049		172,735,031		175,278,310		175,278,310		175,399,749		175,399,749	

Budget Number of Positions may exceed Authorized in FC 896 - Division of Child Care/Early Childhood due to transfers from Reallocation of Resources during the 2021-2023 Biennium.

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.

Continuing level of appropriation is the FY2023 Authorized.

The Division is requesting to continue appropriation in the amount of \$55,445,681 in both years of the biennium.

The Executive Recommendation provides for the Agency Request.

Appropriation Summary

Appropriation: 320 - Child Care Development-Discretionary

Funding Sources: FWF - DHS 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	120,077,828	55,445,681	55,445,681	55,445,681	55,445,681	55,445,681	55,445,681
Total		120,077,828	55,445,681	55,445,681	55,445,681	55,445,681	55,445,681	55,445,681
Funding Sources								
Fund Balance	4000005	4,320,570	196,804		196,804	196,804	196,804	196,804
Federal Revenue	4000020	115,954,062	55,445,681		55,445,681	55,445,681	55,445,681	55,445,681
Total Funding		120,274,632	55,642,485		55,642,485	55,642,485	55,642,485	55,642,485
Excess Appropriation/(Funding)		(196,804)	(196,804)		(196,804)	(196,804)	(196,804)	(196,804)
Grand Total		120,077,828	55,445,681		55,445,681	55,445,681	55,445,681	55,445,681

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.

Funding for this appropriation includes federal revenue consisting of federal reimbursements from the U.S. Department of Agriculture and other funding, which is indicated as various program support. This includes refunds, interest and reimbursements.

Continuing level of appropriation is the FY2023 Authorized.

The Division is requesting to continue appropriation in the amount of \$71,005,273 in both years of the biennium.

The Executive Recommendation provides for the Agency Request.

Appropriation Summary

Appropriation: 890 - Food Program

Funding Sources: FWF - DHS 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	56,977,719	71,005,273	71,005,273	71,005,273	71,005,273	71,005,273	71,005,273
Total		56,977,719	71,005,273	71,005,273	71,005,273	71,005,273	71,005,273	71,005,273
Funding Sources								
Federal Revenue	4000020	56,882,808	71,005,273		71,005,273	71,005,273	71,005,273	71,005,273
Various Program Support	4000730	94,911	0		0	0	0	0
Total Funding		56,977,719	71,005,273		71,005,273	71,005,273	71,005,273	71,005,273
Excess Appropriation/(Funding)		0	0		0	0	0	0
Grand Total		56,977,719	71,005,273		71,005,273	71,005,273	71,005,273	71,005,273

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.

Funding for this appropriation consists of general revenue (DCC - Childcare 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 Division of Elementary and Secondary Education Public School Fund to supplement transportation costs resulting from delivery of goods to school districts for the Surplus Commodities Program.

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

The Division is requesting appropriation in the amount of \$28,650,894 in FY24 and \$28,772,333 in FY25 and general revenue funding in the amount of \$2,576,668 in FY24 and \$2,589,553 in FY25.

The Agency Request includes the following changes:

- The following position changes incorporate the Agency's Reallocation of Resources approved by the Arkansas Legislative Council in June 2022, which includes an increase of \$112,650 in Regular Salaries in both years and \$47,714 in Personal Services Matching in FY24 and \$49,694 in FY25.
 - 1 position from the Secretary's Office.
 - 1 position from the Division of Aging, Adult, and Behavioral Health Services.
 - 1 position from the Division of Youth Services.
- Increase of \$2,000,000 in Professional Fees appropriation to support improvements and replacements of technology systems in both years of the biennium.

The Executive Recommendation provides for the Agency Request.

Appropriation Summary

Appropriation: 896 - DHS--Admin Paying Account

Funding Sources: PWP - Administration Paying

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	7,463,217	8,555,199	8,395,059	8,507,709	8,507,709	8,507,709	8,507,709	
#Positions		181	182	181	184	184	184	184	
Extra Help	5010001	185,616	153,872	208,497	208,497	208,497	208,497	208,497	
#Extra Help		13	10	13	13	13	13	13	
Personal Services Matching	5010003	2,758,121	3,205,653	3,048,423	3,327,514	3,327,514	3,448,953	3,448,953	
Overtime	5010006	0	4,850	4,850	4,850	4,850	4,850	4,850	
Operating Expenses	5020002	4,852,535	5,253,102	5,253,102	5,253,102	5,253,102	5,253,102	5,253,102	
Conference & Travel Expenses	5050009	57,749	96,871	96,871	96,871	96,871	96,871	96,871	
Professional Fees	5060010	8,943,406	6,532,021	6,946,304	8,946,304	8,946,304	8,946,304	8,946,304	
Data Processing	5090012	0	0	0	0	0	0	0	
Capital Outlay	5120011	0	0	0	0	0	0	0	
Data Processing Services	5900044	2,303,924	2,306,047	2,306,047	2,306,047	2,306,047	2,306,047	2,306,047	
Total		26,564,568	26,107,615	26,259,153	28,650,894	28,650,894	28,772,333	28,772,333	
Funding Sources									
Fund Balance	4000005	1,003,091	4,507,409		4,566,022	4,566,022	2,566,022	2,566,022	
General Revenue	4000010	2,167,125	2,573,405		2,576,668	2,576,668	2,589,553	2,589,553	
Federal Revenue	4000020	24,070,607	22,412,823		22,874,226	22,874,226	22,982,780	22,982,780	
Special Revenue	4000030	172,153	155,000		175,000	175,000	175,000	175,000	
Inter-agency Fund Transfer	4000316	1,160,839	0		0	0	0	0	
Reallocation of Resources	4000410	2,417,753	0		0	0	0	0	
Transfer to Medicaid	4000655	(1,397,478)	0		0	0	0	0	
Various Program Support	4000730	1,477,887	1,025,000		1,025,000	1,025,000	1,025,000	1,025,000	
Total Funding		31,071,977	30,673,637		31,216,916	31,216,916	29,338,355	29,338,355	
Excess Appropriation/(Funding)		(4,507,409)	(4,566,022)		(2,566,022)	(2,566,022)	(566,022)	(566,022)	
Grand Total		26,564,568	26,107,615		28,650,894	28,650,894	28,772,333	28,772,333	

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. Budget Number of Positions may exceed Authorized Number due to transfers from Reallocation of Resources during the 2021-2023 Biennium.

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.

Continuing level of appropriation is the FY2023 Authorized.

The Division is requesting appropriation in the amount of \$20,000,000 and general revenue funding in the amount of \$7,056,193 in both years of the biennium.

The Agency Request includes the following changes:

- Discontinuation of the Save the Children program and associated appropriation.

The Executive Recommendation provides for the Agency Request.

Appropriation Summary

Appropriation: 898 - DHS-Grants Paying Account

Funding Sources: PWE - Grants Paying

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
Save The Children	5100004	0	0	2,000,000	0	0	0	0
Child Care Grant/Aids	5100004	14,016,695	20,000,000	20,000,000	20,000,000	20,000,000	20,000,000	20,000,000
Total		14,016,695	20,000,000	22,000,000	20,000,000	20,000,000	20,000,000	20,000,000
Funding Sources								
Fund Balance	4000005	355,911	568,926		568,926	568,926	568,926	568,926
General Revenue	4000010	7,056,193	7,056,193		7,056,193	7,056,193	7,056,193	7,056,193
Federal Revenue	4000020	9,467,384	12,943,807		12,943,807	12,943,807	12,943,807	12,943,807
Reallocation of Resources	4000410	(2,048,548)	0		0	0	0	0
Transfer to Medicaid	4000655	(245,444)	0		0	0	0	0
Unfunded Appropriation	4000715	0	0		0	0	0	0
Various Program Support	4000730	125	0		0	0	0	0
Total Funding		14,585,621	20,568,926		20,568,926	20,568,926	20,568,926	20,568,926
Excess Appropriation/(Funding)		(568,926)	(568,926)		(568,926)	(568,926)	(568,926)	(568,926)
Grand Total		14,016,695	20,000,000		20,000,000	20,000,000	20,000,000	20,000,000

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.

Ark. Code Ann. § 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. 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.

Expenditure of appropriation is contingent upon available funding.

Continuing level of appropriation is the FY2023 Authorized.

The Division is requesting to continue appropriation in the amount of \$36,786 in both years of the biennium.

The Executive Recommendation provides for the Agency Request.

Appropriation Summary

Appropriation: 929 - Child Care-Treasury Paying

Funding Sources: NHS - 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
Loan Guarantee/Grants	5900046	0	36,786	36,786	36,786	36,786	36,786	36,786
Total		0	36,786	36,786	36,786	36,786	36,786	36,786
Funding Sources								
Fund Balance	4000005	41,359	44,854		44,854	44,854	44,854	44,854
Cash Fund	4000045	3,495	36,786		36,786	36,786	36,786	36,786
Total Funding		44,854	81,640		81,640	81,640	81,640	81,640
Excess Appropriation/(Funding)		(44,854)	(44,854)		(44,854)	(44,854)	(44,854)	(44,854)
Grand Total		0	36,786		36,786	36,786	36,786	36,786

Expenditure of appropriation is contingent upon available funding.

Analysis of Budget Request

Appropriation: 930 - Cty-Commodity Distrib & Salvage Container

Funding Sources: NHS - Cash in Treasury

This appropriation was transferred from the Division of County Operations (DCO) for the Commodity Distribution and Salvage Container Program in the 2019-2021 Biennium. The 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.

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.

Continuing level of appropriation is the FY2023 Authorized.

The Division is requesting to continue appropriation in the amount of \$139,676 in both years of the biennium.

The Executive Recommendation provides for the Agency Request.

Appropriation Summary

Appropriation: 930 - Cty-Commodity Distrib & Salvage Container

Funding Sources: NHS - 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	
Operating Expenses	5020002	5,910	130,186	130,186	130,186	130,186	130,186	130,186	
Conference & Travel Expenses	5050009	6,260	9,490	9,490	9,490	9,490	9,490	9,490	
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		12,170	139,676	139,676	139,676	139,676	139,676	139,676	
Funding Sources									
Fund Balance	4000005	118,188	95,024		95,024	95,024	95,024	95,024	
Cash Fund	4000045	5,208	139,676		139,676	139,676	139,676	139,676	
Various Program Support	4000730	(16,202)	0		0	0	0	0	
Total Funding		107,194	234,700		234,700	234,700	234,700	234,700	
Excess Appropriation/(Funding)		(95,024)	(95,024)		(95,024)	(95,024)	(95,024)	(95,024)	
Grand Total		12,170	139,676		139,676	139,676	139,676	139,676	

Expenditure of appropriation is contingent upon available funding.

Appropriation Summary

Appropriation: AL3 - ARPA - Child Care Stabilization Grant

Funding Sources: FRP - American Rescue Plan

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	135,312,911	0	0	0	0	0	0
Total		135,312,911	0	0	0	0	0	0
Funding Sources								
Federal Revenue	4000020	135,312,911	0		0	0	0	0
Total Funding		135,312,911	0		0	0	0	0
Excess Appropriation/(Funding)		0	0		0	0	0	0
Grand Total		135,312,911	0		0	0	0	0

APPROPRIATION NOT REQUESTED FOR THE 2023-2025 BIENNIUM. This appropriation is funded by the American Rescue Plan Act of 2021. As per Section 41 of Act 199 of 2022, all state agencies, institutions, and constitutional offices receiving funding from the American Rescue Plan Act of 2021 shall request a transfer of appropriation and expend using the American Rescue Plan Act of 2021 Appropriation Sections as authorized in Act 199.

Appropriation Summary

Appropriation: AL4 - ARPA - Child Care Discretionary Funds

Funding Sources: FRP - American Rescue Plan

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	34,647	0	0	0	0	0	0
#Positions		3	0	0	0	0	0	0
Extra Help	5010001	36,805	0	0	0	0	0	0
#Extra Help		1	0	0	0	0	0	0
Personal Services Matching	5010003	14,637	0	0	0	0	0	0
Operating Expenses	5020002	2,056	0	0	0	0	0	0
Professional Fees	5060010	170,558	0	0	0	0	0	0
Grants and Aid	5100004	66,760,443	0	0	0	0	0	0
Total		67,019,146	0	0	0	0	0	0
Funding Sources								
Federal Revenue	4000020	67,019,146	0		0	0	0	0
Total Funding		67,019,146	0		0	0	0	0
Excess Appropriation/(Funding)		0	0		0	0	0	0
Grand Total		67,019,146	0		0	0	0	0

APPROPRIATION NOT REQUESTED FOR THE 2023-2025 BIENNIUM. This appropriation is funded by the American Rescue Plan Act of 2021. As per Section 41 of Act 199 of 2022, all state agencies, institutions, and constitutional offices receiving funding from the American Rescue Plan Act of 2021 shall request a transfer of appropriation and expend using the American Rescue Plan Act of 2021 Appropriation Sections as authorized in Act 199.

Appropriation Summary

Appropriation: AN9 - ARPA Early Head Start

Funding Sources: FRP - American Rescue Plan

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	201,012	0	0	0	0	0	0
Total	201,012	0	0	0	0	0	0
Funding Sources							
Federal Revenue 4000020	201,012	0		0	0	0	0
Total Funding	201,012	0		0	0	0	0
Excess Appropriation/(Funding)	0	0		0	0	0	0
Grand Total	201,012	0		0	0	0	0

APPROPRIATION NOT REQUESTED FOR THE 2023-2025 BIENNIUM. This appropriation is funded by the American Rescue Plan Act of 2021. As per Section 41 of Act 199 of 2022, all state agencies, institutions, and constitutional offices receiving funding from the American Rescue Plan Act of 2021 shall request a transfer of appropriation and expend using the American Rescue Plan Act of 2021 Appropriation Sections as authorized in Act 199.

DHS - Children & Family Services

State Contracts Over \$50,000 Awarded To Minority Owned Businesses Fiscal Year 2022

None

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				
Arkansas Child Welfare Report Card	Act 1222 of 1995	N	Y	240	AR Child Welfare Public Accountability Act Mandated	55	528.00
Compliance Outcome Report	COR	N	N	0	Continuation monitoring objectives of Angela R Settlement	24	8.00
Family Preservation	Act 1025 of 1991	N	Y	60	Arkansas Family Preservation Services Program Act	55	138.00
Garrett's Law Report	Act 1176 of 2005	N	Y	50	Mandated	110	20.00

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
882 State Residential Treatment	6,467,482	0	7,225,000	0	10,647,249	0	10,647,249	0	10,647,249	0	10,647,249	0	10,647,249	0
883 Foster Care	32,831,414	0	38,499,805	0	48,736,982	0	54,006,830	0	54,006,830	0	54,006,830	0	54,006,830	0
896 Division of Children & Family Services	101,565,049	1,289	119,824,159	1,300	140,903,735	1,388	144,700,874	1,420	144,699,758	1,420	145,639,057	1,420	145,637,941	1,420
898 TANF/Foster Care	76,875,768	0	89,494,151	0	98,054,809	0	102,907,999	0	102,907,999	0	102,907,999	0	102,907,999	0
V83 DHS - Children's Trust Fund	152,641	0	273,003	1	280,317	1	281,901	1	214,799	0	282,561	1	214,799	0
X57 Safe Harbor for SEC	0	0	50,000	0	50,000	0	50,000	0	50,000	0	50,000	0	50,000	0
X58 Parent Counsel Fed	0	0	0	0	2,500,000	0	2,500,000	0	0	0	2,500,000	0	0	0
NOT REQUESTED FOR THE BIENNIUM														
AQ1 ARPA - Child Abuse Prev & Treat (CAPTA)	50,322	0	0	0	0	0	0	0	0	0	0	0	0	0
Total	217,942,676	1,289	255,366,118	1,301	301,173,092	1,389	315,094,853	1,421	312,526,635	1,420	316,033,696	1,421	313,464,818	1,420

Funding Sources			%		%		%		%		%		%
Fund Balance	4000005	19,473,731	7.9	29,296,521	10.4	27,096,348	9.4	27,096,348	9.7	3,869,058	1.5	2,961,504	1.2
General Revenue	4000010	119,886,267	48.5	130,997,824	46.3	138,690,275	48.0	132,028,047	47.1	138,733,393	52.2	132,071,165	51.6
Federal Revenue	4000020	112,807,677	45.6	115,655,679	40.9	116,530,679	40.3	116,530,679	41.6	116,530,679	43.8	116,530,679	45.5
Special Revenue	4000030	252,697	0.1	494,818	0.2	256,000	0.1	256,000	0.1	256,000	0.1	256,000	0.1
Performance Fund	4000055	0	0.0	1,239,194	0.4	0	0.0	0	0.0	0	0.0	0	0.0
Inter-agency Fund Transfer	4000316	(1,031,973)	(0.4)	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0
Intra-agency Fund Transfer	4000317	8,822	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0
Reallocation of Resources	4000410	(4,542,209)	(1.8)	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0
Transfer to State Police	4000675	(3,477,814)	(1.4)	(3,807,307)	(1.3)	(4,044,307)	(1.4)	(4,044,307)	(1.4)	(4,044,307)	(1.5)	(4,044,307)	(1.6)
Unfunded Appropriation	4000715	0	0.0	0	0.0	2,500,000	0.9	0	0.0	2,500,000	0.9	0	0.0
Various Program Support	4000730	3,861,999	1.6	8,833,146	3.1	8,154,998	2.8	8,154,998	2.9	8,154,998	3.1	8,154,998	3.2
Total Funds		247,239,197	100.0	282,709,875	100.0	289,183,993	100.0	280,021,765	100.0	265,999,821	100.0	255,930,039	100.0
Excess Appropriation/(Funding)		(29,296,521)		(27,096,348)		25,910,860		32,504,870		50,033,875		57,534,779	
Grand Total		217,942,676		255,366,118		315,094,853		312,526,635		316,033,696		313,464,818	

Variance in Fund Balance is due to unfunded appropriation.

Analysis of Budget Request

Appropriation: 882 - State Residential Treatment

Funding Sources: DCF - Children and Family Services Fund Account

This appropriation provides residential treatment services to children in need of placement and treatment. These services are purchased through private provider contracts and Medicaid Eligible service providers and are targeted for children who have been diagnosed as having serious emotional and/or behavioral problems and are in need of placement and treatment.

Funding for this appropriation is general revenue (DCF - Children and Family Services Fund Account) and refunds that consist of contract reimbursements for spent general revenue.

Continuing level of appropriation is the FY2023 Authorized.

The Division is requesting to continue appropriation in the amount of \$10,647,249 and general revenue funding in the amount of \$7,225,000 in each year of the biennium.

The Executive Recommendation provides for the Agency Request.

Appropriation Summary

Appropriation: 882 - State Residential Treatment
Funding Sources: DCF - Children and Family Services Fund Account

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	6,467,482	7,225,000	10,647,249	10,647,249	10,647,249	10,647,249	10,647,249
Total		6,467,482	7,225,000	10,647,249	10,647,249	10,647,249	10,647,249	10,647,249
Funding Sources								
General Revenue	4000010	6,467,482	7,225,000		7,225,000	7,225,000	7,225,000	7,225,000
Total Funding		6,467,482	7,225,000		7,225,000	7,225,000	7,225,000	7,225,000
Excess Appropriation/(Funding)		0	0		3,422,249	3,422,249	3,422,249	3,422,249
Grand Total		6,467,482	7,225,000		10,647,249	10,647,249	10,647,249	10,647,249

Analysis of Budget Request

Appropriation: 883 - Foster Care

Funding Sources: DCF - Children and Family Services Fund Account

The Division of Children and Family Services (DCFS) provides selective placement for children in the custody of the Department of Human Services in approved foster homes or licensed facilities for a planned period of time when separation from a birth parent or legal guardian necessitates such separation. Foster Care is an integral part of the service delivery system of the Division of Children and Family Services.

Funding for this appropriation consists of general revenue (DCF - Children and Family Services Fund Account) and other funding, which is indicated as various program support. This includes refunds that consist of board reimbursements for spent general revenue, federal awards, fees, and maximization of federal claiming. These other funds are considered to be non-federal and technically can be expended for any program or service within the Department.

Continuing level of appropriation is the FY2023 Authorized.

The Division is requesting appropriation in the amount of \$54,006,830 and general revenue funding in the amount of \$41,893,614 in each year of the biennium.

The Agency Request includes the following changes:

- Increase of \$5,269,848 in appropriation and General Revenue funding in each year of the biennium due to an increase in board payments to provisional families.

The Executive Recommendation provides for the Agency Request for appropriation only. The Executive Recommendation provides for general revenue funding in the amount of \$36,623,766 in each year of the biennium.

Appropriation Summary

Appropriation: 883 - Foster Care

Funding Sources: DCF - Children and Family Services Fund Account

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	32,831,414	38,499,805	48,736,982	54,006,830	54,006,830	54,006,830	54,006,830
Total		32,831,414	38,499,805	48,736,982	54,006,830	54,006,830	54,006,830	54,006,830
Funding Sources								
Fund Balance	4000005	8,666,009	11,211,833		11,211,833	11,211,833	974,656	0
General Revenue	4000010	33,281,104	36,623,766		41,893,614	36,623,766	41,893,614	36,623,766
Various Program Support	4000730	2,096,134	1,876,039		1,876,039	1,876,039	1,876,039	1,876,039
Total Funding		44,043,247	49,711,638		54,981,486	49,711,638	44,744,309	38,499,805
Excess Appropriation/(Funding)		(11,211,833)	(11,211,833)		(974,656)	4,295,192	9,262,521	15,507,025
Grand Total		32,831,414	38,499,805		54,006,830	54,006,830	54,006,830	54,006,830

Analysis of Budget Request

Appropriation: 896 - DHS—Admin Paying Account

Funding Sources: PWP - Administration Paying

This appropriation provides administrative support for the Division of Children and Family Services (DCFS). This Division is responsible for the protection of children, the continuation of the family-centered approach to service delivery to help strengthen and maintain natural families when possible, the expansion of programs such as therapeutic services, foster care prevention, management information systems and quality assurance and monitoring.

DCFS provides family support to keep children at home, assist families when the families temporarily can't provide the necessary care for their children and help eliminate child maltreatment. DCFS attempts to keep families together and only separates children from their families as a last alternative. Specific services provided by the Division are: Support Services, Foster Care, Adoption Services and Protective Services.

The Division was operating under a Child Welfare Reform Federal Consent Decree until December 2001. The original lawsuit (commonly known as "Angela R") was filed in 1991, alleging gross abuse and neglect of children of this State and the State's failure to protect those children. The consent decree was approved in 1994 and extended in 1999 and again in October 2001. In December 2001, the decree ended when the plaintiffs to the original lawsuit did not challenge DCFS compliance with the federal consent decree.

Beginning in FY18, the Child Abuse Neglect and Prevention Board merged with DCFS.

Funding for this appropriation includes general revenue (DCF - Children and Family Services Fund Account), federal revenues and other revenues, which are identified as various program support. The federal funds are derived from Title IV-E, Title IV-B, TANF, Child Abuse Prevention Treatment Act (CAPTA), Social Service Block Grant, Emergency Assessment funding, and Safe and Stable Families Act funding. Other revenues are derived from many sources including federal awards, fees, third party reimbursements and maximization of federal claiming. These other revenues are considered to be non-federal and technically can be expended for any program or service within the Department.

