

FISCAL SESSION - MANUAL

TABLE OF CONTENTS

VOLUME 1

(continued)

	<u>Page #</u>
Human Services, Department of	94
DHS - Administrative Services Division	99
Action Required: (1DE) Various Building Construction	101
(414) Consolidated Cost.....	103
(896) DHS–Admin Paying Account	106
(898) DHS-Grants Paying Account.....	108
(935) Community Srv/Non-Profit Support – Cash in Treasury	110
(C99) Client Specific Emergency Services–Cash	112
DHS - Aging & Adult Services Division	114
Action Required: (418) Meals on Wheels	116
(896) DHS–Admin Paying Account	119
(978) Senior Olympics.....	121
DHS - Children & Family Services Division	123
Action Required: (882) State Residential Treatment	125
(883) Foster Care	127
(896) DHS–Admin Paying Account	130
(898) DHS-Grants Paying Account.....	132
(V83) DHS - Children's Trust Fund	134
DHS - Child Care/Early Childhood Education Division	136
Action Required: (320) Child Care Development-Discretionary	138
(890) Food Program	140
(896) DHS–Admin Paying Account	142
(898) DHS-Grants Paying Account.....	144
(929) Child Care-Treasury Paying	146
DHS - Behavioral Health Services Division	148
Action Required: (196) Community Mental Health Centers	150
(1EN) Community Alcohol Safety	152
(1ET) Alcohol & Drug Abuse Prevention.....	154
(2MN) Mental Health Grants	156
(655) Acute Mental Health Services–Per Capita	158
(896) DHS–Admin Paying Account	161

Action Required: (938) Patient Benefits–Cash in Treasury 163
 (V43) Community Based Crisis Intervention 165
 (V44) Suicide Prevention Services 167

DHS - Medical Services Division..... 169

Action Required: (4KS) Nursing Home Quality 172
 (642) DHS Medicaid Expansion Program..... 149
 (648) Tobacco-Delay Draw-Paying-Prescription Drug 176
 (648) Tobacco-Delay Draw-Paying-Hospital & Medical Services 177
 (876) Nursing Home Closure Costs..... 179
 (878) Long Term Care Facility Receivership 181
 (896) DHS–Admin Paying Account 189
 (897) DHS-Grants Paying Account-Private Nursing Home Care 194
 (897) DHS-Grants Paying Account-Prescription Drug 195
 (897) DHS-Grants Paying Account-Hospital & Medical Services 196
 (897) DHS-Grants Paying Account-ARKids B..... 197
 (898) DHS-Grants Paying Account-Child & Family Life Institute 200
 (898) DHS-Grants Paying Account-Infant Infirmary 201
 (898) DHS-Grants Paying Account-Public Nursing Home Care..... 202

DHS - County Operations Division 204

Action Required: (396) Cty-Aid To Aged, Blind, Disabled 206
 (410) Cty-Emergency Food Program 208
 (411) Cty-Low Income Energy Assistance Prgm 210
 (412) Cty-Refugee Resettlement Program..... 212
 (426) Cty-Homeless Assistance Grant..... 214
 (59H) Hunger Coalition..... 216
 (642) DHS Medicaid Expansion Program..... 218
 (896) DHS–Admin Paying Account 221
 (897) DHS-Grants Paying Account..... 224
 (898) DHS-Grants Paying Account..... 227
 (930) Cty-Commodity Distrib & Salvage Container 229