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

The Division is requesting appropriation in the amount of \$144,700,874 in FY24 and \$145,639,057 in FY25 and general revenue funding in the amount of \$61,736,222 in FY24 and \$61,779,340 in FY25.

The Agency Request includes the following changes:

- Restoration of thirty (30) growth pool positions that were originally approved by the Arkansas Legislative Council in October of FY22, with an increase in Regular Salaries appropriation of \$1,291,032 in both years of the biennium and Personal Services Matching

appropriation of \$516,457 in FY24 and \$537,246 in FY25.

- The following position changes incorporate the Agency's Reallocation of Resources approved by the Arkansas Legislative Council in November 2021, which includes an increase of \$59,560 in Regular Salaries in both years and \$28,095 in Personal Services Matching in FY24 and \$29,415 in FY25:
 - 2 positions from the Secretary's Office.
- Increase of Regular Salaries and Personal Services Matching appropriation associated with various personnel changes which include reclassifications.

The Executive Recommendation provides for the Agency Request with the exception of the reclassifications and associated appropriation. These changes will be placed on hold for the new administration to review and recommend.

Appropriation Summary

Appropriation: 896 - DHS--Admin Paying Account

Funding Sources: PWP - Administration Paying

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	49,643,113	58,188,735	59,334,496	60,685,988	60,685,088	60,686,788	60,685,888
#Positions		1,289	1,300	1,388	1,420	1,420	1,420	1,420
Extra Help	5010001	995,139	1,231,570	1,231,570	1,231,570	1,231,570	1,231,570	1,231,570
#Extra Help		58	65	65	65	65	65	65
Personal Services Matching	5010003	18,947,071	22,862,922	23,213,661	25,659,308	25,659,092	26,596,691	26,596,475
Overtime	5010006	3,076,999	2,765,390	5,061,305	5,061,305	5,061,305	5,061,305	5,061,305
Operating Expenses	5020002	9,467,558	12,002,545	17,191,660	17,191,660	17,191,660	17,191,660	17,191,660
Conference & Travel Expenses	5050009	1,037	26,824	39,011	39,011	39,011	39,011	39,011
Professional Fees	5060010	19,434,132	22,080,667	33,236,462	33,236,462	33,236,462	33,236,462	33,236,462
Data Processing	5090012	0	0	0	0	0	0	0
Capital Outlay	5120011	0	0	0	0	0	0	0
Data Processing Services	5900044	0	665,506	1,595,570	1,595,570	1,595,570	1,595,570	1,595,570
Total		101,565,049	119,824,159	140,903,735	144,700,874	144,699,758	145,639,057	145,637,941
Funding Sources								
Fund Balance	4000005	3,968,343	9,342,725		7,214,357	7,214,357	0	0
General Revenue	4000010	61,863,957	60,705,999		61,736,222	61,736,222	61,779,340	61,779,340
Federal Revenue	4000020	52,338,347	52,604,587		52,604,587	52,604,587	52,604,587	52,604,587
Performance Fund	4000055	0	1,239,194		0	0	0	0
Intra-agency Fund Transfer	4000317	8,822	0		0	0	0	0
Reallocation of Resources	4000410	(4,542,209)	0		0	0	0	0
Transfer to State Police	4000675	(3,477,814)	(3,807,307)		(4,044,307)	(4,044,307)	(4,044,307)	(4,044,307)
Various Program Support	4000730	748,328	6,953,318		6,275,170	6,275,170	6,275,170	6,275,170
Total Funding		110,907,774	127,038,516		123,786,029	123,786,029	116,614,790	116,614,790
Excess Appropriation/(Funding)		(9,342,725)	(7,214,357)		20,914,845	20,913,729	29,024,267	29,023,151
Grand Total		101,565,049	119,824,159		144,700,874	144,699,758	145,639,057	145,637,941

Analysis of Budget Request

Appropriation: 898 - DHS-Grants Paying Account

Funding Sources: PWE - Grants Paying

The TANF/Foster Care Program is used to assist with the costs of foster care maintenance for eligible children; administrative costs to manage the program; and training for staff and foster parents. The primary purpose of this program is to fund proper care for children who need placement outside their homes. This appropriation is also used to assist the State in paying maintenance costs for adopted children with special needs, such as children who are older or who have disabilities. The primary purpose of this program is to advance the permanency of hard to place children in adoptive homes and avoid inappropriate and excessive numbers of foster care placements.

This appropriation also provides for Independent Living services for foster children ages 16 and older. This service is intended to provide a transition to independent living by providing encouragement and assistance in obtaining a high school diploma or vocational skill training, as well as training in daily living skills.

Funding for this appropriation includes general revenue (DCF - Children and Family Services Fund Account), federal revenues, and other revenues, which are identified as various program support. Federal revenues include Title IV-E Adoption Subsidies, Title IV-B Family Preservation Funding, SSBG, and TANF. Other revenues, which are indicated as various program support, consists of match out of board reimbursements.

Continuing level of appropriation is the FY2023 Authorized.

The Division is requesting appropriation in the amount of \$102,907,999 and general revenue funding in the amount of \$27,835,439 in each year of the biennium.

The Agency Request includes the following changes:

- Increase of appropriation in the amount of \$4,853,190 and General Revenue funding in the amount of \$1,392,380 in each year of the biennium due to an increase in board payments.

The Executive Recommendation provides for the Agency Request for appropriation only. The Executive Recommendation provides for general revenue funding in the amount of \$26,443,059 in each year of the biennium.

Appropriation Summary

Appropriation: 898 - DHS-Grants Paying Account

Funding Sources: PWE - Grants Paying

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/Foster Care	5100004	76,875,768	89,494,151	98,054,809	102,907,999	102,907,999	102,907,999	102,907,999
Total		76,875,768	89,494,151	98,054,809	102,907,999	102,907,999	102,907,999	102,907,999
Funding Sources								
Fund Balance	4000005	3,922,568	5,721,689		5,721,689	5,721,689	0	0
General Revenue	4000010	18,273,724	26,443,059		27,835,439	26,443,059	27,835,439	26,443,059
Federal Revenue	4000020	59,387,035	63,051,092		63,926,092	63,926,092	63,926,092	63,926,092
Various Program Support	4000730	1,014,130	0		0	0	0	0
Total Funding		82,597,457	95,215,840		97,483,220	96,090,840	91,761,531	90,369,151
Excess Appropriation/(Funding)		(5,721,689)	(5,721,689)		5,424,779	6,817,159	11,146,468	12,538,848
Grand Total		76,875,768	89,494,151		102,907,999	102,907,999	102,907,999	102,907,999

Analysis of Budget Request

Appropriation: V83 - DHS - Children's Trust Fund

Funding Sources: TCT - Children's Trust Fund

Starting FY18, the Child Abuse and Neglect Prevention Board merged with the Division of Children and Family Services. The Board administers the Arkansas Children's Trust Fund created by Act 397 of 1987 which provides funds for programs to prevent child abuse and neglect. The Children's Trust Fund is supported by a \$10 surcharge on the sale of marriage licenses and interest income pursuant to Ark. Code Ann. § 9-30-101 et. seq. Currently the Board contracts with Arkansas Child Abuse Prevention, a local non-profit organization to carry out the functions and directions of the Board. This includes fiscal activities of the Board, with a primary emphasis on the technical assistance, program monitoring and financial oversight of the grantees receiving funding from the Children's Trust Fund. Grants are awarded to local organizations and individuals each year for programs designed to prevent child abuse and neglect.

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

The Division is requesting appropriation in the amount of \$281,901 in FY24 and \$282,561 in FY25.

The Executive Recommendation provides for the Agency Request and the discontinuation of one position and associated appropriation.

Appropriation Summary

Appropriation: V83 - DHS - Children's Trust Fund

Funding Sources: TCT - Children's 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	0	41,891	48,565	48,565	0	48,565	0	
#Positions		0	1	1	1	0	1	0	
Personal Services Matching	5010003	5,950	16,313	16,953	18,537	0	19,197	0	
Operating Expenses	5020002	284	17,770	17,770	17,770	17,770	17,770	17,770	
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	
Grants and Aid/Loans	5100004	146,407	197,029	197,029	197,029	197,029	197,029	197,029	
Capital Outlay	5120011	0	0	0	0	0	0	0	
Total		152,641	273,003	280,317	281,901	214,799	282,561	214,799	
Funding Sources									
Fund Balance	4000005	2,845,841	2,945,897		2,920,303	2,920,303	2,894,402	2,961,504	
Special Revenue	4000030	252,697	247,409		256,000	256,000	256,000	256,000	
Total Funding		3,098,538	3,193,306		3,176,303	3,176,303	3,150,402	3,217,504	
Excess Appropriation/(Funding)		(2,945,897)	(2,920,303)		(2,894,402)	(2,961,504)	(2,867,841)	(3,002,705)	
Grand Total		152,641	273,003		281,901	214,799	282,561	214,799	

Analysis of Budget Request

Appropriation: X57 - Safe Harbor for SEC

Funding Sources: MSH - Safe Harbor Fund

The Safe Harbor Grants appropriation provides grants to statewide Children's Advocacy Centers for services and treatment, such as securing residential housing, health services, and social services, for sexually exploited children.

Funding for this appropriation comes from the Safe Harbor Fund for Sexually Exploited Children, which consists of \$250 fines collected for committing the offense of trafficking persons, prostitution, sexual solicitation, and offering to pay, agreeing to pay, or paying a fee to engage in sexual activity.

Continuing level of appropriation is the FY2023 Authorized.

The Division is requesting to continue appropriation in the amount of \$50,000 in both years of the biennium.

The Executive Recommendation provides for the Agency Request.

Appropriation Summary

Appropriation: X57 - Safe Harbor for SEC

Funding Sources: MSH - Safe Harbor Fund

Historical Data

Agency Request and Executive Recommendation

Commitment Item	Historical Data			Agency Request and Executive Recommendation			
	2021-2022 Actual	2022-2023 Budget	2022-2023 Authorized	2023-2024		2024-2025	
				Agency	Executive	Agency	Executive
Safe Harbor Grants 5100004	0	50,000	50,000	50,000	50,000	50,000	50,000
Total	0	50,000	50,000	50,000	50,000	50,000	50,000
Funding Sources							
Fund Balance 4000005	70,970	74,377		28,166	28,166	0	0
Various Program Support 4000730	3,407	3,789		3,789	3,789	3,789	3,789
Total Funding	74,377	78,166		31,955	31,955	3,789	3,789
Excess Appropriation/(Funding)	(74,377)	(28,166)		18,045	18,045	46,211	46,211
Grand Total	0	50,000		50,000	50,000	50,000	50,000

Analysis of Budget Request

Appropriation: X58 - Parent Counsel Fed

Funding Sources: FWF - DHS Federal

The Family First Prevention Services Act expands eligibility for Title IV-E - Foster Care to cover services to keep families together and prevent children from being separated from their families. Services also include attorney fees for those families and children who are a candidate for foster care. The Division of Children & Family Services provides Title IV-E funding, if eligible, for the Commission for Parent Counsel for attorney fees through an inter-agency transfer to Public Defender Commission without use of appropriation.

Continuing level of appropriation is the FY2023 Authorized.

The Division is requesting to continue appropriation in the amount of \$2,500,000 in both years of the biennium.

The Executive Recommendation provides for the discontinuation of appropriation.

Appropriation Summary

Appropriation: X58 - Parent Counsel Fed

Funding Sources: FWF - DHS Federal

Historical Data

Agency Request and Executive Recommendation

Commitment Item	Historical Data			Agency Request and Executive Recommendation			
	2021-2022 Actual	2022-2023 Budget	2022-2023 Authorized	2023-2024		2024-2025	
				Agency	Executive	Agency	Executive
Commission For Parent Counsel 5100004	0	0	2,500,000	2,500,000	0	2,500,000	0
Total	0	0	2,500,000	2,500,000	0	2,500,000	0
Funding Sources							
Federal Revenue 4000020	1,031,973	0		0	0	0	0
Inter-agency Fund Transfer 4000316	(1,031,973)	0		0	0	0	0
Unfunded Appropriation 4000715	0	0		2,500,000	0	2,500,000	0
Total Funding	0	0		2,500,000	0	2,500,000	0
Excess Appropriation/(Funding)	0	0		0	0	0	0
Grand Total	0	0		2,500,000	0	2,500,000	0

Inter-agency transfer to Public Defender Commission for the Commission for Parent Counsel.

Appropriation Summary

Appropriation: AQ1 - ARPA - Child Abuse Prev & Treat (CAPTA)

Funding Sources: FRP - American Rescue Plan

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	50,322	0	0	0	0	0	0
Total		50,322	0	0	0	0	0	0
Funding Sources								
Federal Revenue	4000020	50,322	0		0	0	0	0
Total Funding		50,322	0		0	0	0	0
Excess Appropriation/(Funding)		0	0		0	0	0	0
Grand Total		50,322	0		0	0	0	0

APPROPRIATION NOT REQUESTED FOR THE 2023-2025 BIENNIUM. This appropriation is funded by the American Rescue Plan Act of 2021. As per Section 41 of Act 199 of 2022, all state agencies, institutions, and constitutional offices receiving funding from the American Rescue Plan Act of 2021 shall request a transfer of appropriation and expend using the American Rescue Plan Act of 2021 Appropriation Sections as authorized in Act 199.

DHS - County Operations

State Contracts Over \$50,000 Awarded To Minority Owned Businesses Fiscal Year 2022

None

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				
Semi-Annual report to the Arkansas Legislature on Voter Registration	Act 964 of 1995 (Voter Registration Act)	N	Y	1	A semi-annual report on the status of implementation of the National Voter Registration Act of 1993 is provided to the Arkansas Legislative Council at six month intervals.	0	0.00

Department Appropriation Summary

Appropriation	Historical Data						Agency Request and Executive Recommendation								
	2021-2022		2022-2023		2022-2023		2023-2024				2024-2025				
	Actual	Pos	Budget	Pos	Authorized	Pos	Agency	Pos	Executive	Pos	Agency	Pos	Executive	Pos	
396	Cty-Aid To Aged, Blind, Disabled	0	0	4,000	0	4,000	0	4,000	0	4,000	0	4,000	0	4,000	0
412	Cty-Refugee Resettlement Program	0	0	260,846	0	12,000	0	12,000	0	12,000	0	12,000	0	12,000	0
426	Cty-Homeless Assistance Grant	6,501,455	0	19,669,478	0	2,638,091	0	2,638,091	0	2,638,091	0	2,638,091	0	2,638,091	0
59H	Hunger Coalition	995,113	0	995,113	0	995,113	0	995,113	0	995,113	0	995,113	0	995,113	0
642	Medicaid Expansion-County Ops	1,921,983	39	2,620,040	40	2,385,574	40	2,599,822	40	2,599,822	40	2,629,692	40	2,629,692	40
896	Division of County Operations	140,402,843	1,783	162,184,001	1,740	158,276,918	1,801	163,415,908	1,795	163,415,908	1,795	164,699,964	1,795	164,699,964	1,795
897	TANF Block Grant	2,463,377	0	4,902,500	0	6,893,484	0	6,893,484	0	6,893,484	0	6,893,484	0	6,893,484	0
898	Community Svcs. Block Grant	14,549,038	0	10,868,528	0	8,283,146	0	8,283,146	0	8,283,146	0	8,283,146	0	8,283,146	0
898	Supplemental Nutrition Assist(SNAP)	1,367,782	0	2,734,158	0	841,298	0	841,298	0	841,298	0	841,298	0	841,298	0
NOT REQUESTED FOR THE BIENNIUM															
AL2	ARPA – SNAP Admin	2,297,696	0	0	0	0	0	0	0	0	0	0	0	0	0
E73	Emergency Rental Assistance	147,307,828	3	22,167,538	1	0	0	0	0	0	0	0	0	0	0
Total		317,807,115	1,825	226,406,202	1,781	180,329,624	1,841	185,682,862	1,835	185,682,862	1,835	186,996,788	1,835	186,996,788	1,835

Funding Sources			%		%		%		%		%		%
Fund Balance	4000005	6,526,325	2.0	4,625,832	2.0	4,860,687	2.5	4,860,687	2.5	6,481,991	3.3	6,481,991	3.3
General Revenue	4000010	47,556,884	14.7	52,643,559	22.8	53,957,018	28.1	53,957,018	28.1	54,057,377	27.7	54,057,377	27.7
Federal Revenue	4000020	254,083,584	78.8	149,678,187	64.7	110,929,589	57.7	110,929,589	57.7	111,717,118	57.3	111,717,118	57.3
Performance Fund	4000055	0	0.0	3,414,210	1.5	0	0.0	0	0.0	0	0.0	0	0.0
Inter-agency Fund Transfer	4000316	222,000	0.1	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0
Reallocation of Resources	4000410	2,560,804	0.8	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0
TANF Transfer	4000478	2,400,108	0.7	4,288,766	1.9	6,656,302	3.5	6,656,302	3.5	6,893,484	3.5	6,893,484	3.5
Tobacco Settlement	4000495	491,997	0.2	569,394	0.2	649,956	0.3	649,956	0.3	657,423	0.3	657,423	0.3
Transfer to Medicaid	4000655	(49,338)	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0
Various Program Support	4000730	8,640,583	2.7	16,046,941	6.9	15,111,301	7.9	15,111,301	7.9	15,230,040	7.8	15,230,040	7.8
Total Funds		322,432,947	100.0	231,266,889	100.0	192,164,853	100.0	192,164,853	100.0	195,037,433	100.0	195,037,433	100.0
Excess Appropriation/(Funding)		(4,625,832)		(4,860,687)		(6,481,991)		(6,481,991)		(8,040,645)		(8,040,645)	
Grand Total		317,807,115		226,406,202		185,682,862		185,682,862		186,996,788		186,996,788	

Authorized position count varies from Agency Request in FC 896 (Division of County Operations) due to utilization of the OPM surrender pool.

FY23 Budget amount exceeds Authorized Appropriation in FC 412, FC 426, and FC 898 due to transfers from the Miscellaneous Federal Grant Holding Account during the 2021-2023 Biennium.

FY23 Budget amount and number of positions exceeds Authorized Appropriation in FC E73 (Emergency Rental Assistance) due to transfers from the Miscellaneous Federal Grant Holding Account during the 2021-2023 Biennium.

FY23 Budget amount exceeds Authorized Appropriation in FC 642 (Medicaid Expansion - County Ops) due to salary and matching rate adjustments during the 2021-2023 Biennium.

FY23 Budget amount exceeds Authorized Appropriation in FC 896 (Division of County Operations) due to salary and matching rate adjustments and transfers from the Miscellaneous Federal Grant Holding Account during the 2021-2023 Biennium.

Analysis of Budget Request

Appropriation: 396 - Cty-Aid To Aged, Blind, Disabled

Funding Sources: DGF - DHS Grants Fund

In 1974, the Aid to Aged, Blind and Disabled (AABD) program was converted to the Supplemental Security Income (SSI) Program through an amendment to the Medicaid State Plan. This amendment allowed individuals in the AABD categories that were not eligible under SSI criteria, but meet the State Medicaid eligibility criteria to receive SSI benefits. The Aid to Aged, Blind and Disabled appropriation provides cash assistance to individuals residing in Arkansas to supplement their SSI payments. These payments are made in accordance with section 1616 of the Social Security Act and section 212 of P. L. 93-66.

Through an agreement entered into between the Social Security Administration (SSA) and the Department of Human Services, the Social Security Administration makes these payments to individuals determined eligible by SSA. The State pays Social Security Administration for making the payments to eligible individuals and for administrative fees for determining eligibility.

Funding for this appropriation is from general revenues through the Department of Human Services Grants Fund Account (DGF-DHS Grants Fund) as authorized in Ark. Code Ann. § 19-5-306(10)(A)(iii).

Continuing level of appropriation is the FY2023 Authorized.

The Division is requesting to continue appropriation and general revenue in the amount of \$4,000 for each year of the biennium.

The Executive Recommendation provides for the Agency Request.

Appropriation Summary

Appropriation: 396 - Cty-Aid To Aged, Blind, Disabled

Funding Sources: DGF - DHS Grants 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	0	4,000	4,000	4,000	4,000	4,000	4,000
Total		0	4,000	4,000	4,000	4,000	4,000	4,000
Funding Sources								
General Revenue	4000010	0	4,000		4,000	4,000	4,000	4,000
Total Funding		0	4,000		4,000	4,000	4,000	4,000
Excess Appropriation/(Funding)		0	0		0	0	0	0
Grand Total		0	4,000		4,000	4,000	4,000	4,000

Analysis of Budget Request

Appropriation: 412 - Cty-Refugee Resettlement Program

Funding Sources: FWF - DHS Federal

The Refugee Resettlement Program provides temporary assistance to refugees and entrants to the state to help in becoming self-sufficient and self-reliant. This program was established by the 1980 Immigration and Nationality Act and authorizes cash assistance and medical assistance for up to eight months following entry. Social services may be provided to refugees for up to five years. Refugees may apply for cash, medical and the supplemental nutrition assistance program (SNAP) assistance at Department of Human Services offices in their county of residence.

Due to the steady decline in eligibles, Arkansas chose to discontinue the optional Social Services component of the program effective October 1, 2002. Refugee Cash Assistance (RCA) and Refugee Medical Assistance (RMA) will continue to be available through the county offices to any new arrivals entering the state in the future. The federal Office of Refugee Resettlement contracts directly with an agency outside of DHS for the social services aspects of the program.

Funding for this appropriation is 100% federal from the U.S. Department of Health and Human Services, Administration for Children and Families and is available to states as well as non-profit organizations to help offset costs related to resettlement efforts.

Continuing level of appropriation is the FY2023 Authorized.

The Division is requesting to continue appropriation in the amount of \$12,000 for each year of the biennium.

The Executive Recommendation provides for the Agency Request.

Appropriation Summary

Appropriation: 412 - Cty-Refugee Resettlement Program

Funding Sources: FWF - DHS Federal

Historical Data

Agency Request and Executive Recommendation

Commitment Item	Historical Data			Agency Request and Executive Recommendation			
	2021-2022 Actual	2022-2023 Budget	2022-2023 Authorized	2023-2024		2024-2025	
				Agency	Executive	Agency	Executive
Grants and Aid 5100004	0	260,846	12,000	12,000	12,000	12,000	12,000
Total	0	260,846	12,000	12,000	12,000	12,000	12,000
Funding Sources							
Fund Balance 4000005	112,049	112,049		112,049	112,049	112,049	112,049
Federal Revenue 4000020	0	260,846		12,000	12,000	12,000	12,000
Total Funding	112,049	372,895		124,049	124,049	124,049	124,049
Excess Appropriation/(Funding)	(112,049)	(112,049)		(112,049)	(112,049)	(112,049)	(112,049)
Grand Total	0	260,846		12,000	12,000	12,000	12,000

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

Analysis of Budget Request

Appropriation: 426 - Cty-Homeless Assistance Grant

Funding Sources: FWF - DHS Federal

The Homeless Assistance Grant is a federal program through the U. S. Department of Housing and Urban Development. This program is designed to assist local communities in helping to improve the quality of life for the homeless by providing grants for renovation, rehabilitation or conversion of buildings to be used as emergency shelters.