DHS - Developmental Disabilities Services Division 231

 Action Required: (147) Special Olympics..... 233

 (397) Children's Medical Services 235

 (408) Children's Medical Services-Federal 237

 (59J) Autism Treat/Coord 239

 (657) Community Programs..... 241

 (658) Grants to Community Providers..... 243

 (896) DHS-Admin Paying Account 246

 (982) Inter-Divisional Programs 248

DHS - Services for the Blind Division 250

 Action Required: (896) DHS-Admin Paying Account 252

DHS - Youth Services Division..... 254

 Action Required: (2QZ) Community Based Sanctions..... 256

 (2RA) Juvenile Account Incentive Block Grant 258

 (2RB) Community Services 260

 (2RC) Federal Child & Youth Service Grants 262

 (2YH) Residential Services 264

 (896) DHS-Admin Paying Account 266

Department Appropriation Summary

Historical Data

Agency Request and Recommendations

Appropriation	2016-2017		2017-2018		2017-2018		2018-2019					
	Actual	Pos	Budget	Pos	Authorized	Pos	Legislative Recommendation	Pos	Agency Request	Pos	Executive Recommendation	Pos
147 Special Olympics	178,768	0	178,768	0	178,768	0	178,768	0	178,768	0	178,768	0
193 State Operations	19,903,146	0	20,649,934	0	20,649,934	0	20,649,934	0	27,066,913	0	20,649,934	0
196 Community Mental Health Centers	7,005,603	0	7,005,603	0	7,005,603	0	7,005,603	0	8,780,603	0	7,005,603	0
1DE Various Building Construction	4,870,233	0	11,020,006	0	12,232,687	0	11,623,203	0	11,623,203	0	11,623,203	0
1EN Community Alcohol Safety	2,088,439	0	3,226,788	0	4,061,509	0	4,061,509	0	4,061,509	0	4,061,509	0
1ET Alcohol & Drug Abuse Prevention	19,785,636	0	25,256,429	0	24,270,069	0	24,270,069	0	24,270,069	0	24,270,069	0
2MN Mental Health Grants	6,977,810	0	7,143,110	0	9,789,616	0	9,789,616	0	9,789,616	0	9,789,616	0
2QZ Community Based Sanctions	2,273,740	0	2,480,444	0	2,480,444	0	2,480,444	0	3,812,000	0	2,480,444	0
2RA Juvenile Account Incentive Block Grant	140,900	0	153,393	0	712,021	0	712,021	0	712,021	0	712,021	0
2RB Community Services	13,032,153	0	16,512,054	0	16,971,100	0	16,971,100	0	18,971,100	0	16,971,100	0
2RC Federal Child & Youth Service Grants	2,184,548	0	2,275,886	0	4,371,921	0	4,371,921	0	6,262,546	0	4,371,921	0
2YH Residential Services	21,347,628	0	16,255,769	0	27,612,244	0	27,612,244	0	33,694,172	0	27,612,244	0
320 Child Care Development-Discretionary	21,916,124	0	26,925,862	0	42,450,000	0	42,450,000	0	42,450,000	0	42,450,000	0
396 Cty-Aid To Aged, Blind, Disabled	0	0	4,000	0	4,000	0	4,000	0	4,000	0	4,000	0
397 Children's Medical Services	1,313,479	0	1,677,401	0	1,729,279	0	1,729,279	0	1,729,279	0	1,729,279	0
408 Children's Medical Services-Federal	728,817	0	1,144,083	0	1,446,205	0	1,446,205	0	1,446,205	0	1,446,205	0
410 Cty-Emergency Food Program	720,759	0	729,295	0	729,295	0	729,295	0	729,295	0	729,295	0
411 Cty-Low Income Energy Assistance Prgm	19,876,171	0	28,000,000	0	28,000,000	0	28,000,000	0	28,000,000	0	28,000,000	0
412 Cty-Refugee Resettlement Program	6,344	0	12,000	0	12,000	0	12,000	0	122,160	0	12,000	0
414 Consolidated Cost	645,687	0	821,500	0	821,500	0	821,500	0	821,500	0	821,500	0
418 Meals on Wheels	2,026,201	0	2,400,000	0	2,400,000	0	2,400,000	0	2,500,000	0	2,400,000	0
426 Cty-Homeless Assistance Grant	2,476,142	0	2,638,091	0	2,638,091	0	2,638,091	0	2,638,091	0	2,638,091	0
4KS Nursing Home Quality	283,750	0	1,000,000	0	1,000,000	0	1,000,000	0	1,500,000	0	1,000,000	0
59H Hunger Coalition	995,113	0	995,113	0	995,113	0	995,113	0	995,113	0	995,113	0
59J Autism Treat/Coord	0	0	273,974	0	273,974	0	273,974	0	273,974	0	273,974	0
642 Medicaid Expansion-Medical Svcs	57,213	1	75,655	1	114,142	2	114,142	2	117,769	2	114,142	2
642 Medicaid Expansion-County Ops	2,462,912	58	2,825,998	55	2,825,998	60	2,828,468	60	2,828,468	60	2,828,468	60
648 Medicaid Exp-Prescription Drugs	4,706,337	0	4,553,782	0	4,553,782	0	4,553,782	0	5,020,545	0	4,553,782	0
648 Medicaid Exp-Hospital & Medical Services	13,615,084	0	53,510,440	0	92,510,440	0	92,510,440	0	49,742,238	0	92,510,440	0
653 DDS-State Operations	3,332,385	0	5,054,325	0	5,054,325	0	5,054,325	0	6,819,242	0	5,054,325	0
655 Acute Mental Health Services-Per Capita	503,188	0	503,188	0	503,188	0	503,188	0	3,875,080	0	503,188	0
657 Community Programs	709	0	50,000	0	50,000	0	50,000	0	50,000	0	50,000	0
658 Grants to Community Providers	15,586,383	0	15,892,045	0	15,892,045	0	15,892,045	0	15,892,045	0	15,892,045	0