Funding for this appropriation is 100% federal. Funds can be used for paying for operations, maintenance, insurance, utilities, and furnishings, essential social services that are connected with the shelters and for prevention efforts.

Continuing level of appropriation is the FY2023 Authorized.

The Division is requesting to continue appropriation in the amount of \$2,638,091 for each year of the biennium.

The Executive Recommendation provides for the Agency Request.

Appropriation Summary

Appropriation: 426 - Cty-Homeless Assistance Grant

Funding Sources: FWF - DHS 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	6,501,455	19,669,478	2,638,091	2,638,091	2,638,091	2,638,091	2,638,091
Total		6,501,455	19,669,478	2,638,091	2,638,091	2,638,091	2,638,091	2,638,091
Funding Sources								
Fund Balance	4000005	154,999	170,210		170,210	170,210	170,210	170,210
Federal Revenue	4000020	6,516,666	19,669,478		2,638,091	2,638,091	2,638,091	2,638,091
Total Funding		6,671,665	19,839,688		2,808,301	2,808,301	2,808,301	2,808,301
Excess Appropriation/(Funding)		(170,210)	(170,210)		(170,210)	(170,210)	(170,210)	(170,210)
Grand Total		6,501,455	19,669,478		2,638,091	2,638,091	2,638,091	2,638,091

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

Analysis of Budget Request

Appropriation: 59H - Hunger Coalition

Funding Sources: DCO - County Operations Account

This appropriation was originally authorized by Act 1385 of 2009. Arkansas food banks have reported an increase in utilization which is attributed to poor economic conditions and local disasters coupled with the increased cost of food storage and transportation. To address this need, the State Food Purchasing Program was created and funded with state general revenues generated from an increase in the tax on cigarettes and other tobacco products provided in Act 180 of 2009. The Division of County Operations grants these funds to the Arkansas Hunger Relief Alliance for distribution to the local food distribution networks to purchase Arkansas products through the State Food Purchasing Program.

Funding for this appropriation is 100% general revenue.

Continuing level of appropriation is the FY2023 Authorized.

The Division is requesting to continue appropriation and general revenue in the amount of \$995,113 for each year of the biennium.

The Executive Recommendation provides for the Agency Request.

Appropriation Summary

Appropriation: 59H - Hunger Coalition

Funding Sources: DCO - County Operations Account

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	995,113	995,113	995,113	995,113	995,113	995,113	995,113
Total		995,113	995,113	995,113	995,113	995,113	995,113	995,113
Funding Sources								
General Revenue	4000010	995,113	995,113		995,113	995,113	995,113	995,113
Total Funding		995,113	995,113		995,113	995,113	995,113	995,113
Excess Appropriation/(Funding)		0	0		0	0	0	0
Grand Total		995,113	995,113		995,113	995,113	995,113	995,113

Analysis of Budget Request

Appropriation: 642 - Medicaid Tobacco Settlement Program

Funding Sources: PTA - Medicaid Expansion Program Account

The goal of the Medicaid Expansion program is to create a separate and distinct component of the Arkansas Medicaid Program that improves the health of Arkansans by expanding health care coverage and benefits to specific populations. The Tobacco Settlement Funds are utilized to expand Medicaid coverage to the following eligibility groups:

- Pregnant Women Expansion - Increased the income eligibility limit from 133% to 214% of the Federal poverty level.
- Hospital Benefit Coverage - Increased the number of benefit days from 20 to 24 and decreased the co-pay on the first day of hospitalization from 22% to 10%.
- 65 and Over Expansion (AR Senior) - Increased coverage to the 65 and over population for persons at 80% of the Qualified Medicare Beneficiary (QMB) Level effective January 1, 2003.
- Adults and Children with intellectual and developmental disabilities - Expanded medical assistance, home and community-based services, and employment supports for those who qualify for services in the Community and Employment Support Waiver.

This appropriation is funded by federal and tobacco settlement funds.

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

The Division is requesting appropriation in the amount of \$2,599,822 in FY24 and \$2,629,692 in FY25.

The Agency Request includes the following change:

- The following position changes incorporate the Agency's Reallocation of Resources approved by the Arkansas Legislative Council in June 2022, which includes an increase of \$5,796 in Regular Salaries and \$1,385 in Personal Services Matching in both years.
 - 1 position from the Division of Provider Services and Quality Assurance - Medicaid Tobacco Settlement Program
 - (1) position to the Division of Provider Services and Quality Assurance - Medicaid Tobacco Settlement Program.

The Executive Recommendation provides for the Agency Request.

Appropriation Summary

Appropriation: 642 - Medicaid Tobacco Settlement Program

Funding Sources: PTA - Medicaid Expansion Program Account

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	1,327,441	1,711,738	1,552,933	1,675,081	1,675,081	1,677,881	1,677,881	
#Positions		39	40	40	40	40	40	40	
Personal Services Matching	5010003	544,786	661,105	585,444	677,544	677,544	704,614	704,614	
Operating Expenses	5020002	3,969	197,197	197,197	197,197	197,197	197,197	197,197	
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	
Data Processing Services	5900044	45,787	50,000	50,000	50,000	50,000	50,000	50,000	
Total		1,921,983	2,620,040	2,385,574	2,599,822	2,599,822	2,629,692	2,629,692	
Funding Sources									
Fund Balance	4000005	374,888	401,919		140,454	140,454	140,454	140,454	
Federal Revenue	4000020	1,453,817	1,789,181		1,949,866	1,949,866	1,972,269	1,972,269	
Inter-agency Fund Transfer	4000316	3,200	0		0	0	0	0	
Tobacco Settlement	4000495	491,997	569,394		649,956	649,956	657,423	657,423	
Total Funding		2,323,902	2,760,494		2,740,276	2,740,276	2,770,146	2,770,146	
Excess Appropriation/(Funding)		(401,919)	(140,454)		(140,454)	(140,454)	(140,454)	(140,454)	
Grand Total		1,921,983	2,620,040		2,599,822	2,599,822	2,629,692	2,629,692	

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: 896 - DHS–Admin Paying Account

Funding Sources: PWP - Administration Paying

The Division of County Operations was established originally in Act 348 of 1985 in the reorganization of the Department of Human Services under the title of Program Operations. Act 164 of 1995 amended Ark. Code Ann. § 25-10-102 and created the Division of Medical Services, renamed the Division of Program Operations to County Operations and transferred functions that were a part of the Division of Economic and Medical Services to County Operations. Functions transferred to the Division of County Operations were Aid to Families with Dependent Children, Food Stamp Program (now called Supplemental Nutrition Assistance Program - SNAP), Project Success and the Community Services Block Grant.

The Personal Responsibility and Work Opportunity Reconciliation Act of 1996, Public Law 104-193, eliminated the open-ended federal entitlement program of Aid to Families with Dependent Children (AFDC) and created a federal block grant program for states to provide cash assistance to families on a time-limited basis under the Temporary Assistance to Needy Families (TANF) program. The Arkansas Personal Responsibility and Public Assistance Reform Act, Act 1058 of 1997 was enacted during the 81st General Assembly and signed by the Governor on April 3, 1997, thereby establishing the Transitional Employment Assistance (TEA) program. With the enactment of these laws, the AFDC and Project Success programs were eliminated and replaced by the TEA program. Enacted during the 85th General Assembly and signed by the Governor, Act 1705 of 2005 transferred responsibility for the program to the Department of Workforce Services (DWS) and also created the Work Pays program, which is an extension of the TEA program for former TEA recipients who are working. Pursuant to this Act, responsibility for determining eligibility for the program and delivering cash assistance benefits remains with the Division of County Operations while DWS is responsible for the provision of case management services and overall administration of the program.

The Division of County Operations has the primary responsibility for providing the leadership and support in each of the eighty-six (86) county offices in the 75 counties. The Division of County Operations is responsible for administering the SNAP, TEA, Medicaid and ARKids Programs to citizens across Arkansas. Additional programs administered at the county level through local organizations include the Community Services Block Grant; Energy Assistance for low income elderly, people with disabilities and families with children; Homeless and Housing Assistance; and Commodity Distribution. The Division is responsible for the physical office space in each of the counties including rent, utilities, telephone charges, janitorial services and other items needed at the local level. The Division coordinates the services of the various DHS Divisions at the local level and provides clerical support. The Division currently has four (4) distinct areas of operation: Field Operations, Program Planning and Development, Community Services and Administrative Support.

Funding for this appropriation is derived from a mix of sources that includes general revenue (DCO - County Operations Fund Account), federal and other revenues. Federal funding sources include revenues derived from administrative costs for TEA, SNAP, Community Services Block Grant, Refugee Resettlement, Emergency Shelter, Commodities, Child Health Insurance (CHIP) and Medicaid (Regular and Enhanced) programs. Other funding which is indicated as various program support can also include sources such as Title XIX match, miscellaneous collections, federal awards, fees, third party reimbursements and maximization of federal claiming. These other funds are considered to be

non-federal and technically can be expended for any program or service within the Department.

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

The Division is requesting appropriation in the amount of \$163,415,908 in FY24 and \$164,699,964 in FY25 and general revenue of \$52,788,995 in FY24 and \$52,889,354 in FY25.

The Agency Request includes the following changes:

- The following position changes incorporate the Agency's Reallocation of Resources approved by the Arkansas Legislative Council in June 2022, which includes a decrease in Regular Salaries of (\$83,449) in FY24 and (\$84,249) in FY25 and in Personal Services Matching of (\$54,592) in FY24 and (\$58,084) in FY25.
 - 2 positions from the Division of Aging, Adult, & Behavioral Health Services and 3 positions from the Division of Developmental Disabilities Services
 - (10) position to the Division of Developmental Disabilities Services.
- Reallocation of \$6,207,702 from Operating Expenses to the following line items in both years:
 - \$2,207,702 to Professional Fees to support costs associated with the SNAP Employment and Training case management contract.
 - \$4,000,000 to Data Processing Services to purchase and upgrade equipment, maintain systems, and other IT related costs.
- Reallocation of \$43,252 in General Revenue funding from the Division of Aging, Adult, & Behavioral Health Services in both years to support the transfer of two (2) positions.

The Executive Recommendation provides for the Agency Request.

Appropriation Summary

Appropriation: 896 - DHS--Admin Paying Account

Funding Sources: PWP - Administration Paying

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	67,635,739	77,603,837	75,067,515	77,807,062	77,807,062	77,887,262	77,887,262
#Positions		1,783	1,740	1,801	1,795	1,795	1,795	1,795
Extra Help	5010001	577,292	503,937	503,937	503,937	503,937	503,937	503,937
#Extra Help		36	37	37	37	37	37	37
Personal Services Matching	5010003	26,017,513	29,582,432	28,478,412	31,108,364	31,108,364	32,312,220	32,312,220
Overtime	5010006	0	125,000	125,000	125,000	125,000	125,000	125,000
Operating Expenses	5020002	20,157,232	25,505,160	31,712,862	25,505,160	25,505,160	25,505,160	25,505,160
Conference & Travel Expenses	5050009	2,893	124,000	110,000	110,000	110,000	110,000	110,000
Professional Fees	5060010	11,069,238	11,772,019	7,499,735	9,707,437	9,707,437	9,707,437	9,707,437
Data Processing	5090012	0	0	0	0	0	0	0
Capital Outlay	5120011	0	230,509	230,509	0	0	0	0
Data Processing Services	5900044	14,942,936	16,737,107	14,548,948	18,548,948	18,548,948	18,548,948	18,548,948
Total		140,402,843	162,184,001	158,276,918	163,415,908	163,415,908	164,699,964	164,699,964
Funding Sources								
Fund Balance	4000005	4,874,494	2,550,004		3,491,148	3,491,148	5,349,634	5,349,634
General Revenue	4000010	46,388,861	51,475,536		52,788,995	52,788,995	52,889,354	52,889,354
Federal Revenue	4000020	80,273,264	92,188,458		97,374,098	97,374,098	98,139,224	98,139,224
Performance Fund	4000055	0	3,414,210		0	0	0	0
Inter-agency Fund Transfer	4000316	218,800	0		0	0	0	0
Reallocation of Resources	4000410	2,560,804	0		0	0	0	0
Various Program Support	4000730	8,636,624	16,046,941		15,111,301	15,111,301	15,230,040	15,230,040
Total Funding		142,952,847	165,675,149		168,765,542	168,765,542	171,608,252	171,608,252
Excess Appropriation/(Funding)		(2,550,004)	(3,491,148)		(5,349,634)	(5,349,634)	(6,908,288)	(6,908,288)
Grand Total		140,402,843	162,184,001		163,415,908	163,415,908	164,699,964	164,699,964

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.
 Budget exceeds Authorized Appropriation in Conference & Travel, Professional Fees, and Data Processing Services due to a transfer from the Miscellaneous Federal Grant Holding Account.
 Variance in number of positions in Authorized and Agency Request is due to utilization of the OPM surrender pool.

Analysis of Budget Request

Appropriation: 897 - DHS-Grants Paying Account

Funding Sources: PWD - Grants Paying

With the enactment of Public Law 104-193, the Personal Responsibility and Work Opportunity Reconciliation Act of 1996 and the Arkansas Personal Responsibility and Public Assistance Reform Act of 1997, open-ended entitlement for Aid to Families with Dependent Children (AFDC) was replaced with federal block grant funding to states. The Arkansas program is entitled Transitional Employment Assistance (TEA). The Arkansas 81st General Assembly passed Act 1058 of 1997 declaring that welfare reform is one of the major human service priorities of state government and establishes the goals of achieving a significant reduction in the number of citizens who are enrolled in such programs, transforming a "one-size fits all" welfare system that fosters dependence, low self-esteem, and irresponsible behavior to one that rewards work and fosters self-reliance, responsibility and family stability. Act 1567 of 1999 amended Act 1058 of 1997 by establishing the Arkansas Transitional Employment Board. Act 1264 of 2001 and Act 1306 of 2003 enacted other provisions to strengthen the Arkansas TEA Program. Arkansas Act 1705 of 2005 transferred responsibility for the program to the Department of Workforce Services (DWS). Under this Act, responsibility for determining eligibility for the program and delivering cash assistance benefits remains with the Division of County Operations (DCO) while DWS is responsible for the provision of case management services and overall administration of the program. Act 1705 of 2005 also created the Work Pays program, which is an extension of the TEA program for former TEA recipients who are working. DWS has overall responsibility for the Work Pays program with eligibility determination and benefit delivery remaining with DCO.

TEA Program eligibility is limited to economically needy families with children under the age of 18 who are U.S. citizens or aliens lawfully admitted to the United States under specific criteria and are residing in Arkansas. The parent(s) living with the children must cooperate in child support enforcement activities, if applicable to the family, and must sign and comply with a Personal Responsibility Agreement, which includes ensuring that their children are immunized and that they attend school. All able-bodied parent(s) must actively engage in work related activities as a condition of the family's ongoing eligibility. TEA cash assistance is limited to a maximum of twenty-four (24) months in an adult's lifetime. For those former TEA recipients who are employed at least 24 hours per week and meet the minimum federal work participation rates, an additional twenty-four (24) months of Work Pays benefits are available.

Assistance under the TEA and Work Pays Programs may include: monthly cash assistance payments to help meet the family's basic needs; employment services such as work experience, job search, and job readiness activities; assistance with basic and vocational education; assistance with supportive services such as childcare, transportation and other expenses related to work activity; case management services; and eligibility for extended support services to help the parent retain a job after the cash assistance case closes due to employment.

Congress reauthorized the TANF program through the Deficit Reduction Act of 2005. Although the Act requires States to meet higher rates of work participation, no significant changes were made in the program design beyond the State initiatives and organizational changes prescribed by Act 1705 of 2005.

Funding for this appropriation is derived from the federal Temporary Assistance for Needy Families (TANF) block grant and general revenue

from the Department of Human Services Grants Fund Account (DGF-DHS Grants Fund) as authorized in Ark. Code Ann. § 19-5-306(10)(A) (iv) and general revenue fund transfers from the Division of Workforce Services as authorized in Section 27 of Act 770 of 2021.

Continuing level of appropriation is the FY2023 Authorized.

The Division is requesting to continue appropriation in the amount of \$6,893,484 for each year of the biennium.

The Executive Recommendation provides for the Agency Request.

Appropriation Summary

Appropriation: 897 - DHS-Grants Paying Account

Funding Sources: PWD - Grants Paying

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 Block Grant	5100004	2,463,377	4,902,500	6,893,484	6,893,484	6,893,484	6,893,484	6,893,484
Total		2,463,377	4,902,500	6,893,484	6,893,484	6,893,484	6,893,484	6,893,484
Funding Sources								
Fund Balance	4000005	910,226	850,916		237,182	237,182	0	0
TANF Transfer	4000478	2,400,108	4,288,766		6,656,302	6,656,302	6,893,484	6,893,484
Various Program Support	4000730	3,959	0		0	0	0	0
Total Funding		3,314,293	5,139,682		6,893,484	6,893,484	6,893,484	6,893,484
Excess Appropriation/(Funding)		(850,916)	(237,182)		0	0	0	0
Grand Total		2,463,377	4,902,500		6,893,484	6,893,484	6,893,484	6,893,484

Analysis of Budget Request

Appropriation: 898 - DHS-Grants Paying Account

Funding Sources: PWE - Grants Paying

The Community Services Block Grant program helps low-income persons become more independent by providing a range of services through local Community Action Agencies. The services are designed to impact the causes of poverty and assist low-income persons gain the skills necessary for employment, offer better educational and training activities to handle finances, improve housing, make use of social services available to them and become involved in community activities. Additionally, the program provides funds for involvement of low-income persons in community development activities, essential services to homeless persons and development of innovative approaches, at both the local and state level, to meet the nutritional needs of low-income persons. Eligibility is based on current OMB poverty income guidelines.

Supplemental Nutrition Assistance Program (SNAP) - The Employment and Training (E & T) Program (formerly the Food Stamp Employment and Training Program) provides Employment and Training activities which promote long term self sufficiency to SNAP recipients classified as an able-bodied adult without dependent children and who live in one of the counties where an E & T Program is operational. Services include independent job search, job search training, education, work experience and vocational training. Client reimbursements for expenses associated with participation in the E & T Program, such as travel reimbursements, are funded with 50% State General Revenue and 50% Federal funds.

Supplemental Nutrition Assistance Program (SNAP) - The Farmers Market Program has been established by U.S. Department of Agriculture (USDA) to allow consumers to have access to locally grown farm fresh produce, enable farmers the opportunity to expand their customer base, and cultivate consumer loyalty with the farmers who grow the produce. In order to participate in the Electronic Benefits Transfer (EBT) Farmers Market Program, each market must be authorized by the USDA Food and Nutrition Service (FNS) to accept Supplemental Nutrition Assistance Program (SNAP) benefits. The USDA provides funds for the purchase of Point of Sale devices and monthly wireless fees so fruits and vegetables can be purchased by SNAP recipients with their Electronic Benefits Transfer card. The grants are paid with 100% Federal funds.

Funding for this appropriation is derived from the federal revenues including Community Services Block Grant, U. S. Department of Health and Human Services, Administration for Children and Families, Social Services Block Grant (SSBG) funds, USDA funds and general revenue from the Department of Human Services Grants Fund Account (DGF-DHS Grants Fund) as authorized in Ark. Code Ann. § 19-5-306(10)(A)(ii) and § 19-5-306(10)(A)(xi).

Supplemental Nutrition Assistance Program (SNAP)

Continuing level of appropriation is the FY2023 Authorized.

The Division is requesting to continue appropriation in the amount of \$841,298 and general revenue funding in the amount of \$165,724 for each year of the biennium.

The Executive Recommendation provides for the Agency Request.

Community Services Block Grant

Continuing level of appropriation is the FY2023 Authorized.

The Division is requesting to continue appropriation in the amount of \$8,283,146 and general revenue funding in the amount of \$3,186 for each year of the biennium.

The Executive Recommendation provides for the Agency Request.

Appropriation Summary

Appropriation: 898 - DHS-Grants Paying Account

Funding Sources: PWE - Grants Paying

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
Suppl Nutrition Assist(SNAP) 5100004	1,367,782	2,734,158	841,298	841,298	841,298	841,298	841,298
Community Svcs. Block Grant 5100004	14,549,038	10,868,528	8,283,146	8,283,146	8,283,146	8,283,146	8,283,146
Total	15,916,820	13,602,686	9,124,444	9,124,444	9,124,444	9,124,444	9,124,444
Funding Sources							
Fund Balance 4000005	99,669	540,734		709,644	709,644	709,644	709,644
General Revenue 4000010	172,910	168,910		168,910	168,910	168,910	168,910
Federal Revenue 4000020	16,234,313	13,602,686		8,955,534	8,955,534	8,955,534	8,955,534
Transfer to Medicaid 4000655	(49,338)	0		0	0	0	0
Total Funding	16,457,554	14,312,330		9,834,088	9,834,088	9,834,088	9,834,088
Excess Appropriation/(Funding)	(540,734)	(709,644)		(709,644)	(709,644)	(709,644)	(709,644)
Grand Total	15,916,820	13,602,686		9,124,444	9,124,444	9,124,444	9,124,444

Budget exceeds Authorized Appropriation in Suppl Nutrition Assist(SNAP) and Community Svcs. Block Grant due to a transfer from the Miscellaneous Federal Grant Holding Account.

Appropriation Summary

Appropriation: E73 - Emergency Rental Assistance

Funding Sources: FWF - CARES

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	96,947	80,101	0	0	0	0	0
#Positions		3	1	0	0	0	0	0
Extra Help	5010001	62,112	50,000	0	0	0	0	0
#Extra Help		1	0	0	0	0	0	0
Personal Services Matching	5010003	47,211	29,237	0	0	0	0	0
Operating Expenses	5020002	343,871	8,000	0	0	0	0	0
Professional Fees	5060010	0	100	0	0	0	0	0
Grants and Aid	5100004	146,757,687	22,000,000	0	0	0	0	0
Data Processing Services	5900044	0	100	0	0	0	0	0
Total		147,307,828	22,167,538	0	0	0	0	0
Funding Sources								
Federal Revenue	4000020	147,307,828	22,167,538		0	0	0	0
Total Funding		147,307,828	22,167,538		0	0	0	0
Excess Appropriation/(Funding)		0	0		0	0	0	0
Grand Total		147,307,828	22,167,538		0	0	0	0

FY23 Budgeted appropriation and position were established through the authority of the Miscellaneous Federal Program Act.
 APPROPRIATION NOT REQUESTED FOR THE 2023-2025 BIENNIUM.