Department Appropriation Summary

Historical Data

Agency Request and Recommendations

Appropriation	2016-2017		2017-2018		2017-2018		2018-2019					
	Actual	Pos	Budget	Pos	Authorized	Pos	Legislative Recommendation	Pos	Agency Request	Pos	Executive Recommendation	Pos
876 Nursing Home Closure Costs	0	0	50,000	0	50,000	0	50,000	0	50,000	0	50,000	0
878 Long Term Care Facility Receivership	0	0	100,000	0	100,000	0	100,000	0	100,000	0	100,000	0
882 State Residential Treatment	8,082,470	0	12,595,141	0	13,862,656	0	13,953,656	0	13,953,656	0	13,953,656	0
883 Foster Care	36,834,029	0	44,911,982	0	44,911,982	0	48,736,982	0	48,736,982	0	48,736,982	0
890 Food Program	67,441,776	0	80,291,250	0	80,291,250	0	80,291,250	0	80,291,250	0	80,291,250	0
896 Director's Office	1,181,857	7	1,436,898	7	1,496,057	7	1,280,466	6	486,727	6	1,284,745	6
896 DHS-Admin Paying Account	0	0	575,768	5	578,338	0	573,373	7	450,443	6	573,373	7
896 DHS-Admin Paying Account	0	0	161,488	1	161,488	0	0	0	0	0	0	0
896 Office of Chief Counsel	11,959,161	187	12,224,598	166	12,611,857	186	12,639,034	172	11,959,394	173	12,639,034	172
896 Division of Aging & Adult Services	17,617,808	300	19,959,087	269	19,173,746	291	19,186,464	291	20,357,743	302	19,186,464	291
896 Division of Children & Family Services	74,512,039	1,176	87,924,105	1,202	87,313,992	1,215	93,319,037	1,282	93,319,037	1,301	93,319,037	1,282
896 DHS-Admin Paying Account	0	0	525,960	1	524,432	1	524,884	1	0	0	524,884	1
896 Division of Child Care/Early Childhood	19,224,906	202	20,996,174	167	21,557,683	182	21,561,757	181	21,658,372	190	21,561,757	181
896 Division of Behavioral Health Services	89,993,301	1,091	89,764,356	1,024	102,091,839	1,079	102,119,162	1,079	104,360,727	1,141	102,119,162	1,078
896 Division of Medical Services	25,369,758	329	23,704,265	230	24,131,487	261	24,139,273	261	32,279,182	270	24,139,273	261
896 Division of County Operations	110,221,324	1,782	123,752,340	1,718	119,406,612	1,770	119,484,148	1,770	124,040,294	1,777	119,484,148	1,770
896 Division of Administrative Services	27,017,377	269	13,241,301	186	17,997,883	280	33,236,989	270	34,785,965	312	33,236,989	270
896 DHS-Admin Paying Account	0	0	4,662,130	72	4,662,130	0	3,579,778	61	3,746,659	64	3,579,778	61
896 DHS-Admin Paying Account	0	0	17,706,548	65	17,706,548	185	4,750,348	66	5,202,465	72	4,750,348	66
896 DHS-Admin Paying Account	0	0	4,553,755	66	4,563,435	1	3,755,286	69	3,858,209	73	3,755,286	69
896 Division of Developmental Disabilities Svcs	133,781,897	2,623	135,057,879	2,313	152,186,903	2,611	152,265,724	2,611	153,509,296	2,669	152,265,724	2,611
896 Division of Services for the Blind	4,600,744	78	7,430,140	78	7,178,695	78	7,181,533	78	7,209,555	82	7,181,533	78
896 Community Svcs/Non-Profit Support	1,345,250	22	2,334,065	27	2,360,204	19	2,352,112	28	2,574,801	34	2,352,112	28
896 Division of Youth Services	11,171,408	84	18,257,529	61	6,520,865	62	6,522,594	62	8,093,406	66	6,522,594	62
897 ARKIDS B Program	83,156,978	0	132,222,020	0	132,222,020	0	132,222,020	0	160,774,777	0	132,222,020	0
897 Hospital & Medical Services	5,648,175,180	0	5,758,544,220	0	6,660,893,014	0	7,019,281,760	0	7,019,281,760	0	7,019,281,760	0
897 Prescription Drugs	452,466,052	0	485,236,458	0	517,701,197	0	561,705,798	0	601,705,798	0	561,705,798	0
897 Private Nursing Home Care	668,691,467	0	655,216,067	0	703,607,064	0	724,715,275	0	734,715,275	0	724,715,275	0
897 TANF Block Grant	7,061,644	0	10,350,000	0	14,637,000	0	14,637,000	0	18,277,650	0	14,637,000	0
898 AmeriCorps Grants	1,660,657	0	2,510,704	0	2,510,704	0	2,510,704	0	2,510,704	0	2,510,704	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
898 Child Care Grant/Aids	30,672,763	0	47,513,718	0	54,947,179	0	54,947,179	0	54,947,179	0	54,947,179	0

Department Appropriation Summary

Historical Data

Agency Request and Recommendations

Appropriation	2016-2017		2017-2018		2017-2018		2018-2019					
	Actual	Pos	Budget	Pos	Authorized	Pos	Legislative Recommendation	Pos	Agency Request	Pos	Executive Recommendation	Pos
898 Community Svcs. Block Grant	8,062,364	0	9,783,146	0	9,783,146	0	9,783,146	0	9,783,146	0	9,783,146	0
898 Infant Infirmary	27,604,464	0	28,453,344	0	28,453,344	0	29,876,011	0	34,876,011	0	29,876,011	0
898 Nursing Home Care Alternatives	4,457,189	0	4,791,025	0	4,807,525	0	4,807,525	0	6,807,525	0	4,807,525	0
898 Nutrition Program	8,834,468	0	11,460,582	0	11,630,080	0	11,630,080	0	12,630,080	0	11,630,080	0
898 Older Worker Program Grants	999,737	0	1,052,665	0	1,052,665	0	1,052,665	0	1,552,665	0	1,052,665	0
898 Project Grants	8,697,876	0	9,667,398	0	10,367,702	0	10,367,702	0	12,367,702	0	10,367,702	0
898 Public Nursing Home Care	205,362,709	0	211,265,379	0	211,265,379	0	217,603,340	0	267,603,340	0	217,603,340	0
898 Purchase of Services	3,611,166	0	5,018,447	0	5,019,977	0	5,019,977	0	5,819,977	0	5,019,977	0
898 Retired & Sr Volunteer Program	73,705	0	75,000	0	75,000	0	75,000	0	75,000	0	75,000	0
898 Social Svcs Blk Grant-Fed	0	0	129,084	0	129,084	0	129,084	0	129,084	0	129,084	0
898 Sr Citizen Centers	4,811,609	0	5,000,000	0	5,000,000	0	5,000,000	0	5,000,000	0	5,000,000	0
898 Supplemental Nutrition Assist(SNAP)	263,113	0	338,512	0	343,235	0	343,235	0	4,523,722	0	343,235	0
898 TANF/Foster Care	60,467,100	0	64,571,859	0	76,181,879	0	85,817,193	0	85,817,193	0	85,817,193	0
929 Child Care-Treasury Paying	0	0	21,436	0	36,786	0	36,786	0	36,786	0	36,786	0
930 Cty-Commodity Distrib & Salvage Container	3,264	0	139,676	0	139,676	0	139,676	0	139,676	0	139,676	0
935 Community Srv/Non-Profit Support - Cash in Treasury	1,436	0	10,383	0	11,030	0	11,030	0	11,030	0	11,030	0
938 Patient Benefits-Cash in Treasury	21,330	0	75,000	0	75,000	0	75,000	0	75,000	0	75,000	0
978 Senior Olympics	70,000	0	70,000	0	70,000	0	70,000	0	70,000	0	70,000	0
982 Inter-Divisional Programs	35,502	0	108,644	0	108,644	0	108,644	0	108,644	0	108,644	0
C99 Client Specific Emergency Services-Cash	0	0	111,600	0	111,600	0	111,600	0	111,600	0	111,600	0
V43 Community Based Crisis Intervention	0	0	5,000,000	0	5,000,000	0	5,000,000	0	0	0	5,000,000	0
V44 Suicide Prevention Services	0	0	0	0	2,300,000	0	2,300,000	0	0	0	2,300,000	0
V83 DHS - Children's Trust Fund	0	0	275,979	1	274,238	1	274,675	1	0	0	274,675	1
NOT REQUESTED FOR THE BIENNIUM												
937 Canteen - Cash in Treasury	0	0	0	0	0	0	0	0	0	0	0	0
F71 DBH Juv. Drug Courts	0	0	0	0	0	0	0	0	0	0	0	0
Total	8,056,658,280	8,209	8,434,574,041	7,715	9,536,633,543	8,291	9,987,092,513	8,357	10,129,653,011	8,600	9,987,092,513	8,357