Appropriation Summary

Appropriation: AL2 - ARPA – SNAP Admin

Funding Sources: FRP - American Rescue Plan

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
Operating Expenses 5020002	332,298	0	0	0	0	0	0
Data Processing Services 5900044	1,965,398	0	0	0	0	0	0
Total	2,297,696	0	0	0	0	0	0
Funding Sources							
Federal Revenue 4000020	2,297,696	0		0	0	0	0
Total Funding	2,297,696	0		0	0	0	0
Excess Appropriation/(Funding)	0	0		0	0	0	0
Grand Total	2,297,696	0		0	0	0	0

APPROPRIATION NOT REQUESTED FOR THE 2023-2025 BIENNIUM. This appropriation is funded by the American Rescue Plan Act of 2021. As per Section 41 of Act 199 of 2022, all state agencies, institutions, and constitutional offices receiving funding from the American Rescue Plan Act of 2021 shall request a transfer of appropriation and expend using the American Rescue Plan Act of 2021 Appropriation Sections as authorized in Act 199.

DHS - Developmental Disabilities Services

State Contracts Over \$50,000 Awarded To Minority Owned Businesses Fiscal Year 2022

None

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				
None	N/A	N	N	0	N/A	0	0.00

Department Appropriation Summary

Appropriation	Historical Data						Agency Request and Executive Recommendation							
	2021-2022		2022-2023		2022-2023		2023-2024				2024-2025			
	Actual	Pos	Budget	Pos	Authorized	Pos	Agency	Pos	Executive	Pos	Agency	Pos	Executive	Pos
147 Special Olympics	178,768	0	178,768	0	178,768	0	178,768	0	178,768	0	178,768	0	178,768	0
397 Children's Medical Services	510,521	0	1,723,701	0	1,729,279	0	1,729,279	0	1,729,279	0	1,729,279	0	1,729,279	0
408 Children's Medical Services-Federal	0	0	100,000	0	1,446,205	0	1,446,205	0	1,446,205	0	1,446,205	0	1,446,205	0
59J Autism Treat/Coord	0	0	273,974	0	273,974	0	273,974	0	0	0	273,974	0	0	0
653 DDS-State Operations	2,964,321	0	4,111,739	0	5,054,325	0	5,054,325	0	5,054,325	0	5,054,325	0	5,054,325	0
657 Community Programs	1,500	0	50,000	0	50,000	0	50,000	0	50,000	0	50,000	0	50,000	0
658 Grants to Community Providers	13,660,319	0	14,392,045	0	15,892,045	0	15,892,045	0	15,892,045	0	15,892,045	0	15,892,045	0
896 Division of Developmental Disabilities Svcs	144,157,846	2,357	162,269,578	2,095	171,100,666	2,586	187,458,621	2,535	186,680,828	2,535	189,239,258	2,535	188,461,465	2,535
982 Inter-Divisional Programs	46,433	0	108,644	0	108,644	0	108,644	0	108,644	0	108,644	0	108,644	0
NOT REQUESTED FOR THE BIENNIUM														
AU5 ARPA - IDEA Supplemental Grant	4,760	0	0	0	0	0	0	0	0	0	0	0	0	0
Total	161,524,468	2,357	183,208,449	2,095	195,833,906	2,586	212,191,861	2,535	211,140,094	2,535	213,972,498	2,535	212,920,731	2,535

Funding Sources		%		%		%		%		%		%	
Fund Balance	4000005	11,788,466	6.8	11,281,342	5.8	11,233,720	5.8	11,233,720	5.8	0	0.0	0	0.0
General Revenue	4000010	66,957,979	38.7	67,030,375	34.5	67,220,204	34.5	67,220,204	34.5	67,326,758	36.7	67,326,758	36.7
Federal Revenue	4000020	12,036,769	7.0	15,345,895	7.9	15,790,190	8.1	15,790,190	8.1	15,790,190	8.6	15,790,190	8.6
Special Revenue	4000030	10,020	0.0	2,378	0.0	0	0.0	0	0.0	0	0.0	0	0.0
Inter-agency Fund Transfer	4000316	219,200	0.1	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0
Reallocation of Resources	4000410	(1,169,387)	(0.7)	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0
Transfer to Medicaid	4000655	(1,345,469)	(0.8)	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0
Transfer to Medicaid Match	4000660	(12,446,616)	(7.2)	(12,446,616)	(6.4)	(12,446,616)	(6.4)	(12,446,616)	(6.4)	(12,446,616)	(6.8)	(12,446,616)	(6.8)
Various Program Support	4000730	96,754,848	56.0	113,228,795	58.2	113,079,615	58.0	113,079,615	58.0	112,975,725	61.5	112,975,725	61.5
Total Funds		172,805,810	100.0	194,442,169	100.0	194,877,113	100.0	194,877,113	100.0	183,646,057	100.0	183,646,057	100.0
Excess Appropriation/(Funding)		(11,281,342)		(11,233,720)		17,314,748		16,262,981		30,326,441		29,274,674	
Grand Total		161,524,468		183,208,449		212,191,861		211,140,094		213,972,498		212,920,731	

Authorized position count varies from Agency Request in FC 896 (Division of Developmental Disabilities Svcs) due to utilization of the OPM surrender pool.

Analysis of Budget Request

Appropriation: 147 - Special Olympics

Funding Sources: DEA - Developmental Disabilities Services Fund Account

This appropriation is for a grant to the Arkansas Special Olympics, Inc. This program provides sports training and competitive opportunities throughout the year for athletes who are developmentally challenged.

Funding for this appropriation is 100% general revenue (DEA-Developmental Disabilities Services Fund Account).

Continuing level of appropriation is the FY2023 Authorized.

The Division is requesting to continue appropriation and general revenue funding in the amount of \$178,768 for each year of the biennium.

The Executive Recommendation provides for the Agency Request.

Appropriation Summary

Appropriation: 147 - Special Olympics

Funding Sources: DEA - Developmental Disabilities Services Fund Account

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	178,768	178,768	178,768	178,768	178,768	178,768	178,768
Total		178,768	178,768	178,768	178,768	178,768	178,768	178,768
Funding Sources								
General Revenue	4000010	178,768	178,768		178,768	178,768	178,768	178,768
Total Funding		178,768	178,768		178,768	178,768	178,768	178,768
Excess Appropriation/(Funding)		0	0		0	0	0	0
Grand Total		178,768	178,768		178,768	178,768	178,768	178,768

Analysis of Budget Request

Appropriation: 397 - Children's Medical Services

Funding Sources: DGF - DHS Grants Fund

Children's Medical Services, also known as the State Children with Chronic Health Conditions (CHC) program, provides services to children with special health care needs. CHC assists the provision of services through nurse case managers in local county offices, outreach clinics, and parent support groups. CHC assists children with special needs who also receive Medicaid, including TEFRA, when Medicaid does not provide the service, drug, or equipment.

CHC is community-based with staff in the local DHS county offices. These staff assist families receiving services by coordinating care in areas such as assessments, arranging medical appointments, determining additional needed services, payment authorization, coordinating parent support groups, and arranging respite care and transportation.

Funding for this appropriation is 100% general revenue (DGF-Department of Human Services Grant Fund Account).

Continuing level of appropriation is the FY2023 Authorized.

The Division is requesting to continue appropriation in the amount of \$1,729,279 and general revenue funding in the amount of \$1,723,701 for each year of the biennium.

The Executive Recommendation provides for the Agency Request.

Appropriation Summary

Appropriation: 397 - Children's Medical Services

Funding Sources: DGF - DHS Grants 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	510,521	1,723,701	1,729,279	1,729,279	1,729,279	1,729,279	1,729,279
Total		510,521	1,723,701	1,729,279	1,729,279	1,729,279	1,729,279	1,729,279
Funding Sources								
General Revenue	4000010	1,723,701	1,723,701		1,723,701	1,723,701	1,723,701	1,723,701
Transfer to Medicaid	4000655	(1,213,180)	0		0	0	0	0
Total Funding		510,521	1,723,701		1,723,701	1,723,701	1,723,701	1,723,701
Excess Appropriation/(Funding)		0	0		5,578	5,578	5,578	5,578
Grand Total		510,521	1,723,701		1,729,279	1,729,279	1,729,279	1,729,279

Analysis of Budget Request

Appropriation: 408 - Children's Medical Services-Federal

Funding Sources: FWF - DHS Federal

The Children's Medical Services-Federal, also known as the Federal Children with Chronic Health Conditions (CHC) appropriation, is a companion to the Children's Medical Services appropriation (FC 397 DGF5100) and provides for community based services for children with special health care needs. Examples of services include therapies, medications, transportation, medical treatments and equipment. The Community-Based Office (CBO), which houses CHC staff, allows for more rapid responses to the needs of children with chronic health conditions and their families. This appropriation supports the programs and services detailed in the State CHC program appropriation (FC 397).

Funding for this appropriation is 100% federal revenue consisting of Title V funding (Maternal and Child Health Services Block Grant).

Continuing level of appropriation is the FY2023 Authorized.

The Division is requesting to continue appropriation in the amount of \$1,446,205 for each year of the biennium.

The Executive Recommendation provides for the Agency Request.

Appropriation Summary

Appropriation: 408 - Children's Medical Services-Federal

Funding Sources: FWF - DHS Federal

Historical Data

Agency Request and Executive Recommendation

Commitment Item	Historical Data			Agency Request and Executive Recommendation			
	2021-2022 Actual	2022-2023 Budget	2022-2023 Authorized	2023-2024		2024-2025	
				Agency	Executive	Agency	Executive
Grants and Aid 5100004	0	100,000	1,446,205	1,446,205	1,446,205	1,446,205	1,446,205
Total	0	100,000	1,446,205	1,446,205	1,446,205	1,446,205	1,446,205
Funding Sources							
Fund Balance 4000005	193,444	274,169		274,169	274,169	0	0
Federal Revenue 4000020	80,725	100,000		500,000	500,000	500,000	500,000
Total Funding	274,169	374,169		774,169	774,169	500,000	500,000
Excess Appropriation/(Funding)	(274,169)	(274,169)		672,036	672,036	946,205	946,205
Grand Total	0	100,000		1,446,205	1,446,205	1,446,205	1,446,205

Analysis of Budget Request

Appropriation: 59J - Autism Treat/Coord

Funding Sources: DEA - Developmental Disabilities Services Fund Account

An increasing number of Arkansans are being diagnosed with Autism Spectrum Disorders. Children and adults with Autism Spectrum Disorders require specialized treatment. To address this need, state general revenues generated from an increase in the tax on cigarettes and other tobacco products as a result of Act 180 of 2009 were provided to the Division of Developmental Disabilities Services.

The Division of Developmental Disabilities Services is working closely with the Legislative Task Force on Autism to identify and prioritize needed services to this population.

Funding is 100% general revenue (DEA - Developmental Disabilities Services Fund Account) and is transferred to the Division's operating appropriation to receive federal match.

Continuing level of appropriation is the FY2023 Authorized.

The Division is requesting to continue appropriation and general revenue funding in the amount of \$273,974 for each year of the biennium.

The Executive Recommendation provides for the discontinuation of this appropriation and reallocation of general revenue funding in the amount of \$273,974 to the Division's Administration Paying Account (FC 896).

Appropriation Summary

Appropriation: 59J - Autism Treat/Coord

Funding Sources: DEA - Developmental Disabilities Services Fund Account

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	0	273,974	273,974	273,974	0	273,974	0
Total	0	273,974	273,974	273,974	0	273,974	0
Funding Sources							
General Revenue 4000010	0	273,974		273,974	0	273,974	0
Total Funding	0	273,974		273,974	0	273,974	0
Excess Appropriation/(Funding)	0	0		0	0	0	0
Grand Total	0	273,974		273,974	0	273,974	0

Analysis of Budget Request

Appropriation: 657 - Community Programs

Funding Sources: SDT - DDS Dog Track Special Revenue Fund

The Community Programs appropriation is utilized to provide services for eligible individuals through licensed community providers. Pursuant to Ark. Code Ann. § 23-111-503, this appropriation is funded by fees generated from proceeds of the Southland Greyhound Park. Generally, this appropriation is used to supplement contracts with community providers for a wide range of services provided to individuals with developmental disabilities.

Funding for this appropriation includes 100% special revenue consisting of two-thirds (2/3) of the net proceeds derived from the three (3) additional days of racing authorized by the Arkansas Racing Commission for any dog racing meet, and is to be used for the sole benefit for Community Programs of the Division of Developmental Disabilities Services.

Southland Greyhound Park is scheduled to conclude racing by December 2022.

Continuing level of appropriation is the FY2023 Authorized.

The Division is requesting to continue appropriation in the amount of \$50,000 for each year of the biennium.

The Executive Recommendation provides for the Agency Request.

Appropriation Summary

Appropriation: 657 - Community Programs
Funding Sources: SDT - DDS Dog Track Special Revenue 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
Community Programs 5900046	1,500	50,000	50,000	50,000	50,000	50,000	50,000
Total	1,500	50,000	50,000	50,000	50,000	50,000	50,000
Funding Sources							
Fund Balance 4000005	39,102	47,622		0	0	0	0
Special Revenue 4000030	10,020	2,378		0	0	0	0
Total Funding	49,122	50,000		0	0	0	0
Excess Appropriation/(Funding)	(47,622)	0		50,000	50,000	50,000	50,000
Grand Total	1,500	50,000		50,000	50,000	50,000	50,000

Analysis of Budget Request

Appropriation: 658 - Grants to Community Providers

Funding Sources: DEA - Developmental Disabilities Services Fund Account

The majority of this appropriation is internally transferred to the Division of Medical Services to meet the state federal financial participation costs for Medicaid services provided by community providers to DDS clients. The remainder of the appropriation is utilized by community providers to provide wrap around stabilization services that Medicaid does not cover to DDS clients in the community on a fee for service basis.

Funding for this appropriation is 100% general revenue (DEA - Developmental Disabilities Services Fund Account).

Continuing level of appropriation is the FY2023 Authorized.

The Division is requesting to continue appropriation in the amount of \$15,892,045 and general revenue in the amount of \$14,392,045 for each year of the biennium.

The Executive Recommendation provides for the Agency Request.

Appropriation Summary

Appropriation: 658 - Grants to Community Providers

Funding Sources: DEA - Developmental Disabilities Services Fund Account

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	13,660,319	14,392,045	15,892,045	15,892,045	15,892,045	15,892,045	15,892,045
Total		13,660,319	14,392,045	15,892,045	15,892,045	15,892,045	15,892,045	15,892,045
Funding Sources								
General Revenue	4000010	13,660,319	14,392,045		14,392,045	14,392,045	14,392,045	14,392,045
Total Funding		13,660,319	14,392,045		14,392,045	14,392,045	14,392,045	14,392,045
Excess Appropriation/(Funding)		0	0		1,500,000	1,500,000	1,500,000	1,500,000
Grand Total		13,660,319	14,392,045		15,892,045	15,892,045	15,892,045	15,892,045

Analysis of Budget Request

Appropriation: 896 - DHS–Admin Paying Account

Funding Sources: PWP - Administration Paying

This appropriation provides administrative support for the Division of Developmental Disabilities (DDS). This Division administers state programs and services for people with developmental disabilities. Arkansas Statutes define a developmental disability as an impairment generally attributable to cerebral palsy, epilepsy, down syndrome, or autism. Services through DDS are available for persons diagnosed as having a disability occurring prior to age 22.

In addition to the coordination of community programs and services for individuals with disabilities, DDS is responsible for the management and operation of five (5) state-owned and controlled Human Development Centers (HDCs). These institutional facilities provide 24-hour residential services, habilitation, medical services, therapies and education at the following:

Conway HDC

Arkadelphia HDC

Jonesboro HDC

Booneville HDC

Southeast Arkansas (Warren) HDC

Each Human Development Center provides comprehensive services for adults of all functioning levels. Primary emphasis is on medical services, domestic and personal skill development, habilitation training, employment opportunities including vocational training, and recreational activities. Additionally, the Conway center has a fully functional Infirmary and Clinic.

Funding for this appropriation consists of general revenue (DEA - Developmental Disabilities Services Fund Account), federal revenue and other revenue. Federal revenue primarily includes Early Intervention, Title V, and Title XIX, and Client Fees. Other revenue, which is indicated as various program support can also include sources such as the Special Education Fund, Target Case Management, and Medicaid reimbursements.

896 - PWP Admin Paying Account

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

The Division is requesting appropriation in the amount of \$187,458,621 in FY24 and \$189,239,258 in FY25 and general revenue funding in

the amount of \$50,533,072 in FY24 and \$50,639,626 in FY25.

The Agency Request includes the following changes:

- The following position changes incorporate the Agency's Reallocation of Resources approved by the Arkansas Legislative Council in June 2022, which includes an increase of \$232,013 in Regular Salaries and \$103,960 in Personal Services Matching in FY24 and an increase of \$232,813 in Regular Salaries and \$108,772 in Personal Services Matching in FY25.
 - 10 positions from the Division of County Operations
 - (3) positions to the Division of County Operations.
- Discontinuation of (37) positions the division has not been able to fill over recent fiscal years with a decrease of (\$890,355) in Regular Salaries in both years and a decrease of (\$469,206) in Personal Services Matching in FY24 and (\$493,626) in FY25.
- Reclassification of 20 positions which includes an increase of \$627,760 in Regular Salaries and \$150,033 in Personal Services Matching in both years.
- Title change of the M005C - DHS Assistant Superintendent - Conway position to M005C - DHS Assistant Superintendent. This will allow the position to be utilized at all Human Development Centers around the state.
- Restoration of \$750,000 of unfunded appropriation in Capital Outlay to purchase new capital equipment and vehicles for the five (5) Human Development Centers in both years.

The Executive Recommendation provides for the Agency Request with the exception of the title change and reclassifications and the associated appropriation. These changes will be placed on hold for the new administration to review and recommend. The Executive Recommendation also provides for general revenue funding in the amount of \$50,807,046 in FY24 and \$50,913,600 which includes the reallocation of \$273,974 in general revenue from the Autism Treatment/Coordination appropriation (FC 59J).

653 - State Operations

Grants/Patients Services (653/PWP0100)

Continuing level of appropriation is the FY2023 Authorized.

The Division is requesting to continue appropriation of \$4,987,134 for each year of the biennium.

The Executive Recommendation provides for the Agency Request.

Children and Adolescent Services (653/PWP0400)

Continuing level of appropriation is the FY2023 Authorized.

The Division is requesting to continue appropriation of \$67,191 and general revenue funding of \$10,000 for each year of the biennium.

The Executive Recommendation provides for the Agency Request.

Appropriation Summary

Appropriation: 896 - DHS--Admin Paying Account

Funding Sources: PWP - Administration Paying

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	77,542,336	87,759,642	87,900,345	97,642,739	97,014,979	97,729,539	97,101,779
#Positions		2,357	2,095	2,586	2,535	2,535	2,535	2,535
Extra Help	5010001	1,116,068	1,017,000	2,910,944	2,910,944	2,910,944	2,910,944	2,910,944
#Extra Help		85	195	200	200	200	200	200
Personal Services Matching	5010003	31,184,232	34,759,474	35,568,332	42,183,893	42,033,860	43,877,730	43,727,697
Overtime	5010006	1,935,586	2,120,000	4,310,000	4,310,000	4,310,000	4,310,000	4,310,000
Extra Salaries	5010008	0	0	27,000	27,000	27,000	27,000	27,000
Operating Expenses	5020002	26,643,620	27,817,167	28,170,408	28,170,408	28,170,408	28,170,408	28,170,408
Conference & Travel Expenses	5050009	11,195	50,000	98,870	98,870	98,870	98,870	98,870
Professional Fees	5060010	982,775	1,309,500	3,311,079	3,311,079	3,311,079	3,311,079	3,311,079
Data Processing	5090012	0	0	0	0	0	0	0
Grants/Patient Services	5100004	2,964,321	4,101,739	4,987,134	4,987,134	4,987,134	4,987,134	4,987,134
Capital Outlay	5120011	326,927	570,000	750,000	750,000	750,000	750,000	750,000
Data Processing Services	5900044	855,875	900,000	1,000,000	1,000,000	1,000,000	1,000,000	1,000,000
Vocational Trainees	5900046	143,650	239,000	239,000	239,000	239,000	239,000	239,000
Purchase of Service	5900047	3,415,582	5,727,795	6,814,688	6,814,688	6,814,688	6,814,688	6,814,688
Children & Adolescent Svcs	5900047	0	10,000	67,191	67,191	67,191	67,191	67,191
Total		147,122,167	166,381,317	176,154,991	192,512,946	191,735,153	194,293,583	193,515,790

Funding Sources								
Fund Balance	4000005	11,555,920	10,959,551		10,959,551	10,959,551	0	0
General Revenue	4000010	51,348,758	50,353,243		50,543,072	50,817,046	50,649,626	50,923,600
Federal Revenue	4000020	11,951,284	15,245,895		15,290,190	15,290,190	15,290,190	15,290,190
Inter-agency Fund Transfer	4000316	219,200	0		0	0	0	0
Reallocation of Resources	4000410	(1,169,387)	0		0	0	0	0
Transfer to Medicaid	4000655	(132,289)	0		0	0	0	0
Transfer to Medicaid Match	4000660	(12,446,616)	(12,446,616)		(12,446,616)	(12,446,616)	(12,446,616)	(12,446,616)
Various Program Support	4000730	96,754,848	113,228,795		113,079,615	113,079,615	112,975,725	112,975,725
Total Funding		158,081,718	177,340,868		177,425,812	177,699,786	166,468,925	166,742,899
Excess Appropriation/(Funding)		(10,959,551)	(10,959,551)		15,087,134	14,035,367	27,824,658	26,772,891
Grand Total		147,122,167	166,381,317		192,512,946	191,735,153	194,293,583	193,515,790

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

Analysis of Budget Request

Appropriation: 982 - Inter-Divisional Programs

Funding Sources: DEA - Developmental Disabilities Services Fund Account

The DHS Inter-Divisional Program appropriation provides integrated services and programs for DDS clients with complex needs requiring the combined efforts of multiple DHS Divisions. The funds are used for individualized services to supplement available DDS program options. These individualized services are alternatives to out-of-state placements and in-state institutional options.

Funding for this appropriation is 100% general revenue (DEA - Developmental Disabilities Services Fund Account).

Continuing level of appropriation is the FY2023 Authorized.

The Division is requesting to continue appropriation and general revenue funding in the amount of \$108,644 for each year of the biennium.

The Executive Recommendation provides for the Agency Request.

Appropriation Summary

Appropriation: 982 - Inter-Divisional Programs

Funding Sources: DEA - Developmental Disabilities Services Fund Account

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	46,433	108,644	108,644	108,644	108,644	108,644	108,644
Total		46,433	108,644	108,644	108,644	108,644	108,644	108,644
Funding Sources								
General Revenue	4000010	46,433	108,644		108,644	108,644	108,644	108,644
Total Funding		46,433	108,644		108,644	108,644	108,644	108,644
Excess Appropriation/(Funding)		0	0		0	0	0	0
Grand Total		46,433	108,644		108,644	108,644	108,644	108,644

Appropriation Summary

Appropriation: AU5 - ARPA - IDEA Supplemental Grant

Funding Sources: FRP - American Rescue Plan

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
Operating Expenses	5020002	4,760	0	0	0	0	0	0
Total		4,760	0	0	0	0	0	0
Funding Sources								
Federal Revenue	4000020	4,760	0		0	0	0	0
Total Funding		4,760	0		0	0	0	0
Excess Appropriation/(Funding)		0	0		0	0	0	0
Grand Total		4,760	0		0	0	0	0

APPROPRIATION NOT REQUESTED FOR THE 2023-2025 BIENNIUM. This appropriation is funded by the American Rescue Plan Act of 2021. As per Section 41 of Act 199 of 2022, all state agencies, institutions, and constitutional offices receiving funding from the American Rescue Plan Act of 2021 shall request a transfer of appropriation and expend using the American Rescue Plan Act of 2021 Appropriation Sections as authorized in Act 199.

DHS - Medical Services

State Contracts Over \$50,000 Awarded To Minority Owned Businesses Fiscal Year 2022

None

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				
None	N/A	N	N	0	N/A	0	0.00

Department Appropriation Summary

Appropriation	Historical Data						Agency Request and Executive Recommendation							
	2021-2022		2022-2023		2022-2023		2023-2024			2024-2025				
	Actual	Pos	Budget	Pos	Authorized	Pos	Agency	Pos	Executive	Pos	Agency	Pos	Executive	Pos
4KS Nursing Home Quality	590,710	0	4,000,000	0	4,000,000	0	4,000,000	0	4,000,000	0	4,000,000	0	4,000,000	0
642 Medicaid Expansion-Medical Svcs	62,491	1	86,789	1	83,347	1	86,218	1	86,218	1	87,250	1	87,250	1
648 Medicaid Exp-Prescription Drugs	867,739	0	5,121,104	0	9,543,457	0	9,543,457	0	9,543,457	0	9,543,457	0	9,543,457	0
648 Medicaid Exp-Hospital & Medical Services	71,686,029	0	109,014,134	0	200,426,470	0	160,426,470	0	160,426,470	0	160,426,470	0	160,426,470	0
876 Nursing Home Closure Costs	0	0	4,500,000	0	4,500,000	0	4,500,000	0	4,500,000	0	4,500,000	0	4,500,000	0
878 Long Term Care Facility Receivership	0	0	100,000	0	100,000	0	100,000	0	100,000	0	100,000	0	100,000	0
896 Division of Medical Services	8,910,707	96	11,936,076	92	12,806,877	102	12,842,703	98	12,842,703	98	12,910,112	98	12,910,112	98
897 ARKIDS B Program	102,826,398	0	175,901,504	0	207,222,020	0	207,222,020	0	207,222,020	0	207,222,020	0	207,222,020	0
897 Hospital & Medical Services	7,319,709,820	0	7,547,865,506	0	7,547,865,506	0	8,034,125,877	0	8,034,125,877	0	8,432,255,717	0	8,432,255,717	0
897 Prescription Drugs	464,550,539	0	490,480,177	0	579,386,547	0	509,386,547	0	509,386,547	0	509,386,547	0	509,386,547	0
897 Private Nursing Home Care	716,559,398	0	816,988,037	0	842,142,061	0	957,142,061	0	957,142,061	0	1,007,142,061	0	1,007,142,061	0
898 Child & Family Life Inst	0	0	2,100,000	0	2,100,000	0	2,100,000	0	2,100,000	0	2,100,000	0	2,100,000	0
898 Infant Infirmary	722,657	0	476,980	0	18,588,441	0	2,588,441	0	2,588,441	0	2,588,441	0	2,588,441	0
898 Public Nursing Home Care	167,804,229	0	183,027,599	0	257,529,350	0	217,529,350	0	217,529,350	0	217,529,350	0	217,529,350	0
NOT REQUESTED FOR THE BIENNIUM														
AJ9 ARPA - Surge Staff	128,069,568	0	0	0	0	0	0	0	0	0	0	0	0	0
AK1 ARPA - Skilled Nursing Fac	102,300,896	0	0	0	0	0	0	0	0	0	0	0	0	0
Total	9,084,661,181	97	9,351,597,906	93	9,686,294,076	103	10,121,593,144	99	10,121,593,144	99	10,569,791,425	99	10,569,791,425	99

Funding Sources		%		%		%		%		%			
Fund Balance	4000005	66,082,126	0.7	195,952,632	2.1	195,853,165	2.0	195,853,165	2.0	16,943,361	0.2	16,943,361	0.2
General Revenue	4000010	1,366,543,617	14.7	1,390,162,370	14.6	1,455,268,964	14.7	1,390,268,964	14.2	1,520,271,690	15.1	1,390,271,690	14.0
Federal Revenue	4000020	7,587,943,374	81.8	7,196,926,555	75.4	7,290,284,690	73.8	7,290,284,690	74.3	7,560,383,508	75.0	7,560,383,508	75.9
Trust Fund	4000050	590,710	0.0	8,500,000	0.1	8,500,000	0.1	8,500,000	0.1	8,500,000	0.1	8,500,000	0.1
Performance Fund	4000055	0	0.0	300,843	0.0	0	0.0	0	0.0	0	0.0	0	0.0
Drug Rebates	4000200	84,045,101	0.9	110,311,740	1.2	90,000,000	0.9	90,000,000	0.9	90,000,000	0.9	90,000,000	0.9
Hospital Assessment Fee	4000281	90,062,409	1.0	110,456,234	1.2	117,884,214	1.2	117,884,214	1.2	124,222,479	1.2	124,222,479	1.2
ICF/MR Provider Fee	4000282	1,908,856	0.0	1,999,999	0.0	2,000,000	0.0	2,000,000	0.0	2,000,000	0.0	2,000,000	0.0
Insurance Premium Tax	4000298	45,000,000	0.5	37,871,168	0.4	90,740,392	0.9	90,740,392	0.9	38,350,642	0.4	38,350,642	0.4
Quality Assurance Fee	4000395	74,331,227	0.8	83,000,000	0.9	83,000,000	0.8	83,000,000	0.8	83,000,000	0.8	83,000,000	0.8
Reallocation of Resources	4000410	(10,355)	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0
Tobacco Settlement	4000495	16,544,341	0.2	30,928,656	0.3	39,793,583	0.4	39,793,583	0.4	39,985,403	0.4	39,985,403	0.4
Transfer from Medicaid Match	4000550	12,479,198	0.1	1,650,036	0.0	1,650,036	0.0	1,650,036	0.0	1,650,036	0.0	1,650,036	0.0

Funding Sources			%		%		%		%		%		%
Transfer to General Education	4000630	(23,747,970)	(0.3)	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0
Transfer to Medicaid	4000655	(66,787,674)	(0.7)	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0
Various Program Support	4000730	25,628,853	0.3	301,593,536	3.2	326,613,578	3.3	326,613,578	3.3	429,247,016	4.3	429,247,016	4.3
PASSE Premium	4000770	0	0.0	17,797,302	0.2	86,308,365	0.9	86,308,365	0.9	87,989,650	0.9	87,989,650	0.9
Soft Drink Tax	4000775	0	0.0	60,000,000	0.6	89,091,000	0.9	89,091,000	0.9	84,091,000	0.8	84,091,000	0.8
Total Funds		9,280,613,813	100.0	9,547,451,071	100.0	9,876,987,987	100.0	9,811,987,987	100.0	10,086,634,785	100.0	9,956,634,785	100.0
Excess Appropriation/(Funding)		(195,952,632)		(195,853,165)		244,605,157		309,605,157		483,156,640		613,156,640	
Grand Total		9,084,661,181		9,351,597,906		10,121,593,144		10,121,593,144		10,569,791,425		10,569,791,425	

Authorized position count varies from Agency Request in FC 896 (DHS- Admin Paying Account) due to utilization of the OPM surrender pool.
FY23 Budget amount exceeds Authorized Appropriation in FC 642 (Medicaid Expansion-Medical Svcs) due to salary and matching rate adjustments during the 2021-2023 Biennium.
Variance in Fund Balance is due to unfunded appropriation.

Analysis of Budget Request

Appropriation: 4KS - Nursing Home Quality

Funding Sources: TLT - Long Term Care Trust Fund

The Nursing Home Quality of Life appropriation provides funding to initiatives that directly address, and improve, the quality of life of residents of nursing facilities. The fund has no State General Revenue; the monies in the fund are civil money penalties imposed by the federal Centers for Medicare and Medicaid Services (CMS) or the Arkansas Department of Human Services' Office of Long Term Care. Uses include:

- Payment of operating costs when nursing facility operators are unwilling or unable to continue to provide care to residents and the Arkansas Department of Human Services must take over operations temporarily.
- Grants to entities that submit proposals that are reviewed and approved by CMS that directly improve the quality of life of residents. Examples are development of new activities programs or memory stimulation programs.
- Eden Alternative or Greenhouse Project approach to nursing facility designs and operations. Both the Eden Alternative and the Greenhouse Project are attempts to create a new model for long-term care facilities that emphasizes a more home style environment over traditional institutional settings. Evidence indicates that residents of facilities operated under either approach perform significantly better than residents of traditional long-term care facilities.

Continuing level of appropriation is the FY2023 Authorized.

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

The Executive Recommendation provides for the Agency Request.

Appropriation Summary

Appropriation: 4KS - Nursing Home Quality

Funding Sources: TLT - Long Term Care 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
Grants and Aid 5100004	590,710	4,000,000	4,000,000	4,000,000	4,000,000	4,000,000	4,000,000
Total	590,710	4,000,000	4,000,000	4,000,000	4,000,000	4,000,000	4,000,000
Funding Sources							
Trust Fund 4000050	590,710	4,000,000		4,000,000	4,000,000	4,000,000	4,000,000
Total Funding	590,710	4,000,000		4,000,000	4,000,000	4,000,000	4,000,000
Excess Appropriation/(Funding)	0	0		0	0	0	0
Grand Total	590,710	4,000,000		4,000,000	4,000,000	4,000,000	4,000,000

Analysis of Budget Request

Appropriation: 642 - Medicaid Tobacco Settlement Program

Funding Sources: PTA - Medicaid Expansion Program Account

The goal of the Medicaid Expansion program is to create a separate and distinct component of the Arkansas Medicaid Program that improves the health of Arkansans by expanding health care coverage and benefits to specific populations. The Tobacco Settlement Funds are utilized to expand Medicaid coverage to the following eligibility groups:

- Pregnant Women Expansion - Increased the income eligibility limit from 133% to 214% of the Federal poverty level.
- Hospital Benefit Coverage - Increased the number of benefit days from 20 to 24 and decreased the co-pay on the first day of hospitalization from 22% to 10%.
- 65 and Over Expansion (AR Senior) - Increased coverage to the 65 and over population for persons at 80% of the Qualified Medicare Beneficiary (QMB) Level effective January 1, 2003.
- Adults and Children with intellectual and developmental disabilities - Expanded medical assistance, home and community-based services, and employment supports for those who qualify for services in the Community and Employment Support Waiver.

This appropriation is funded by federal and tobacco settlement funds.

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

The Division is requesting appropriation in the amount of \$86,218 in FY24 and \$87,250 in FY25.

The Executive Recommendation provides for the Agency Request.

Appropriation Summary

Appropriation: 642 - Medicaid Tobacco Settlement Program

Funding Sources: PTA - Medicaid Expansion Program Account

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	45,760	55,694	53,560	54,725	54,725	55,025	55,025
#Positions		1	1	1	1	1	1	1
Personal Services Matching	5010003	16,665	19,611	18,303	20,009	20,009	20,741	20,741
Operating Expenses	5020002	66	9,484	9,484	9,484	9,484	9,484	9,484
Conference & Travel Expenses	5050009	0	2,000	2,000	2,000	2,000	2,000	2,000
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		62,491	86,789	83,347	86,218	86,218	87,250	87,250
Funding Sources								
Fund Balance	4000005	5,360	5,707		6,240	6,240	6,240	6,240
Federal Revenue	4000020	31,589	43,661		43,109	43,109	43,625	43,625
Tobacco Settlement	4000495	31,249	43,661		43,109	43,109	43,625	43,625
Total Funding		68,198	93,029		92,458	92,458	93,490	93,490
Excess Appropriation/(Funding)		(5,707)	(6,240)		(6,240)	(6,240)	(6,240)	(6,240)
Grand Total		62,491	86,789		86,218	86,218	87,250	87,250

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: 648 - Medicaid Tobacco Settlement Grants

Funding Sources: PTD - Medicaid Expansion Program Account

Medicaid Expansion Program - Prescription Drugs

The Medicaid Expansion Program - Prescription Drugs provides appropriation for the prescription drugs component of the Medicaid Expansion Program established by Initiated Act 1 of 2000. This appropriation is funded through tobacco settlement funds and federal revenue provided through the U.S. Department of Health and Human Services, Centers for Medicare and Medicaid Services.

Continuing level of appropriation is the FY2023 Authorized.

The Division is requesting to continue appropriation in the amount of \$9,543,457 for each year of the biennium.

The Executive Recommendation provides for the Agency Request.

Medicaid Expansion Program - Hospital and Medical Services

The Medicaid Expansion Program - Hospital and Medical Services provides appropriation for the Hospital/Medical component of the Medicaid Expansion Program established by Initiated Act 1 of 2000. This appropriation is funded through tobacco settlement funds and federal revenue provided through the U.S. Department of Health and Human Services, Centers for Medicare and Medicaid Services.

Continuing level of appropriation is the FY2023 Authorized.

The Division is requesting appropriation in the amount of \$160,426,470 for each year of the biennium.

The Agency Request includes the following change for both years:

- Reallocation of (\$40,000,000) to Hospital and Medical Services (PWD8600) to better align with the Medicaid biennium forecast.

The Executive Recommendation provides for the Agency Request.

Appropriation Summary

Appropriation: 648 - Medicaid Tobacco Settlement Grants
Funding Sources: PTD - Medicaid Expansion Program Account

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
Medicaid Exp-Prescrip Drugs 5100004	867,739	5,121,104	9,543,457	9,543,457	9,543,457	9,543,457	9,543,457
Total	867,739	5,121,104	9,543,457	9,543,457	9,543,457	9,543,457	9,543,457
Funding Sources							
Fund Balance 4000005	32,040	33,898		33,898	33,898	33,898	33,898
Federal Revenue 4000020	364,266	3,735,333		6,767,265	6,767,265	6,753,905	6,753,905
Tobacco Settlement 4000495	505,331	1,385,771		2,776,192	2,776,192	2,789,552	2,789,552
Total Funding	901,637	5,155,002		9,577,355	9,577,355	9,577,355	9,577,355
Excess Appropriation/(Funding)	(33,898)	(33,898)		(33,898)	(33,898)	(33,898)	(33,898)
Grand Total	867,739	5,121,104		9,543,457	9,543,457	9,543,457	9,543,457

Appropriation Summary

Appropriation: 648 - Medicaid Tobacco Settlement Grants
Funding Sources: PTD - Medicaid Expansion Program Account

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
Medicaid Exp-Hosp/Med Svcs 5100004	71,686,029	109,014,134	200,426,470	160,426,470	160,426,470	160,426,470	160,426,470
Total	71,686,029	109,014,134	200,426,470	160,426,470	160,426,470	160,426,470	160,426,470
Funding Sources							
Fund Balance 4000005	10,873,959	15,705,940		15,705,940	15,705,940	0	0
Federal Revenue 4000020	60,510,249	79,514,910		90,128,784	90,128,784	89,950,840	89,950,840
Tobacco Settlement 4000495	16,007,761	29,499,224		36,974,282	36,974,282	37,152,226	37,152,226
Total Funding	87,391,969	124,720,074		142,809,006	142,809,006	127,103,066	127,103,066
Excess Appropriation/(Funding)	(15,705,940)	(15,705,940)		17,617,464	17,617,464	33,323,404	33,323,404
Grand Total	71,686,029	109,014,134		160,426,470	160,426,470	160,426,470	160,426,470

Analysis of Budget Request

Appropriation: 876 - Nursing Home Closure Costs

Funding Sources: TLT - Long Term Care Trust Fund

Nursing Home Closure Costs appropriation is available in the event the Division of Medical Services finds it necessary to take over the operation of a nursing home in an emergency situation. The purpose of any take-over would be for the protection of the health or property of residents of long-term care facilities, including, but not limited to, the payment for the costs of relocation of residents to other facilities, maintenance and operation of a facility pending correction of deficiencies or closure, and reimbursement of residents for personal funds lost.

Funding for this appropriation is derived from other revenues which are indicated as the Long-Term Care Trust Fund. This fund consists of all moneys and interest received from the imposition of civil penalties levied by the state on long-term care facilities found to be out of compliance with the requirements of federal or state law or regulations.

Continuing level of appropriation is the FY2023 Authorized.

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

The Executive Recommendation provides for the Agency Request.

Appropriation Summary

Appropriation: 876 - Nursing Home Closure Costs

Funding Sources: TLT - Long Term Care 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
Expenses 5900046	0	4,500,000	4,500,000	4,500,000	4,500,000	4,500,000	4,500,000
Total	0	4,500,000	4,500,000	4,500,000	4,500,000	4,500,000	4,500,000
Funding Sources							
Trust Fund 4000050	0	4,500,000		4,500,000	4,500,000	4,500,000	4,500,000
Total Funding	0	4,500,000		4,500,000	4,500,000	4,500,000	4,500,000
Excess Appropriation/(Funding)	0	0		0	0	0	0
Grand Total	0	4,500,000		4,500,000	4,500,000	4,500,000	4,500,000

Analysis of Budget Request

Appropriation: 878 - Long Term Care Facility Receivership

Funding Sources: DLT - Long Term Care Facility Receivership Fund

As authorized by Ark. Code Ann. § 20-10-901 et seq., the Long Term Care Facility Receivership appropriation is used to pay the expenses of receivers appointed, if a nursing home is placed in receivership. Payment may not be made from this account until a court of law has found that a nursing home has insufficient funds to pay a receiver after all other operating expenses of the facility have been paid.

The funding for this appropriation is from reimbursement at the beginning of a biennium from the general revenue fund account of the state apportionment fund prior to the distribution of revenue stabilization law with a maximum amount of one hundred thousand dollars (\$100,000).

Continuing level of appropriation is the FY2023 Authorized.

The Division is requesting to continue appropriation in the amount of \$100,000 for each year of the biennium.

The Executive Recommendation provides for the Agency Request.

Appropriation Summary

Appropriation: 878 - Long Term Care Facility Receivership

Funding Sources: DLT - Long Term Care Facility Receivership 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
Expenses 5900046	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							
Fund Balance 4000005	100,000	100,000		0	0	0	0
Total Funding	100,000	100,000		0	0	0	0
Excess Appropriation/(Funding)	(100,000)	0		100,000	100,000	100,000	100,000
Grand Total	0	100,000		100,000	100,000	100,000	100,000

Analysis of Budget Request

Appropriation: 896 - DHS–Admin Paying Account

Funding Sources: PWP - Administration Paying

Act 348 of 1985 authorized the reorganization of the Department of Human Services. As part of this reorganization, the Division of Social Services became the Division of Economic and Medical Services. Act 164 of 1995 eliminated the Division of Economic and Medical Services, creating the Division of Medical Services, while functions at the county level were assigned to the Division of County Operations (formerly the Division of Program Operations). The Division of Medical Services' primary responsibility is management of the Arkansas Medicaid program, which was created by the passage of Title XIX of the Social Security Act of 1965, with Arkansas implementing the program on January 1, 1970.

Medicaid enables states to furnish:

- Medical assistance to those who have insufficient income and resources to meet the costs of necessary medical services.
- Rehabilitation and other services to help these families and individuals become or remain independent and able to care for themselves.

Each state has some sort of Medicaid program to meet the federal mandates and requirements as laid out in Title XIX. Arkansas, however, established a medical care program 26 years before passage of the federal laws requiring health care for the needy: Section 7 of Act 280 of 1939 and Act 416 of 1977 authorized the State of Arkansas to establish and maintain a medical care program for the indigent and vested responsibility for regulating and administering the program in the Arkansas Department of Human Services. This program receives federal grants under Title XIX. Thus Arkansas Medicaid is a joint federal and state program that provides necessary medical services to eligible persons who are not able to pay for such services. Individuals are certified as eligible for Medicaid services through the state's county Human Services Offices or District Social Security Offices. The Social Security Administration automatically sends SSI recipient information to DHS.

The Arkansas Medicaid Program is divided into three (3) forms of services:

1. Services Mandated by the Federal Government
2. Optional Services Chosen by Arkansas
3. Waivers Approved by the Centers for Medicare and Medicaid Services (CMS)

These services are as follows:

Services Mandated by the Federal Government:

- Child Health Services - Early and Periodic Screening, Diagnosis and Treatment (EPSDT) (Under Age 21)
- Family Planning Services and Supplies (All Ages)
- Federally Qualified Health Center (FQHC) (All Ages)
- Home Health Services (All Ages)

Hospital Services - Inpatient and Outpatient (All Ages)

- Laboratory and X-Ray (All Ages)
- Certified Nurse-Midwife Services (All Ages)
- Medical and Surgical Services of a Dentist (All Ages)
- Nurse Practitioner (Pediatric, Family, Obstetric-Gynecologic and Gerontological) (All Ages)
- Nursing Facility Services (Age 21 and Older)
- Physician Services (All Ages)
- Rural Health Clinic (RHC) (All Ages)
- Transportation (to and from medical providers when medically necessary) (All Ages)

Optional Services Chosen by Arkansas:

- Ambulatory Surgical Center Services (All Ages)
- Audiological Services (Under Age 21)
- Certified Registered Nurse Anesthetist (CRNA) Services (All Ages)
- Child Health Management Services (CHMS) (Under Age 21)
- Chiropractic Services (All Ages)
- Dental Services (All Ages)
- Developmental Day Treatment Clinic Services (DDTCS) (Preschool and Age 18 and Older)
- Developmental Rehabilitation Services (Under Age 3)
- Domiciliary Care Services (All Ages)
- Durable Medical Equipment (DME) (All Ages)
- End-Stage Renal Disease (ESRD) Facility Services (All Ages)
- Hearing Aid Services (Under Age 21)
- Hospice Services (All Ages)
- Hyperalimentation Services (All Ages)
- Independent Choices (Age 18 and Older)
- Inpatient Psychiatric Services (Under Age 21)
- Intermediate Care Facility (ICF) Services (All Ages)
- Licensed Mental Health Practitioner Services (Under Age 21)
- Medical Supplies (All Ages)
- Medicare Crossovers (All Ages)
- Nursing Facility Services (Under Age 21)
- Occupational, Physical, Speech Therapy Services (Under Age 21)
- Orthotic Appliances (All Ages)
- PACE (Program of All-Inclusive Care for the Elderly) (Age 55 and Older)
- Personal Care Services (All Ages)

- Podiatrist Services (All Ages)
- Portable X-Ray (All Ages)
- Prescription Drugs (All Ages)
- Private Duty Nursing Services (All Ages)
- Prosthetic Devices (All Ages)
- Rehabilitative Hospital Services (All Ages)
- Rehabilitative Services for:
 - Persons with Mental Illness (RSPMI) (All Ages)
 - Persons with Physical Disabilities (RSPD) and Youth and Children (Under Age 21)
- Respiratory Care Services (Under Age 21)
- School-Based Mental Health Services (Under Age 21)
- Targeted Case Management:
 - Children's Services (Title V), SSI, TEFRA, EPSDT, Division of Children and Family Services and Division of Youth Services (Under Age 21)
 - Beneficiaries with a Developmental Disability (All Ages)
 - Adults (Age 60 and Older)
 - Pregnant Women (All Ages)
- Tuberculosis Services (All Ages)
- Ventilator Equipment (All Ages)
- Visual Care Services (All Ages)

Waivers Approved by the Centers for Medicare and Medicaid Services (CMS):

- Alternatives for Adults with Physical Disabilities (Age 21-64)
- ARKids B (Age 18 and Under)
- Autism (Age 18 months-6 years)
- Developmental Disabilities Services (DDS- Community and Employment Services) (All Ages)
- ElderChoices (Age 65 and Older)
- Living Choices (Assisted Living) (Age 21 and Older)
- Non-Emergency Transportation (All Ages)
- Tax Equity Fiscal Responsibility Act of 1982 (TEFRA) (Under Age 21)
- Women's Health (Family Planning) (All Ages)

The Arkansas Medicaid Program does have limitations on the services that are provided. The major benefit limitations on services for adults (age 21 and older) are as follows:

- Twelve visits to hospital outpatient departments allowed per state fiscal year.
- A total of twelve office visits allowed per state fiscal year for any combination of the following: certified nurse midwife, nurse practitioner,

- physician, medical services provided by a dentist, medical services furnished by an optometrist, and Rural Health Clinics.
- One basic family planning visit and three (3) periodic family planning visits per state fiscal year. Family planning visits are not counted toward other service limitations.
 - Lab and x-ray services limited to total benefit payment of \$500 per state fiscal year, except for EPSDT beneficiaries.
 - Three pharmaceutical prescriptions are allowed per month (family planning and tobacco cessation prescriptions are not counted against benefit limit; unlimited prescriptions for nursing facility beneficiaries and EPSDT beneficiaries under age 21). Extensions will be considered up to a maximum of six (6) prescriptions per month for beneficiaries at risk of institutionalization. Beneficiaries receiving services through the Assisted Living waiver may receive up to nine (9) medically necessary prescriptions per month. Medicare-Medicaid beneficiaries (dual eligibles) receive their drugs through the Medicare Part D program as of January 1, 2006.
 - Inpatient hospital days limited to 24 per state fiscal year, except for EPSDT beneficiaries and certain organ transplant patients.
 - Co-insurance: Some beneficiaries must pay 10% of first Medicaid covered day of hospital stay.
 - Beneficiaries in the Working Disabled aid category must pay 25% of the charges for the first Medicaid covered day of inpatient hospital services and must also pay co-insurance for some additional services.
 - Some beneficiaries must pay \$.50 - \$3 of every prescription, and \$2 on the dispensing fee for prescription services for eyeglasses. Beneficiaries in the Working Disabled aid category must pay a higher co-payment for these services and also must pay co-payments for some additional services.