Funding Sources		%		%		%		%		%		
Fund Balance	4000005	10,314,875	0.1	14,035,543	0.2		11,059,013	0.1	8,811,727	0.1	11,059,013	0.1
General Revenue	4000010	1,434,727,556	17.8	1,526,016,686	18.1		1,773,809,253	19.3	1,842,692,204	19.9	1,773,809,253	19.3
Federal Revenue	4000020	5,921,289,727	73.4	6,199,376,930	73.4		6,733,914,119	73.3	6,751,651,193	73.0	6,733,914,119	73.3
Special Revenue	4000030	3,955,919	0.0	4,516,130	0.1		5,353,609	0.1	5,028,609	0.1	5,353,609	0.1

Funding Sources		%		%		%		%		%	
Cash Fund	4000045	26,030	0.0	358,095	0.0	374,092	0.0	374,092	0.0	374,092	0.0
Trust Fund	4000050	40,018,758	0.5	3,782,670	0.0	44,043,768	0.5	44,543,768	0.5	44,043,768	0.5
Merit Adjustment Fund	4000055	0	0.0	9,000,000	0.1	0	0.0	0	0.0	0	0.0
Drug Rebates	4000200	55,859,589	0.7	57,232,897	0.7	40,859,589	0.4	40,859,589	0.4	40,859,589	0.4
General Improvement Fund	4000265	38,128,221	0.5	32,633,073	0.4	20,000,000	0.2	0	0.0	20,000,000	0.2
Hospital Assessment Fee	4000281	82,422,935	1.0	81,000,000	1.0	77,000,000	0.8	77,000,000	0.8	77,000,000	0.8
ICF/MR Provider Fee	4000282	9,983,017	0.1	11,000,000	0.1	10,870,062	0.1	10,870,062	0.1	10,870,062	0.1
Quality Assurance Fee	4000395	80,524,764	1.0	81,115,044	1.0	69,889,227	0.8	69,889,227	0.8	69,889,227	0.8
Reimbursement	4000425	9,542,896	0.1	11,749,455	0.1	14,554,539	0.2	14,554,539	0.2	14,554,539	0.2
State Administration of Justice	4000470	1,286,217	0.0	1,397,743	0.0	1,472,464	0.0	1,472,464	0.0	1,472,464	0.0
Tobacco Settlement	4000495	20,789,408	0.3	41,676,799	0.5	29,632,059	0.3	30,177,649	0.3	29,632,059	0.3
Transfer from Medicaid Match	4000550	13,858,570	0.2	12,479,413	0.1	13,764,573	0.1	13,764,573	0.1	13,764,573	0.1
Transfer to Ar Pub Defender	4000603	(240,000)	0.0	(240,000)	0.0	(240,000)	0.0	(240,000)	0.0	(240,000)	0.0
Transfer to DFA Disbursing	4000610	(400,000)	0.0	(400,000)	0.0	(400,000)	0.0	(400,000)	0.0	(400,000)	0.0
Transfer to Medicaid Match	4000660	(12,826,386)	(0.2)	(12,869,419)	(0.2)	(12,868,843)	(0.1)	(12,868,843)	(0.1)	(12,868,843)	(0.1)
Transfer to State Police	4000675	(1,787,135)	0.0	(1,674,208)	0.0	(1,674,208)	0.0	(1,674,208)	0.0	(1,674,208)	0.0
Trust Fund Interest	4000705	0	0.0	20,000	0.0	20,000	0.0	0	0.0	20,000	0.0
Various Program Support	4000730	361,065,597	4.5	373,426,203	4.4	353,026,908	3.8	356,218,496	3.8	353,026,908	3.8
Total Funds		8,068,540,558	100.0	8,445,633,054	100.0	9,184,460,224	100.0	9,252,725,141	100.0	9,184,460,224	100.0
Excess Appropriation/(Funding)		(11,882,278)		(11,059,013)		802,632,289		876,927,870		802,632,289	
Grand Total		8,056,658,280		8,434,574,041		9,987,092,513		10,129,653,011		9,987,092,513	