Additional information for limitations relating to children:

- The families of some children are responsible for co-insurance, co-payments, or premiums.
- Co-insurance: ARKids B beneficiaries must pay 10% of the charges for the first Medicaid covered day of inpatient hospital services and must also pay co-insurance for some outpatient and DME services.
- Co-Pay: ARKids B beneficiaries must pay a co-payment for most services; for example \$10.00 for most office visits and \$5.00 for most prescription drugs (and must use generic drugs and manufacturer rebates, if available). ARKids B beneficiaries annual cost-sharing is capped at 5% of the family's gross annual income.
- Premiums: Based on family income certain TEFRA beneficiaries must pay a premium. TEFRA families whose income is at or below 150% of the Federal Poverty level cannot be assessed a premium.

Any and all exceptions to benefit limits are based on medical necessity.

The Division consists of the Director's Office and five (5) distinct organizational units:

Program and Provider Management: The Office of Program and Provider Management includes the following operations: Provider & Member Relations, Dental, Visual and EPSDT, Behavioral Health and Utilization Review. The Provider and Member Relations, Dental, Visual and EPSDT section administers the Dental, Visual and Child Health Services (EPSDT) Medicaid programs and oversees the non-emergency transportation program, Medicaid Managed Care Systems and ConnectCare programs. This section also assists providers and beneficiaries in resolving matters related to billing and coverage. The Utilization Review section develops healthcare policies based on recognized standards of care, current healthcare initiatives and participation from community stakeholders to ensure adequate coverage benefits for Medicaid

beneficiaries. Utilization review monitors the quality and medical necessity of services delivered by Medicaid health care providers. In addition this section is responsible for the prior authorization of medically necessary services such as transplants, extension of benefits, prosthetics, hearing aids, hyperalimentation services and out of state transportation.

Medicaid Information Management: The Office of Medicaid Information Management is responsible for administering the Medicaid Management Information System (MMIS) which processes all Medicaid claims. The MMIS Systems and Support Unit procures and administers the contracted fiscal agent that operates the MMIS. This Unit also monitors the fiscal agent's contract compliance, performs quality assurance reviews on how the MMIS operates, manages requests for modifications to the MMIS, develops enhancements to the MMIS, and develops and produces reports from the Medicaid data warehouse.

Program and Administrative Support: The Office of Program and Administrative Support includes the following operations: Financial Activities, Provider Reimbursement and Third Party Liability. The Financial Activities unit performs such functions as program and operational budgeting, expenditure monitoring and evaluation, federal and state reporting, and administrative support such as personnel management, contract issuance and management, requests for proposals, and the preparation of interagency agreements. The Provider Reimbursement unit is responsible for maintaining rate files, establishing and administering methodologies for provider reimbursements, including cost reports and cost settlements, and financial aspects of the Office of Long Term Care such as budgeting, reimbursement, and audits of provider cost reports. The Third Party Liability area is responsible for implementing cost-avoidance procedures to prevent the payment of Medicaid monies when other (third) parties such as private insurance companies should pay the claim. In addition, in those instances where cost-avoidance is not successful, the Third Party Liability unit is responsible for pursuing recoupment of Medicaid monies.

Pharmacy: The Pharmacy Office is responsible for assuring that medically necessary pharmaceutical therapy is provided to Arkansas Medicaid recipients. It seeks to deliver these services cost effectively while complying with all state and federal requirements. The OBRA 90 statute requires states to cover all outpatient drugs by a manufacturer who signs a rebate agreement with the Centers for Medicare / Medicaid (CMS) as well as to establish a Drug Utilization Review (DUR) Board which is under the direction of the Pharmacy Office. The Office researches clinical data, develops the clinical criteria and edits for various drugs and drug classes, then works directly with the state's fiscal agent to apply the criteria and edits within the software, is the project manager for the stated evidenced-based prescription drug program, researches and reviews claims information to assist providers, beneficiaries and interested parties and researches exception criteria to assist physicians.

Policy, Program and Contract Oversight: The Policy, Program and Contract Oversight consists of three units. The Program Planning and Development (PPD) unit develops and maintains the Medicaid State Plan and the State's Child Health Insurance Program Plan, both required by CMS. This Unit develops and maintains fifty-seven (57) different Medicaid provider policy manuals, which include information on covered services, benefit limits, prior approvals, and billing procedures. The Waiver Quality Assurance unit is responsible for monitoring operation of the Medicaid waiver programs. The Waiver QA unit assures compliance with CMS requirements for operating the waivers through case reviews, data analysis, technical assistance to operating agencies, communication and coordination with CMS, developing new waivers and amendments to existing waivers, and developing QA strategies and interagency agreements for the waivers. The Contract Oversight unit is responsible for assisting program and contract staff in developing performance indicators for contracts and monitoring the

performance of all Division of Medical Services contractors.

Healthcare Innovation: The Health Care Innovation Unit is responsible for directing the operations and activities to redesign the Medicaid payment and service delivery systems by working with multi-payers, staff, and contractors to design and deliver episodes of care for acute conditions; implement new models of population based health for chronic conditions; develop and coordinate infrastructure requirements; and facilitate stakeholder, provider and patient engagement. Arkansas Medicaid is creating a patient-centered health care system that embraces the triple aim: (1) improving the health of the population; (2) enhancing the patient experience of care, including quality, access, and reliability; and (3) reducing, or at least controlling, the cost of health care. This will be accomplished by transforming the vast majority of care and payment from a fee for service models to models that reward and support providers for delivering improved outcomes and high quality, cost effective care.

Coordination of Coverage: The Coordination of Coverage Unit is responsible for coordinating any DMS efforts in the implementation of the Affordable Care Act, identifying potential improvement in the Medicaid consumer experience, and ongoing coordination of coverage for Medicaid recipients as they move in and out of Medicaid and other health insurance plans through the upcoming health insurance exchange. In addition, this new team will participate in other Medicaid changes, and will coordinate with all areas within DMS, several other DHS Divisions, and other State agencies.

The Agency is funded through general revenue (DEM - Medical Services Fund Account), federal and other revenues. Federal revenue is provided through the U. S. Department of Health and Human Services, Centers for Medicare and Medicaid Services. Other revenues which are indicated as various program support are derived from Third Party Liability Recovery, Nurse Aide Training and Long-Term Care Licensure Fees.

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

The Division is requesting appropriation in the amount of \$12,842,703 in FY24 and \$12,910,112 in FY25 and general revenue funding in the amount of \$2,439,870 in FY24 and \$2,442,596 in FY25.

The Agency Request includes the following changes for both years:

- The following position changes incorporate the Agency's Reallocation of Resources approved by the Arkansas Legislative Council in June 2022, which includes a decrease of (\$114,666) in Regular Salaries in both years and (\$41,265) in Personal Services Matching in FY24 and (\$42,585) in FY25.
 - 2 positions from the Secretary's Office
 - (1) position to the Division of Aging, Adult, & Behavioral Health Services, (2) positions to the Secretary's Office and (1) position to the Division of Youth Services.
- Reallocation of \$200,000 from the Data Processing Services line item to Professional Fees for the increase in Legislative Audit invoices each year.
- Title change on two positions to more accurately align with the job responsibilities resulting in no change in appropriation.

The Executive Recommendation provides for the Agency Request with the exception of the title changes. These changes will be placed on hold for the new administration to review and recommend.

Appropriation Summary

Appropriation: 896 - DHS--Admin Paying Account

Funding Sources: PWP - Administration Paying

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	5,278,233	6,426,628	6,555,157	6,527,589	6,527,589	6,529,789	6,529,789
#Positions		96	92	102	98	98	98	98
Extra Help	5010001	12,371	80,000	201,892	201,892	201,892	201,895	201,895
#Extra Help		1	10	10	10	10	10	10
Personal Services Matching	5010003	1,682,155	2,122,962	2,194,598	2,257,092	2,257,092	2,322,298	2,322,298
Overtime	5010006	0	2,241	2,241	2,241	2,241	2,241	2,241
Operating Expenses	5020002	867,955	1,289,645	1,813,290	1,813,290	1,813,290	1,813,290	1,813,290
Conference & Travel Expenses	5050009	12,928	15,000	40,099	40,999	40,999	40,999	40,999
Professional Fees	5060010	467,952	500,000	500,000	700,000	700,000	700,000	700,000
Data Processing	5090012	0	0	0	0	0	0	0
Capital Outlay	5120011	0	0	0	0	0	0	0
Data Processing Services	5900044	589,113	1,499,600	1,499,600	1,299,600	1,299,600	1,299,600	1,299,600
Total		8,910,707	11,936,076	12,806,877	12,842,703	12,842,703	12,910,112	12,910,112
Funding Sources								
Fund Balance	4000005	16,201,638	15,113,327		15,113,327	15,113,327	15,113,327	15,113,327
General Revenue	4000010	2,325,764	2,333,276		2,439,870	2,439,870	2,442,596	2,442,596
Federal Revenue	4000020	5,068,714	6,504,681		6,904,698	6,904,698	6,937,039	6,937,039
Performance Fund	4000055	0	300,843		0	0	0	0
Reallocation of Resources	4000410	(10,355)	0		0	0	0	0
Various Program Support	4000730	438,273	2,797,276		3,498,135	3,498,135	3,530,477	3,530,477
Total Funding		24,024,034	27,049,403		27,956,030	27,956,030	28,023,439	28,023,439
Excess Appropriation/(Funding)		(15,113,327)	(15,113,327)		(15,113,327)	(15,113,327)	(15,113,327)	(15,113,327)
Grand Total		8,910,707	11,936,076		12,842,703	12,842,703	12,910,112	12,910,112

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

Analysis of Budget Request

Appropriation: 897 - DHS-Grants Paying Account

Funding Sources: PWD - Grants Paying

Prescription Drugs Appropriation

The Prescription Drugs appropriation is an optional Medicaid service chosen by Arkansas. The program allows eligible recipients to obtain prescription medication through participating pharmacies in Arkansas. Reimbursement for the program is based on the drug cost and the fee for dispensing pharmaceuticals. The Omnibus Budget Reconciliation Act of 1990 authorized rebates from pharmaceutical manufacturers. The federal share is returned and the amount retained by the state is calculated based upon the state matching rate for Medicaid.

Funding for this program is derived from general revenues (DGF - DHS Grants Fund Account), federal and other revenues. Federal revenue derived from Title XIX - Medicaid, U. S. Department of Health and Human Services, Centers for Medicare and Medicaid Services. Other revenues which are indicated as drug rebates, the Medicaid Trust Fund, and various program support which can include Medicaid match. Additionally, tobacco settlement funding can be utilized in this appropriation if Section 11 of Act 2 of the First Extraordinary Session of 2002 is invoked and approved by the Governor and the Chief Fiscal Officer of the State.

Continuing level of appropriation is the FY2023 Authorized.

The Division is requesting appropriation in the amount of \$509,386,547 in both years and general revenue funding of \$44,695,783 in FY24 and \$53,661,024 in FY25.

The Agency request includes the following change for both years:

- Reallocation of (\$70,000,000) in appropriation to Private Nursing Home Care (PWD7700) to better align with the Medicaid biennium forecast.

The Executive Recommendation provides for the Agency Request.

Private Nursing Home Care Appropriation

The Private Nursing Home Care appropriation pays expenses for individuals who reside in nursing homes and are eligible to receive Medicaid Benefits. The residents in nursing home facilities have chronic medical needs. The referring physician must certify medical need with documented evidence of why services are needed in order for a person to be admitted and remain in a nursing home. Each Medicaid certified nursing facility evaluates each nursing home applicant's need for nursing home services. A thorough and complete evaluation must be conducted to ensure that individuals who do not require nursing home services are not admitted to nursing facilities. For Medicaid eligible recipients, the Office of Long Term Care cannot guarantee Medicaid reimbursement for any applicant admitted prior to approval by the Office of Long Term Care Medical Needs Determination section. No applicant with diagnoses or other indicators of mental illness, intellectual disability, or developmental disabilities may be admitted to nursing home care prior to evaluation and approval by the Office of Long Term

Care.

In general, nursing homes provide total care for their residents--meeting needs from social to dietary to medical. They are staffed by licensed nurses and certified nursing assistants. Nursing homes accept a variety of payment methods, such as private pay (which includes insurance), Medicaid, and Medicare. No age requirement applies to nursing home placements.

In addition to the provider payments noted above, Act 689 of 1987 created the Long-Term Care Aide Training program. Under this Act, the Office of Long Term Care was required to establish a training program to be completed by all aides in long term care facilities who provide personal care to residents. This program consists of 75 hours of training and is payable from the Private Nursing Home Care appropriation.

Funding for this program is derived from general revenues (DGF - DHS Grants Fund Account), federal and other revenues. Federal revenue derived from Title XIX - Medicaid, U. S. Department of Health and Human Services, Centers for Medicare and Medicaid Services. Other revenues which are indicated as quality assurance fee per Act 635 of 2001, various program support which can include nursing home administration fees and Medicaid match, miscellaneous transfers derived from Ark. Code Ann. § 17-24-305(b)(1)(A), and the Medicaid Trust Fund. Additionally, tobacco settlement funding can be utilized in this appropriation if Section 11 of Act 2 of the First Extraordinary Session of 2002 is invoked and approved by the Governor and the Chief Fiscal Officer of the State.

Continuing level of appropriation is the FY2023 Authorized.

The Division is requesting appropriation in the amount of \$957,142,061 in FY24 and \$1,007,142,061 in FY25 and general revenue funding of \$195,682,436 in FY24 and \$197,018,889 in FY25.

The Agency request includes the following changes:

- Reallocation of \$126,000,000 in appropriation from the following in both years:
 - \$70,000,000 from Prescription Drugs (PWD8100)
 - \$40,000,000 from Public Nursing Home Care (PWE8000)
 - \$16,000,000 from Infant Infirmity (PWE7900)
- Reallocation of (\$11,000,000) in appropriation to Hospital and Medical Services (PWD8600) in both years.
- Increase of \$50,000,000 in unfunded appropriation in FY25 to better align with the Medicaid biennium forecast.

The Executive Recommendation provides for the Agency Request.

ARKIDS B Program Appropriation

The ArKids B program appropriation provides medical services for children who are without medical insurance coverage. Many of the parents of these children are employed but are unable to afford the necessary coverage for their children. The parents earn sufficient salaries that make them ineligible for coverage by Medicaid, thereby leaving the children without medical care.

ArKids B Program is an optional Medicaid service chosen by Arkansas and is authorized through a federal waiver to the Medicaid program that expands coverage to children in families with income at or below 200 percent of the federal poverty level. Services are available only to children through 18 years of age and are otherwise ineligible to receive Medicaid benefits. Each child must have a Primary Care Physician who will either provide the needed services or make the appropriate referral for medically necessary treatment. A patient co-payment is required per physician visit and per prescription. Effective July 1, 2006, DHS set an annual cap on cost-sharing (co-payments and coinsurance) for ARKids B families. The annual cost-sharing cap is 5% of the family's annual gross (before taxes) income.

The ArKids B Program appropriation has two (2) components and they are as follows:

- Prescription Drugs
- Hospital/Medical

Prescription Drugs component has coverage limits based on medical necessity with a \$5 per prescription co-pay and the recipient must use generic and rebate manufacturers.

Generally, the Hospital/Medical component benefits include such programs as inpatient hospital, physician visits, vision care (1 visit per year for routine exam and 1 pair of eyeglasses), dental services (2 visits per year for cleaning, x-rays, no orthodontia), medical supplies, home health services and emergency room services, ambulance (emergency only), ambulatory surgical center, durable medical equipment (\$500 per year), family planning, FQHC, nurse midwife, outpatient mental and behavior health (\$2,500 limit), podiatry, RHC and speech therapy with some form of co-pay required. Immunizations and preventative health screenings per protocols provided by the primary care physician or Division of Health require no patient co-payments.

Funding for this program is derived from general revenues (DGF - DHS Grants Fund Account), federal and other revenues. Federal revenue derived from Title XIX - Medicaid, U. S. Department of Health and Human Services, Centers for Medicare and Medicaid Services. Other revenues which are indicated as the Medicaid Trust Fund, and as various program support which can include Medicaid match. Additionally, tobacco settlement funding can be utilized in this appropriation if Section 11 of Act 2 of the First Extraordinary Session of 2002 is invoked and approved by the Governor and the Chief Fiscal Officer of the State.

Continuing level of appropriation is the FY2023 Authorized.

The Division is requesting to continue appropriation in the amount of \$207,222,020 for each year and general revenue funding of \$35,139,811 in FY24 and \$38,289,383 in FY25.

The Executive Recommendation provides for the Agency Request.

Hospital and Medical Services Appropriation

The Hospital and Medical Services appropriation is one of several federally supported and state administered assistance programs within the Medicaid program and consists of many services including inpatient and outpatient hospital, community mental health centers, community health centers, rural health clinics, home health, private duty nursing, personal care, hospice, practitioners such as physicians, dentists,

audiologist, psychologist, speech, occupational and physical therapists, maternity clinics, family planning, laboratory and x-ray services, case management, transportation and Early and Periodic Screening, Diagnosis and Treatment (EPSDT) for children under 21 years of age which is the Child Health Services Program. Waiver services are also included in this appropriation. Waiver services are those that the Centers for Medicare and Medicaid Services have waived traditional provisions of the Medicaid regulations and allow deviations in how and where the services are provided and include programs such as Elderchoices, DDS-Non-institutional Waiver and Adults with Physical Disabilities. Payments are made directly to providers for services for individuals who are eligible for Medicaid services. The State establishes reimbursement rates and the methodology for rate setting. However, the Centers for Medicare and Medicaid Services must approve the state's policy(ies) and regulations in order for the State to be in compliance with guidelines established in federal law.

Funding for this program is derived from general revenues (DGF - DHS Grants Fund Account), federal and other revenues. Federal revenue derived from Title XIX - Medicaid, U. S. Department of Health and Human Services, Centers for Medicare and Medicaid Services. Other revenues which are indicated as Medicaid Trust Fund, intermediate care facilities for individuals with developmental disabilities or ICF/MR provider fee per Act 433 of 2009, hospital assessment fee per Act 562 of 2009 (as amended per Act 19 of 2011), and as various program support which can include matching funds from UAMS (from general revenue), Department of Education (from cash funds), Arkansas Children's Hospital, DHS Divisions (from general revenue) for services such as Therapies, Transportation, Waiver services, UPL-Upper Payment Limit match, DSH-Disproportionate Share Hospital payments, etc. Additionally, tobacco settlement funding can be utilized in this appropriation if Section 11 of Act 2 of the First Extraordinary Session of 2002 is invoked and approved by the Governor and the Chief Fiscal Officer of the State.

Continuing level of appropriation is the FY2023 Authorized.

The Division is requesting appropriation in the amount of \$8,034,125,877 in FY24 and \$8,432,255,717 in FY25 and general revenue funding of \$1,124,713,514 in FY24 and \$1,173,353,144 in FY25.

The Agency request includes the following changes:

- Reallocation of \$40,000,000 in appropriation from Medicaid Expansion- Hospital and Medical Services (PTD8600) in both years.
- Reallocation of \$11,000,000 in appropriation from Private Nursing Home Care (PWD7700) in both years.
- Increase of \$435,260,371 in unfunded appropriation for FY24 and \$833,390,211 for FY25, of which \$383,390,211 is unfunded, to better align with the Medicaid biennium forecast.
- General Revenue increase of \$65,000,000 in FY24 and \$130,000,000 in FY25 to support the state match associated with the Medicaid biennium forecast.

The Executive Recommendation provides for the Agency Request for appropriation only. The Executive Recommendation also provides for general revenue funding in the amounts of \$1,059,713,514 in FY24 and \$1,043,353,144 in FY25.

Summary of the Requests - 897 - DHS-Grants Paying Account

In summary, the Division is requesting appropriation in the amount of \$9,707,876,505 in FY24 and \$10,156,006,345 in FY25 and general

revenue of \$1,400,231,544 in FY24 and \$1,462,322,440 in FY25.

The Agency request includes the following changes:

- Total appropriation increase of \$531,260,371 in FY24 and \$979,390,211 in FY25.
- Total General Revenue increase of \$65,000,000 in FY24 and \$130,000,000 in FY25.

The increases are needed to better align with the projected Medicaid forecast.

The Executive Recommendation provides for the Agency Request for appropriation only. The Executive Recommendation also provides for general revenue funding in the amounts of \$1,335,231,544 in FY24 and \$1,332,322,440 in FY25.