The FY18 Budget amount in FC 896 Division of Aging and Adult Services exceeds the FY18 authorized amount due to implementation of Act 365 of 2017. The FY18 Budget amount in FC 896 Division of Children and Family Services exceeds the FY18 authorized amount due to implementation of Act 365 of 2017. FY18 Budget from Department of Human Services – Division of Children and Family Services includes the transfer of 0220 Child Abuse and Neglect Prevention Board established in Act 897 of 2017. Budget exceeds Authorized FC 1ET Alcohol & Drug Abuse and FC 896 Division of Behavioral Health Services due to a transfer from the Miscellaneous Federal Grant Holding Account. The FY18 Budget amount in FC 896 Division of Behavioral Health Services exceeds the FY18 authorized amount due to implementation of Act 365 of 2017. The FY18 Budget amount in FC 896 Division of Services for the Blind exceeds the FY18 authorized amount due to implementation of Act 365 of 2017. The FY18 Budget amount in FC 896 Division of Youth Services exceeds the FY18 authorized amount due to implementation of Act 365 of 2017. Budget exceeds Authorized Appropriation in FC 896 Division of Youth Services due to a Reallocation of Resources. The FY18 Budget amount in FC 896 Division of County Operations exceeds the FY18 authorized amount due to implementation of Act 365 of 2017.

ARKANSAS PLANNING BUDGETING & ADMINISTRATIVE SYSTEM
STATE CONTRACTS OVER \$50,000 AWARDED TO MINORITY OWNED BUSINESSES
Fiscal Year 2017
Required by A.C.A. 25-36-104

AGENCY: 0710 DHS - Administrative Services

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
AR Spanish Interpreters & Translators	\$152,040		X				
Arkansas Community Action Agencies	\$250,176	X					
Better Community Development Inc	\$93,199	X					
Esystems Inc	\$2,595,600				X		
HLH Consultants	\$2,100,529	X					
MH Miles CO CPC PC	\$448,880	X					
Phoenix Youth and Family Services I	\$593,854	X					

TOTAL NUMBER OF MINORITY CONTRACTS AWARDED 7

TOTAL EXPENDITURES FOR CONTRACTS AWARDED \$303,534,212

% OF MINORITY CONTRACTS AWARDED 1.51 %

Department Appropriation Summary

Historical Data

Agency Request and Recommendations

Appropriation	2016-2017		2017-2018		2017-2018		2018-2019					
	Actual	Pos	Budget	Pos	Authorized	Pos	Legislative Recommendation	Pos	Agency Request	Pos	Executive Recommendation	Pos
1DE Various Building Construction	4,870,233	0	11,020,006	0	12,232,687	0	11,623,203	0	11,623,203	0	11,623,203	0
414 Consolidated Cost	645,687	0	821,500	0	821,500	0	821,500	0	821,500	0	821,500	0
896 Director's Office	1,181,857	7	1,436,898	7	1,496,057	7	1,284,745	6	486,727	6	1,284,745	6
896 DHS-Admin Paying Account	0	0	575,768	5	578,338	5	573,373	7	450,443	6	573,373	7
896 DHS-Admin Paying Account	0	0	161,488	1	161,488	1	0	0	0	0	0	0
896 Office of Chief Counsel	11,959,161	187	12,224,598	166	12,611,857	166	12,639,034	172	11,959,394	173	12,639,034	172
896 Division of Administrative Services	27,017,377	269	13,241,301	186	17,997,883	186	33,236,989	270	34,785,965	312	33,236,989	270
896 DHS-Admin Paying Account	0	0	4,662,130	72	4,662,130	72	3,579,778	61	3,746,659	64	3,579,778	61
896 DHS-Admin Paying Account	0	0	17,706,548	65	17,706,548	148	4,750,348	66	5,202,465	72	4,750,348	66
896 DHS-Admin Paying Account	0	0	4,553,755	66	4,563,435	66	3,755,286	69	3,858,209	73	3,755,286	69
896 Community Svcs/Non-Profit Support	1,345,250	22	2,334,065	27	2,360,204	27	2,352,112	28	2,574,801	34	2,352,112	28
898 AmeriCorps Grants	1,660,657	0	2,510,704	0	2,510,704	0	2,510,704	0	2,510,704	0	2,510,704	0
898 Social Svcs Blk Grant-Fed	0	0	129,084	0	129,084	0	129,084	0	129,084	0	129,084	0
935 Community Srv/Non-Profit Support - Cash in Treasury	1,436	0	10,383	0	11,030	0	11,030	0	11,030	0	11,030	0
C99 Client Specific Emergency Services-Cash	0	0	111,600	0	111,600	0	111,600	0	111,600	0	111,600	0
Total	48,681,658	485	71,499,828	595	77,954,545	678	77,378,786	679	78,271,784	740	77,378,786	679

Funding Sources		%		%		%		%		%	
Fund Balance	4000005	10,314,875	17.0	11,882,278	14.8	8,811,727	10.9	8,811,727	10.7	8,811,727	10.9
General Revenue	4000010	16,417,962	27.1	20,918,907	26.0	20,998,613	26.0	22,663,441	27.5	20,998,613	26.0
Federal Revenue	4000020	16,606,290	27.4	22,395,075	27.9	24,831,983	30.8	24,831,983	30.2	24,831,983	30.8
Cash Fund	4000045	1,436	0.0	121,983	0.2	122,630	0.2	122,630	0.1	122,630	0.2
Merit Adjustment Fund	4000055	0	0.0	1,445,755	1.8	0	0.0	0	0.0	0	0.0
Reimbursement	4000425	6,437,636	10.6	7,949,455	9.9	10,729,539	13.3	10,729,539	13.0	10,729,539	13.3
Various Program Support	4000730	10,785,737	17.8	15,598,102	19.4	15,127,597	18.8	15,127,597	18.4	15,127,597	18.8
Total Funds		60,563,936	100.0	80,311,555	100.0	80,622,089	100.0	82,286,917	100.0	80,622,089	100.0
Excess Appropriation/(Funding)		(11,882,278)		(8,811,727)		(3,243,303)		(4,015,133)		(3,243,303)	
Grand Total		48,681,658		71,499,828		77,378,786		78,271,784		77,378,786	

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; Behavioral Health-Arkansas State Hospital and Arkansas Health Center; and Youth Services-Youth Services Centers and Wilderness Camps.

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 Director 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. Arkansas Code Annotated §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 Director's purview in order that the needs of the Department can be prioritized, however, maintained by the Division of Administrative Services. Expenditures for this appropriation are contingent upon available funding provided from within the Department.

The Agency Request reflects the FY19 requests from the 2016 Fall Budget Hearings Summary Manuals. The Legislative Recommendation and Executive Recommendation reflect the FY19 ALC/JBC recommendation from the 2016 Fall Budget Hearings Summary Manuals, any Governor's Letters adopted and member amendments.

Appropriation Summary

Appropriation: 1DE - Various Building Construction

Funding Sources: DHR - Human Services Renovation Fund

Appropriation		2016-2017	2017-2018	2017-2018	2018-2019		
		Actual	Budget	Authorized	Legislative Recommendation	Agency Request	Executive Recommendation
Construction	5090005	4,870,233	11,020,006	12,232,687	11,623,203	11,623,203	11,623,203
Total		4,870,233	11,020,006	12,232,687	11,623,203	11,623,203	11,623,203
Funding Sources							
Fund Balance	4000005	10,314,875	11,882,278		8,811,727	8,811,727	8,811,727
Reimbursement	4000425	6,437,636	7,949,455		10,729,539	10,729,539	10,729,539
Total Funding		16,752,511	19,831,733		19,541,266	19,541,266	19,541,266
Excess Appropriation/(Funding)		(11,882,278)	(8,811,727)		(7,918,063)	(7,918,063)	(7,918,063)
Grand Total		4,870,233	11,020,006		11,623,203	11,623,203	11,623,203

Analysis of Budget Request

Appropriation: 414 - Consolidated Cost

Funding Sources: MCC - Consolidated Cost Revolving Fund

The Division of Administrative 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.

The Agency Request reflects the FY19 requests from the 2016 Fall Budget Hearings Summary Manuals. The Legislative Recommendation and Executive Recommendation reflect the FY19 ALC/JBC recommendation from the 2016 Fall Budget Hearings Summary Manuals, any Governor's Letters adopted and member amendments.

Appropriation Summary

Appropriation: 414 - Consolidated Cost

Funding Sources: MCC - Consolidated Cost Revolving Fund

Appropriation		2016-2017	2017-2018	2017-2018	2018-2019		
		Actual	Budget	Authorized	Legislative Recommendation	Agency Request	Executive Recommendation
Operating Expenses	5020002	645,687	821,500	821,500	821,500	821,500	821,500
Conference & Travel Expenses	5050009	0	0	0	0	0	0
Professional Fees	5060010	0	0	0	0	0	0
Data Processing	5090012	0	0	0	0	0	0
Capital Outlay	5120011	0	0	0	0	0	0
Total		645,687	821,500	821,500	821,500	821,500	821,500
Funding Sources							
Various Program Support	4000730	645,687	821,500		821,500	821,500	821,500
Total Funding		645,687	821,500		821,500	821,500	821,500
Excess Appropriation/(Funding)		0	0		0	0	0
Grand Total		645,687	821,500		821,500	821,500	821,500

Analysis of Budget Request

Appropriation: 896 - DHS–Admin Paying Account

Funding Sources: DHS–Admin Paying Account

The Department is requesting to create a new structure for this Division of DHS by combining the Administrative components of the Agency into a Shared Services Division. This reorganization would combine the Director's Office, Office of Chief Counsel, Division of Community Service and Nonprofit Support into the Administrative Services appropriation section. This new structure also consolidates the various finance, procurement, technology and human resources functions from the Divisions into a centralized location to better coordinate efforts across the agency.

This new structure consists of eight (8) sections listed below:

The **Director's Office** oversees collaboration and decision-making between business functions to ensure accountability and produce efficiencies within the Agency.

The **Office of Finance** ensures the efficiency, effectiveness, and integrity of Department of Human Services programs in the areas of budget administration, financial guidance, program integrity and audit, and long term planning. To accomplish this mission, this Office provides oversight, supervision, guidance and support across all finance staff within the agency.