Appropriation Summary

Appropriation: 897 - DHS-Grants Paying Account

Funding Sources: PWD - Grants Paying

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
Prescription Drugs	5100004	464,550,539	490,480,177	579,386,547	509,386,547	509,386,547	509,386,547	509,386,547
Total		464,550,539	490,480,177	579,386,547	509,386,547	509,386,547	509,386,547	509,386,547
Funding Sources								
Fund Balance	4000005	78,279	6,548,971		6,548,971	6,548,971	0	0
General Revenue	4000010	85,985,646	22,458,076		44,695,783	44,695,783	53,661,024	53,661,024
Federal Revenue	4000020	300,990,484	357,710,361		328,191,681	328,191,681	347,681,720	347,681,720
Drug Rebates	4000200	84,045,101	110,311,740		90,000,000	90,000,000	90,000,000	90,000,000
Total Funding		471,099,510	497,029,148		469,436,435	469,436,435	491,342,744	491,342,744
Excess Appropriation/(Funding)		(6,548,971)	(6,548,971)		39,950,112	39,950,112	18,043,803	18,043,803
Grand Total		464,550,539	490,480,177		509,386,547	509,386,547	509,386,547	509,386,547

Appropriation Summary

Appropriation: 897 - DHS-Grants Paying Account

Funding Sources: PWD - Grants Paying

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
Private Nursing Home Care 5100004	716,559,398	816,988,037	842,142,061	957,142,061	957,142,061	1,007,142,061	1,007,142,061
Total	716,559,398	816,988,037	842,142,061	957,142,061	957,142,061	1,007,142,061	1,007,142,061
Funding Sources							
Fund Balance 4000005	451,070	490,681		490,681	490,681	490,681	490,681
General Revenue 4000010	85,448,923	138,378,183		195,682,436	195,682,436	197,018,889	197,018,889
Federal Revenue 4000020	556,654,460	595,494,854		678,344,625	678,344,625	677,008,172	677,008,172
Quality Assurance Fee 4000395	74,331,227	83,000,000		83,000,000	83,000,000	83,000,000	83,000,000
Various Program Support 4000730	164,399	115,000		115,000	115,000	115,000	115,000
Total Funding	717,050,079	817,478,718		957,632,742	957,632,742	957,632,742	957,632,742
Excess Appropriation/(Funding)	(490,681)	(490,681)		(490,681)	(490,681)	49,509,319	49,509,319
Grand Total	716,559,398	816,988,037		957,142,061	957,142,061	1,007,142,061	1,007,142,061

Appropriation Summary

Appropriation: 897 - DHS-Grants Paying Account

Funding Sources: PWD - Grants Paying

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
ARKids B Program	5100004	102,826,398	175,901,504	207,222,020	207,222,020	207,222,020	207,222,020	207,222,020
Total		102,826,398	175,901,504	207,222,020	207,222,020	207,222,020	207,222,020	207,222,020
Funding Sources								
Fund Balance	4000005	10,615,483	27,099,552		27,099,552	27,099,552	0	0
General Revenue	4000010	14,047,420	27,440,634		35,139,811	35,139,811	38,289,383	38,289,383
Federal Revenue	4000020	83,688,201	148,460,870		137,410,205	137,410,205	148,853,252	148,853,252
Various Program Support	4000730	21,574,846	0		0	0	0	0
Total Funding		129,925,950	203,001,056		199,649,568	199,649,568	187,142,635	187,142,635
Excess Appropriation/(Funding)		(27,099,552)	(27,099,552)		7,572,452	7,572,452	20,079,385	20,079,385
Grand Total		102,826,398	175,901,504		207,222,020	207,222,020	207,222,020	207,222,020

Appropriation Summary

Appropriation: 897 - DHS-Grants Paying Account

Funding Sources: PWD - Grants Paying

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
Hospital and Medical Services	5100004	7,319,709,820	7,547,865,506	7,547,865,506	8,034,125,877	8,034,125,877	8,432,255,717	8,432,255,717
Total		7,319,709,820	7,547,865,506	7,547,865,506	8,034,125,877	8,034,125,877	8,432,255,717	8,432,255,717

Funding Sources								
Fund Balance	4000005	17,356,909	95,937,175		95,937,175	95,937,175	0	0
General Revenue	4000010	1,155,827,519	1,151,445,897		1,124,713,514	1,059,713,514	1,173,353,144	1,043,353,144
Federal Revenue	4000020	6,184,357,637	5,871,613,645		5,910,503,764	5,910,503,764	6,145,012,567	6,145,012,567
Hospital Assessment Fee	4000281	90,062,409	110,456,234		117,884,214	117,884,214	124,222,479	124,222,479
Insurance Premium Tax	4000298	45,000,000	37,871,168		90,740,392	90,740,392	38,350,642	38,350,642
Transfer from Medicaid Match	4000550	10,829,162	0		0	0	0	0
Transfer to General Education	4000630	(23,747,970)	0		0	0	0	0
Transfer to Medicaid	4000655	(66,787,674)	0		0	0	0	0
Various Program Support	4000730	2,749,003	298,681,260		323,000,443	323,000,443	425,601,539	425,601,539
PASSE Premium	4000770	0	17,797,302		86,308,365	86,308,365	87,989,650	87,989,650
Soft Drink Tax	4000775	0	60,000,000		89,091,000	89,091,000	84,091,000	84,091,000
Total Funding		7,415,646,995	7,643,802,681		7,838,178,867	7,773,178,867	8,078,621,021	7,948,621,021
Excess Appropriation/(Funding)		(95,937,175)	(95,937,175)		195,947,010	260,947,010	353,634,696	483,634,696
Grand Total		7,319,709,820	7,547,865,506		8,034,125,877	8,034,125,877	8,432,255,717	8,432,255,717

Analysis of Budget Request

Appropriation: 898 - DHS-Grants Paying Account

Funding Sources: PWE - Grants Paying

Public Nursing Home Care Appropriation

The Public Nursing Home Care appropriation includes Title XIX Medicaid reimbursement for services provided in the five (5) Human Development Centers (Intermediate Care Facilities for Individuals with Intellectual Disabilities (ICF/IID)), the Arkansas Health Center and the thirty-one (31) 15 Bed or Less (ICF/IID) programs across the State. Services include 24 hour a day residential, medical, psychological, education and training, life skills training and therapy services needed through staffing and case plan determination. Annual staffings are required to reassess the progress of each individual and adjustments are made in case plans when necessary to help each person attain the goals and objectives established in the case plans.

Funding for this program is derived from general revenues (DGF - DHS Grants Fund Account), federal and other revenues. Federal revenue derived from Title XIX - Medicaid, U.S. Department of Health and Human Services, Centers for Medicare and Medicaid Services. Other revenues which are indicated as quality assurance fee per Act 635 of 2001, intermediate care facilities for individuals with intellectual disabilities or ICF/IID provider fee per Act 433 of 2009, various program support which can include matching funds from the Human Development Centers (from general revenue), the DDS Small 10 Beds Intermediate Care Facilities for Individuals with Intellectual Disabilities (ICF/IID)(from general revenue), the Arkansas Health Center (from mixed funding). Additionally, tobacco settlement funding can be utilized in this appropriation if Section 11 of Act 2 of the First Extraordinary Session of 2002 is invoked and approved by the Governor and the Chief Fiscal Officer of the State.

Continuing level of appropriation is the FY2023 Authorized.

The Division is requesting appropriation in the amount of \$217,529,350 for each year of the biennium and general revenue funding of \$50,252,322 in FY24 and \$53,160,246 in FY25.

The Agency request includes the following change for both years:

- Reallocation of (\$40,000,000) to Private Nursing Home Care (PWD7700) to better align with the Medicaid forecast.

The Executive Recommendation provides for the Agency Request.

Infant Infirmery Appropriation

The Infant Infirmery Nursing Home appropriation provides for services to infants with special needs. The facilities are licensed as Private Pediatric Intermediate Care Facilities for Individuals with Intellectual Disabilities (ICF/IID). Facilities receiving reimbursement through this appropriation are Arkansas Pediatric Facility, Brownwood Life Care Center, Millcreek of Arkansas and Easter Seals Children's Rehabilitation Center. These programs provide a valuable service in that many children are admitted to one of these programs when discharged from a

hospital and need continuing attention and medical oversight but not on-going medical treatment.

Funding for this program is derived from general revenues (DGF - DHS Grants Fund Account), federal revenue derived from Title XIX - Medicaid, U.S. Department of Health and Human Services, Centers for Medicare and Medicaid Services. Other revenues which are indicated as intermediate care facilities for individuals with intellectual disabilities or ICF/IID provider fee per Act 433 of 2009, the Medicaid Trust Fund, and various program support which can include Medicaid match. Additionally, tobacco settlement funding can be utilized in this appropriation if Section 11 of Act 2 of the First Extraordinary Session of 2002 is invoked and approved by the Governor and the Chief Fiscal Officer of the State.

Continuing level of appropriation is the FY2023 Authorized.

The Division is requesting appropriation in the amount of \$2,588,441 for each year of the biennium and general revenue funding of \$245,228 in FY24 and \$246,408 in FY25.

The Agency request includes the following change for both years:

- Reallocation of (\$16,000,000) to Private Nursing Home Care (PWD7700) to better align with the Medicaid forecast.

The Executive Recommendation provides for the Agency Request.

Child and Family Life Institute Appropriation

Ark. Code Ann. § 20-78-104 authorized Arkansas Children's Hospital to provide administration for the Child Health and Family Life Institute (CHFLI). Children's Hospital and UAMS, Department of Pediatrics act in conjunction by either contract or cooperative agreement for necessary activities in the delivery of services through the CHFLI. The mission of the institute is "an initiated state effort to explore, develop, and evaluate new and better ways to address medically, socially, and economically interrelated health and developmental needs of children with special health care needs and their families. Utilizing a multidisciplinary collaboration of professionals, the Institute's priorities include wellness and prevention, screening and diagnosis, treatment and intervention, training and education, service access, public policy and advocacy, research and evaluation". Programs include such services as KIDS FIRST - a pediatric day health treatment program for preschool age children at risk for developmental delay; CO-MEND Councils of volunteer/local community activities with pooled resources to assist families; Outreach offers specialized health care at the local level for children who live in areas without specialized care available; Community Pediatrics-a support system with a pediatric team available to provide services in medically underserved areas; Children-at-Risk - diagnostic and treatment for children who have been abused and their families; Pediatric Psychology; Developmental/Physical Medicine and Rehabilitation for children with severe disabilities; and Adolescent Medicine. Children's Hospital is specifically to fund the KIDS FIRST Program as a priority when considering program funding decisions within the Institute. The Department of Pediatrics is the administrative oversight entity for cooperative agreements or contracts for the delivery of services.

Funding for this program is derived from general revenues (DGF - DHS Grants Fund Account).

Continuing level of appropriation is the FY2023 Authorized.

The Division is requesting to continue appropriation and general revenue in the amount of \$2,100,000 for each year of the biennium.

The Executive Recommendation provides for the Agency Request.

Summary of the Requests - 898 - DHS-Grants Paying Account

In summary, the Division is requesting appropriation in the amount of \$222,217,791 in both years and general revenue of \$52,597,550 in FY24 and \$55,506,654 in FY25.

The Agency request includes the following change in each year:

- Total appropriation decrease of (\$56,000,000).

The Executive Recommendation provides for the Agency Request.

Appropriation Summary

Appropriation: 898 - DHS-Grants Paying Account

Funding Sources: PWE - Grants Paying

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
Public Nursing Home Care	5100004	167,804,229	183,027,599	257,529,350	217,529,350	217,529,350	217,529,350	217,529,350
Total		167,804,229	183,027,599	257,529,350	217,529,350	217,529,350	217,529,350	217,529,350
Funding Sources								
Fund Balance	4000005	9,002,663	33,533,418		33,533,418	33,533,418	1,299,215	1,299,215
General Revenue	4000010	22,747,747	45,877,233		50,252,322	50,252,322	53,160,246	53,160,246
Federal Revenue	4000020	165,326,013	133,500,331		131,392,789	131,392,789	137,545,798	137,545,798
ICF/MR Provider Fee	4000282	1,908,856	1,999,999		2,000,000	2,000,000	2,000,000	2,000,000
Transfer from Medicaid Match	4000550	1,650,036	1,650,036		1,650,036	1,650,036	1,650,036	1,650,036
Various Program Support	4000730	702,332	0		0	0	0	0
Total Funding		201,337,647	216,561,017		218,828,565	218,828,565	195,655,295	195,655,295
Excess Appropriation/(Funding)		(33,533,418)	(33,533,418)		(1,299,215)	(1,299,215)	21,874,055	21,874,055
Grand Total		167,804,229	183,027,599		217,529,350	217,529,350	217,529,350	217,529,350

Appropriation Summary

Appropriation: 898 - DHS-Grants Paying Account

Funding Sources: PWE - Grants Paying

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	
Infant Infirmary	5100004	722,657	476,980	18,588,441	2,588,441	2,588,441	2,588,441	2,588,441	
Total		722,657	476,980	18,588,441	2,588,441	2,588,441	2,588,441	2,588,441	
Funding Sources									
Fund Balance	4000005	1,364,725	1,383,963		1,383,963	1,383,963	0	0	
General Revenue	4000010	160,598	129,071		245,228	245,228	246,408	246,408	
Federal Revenue	4000020	581,297	347,909		597,770	597,770	596,590	596,590	
Total Funding		2,106,620	1,860,943		2,226,961	2,226,961	842,998	842,998	
Excess Appropriation/(Funding)		(1,383,963)	(1,383,963)		361,480	361,480	1,745,443	1,745,443	
Grand Total		722,657	476,980		2,588,441	2,588,441	2,588,441	2,588,441	

Appropriation Summary

Appropriation: 898 - DHS-Grants Paying Account

Funding Sources: PWE - Grants Paying

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
Child & Family Life Inst 5100004	0	2,100,000	2,100,000	2,100,000	2,100,000	2,100,000	2,100,000
Total	0	2,100,000	2,100,000	2,100,000	2,100,000	2,100,000	2,100,000
Funding Sources							
General Revenue 4000010	0	2,100,000		2,100,000	2,100,000	2,100,000	2,100,000
Total Funding	0	2,100,000		2,100,000	2,100,000	2,100,000	2,100,000
Excess Appropriation/(Funding)	0	0		0	0	0	0
Grand Total	0	2,100,000		2,100,000	2,100,000	2,100,000	2,100,000

Appropriation Summary

Appropriation: AJ9 - ARPA - Surge Staff

Funding Sources: FRP - American Rescue Plan

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	128,069,568	0	0	0	0	0	0
Total	128,069,568	0	0	0	0	0	0
Funding Sources							
Federal Revenue 4000020	128,069,568	0		0	0	0	0
Total Funding	128,069,568	0		0	0	0	0
Excess Appropriation/(Funding)	0	0		0	0	0	0
Grand Total	128,069,568	0		0	0	0	0

APPROPRIATION NOT REQUESTED FOR THE 2023-2025 BIENNIUM. This appropriation is funded by the American Rescue Plan Act of 2021. As per Section 41 of Act 199 of 2022, all state agencies, institutions, and constitutional offices receiving funding from the American Rescue Plan Act of 2021 shall request a transfer of appropriation and expend using the American Rescue Plan Act of 2021 Appropriation Sections as authorized in Act 199.

Appropriation Summary

Appropriation: AK1 - ARPA - Skilled Nursing Fac

Funding Sources: FRP - American Rescue Plan

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	102,300,896	0	0	0	0	0	0
Total	102,300,896	0	0	0	0	0	0
Funding Sources							
Federal Revenue 4000020	102,300,896	0		0	0	0	0
Total Funding	102,300,896	0		0	0	0	0
Excess Appropriation/(Funding)	0	0		0	0	0	0
Grand Total	102,300,896	0		0	0	0	0

APPROPRIATION NOT REQUESTED FOR THE 2023-2025 BIENNIUM. This appropriation is funded by the American Rescue Plan Act of 2021. As per Section 41 of Act 199 of 2022, all state agencies, institutions, and constitutional offices receiving funding from the American Rescue Plan Act of 2021 shall request a transfer of appropriation and expend using the American Rescue Plan Act of 2021 Appropriation Sections as authorized in Act 199.

DHS - Provider Services & Quality Assurance

State Contracts Over \$50,000 Awarded To Minority Owned Businesses Fiscal Year 2022

None

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				
None	N/A	N	N	0	N/A	0	0.00

Department Appropriation Summary

Appropriation	Historical Data						Agency Request and Executive Recommendation							
	2021-2022		2022-2023		2022-2023		2023-2024				2024-2025			
	Actual	Pos	Budget	Pos	Authorized	Pos	Agency	Pos	Executive	Pos	Agency	Pos	Executive	Pos
642 Medicaid Tobacco Settlement Program	820,219	17	1,118,034	16	1,164,078	18	1,272,813	19	1,272,813	19	1,285,353	19	1,285,353	19
896 DHS-Admin Paying Account	14,113,349	185	15,952,518	166	19,165,895	193	19,745,296	194	19,745,296	194	19,878,539	194	19,878,539	194
898 DHS-Grants Paying Account	399,272	0	400,000	0	400,000	0	400,000	0	400,000	0	400,000	0	400,000	0
Total	15,332,840	202	17,470,552	182	20,729,973	211	21,418,109	213	21,418,109	213	21,563,892	213	21,563,892	213

Funding Sources		%		%		%		%		%		%	
Fund Balance	4000005	419,962	2.6	793,274	4.3	793,274	3.6	793,274	3.6	793,274	3.5	793,274	3.5
General Revenue	4000010	5,312,733	32.9	5,321,846	29.1	5,510,773	24.8	5,510,773	24.8	5,515,977	24.7	5,515,977	24.7
Federal Revenue	4000020	9,028,115	56.0	10,201,413	55.9	14,565,930	65.6	14,565,930	65.6	14,700,239	65.8	14,700,239	65.8
Performance Fund	4000055	0	0.0	483,276	2.6	0	0.0	0	0.0	0	0.0	0	0.0
Inter-agency Fund Transfer	4000316	24,000	0.1	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0
Reallocation of Resources	4000410	(98,824)	(0.6)	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0
Tobacco Settlement	4000495	393,007	2.4	559,017	3.1	636,406	2.9	636,406	2.9	642,676	2.9	642,676	2.9
Transfer to Medicaid	4000655	(13,041)	(0.1)	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0
Various Program Support	4000730	1,060,162	6.6	905,000	5.0	705,000	3.2	705,000	3.2	705,000	3.2	705,000	3.2
Total Funds		16,126,114	100.0	18,263,826	100.0	22,211,383	100.0	22,211,383	100.0	22,357,166	100.0	22,357,166	100.0
Excess Appropriation/(Funding)		(793,274)		(793,274)		(793,274)		(793,274)		(793,274)		(793,274)	
Grand Total		15,332,840		17,470,552		21,418,109		21,418,109		21,563,892		21,563,892	

Analysis of Budget Request

Appropriation: 642 - Medicaid Tobacco Settlement Program

Funding Sources: PTA - Medicaid Expansion Program Account

The goal of the Medicaid Expansion program is to create a separate and distinct component of the Arkansas Medicaid Program that improves the health of Arkansans by expanding health care coverage and benefits to specific populations. The Tobacco Settlement Funds are utilized to expand Medicaid coverage to the following eligibility groups:

- Pregnant Women Expansion - Increased the income eligibility limit from 133% to 214% of the Federal poverty level.
- Hospital Benefit Coverage - Increased the number of benefit days from 20 to 24 and decreased the co-pay on the first day of hospitalization from 22% to 10%.
- 65 and Over Expansion (AR Senior) - Increased coverage to the 65 and over population for persons at 80% of the Qualified Medicare Beneficiary (QMB) Level effective January 1, 2003.
- Adults and Children with intellectual and developmental disabilities - Expanded medical assistance, home and community-based services, and employment supports for those who qualify for services in the Community and Employment Support Waiver.

This appropriation is funded by federal and tobacco settlement funds.

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

The Division is requesting appropriation in the amount of \$1,272,813 in FY24 and \$1,285,353 in FY25.

The Agency Request includes the following change:

- The following position changes incorporate the Agency's Reallocation of Resources approved by the Arkansas Legislative Council in June 2022, which includes an increase of \$67,970 in Regular Salaries in both years and \$23,175 in Personal Services Matching in FY24 and \$23,835 in FY25.
 - 1 position from the Division of Aging, Adult, & Behavioral Health Services and 1 position from the Division of County Operations - Medicaid Tobacco Settlement Program
 - (1) position to the Division of County Operations - Medicaid Tobacco Settlement Program.

The Executive Recommendation provides for the Agency Request.

Appropriation Summary

Appropriation: 642 - Medicaid Tobacco Settlement Program

Funding Sources: PTA - Medicaid Expansion Program Account

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	553,712	741,433	773,470	841,440	841,440	841,440	841,440	
#Positions		17	16	18	19	19	19	19	
Personal Services Matching	5010003	230,392	278,003	292,010	332,775	332,775	345,315	345,315	
Operating Expenses	5020002	36,115	98,598	98,598	98,598	98,598	98,598	98,598	
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		820,219	1,118,034	1,164,078	1,272,813	1,272,813	1,285,353	1,285,353	
Funding Sources									
Fund Balance	4000005	23,634	16,254		16,254	16,254	16,254	16,254	
Federal Revenue	4000020	417,632	559,017		636,407	636,407	642,677	642,677	
Inter-agency Fund Transfer	4000316	2,200	0		0	0	0	0	
Tobacco Settlement	4000495	393,007	559,017		636,406	636,406	642,676	642,676	
Total Funding		836,473	1,134,288		1,289,067	1,289,067	1,301,607	1,301,607	
Excess Appropriation/(Funding)		(16,254)	(16,254)		(16,254)	(16,254)	(16,254)	(16,254)	
Grand Total		820,219	1,118,034		1,272,813	1,272,813	1,285,353	1,285,353	

Analysis of Budget Request

Appropriation: 896 - DHS–Admin Paying Account

Funding Sources: PWP - Administration Paying

The Division of Provider Services and Quality Assurance (DPSQA) consolidates and creates efficiencies for DHS and providers in the certification, licensing, and surveying functions and:

- Gives the DHS provider network a source of consistent quality assurance, quality training, and technical assistance
- Assesses provider workforce development needs, develop strategies to address these needs, and engage stakeholders and partners in implementing those strategies

The division is organized into three distinct units that work together towards the overall mission and goals of the division.

- Community Services Licensure and Certification - The goal of Community Services Licensure and Certification is to ensure the client's health, safety and welfare are protected by licensing and certifying Waiver providers.
- Quality Assurance, Provider Engagement & Workforce Assessment - Providing a consistent source of quality assurance, quality training and technical assistance is a priority for DPSQA. Through consistent monitoring and targeted training and technical assistance, we strive to create an environment of provider accountability resulting in high quality services.
- Long Term Care - Improving the quality of life for nursing home residents and protecting their health and safety through enforcing state and federal standards are primary goals of the Office of Long Term Care (OLTC). OLTC is responsible for the regulation of long term care facilities in Arkansas.