The **Office of Procurement** ensures greater consistency in procurements across the agency. DHS Office of Procurement is a dedicated team specialized in the procurement of commodities and professional/technical services. The office has benefited from integrating division staff with both procurement and programmatic expertise. This reorganization allows the unit to more effectively forecast and leverage the agency's buying power against its purchasing needs to make certain the state receives improved pricing and to avoid waste. The goal is to operate procurements in a manner that is fair, open, and transparent, and encourages competition. DHS Office of Procurement has worked to mitigate risk and has implemented changes to its key business operations and work flow processes to make certain best practices and consistency are being utilized. This office places a high value on the integrity and transparency of procurements in compliance with state, federal, and agency laws, rules, regulations, and processes.

The stated mission of the **Office of Systems and Technology** is to provide, coordinate, and manage information technology solutions to support DHS strategic objectives, and to embrace a technological vision that makes us integral partners in the delivery of human services to Arkansas citizens. This Office establishes standards for equipment and software to support DHS staffs' technology needs. In addition, this

office provides oversight, supervision, guidance and support to all technology staff of the agency.

The **Office of Human Resources** provides administrative/personnel services that support DHS. This section ensures that qualified applicants are provided an equal opportunity for employment consideration in accordance with personnel/employment laws and policies. This section processes all new hires, terminations, promotions, retirements, cross grades and other personnel changes for approximately 7,800 employees.

The **Office of Chief Counsel** provides legal, investigative and hearing services to the Agency in the areas of child welfare, adult protective services, delivery of services, and program administration. The office investigates client and provider complaints of rude, discourteous or unlawful treatment. In addition, this office provides support to DHS employees by assisting employee with law and rule interstition and promulgation as well as for grievances and review hearing to ensure federal and state civil rights/anti-discrimination laws are followed.

The **Office of Legislative & Intergovernmental Affairs** serves as the contact point for the Governor along with Arkansas State and federal legislators for policy questions and constituent needs involving DHS. The office also gives direction regarding legislative procedural questions and concerns from DHS staff.

The **Office of Communications and Community Engagement** (with the Division of Community Service and Non-profit Support reporting through this office) has three distinct roles: 1.) Handling all internal and external communications, including websites, media inquiries and social media platforms for DHS; 2.) Overseeing the national service programs of AmeriCorps and Foster Grandparents in Arkansas, including the monitoring of all grant awardees, and 3.) Working to identify gaps in services or areas within DHS where faith-based and non-profits would be better suited to serve Arkansas. The office as a whole also promotes the economic and societal benefits of volunteerism in Arkansas.

Funding for this appropriation includes general revenues (DAS - Department of Human Services Administration Fund Account), federal and other funds. The federal funds are derived from support services allocated through cost allocation and social service block grant funds. Other funding which is indicated as various program support is derived through cost allocation and can also include M&R proceeds.

The Agency Request reflects the FY19 requests from the 2016 Fall Budget Hearings Summary Manuals. The Legislative Recommendation and Executive Recommendation reflect the FY19 ALC/JBC recommendation from the 2016 Fall Budget Hearings Summary Manuals, any Governor's Letters adopted and member amendments.

Appropriation Summary

Appropriation: 896 - DHS--Admin Paying Account

Funding Sources: DHS--Admin Paying Account

Appropriation		2016-2017	2017-2018	2017-2018	2018-2019		
		Actual	Budget	Authorized	Legislative Recommendation	Agency Request	Executive Recommendation
Regular Salaries	5010000	18,968,267	30,204,715	31,069,481	31,086,781	31,755,958	31,086,781
	#Positions	485	595	678	679	740	679
Extra Help	5010001	265,298	448,139	448,139	448,139	448,139	448,139
	#Extra Help	27	30	30	30	30	30
Personal Services Matching	5010003	6,723,761	9,987,397	10,945,515	10,950,488	11,174,309	10,950,488
Overtime	5010006	168	11,000	11,000	11,000	11,000	11,000
Operating Expenses	5020002	4,340,518	3,090,487	6,024,856	6,036,308	6,036,308	6,036,308
Conference & Travel Expenses	5050009	47,262	62,723	229,523	229,523	229,523	229,523
Professional Fees	5060010	8,922,492	10,608,855	10,914,691	10,914,691	10,914,691	10,914,691
Data Processing	5090012	0	0	0	0	0	0
Capital Outlay	5120011	94,229	165,000	165,000	165,000	165,000	165,000
Grandparent Foster Program	5900038	123,466	340,135	340,135	340,135	340,135	340,135
Data Processing Services	5900044	2,018,184	1,978,100	1,989,600	1,989,600	1,989,600	1,989,600
Total		41,503,645	56,896,551	62,137,940	62,171,665	63,064,663	62,171,665
Funding Sources							
General Revenue	4000010	16,417,962	20,918,907		20,998,613	22,663,441	20,998,613
Federal Revenue	4000020	14,945,633	19,755,287		22,192,195	22,192,195	22,192,195
Merit Adjustment Fund	4000055	0	1,445,755		0	0	0
Various Program Support	4000730	10,140,050	14,776,602		14,306,097	14,306,097	14,306,097
Total Funding		41,503,645	56,896,551		57,496,905	59,161,733	57,496,905
Excess Appropriation/(Funding)		0	0		4,674,760	3,902,930	4,674,760
Grand Total		41,503,645	56,896,551		62,171,665	63,064,663	62,171,665

Analysis of Budget Request

Appropriation: 898 - DHS-Grants Paying Account

Funding Sources: PWE - Grants Paying

Social Services Block Grant

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 percent 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.).

The Agency Request reflects the FY19 requests from the 2016 Fall Budget Hearings Summary Manuals. The Legislative Recommendation and Executive Recommendation reflect the FY19 ALC/JBC recommendation from the 2016 Fall Budget Hearings Summary Manuals, any Governor's Letters adopted and member amendments.