Provider Services and Quality Assurance provides administrative support and oversight of providers enrolled in the Medicaid Program or on a Medicaid waiver program. As a result, the division is funded partially by Federal Medicaid and Medicare dollars. Funding for this appropriation includes state general revenue, federal revenues, and other revenues, which is identified as various program support.

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

The Division is requesting appropriation in the amount of \$19,745,296 in FY24 and \$19,878,539 in FY25 and general revenue funding in the amount of \$5,460,773 in FY24 and \$5,465,977 in FY25.

The Agency Request includes the following change:

- The following position changes incorporate the Agency's Reallocation of Resources approved by the Arkansas Legislative Council in June 2022, which includes an increase of \$106,346 in Regular Salaries in both years and \$32,347 in Personal Services Matching in FY24 and \$33,007 in FY25.
 - 2 positions from the Division of Aging, Adult, & Behavioral Health Services
 - (1) position to the Division of Aging, Adult, & Behavioral Health Services.

The Executive Recommendation provides for the Agency Request.

Appropriation Summary

Appropriation: 896 - DHS--Admin Paying Account

Funding Sources: PWP - Administration Paying

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	8,668,103	10,228,968	11,110,984	11,315,706	11,315,706	11,319,906	11,319,906
#Positions		185	166	193	194	194	194	194
Extra Help	5010001	5,647	67,657	67,657	67,657	67,657	67,657	67,657
#Extra Help		2	8	8	8	8	8	8
Personal Services Matching	5010003	2,968,671	3,497,024	3,680,693	4,055,372	4,055,372	4,184,415	4,184,415
Overtime	5010006	0	2,909	2,909	2,909	2,909	2,909	2,909
Operating Expenses	5020002	2,458,919	2,059,596	3,463,900	3,463,900	3,463,900	3,463,900	3,463,900
Conference & Travel Expenses	5050009	11,829	82,828	136,077	136,077	136,077	136,077	136,077
Professional Fees	5060010	180	13,536	703,675	703,675	703,675	703,675	703,675
Data Processing	5090012	0	0	0	0	0	0	0
Capital Outlay	5120011	0	0	0	0	0	0	0
Total		14,113,349	15,952,518	19,165,895	19,745,296	19,745,296	19,878,539	19,878,539

Funding Sources								
Fund Balance	4000005	396,017	777,020		777,020	777,020	777,020	777,020
General Revenue	4000010	5,261,272	5,271,846		5,460,773	5,460,773	5,465,977	5,465,977
Federal Revenue	4000020	8,262,983	9,292,396		13,579,523	13,579,523	13,707,562	13,707,562
Performance Fund	4000055	0	483,276		0	0	0	0
Inter-agency Fund Transfer	4000316	21,800	0		0	0	0	0
Reallocation of Resources	4000410	(98,824)	0		0	0	0	0
Transfer to Medicaid	4000655	(13,041)	0		0	0	0	0
Various Program Support	4000730	1,060,162	905,000		705,000	705,000	705,000	705,000
Total Funding		14,890,369	16,729,538		20,522,316	20,522,316	20,655,559	20,655,559
Excess Appropriation/(Funding)		(777,020)	(777,020)		(777,020)	(777,020)	(777,020)	(777,020)
Grand Total		14,113,349	15,952,518		19,745,296	19,745,296	19,878,539	19,878,539

Analysis of Budget Request

Appropriation: 898 - DHS-Grants Paying Account

Funding Sources: PWE - Grants Paying

The Division of Provider Services and Quality Assurance (DPSQA) administers the Arkansas Lifespan Respite Grant. The goal of the grant is to achieve systems-level changes, including legislative actions, which will support and sustain program coordination and service provision.

Funding for this appropriation includes state general revenue and federal revenues.

Continuing level of appropriation is the FY2023 Authorized.

The Division is requesting to continue appropriation in the amount of \$400,000 and general revenue funding in the amount of \$50,000 for each year of the biennium.

The Executive Recommendation provides for the Agency Request.

Appropriation Summary

Appropriation: 898 - DHS-Grants Paying Account

Funding Sources: PWE - Grants Paying

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	399,272	400,000	400,000	400,000	400,000	400,000	400,000
Total		399,272	400,000	400,000	400,000	400,000	400,000	400,000
Funding Sources								
Fund Balance	4000005	311	0		0	0	0	0
General Revenue	4000010	51,461	50,000		50,000	50,000	50,000	50,000
Federal Revenue	4000020	347,500	350,000		350,000	350,000	350,000	350,000
Total Funding		399,272	400,000		400,000	400,000	400,000	400,000
Excess Appropriation/(Funding)		0	0		0	0	0	0
Grand Total		399,272	400,000		400,000	400,000	400,000	400,000

DHS - Youth Services

State Contracts Over \$50,000 Awarded To Minority Owned Businesses Fiscal Year 2022

None

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				
ACJJ Annual Report to the Governor (JJDP)	Federal Mandate JJDP Prevention Act of 2002	Y	N	500	This report is continued to be in compliance with the federally mandated Juvenile Justice Delinquency Prevention Act of 2002	0	0.00
Compliance Monitoring Report	Federal Mandate - JJDP Prevention Act of 2002	N	N	3	This report is continued to be in compliance with the federally mandated Juvenile Justice Delinquency Prevention (JJDP) Act of 2002	0	0.00
Division of Youth Services System of Education	Act 972 of the Regular Session 87th General Assemb	N	Y	1	This report is to be provided annually on March 1 to the House Committee on Aging, Children and Youth, Legislative and Military Affairs and to the Senate Committee on Children and Youth. The report is to contain information regarding the state of the Division of Youth services System of Education.	0	0.00
Three Year State Plan & Three Year Update Juvenile Justice Delinquency Prevention (JJDP)	Federal Mandate JJDP Prevention Act of 2002	N	N	1	This report is continued to be in compliance with the federally mandated Juvenile Justice Delinquency Prevention Act of 2002	0	0.00

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
2QZ Community Based Sanctions	2,628,443	0	2,480,444	0	2,480,444	0	2,480,444	0	2,480,444	0	2,480,444	0	2,480,444	0
2RB Community Services	15,770,145	0	16,775,896	0	18,821,100	0	18,821,100	0	18,821,100	0	18,821,100	0	18,821,100	0
2RC Federal Child & Youth Service Grants	7,231,584	0	8,206,148	0	8,832,942	0	12,832,942	0	12,832,942	0	12,832,942	0	12,832,942	0
2YH Residential Services	22,332,926	0	22,439,531	0	28,012,244	0	33,807,739	0	33,807,739	0	34,616,356	0	34,616,356	0
896 Division of Youth Services	9,467,662	97	10,914,516	93	12,476,966	99	13,071,133	100	12,667,716	100	13,216,119	100	12,733,716	100
Total	57,430,760	97	60,816,535	93	70,623,696	99	81,013,358	100	80,609,941	100	81,966,961	100	81,484,558	100

Funding Sources			%		%		%		%		%		%
Fund Balance	4000005	851,281	1.4	1,308,425	2.1	1,308,425	1.7	1,308,425	1.8	685,187	0.9	685,187	1.0
General Revenue	4000010	49,045,464	83.5	48,903,006	78.7	54,771,510	71.4	48,976,015	69.0	55,584,216	72.3	48,980,104	69.6
Federal Revenue	4000020	7,946,249	13.5	8,857,696	14.3	14,034,490	18.3	14,034,490	19.8	14,034,490	18.3	14,034,490	19.9
Performance Fund	4000055	0	0.0	130,976	0.2	0	0.0	0	0.0	0	0.0	0	0.0
Inter-agency Fund Transfer	4000316	1,730,735	2.9	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0
Reallocation of Resources	4000410	(430,130)	(0.7)	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0
Transfer to Ar Pub Defender	4000603	(78,861)	(0.1)	(240,000)	(0.4)	(240,000)	(0.3)	(120,000)	(0.2)	(240,000)	(0.3)	(120,000)	(0.2)
Transfer to DFA Disbursing	4000610	(400,000)	(0.7)	(400,000)	(0.6)	(400,000)	(0.5)	(400,000)	(0.6)	(400,000)	(0.5)	(400,000)	(0.6)
Transfer to General Revenue	4000635	(1,571,611)	(2.7)	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0
Transfer to Medicaid	4000655	(70,298)	(0.1)	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0
Various Program Support	4000730	1,716,356	2.9	3,564,857	5.7	7,182,774	9.4	7,182,774	10.1	7,182,774	9.3	7,182,774	10.2
Total Funds		58,739,185	100.0	62,124,960	100.0	76,657,199	100.0	70,981,704	100.0	76,846,667	100.0	70,362,555	100.0
Excess Appropriation/(Funding)		(1,308,425)		(1,308,425)		4,356,159		9,628,237		5,120,294		11,122,003	
Grand Total		57,430,760		60,816,535		81,013,358		80,609,941		81,966,961		81,484,558	

Variance in Fund Balance is due to unfunded appropriation.

Analysis of Budget Request

Appropriation: 2QZ - Community Based Sanctions

Funding Sources: DYS - Youth Services Fund Account

The Community Based Sanctions appropriation, mandated by Ark. Code Ann. §9-28-701 et seq., is used by the Division of Youth Services (DYS) to ensure appropriate sanctions for juveniles adjudicated delinquent. This program is intended to provide a range of sanction alternatives for juveniles who are adjudicated delinquent and are non-compliant with court orders or conditions of supervision.

The intent of this program is to provide more options for the Courts and Community Based Providers in working with juveniles in the community rather than committing them to DYS. The primary goal of graduated (progressive) sanctions is to reduce problem behaviors, and include the following examples:

- Verbal Warnings
- Contracts with conditions (curfews, increased treatment, increased drug testing, etc.)
- Community Service/Work Crew hours
- Day Reporting
- Electronic Monitoring
- Short Term Confinement (requires court involvement)
- Long Term Confinement (requires court involvement)

Funding for this appropriation is general revenue (DYS - Youth Services Fund Account)

Continuing level of appropriation is the FY2023 Authorized.

The Division is requesting to continue appropriation and general revenue funding in the amount of \$2,480,444 in both years of the biennium.

The Executive Recommendation provides for the Agency Request.

Appropriation Summary

Appropriation: 2QZ - Community Based Sanctions

Funding Sources: DYS - Youth Services Fund Account

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	2,628,443	2,480,444	2,480,444	2,480,444	2,480,444	2,480,444	2,480,444	
Total		2,628,443	2,480,444	2,480,444	2,480,444	2,480,444	2,480,444	2,480,444	
Funding Sources									
General Revenue	4000010	2,628,443	2,480,444		2,480,444	2,480,444	2,480,444	2,480,444	
Total Funding		2,628,443	2,480,444		2,480,444	2,480,444	2,480,444	2,480,444	
Excess Appropriation/(Funding)		0	0		0	0	0	0	
Grand Total		2,628,443	2,480,444		2,480,444	2,480,444	2,480,444	2,480,444	

Analysis of Budget Request

Appropriation: 2RB - Community Services

Funding Sources: DYS - Youth Services Fund Account

The Community Service appropriation is utilized by the Division of Youth Services (DYS) to purchase services from community based providers for youth released from a DYS residential facility, families of youth currently being served in a DYS residential treatment facility, and/or non-committed youth who have been diverted from incarceration or DYS commitment. These services include electronic monitoring, intensive supervision and tracking, day services (i.e. education services for youth admitted to the program who are not enrolled in school), crime prevention/intervention, and after-care supervision for state custody of youth.

The primary purpose of these contracts are to:

- Provide diversion services as alternatives to incarceration and DYS commitments to youth referred from Juvenile Courts and law enforcement;
- Provide case management and other services in order to maintain and stabilize youth in home and non-secure community settings;
- Promote successful integration and re-entry of DYS committed youth back into the community;
- Ensure the seamless provision of rehabilitative and treatment services between residential and community-based programs and across county lines; and
- Engage the youth's family, fictive kin, school, and community in a culturally competent manner to foster pro-social relationships and activities for the youth and build upon family-based strengths.

Case management services ensure that the youth and family will receive assistance in accessing whatever services they need, whether from the DYS contractor or another community resource. Direct services will include validated risk and needs assessments, case management and casework services, psychosocial classes, sanction services to address compliance with court orders, and direct mental health and supportive services not available through other providers or funding sources such as Medicaid.

Funding for this appropriation is general revenue (DYS - Youth Services Fund Account) and other revenues which are indicated as various program support that become available, such as Rehab funding.

Continuing level of appropriation is the FY2023 Authorized.

The Division is requesting to continue appropriation in the amount of \$18,821,100 and general revenue funding of \$16,775,896 in both years of the biennium.

The Executive Recommendation provides for the Agency Request.

Appropriation Summary

Appropriation: 2RB - Community Services

Funding Sources: DYS - Youth Services Fund Account

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	15,770,145	16,775,896	18,821,100	18,821,100	18,821,100	18,821,100	18,821,100
Total		15,770,145	16,775,896	18,821,100	18,821,100	18,821,100	18,821,100	18,821,100
Funding Sources								
General Revenue	4000010	14,805,249	16,775,896		16,775,896	16,775,896	16,775,896	16,775,896
Various Program Support	4000730	964,896	0		2,045,204	2,045,204	2,045,204	2,045,204
Total Funding		15,770,145	16,775,896		18,821,100	18,821,100	18,821,100	18,821,100
Excess Appropriation/(Funding)		0	0		0	0	0	0
Grand Total		15,770,145	16,775,896		18,821,100	18,821,100	18,821,100	18,821,100

Analysis of Budget Request

Appropriation: 2RC - Federal Child & Youth Service Grants

Funding Sources: FWF - DHS Federal

This appropriation enables the Division of Youth Services to provide grants to various entities for delinquency programs in accordance with the U.S. Department of Justice. Programs focus on training local officials and staff to work with juveniles to prevent delinquency at the local level by developing comprehensive strategies for prevention, community policing, reducing disproportionate minority confinement, ensuring separation of children from adults in confinement when detention is unavoidable, removing non-offending youth from correctional facilities and promoting gender specific services to meet the needs of females to prevent them entering the juvenile justice system.

Funding for this appropriation is 100% federal revenue. The federal funds are derived from Juvenile Justice and Delinquency Prevention grants (JJPD), Social Services Block Grant (SSBG) and Title I funding.

Continuing level of appropriation is the FY2023 Authorized.

The Division is requesting appropriation in the amount of \$12,832,942 in both years of the biennium.

The Agency Request includes the following change:

- Increase of \$4,000,000 in Grants and Aid appropriation due to an increase in Temporary Assistance to Needy Families (TANF) funding to support the expanded Intensive In Home Services program.

The Executive Recommendation provides for the Agency Request.

Appropriation Summary

Appropriation: 2RC - Federal Child & Youth Service Grants

Funding Sources: FWF - DHS 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	7,231,584	8,206,148	8,832,942	12,832,942	12,832,942	12,832,942	12,832,942
Total		7,231,584	8,206,148	8,832,942	12,832,942	12,832,942	12,832,942	12,832,942
Funding Sources								
Fund Balance	4000005	253,911	685,187		685,187	685,187	685,187	685,187
Federal Revenue	4000020	7,662,860	8,206,148		12,832,942	12,832,942	12,832,942	12,832,942
Total Funding		7,916,771	8,891,335		13,518,129	13,518,129	13,518,129	13,518,129
Excess Appropriation/(Funding)		(685,187)	(685,187)		(685,187)	(685,187)	(685,187)	(685,187)
Grand Total		7,231,584	8,206,148		12,832,942	12,832,942	12,832,942	12,832,942

Analysis of Budget Request

Appropriation: 2YH - Residential Services

Funding Sources: DYS - Youth Services Fund Account

This appropriation provides residential services for juveniles committed to the Division of Youth Services (DYS) from 1 of 28 Judicial districts. Following a comprehensive assessment at the Arkansas Juvenile Assessment and Treatment Center (AJATC), juveniles are assigned to an appropriate secure or specialized residential treatment facility. The Division currently operates 4 secure juvenile residential treatment facilities and contracts with 12 different private providers for additional non-secure treatment placements.

The **Juvenile Correctional and Treatment Centers** are:

- Arkansas Juvenile Assessment & Treatment Center (AJATC) houses 120 youth (100 treatment beds and 20 assessment beds).
- Mansfield Juvenile Treatment Facility, serves males ages 14-18 and females 14-21
- Dermott Correctional Facility, serves males ages 18-21
- Harrisburg Juvenile Treatment Facility, serves males ages 13-17

Funding for this appropriation is general revenue (DYS - Youth Services Fund Account) and other revenues, which are indicated as various program support, that become available, including Serious Offender and National School Lunch (NSL).

Continuing level of appropriation is the FY2023 Authorized.

The Division is requesting appropriation in the amount of \$33,807,739 in FY24 and \$34,616,356 in FY25 and general revenue funding in the amount of \$25,365,701 in FY24 and \$26,174,318 in FY25.

The Agency Request includes the following changes:

- Increase of Grants and Aid appropriation and general revenue funding in the amount of \$5,795,495 in FY24 and \$6,604,112 in FY25 for a twenty (20) bed Complex Cases unit, anticipated increases to the residential services contract, and increased pharmacy expenses.

The Executive Recommendation provides for the Agency Request for appropriation only. The Executive Recommendation provides for general revenue funding in the amount of \$19,570,206 in both years of the biennium.

Appropriation Summary

Appropriation: 2YH - Residential Services

Funding Sources: DYS - Youth Services Fund Account

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	22,332,926	22,439,531	28,012,244	33,807,739	33,807,739	34,616,356	34,616,356
Total		22,332,926	22,439,531	28,012,244	33,807,739	33,807,739	34,616,356	34,616,356
Funding Sources								
General Revenue	4000010	19,870,362	19,570,206		25,365,701	19,570,206	26,174,318	19,570,206
Inter-agency Fund Transfer	4000316	1,716,859	0		0	0	0	0
Various Program Support	4000730	745,705	2,869,325		4,442,038	4,442,038	4,442,038	4,442,038
Total Funding		22,332,926	22,439,531		29,807,739	24,012,244	30,616,356	24,012,244
Excess Appropriation/(Funding)		0	0		4,000,000	9,795,495	4,000,000	10,604,112
Grand Total		22,332,926	22,439,531		33,807,739	33,807,739	34,616,356	34,616,356

Analysis of Budget Request

Appropriation: 896 - DHS–Admin Paying Account

Funding Sources: PWP - Administration Paying

The Division of Youth Services (DYS) was created by Act 1296 of 1993 to be entirely devoted to "handle the problems of youths involved with the juvenile justice system." The primary responsibilities of DHS are to:

- Coordinate components of the juvenile justice system;
- Establish secure residential facilities for serious offenders;
- Provide funding for diversion, family reunification, aftercare and Family-In-Need-Of-Services (FINS) services as alternative to incarceration or DHS commitment;
- Provide case management services for all youth and families committed to DHS;
- Monitor process compliance, performance indicators, and quality of services provided through residential and community based contracts;
- Collect, analyze and report data related to juvenile justice services in Arkansas; and
- Maximize federal funding and other matching funds for juvenile justice programming in Arkansas.

Funding for this appropriation includes general revenue (DYS - Youth Services Fund Account), federal revenues, and other revenues that become available, which are indicated as various program support. The federal funds are derived from Title I, Title II, and Title VI-B funds. Various program support can also include sources such as National School Lunch, Rehab, Serious Offender Program, Novice Teacher, and Targeted Case Management.

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

The Division is requesting appropriation in the amount of \$13,071,133 in FY24 and \$13,216,119 in FY25 and general revenue funding in the amount of \$10,149,469 in FY24 and \$10,153,558 in FY25.

The Agency Request includes the following changes:

- Increase of Regular Salaries appropriation of \$240,915 in FY24 and \$252,960 in FY25 and Personal Services Matching appropriation of \$162,502 in FY24 and \$229,443 in FY25 for potential wage increases.
- Restoration of \$105,000 in Capital Outlay appropriation to support equipment purchases in both years of the biennium.
- The following position changes incorporate the Agency's Reallocation of Resources approved by the Arkansas Legislative Council in June 2022, which includes an increase of \$56,625 in Regular Salaries in both years and \$20,463 in Personal Services Matching in FY24 and \$21,123 in FY25.

- 1 position from the Secretary's Office and 1 position from the Division of Medical Services.
- (1) position to the Division of Child Care and Early Childhood Education.

The Executive Recommendation provides for the Agency Request with the exception of the Regular Salaries and Personal Services Matching increases for potential wage increases.

Appropriation Summary

Appropriation: 896 - DHS--Admin Paying Account

Funding Sources: PWP - Administration Paying

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	4,286,929	4,901,639	4,988,813	5,286,353	5,045,438	5,298,398	5,045,438
#Positions		97	93	99	100	100	100	100
Extra Help	5010001	30,753	41,903	41,903	41,903	41,903	41,903	41,903
#Extra Help		2	36	36	36	36	36	36
Personal Services Matching	5010003	1,558,464	1,760,869	1,770,258	2,066,885	1,904,383	2,199,826	1,970,383
Overtime	5010006	0	1,000	8,699	8,699	8,699	8,699	8,699
Operating Expenses	5020002	3,408,414	3,909,055	5,112,099	5,112,099	5,112,099	5,112,099	5,112,099
Conference & Travel Expenses	5050009	1,516	35,000	91,144	91,144	91,144	91,144	91,144
Professional Fees	5060010	149,718	215,050	359,050	359,050	359,050	359,050	359,050
Data Processing	5090012	0	0	0	0	0	0	0
Grants and Aid	5100004	0	0	0	0	0	0	0
Capital Outlay	5120011	31,868	50,000	105,000	105,000	105,000	105,000	105,000
Total		9,467,662	10,914,516	12,476,966	13,071,133	12,667,716	13,216,119	12,733,716
Funding Sources								
Fund Balance	4000005	597,370	623,238		623,238	623,238	0	0
General Revenue	4000010	11,741,410	10,076,460		10,149,469	10,149,469	10,153,558	10,153,558
Federal Revenue	4000020	283,389	651,548		1,201,548	1,201,548	1,201,548	1,201,548
Performance Fund	4000055	0	130,976		0	0	0	0
Inter-agency Fund Transfer	4000316	13,876	0		0	0	0	0
Reallocation of Resources	4000410	(430,130)	0		0	0	0	0
Transfer to Ar Pub Defender	4000603	(78,861)	(240,000)		(240,000)	(120,000)	(240,000)	(120,000)
Transfer to DFA Disbursing	4000610	(400,000)	(400,000)		(400,000)	(400,000)	(400,000)	(400,000)
Transfer to General Revenue	4000635	(1,571,611)	0		0	0	0	0
Transfer to Medicaid	4000655	(70,298)	0		0	0	0	0
Various Program Support	4000730	5,755	695,532		695,532	695,532	695,532	695,532
Total Funding		10,090,900	11,537,754		12,029,787	12,149,787	11,410,638	11,530,638
Excess Appropriation/(Funding)		(623,238)	(623,238)		1,041,346	517,929	1,805,481	1,203,078
Grand Total		9,467,662	10,914,516		13,071,133	12,667,716	13,216,119	12,733,716