Appropriation Summary

Appropriation: 898 - DHS-Grants Paying Account

Funding Sources: PWE - Grants Paying

Appropriation	2016-2017	2017-2018	2017-2018	2018-2019		
	Actual	Budget	Authorized	Legislative Recommendation	Agency Request	Executive Recommendation
Purchase of Services 5100004	0	129,084	129,084	129,084	129,084	129,084
AmeriCorps Grants 5100004	1,660,657	2,510,704	2,510,704	2,510,704	2,510,704	2,510,704
Total	1,660,657	2,639,788	2,639,788	2,639,788	2,639,788	2,639,788
Funding Sources						
Federal Revenue 4000020	1,660,657	2,639,788		2,639,788	2,639,788	2,639,788
Total Funding	1,660,657	2,639,788		2,639,788	2,639,788	2,639,788
Excess Appropriation/(Funding)	0	0		0	0	0
Grand Total	1,660,657	2,639,788		2,639,788	2,639,788	2,639,788

Analysis of Budget Request

Appropriation: 935 - Community Srv/Non-Profit Support – Cash in Treasury

Funding Sources: NHS - Cash in Treasury

This appropriation provides the Division of Community Service and Nonprofit Support authority for expenditure of fees and donations relating to various efforts established around the State. The funds are for training, volunteer recognition and special volunteer event expenses. These funds are interest income as well as honoraria from speaking engagements and donations.

The Agency Request reflects the FY19 requests from the 2016 Fall Budget Hearings Summary Manuals. The Legislative Recommendation and Executive Recommendation reflect the FY19 ALC/JBC recommendation from the 2016 Fall Budget Hearings Summary Manuals, any Governor's Letters adopted and member amendments.

Expenditure of appropriation is contingent upon available funding.

Appropriation Summary

Appropriation: 935 - Community Srv/Non-Profit Support – Cash in Treasury

Funding Sources: NHS - Cash in Treasury

Appropriation		2016-2017	2017-2018	2017-2018	2018-2019		
		Actual	Budget	Authorized	Legislative Recommendation	Agency Request	Executive Recommendation
Operating Expenses	5020002	1,436	7,233	7,233	7,233	7,233	7,233
Conference & Travel Expenses	5050009	0	2,218	2,865	2,865	2,865	2,865
Professional Fees	5060010	0	932	932	932	932	932
Data Processing	5090012	0	0	0	0	0	0
Capital Outlay	5120011	0	0	0	0	0	0
Total		1,436	10,383	11,030	11,030	11,030	11,030
Funding Sources							
Cash Fund	4000045	1,436	10,383		11,030	11,030	11,030
Total Funding		1,436	10,383		11,030	11,030	11,030
Excess Appropriation/(Funding)		0	0		0	0	0
Grand Total		1,436	10,383		11,030	11,030	11,030

Analysis of Budget Request

Appropriation: C99 - Client Specific Emergency Services–Cash

Funding Sources: 120 - Client Specific Emergency Services-Cash

This appropriation is a contingency for immediate, short term and specific client emergencies such as shelter, food or transportation. Federal social services block grant funds would be utilized should payments be necessary. There were no expenditures made under this appropriation in FY2016 and \$111,600 is budgeted in FY2017.

The Agency Request reflects the FY19 requests from the 2016 Fall Budget Hearings Summary Manuals. The Legislative Recommendation and Executive Recommendation reflect the FY19 ALC/JBC recommendation from the 2016 Fall Budget Hearings Summary Manuals, any Governor’s Letters adopted and member amendments.

Expenditure of appropriation is contingent upon available funding.

Appropriation Summary

Appropriation: C99 - Client Specific Emergency Services–Cash

Funding Sources: 120 - Client Specific Emergency Services-Cash

Appropriation	2016-2017	2017-2018	2017-2018	2018-2019		
	Actual	Budget	Authorized	Legislative Recommendation	Agency Request	Executive Recommendation
Purchase of Services 5900043	0	111,600	111,600	111,600	111,600	111,600
Total	0	111,600	111,600	111,600	111,600	111,600
Funding Sources						
Cash Fund 4000045	0	111,600		111,600	111,600	111,600
Total Funding	0	111,600		111,600	111,600	111,600
Excess Appropriation/(Funding)	0	0		0	0	0
Grand Total	0	111,600		111,600	111,600	111,600

State Contracts Over \$50,000 Awarded To Minority Owned Businesses Fiscal Year 2017

None

Department Appropriation Summary

Appropriation	Historical Data						Agency Request and Recommendations					
	2016-2017		2017-2018		2017-2018		2018-2019					
	Actual	Pos	Budget	Pos	Authorized	Pos	Legislative Recommendation	Pos	Agency Request	Pos	Executive Recommendation	Pos
418 Meals on Wheels	2,026,201	0	2,400,000	0	2,400,000	0	2,400,000	0	2,500,000	0	2,400,000	0
896 Division of Aging & Adult Services	17,617,808	300	19,959,087	269	19,173,746	291	19,186,464	291	20,357,743	302	19,186,464	291
898 Nursing Home Care Alternatives	4,457,189	0	4,791,025	0	4,807,525	0	4,807,525	0	6,807,525	0	4,807,525	0
898 Nutrition Program	8,834,468	0	11,460,582	0	11,630,080	0	11,630,080	0	12,630,080	0	11,630,080	0
898 Older Worker Program Grants	999,737	0	1,052,665	0	1,052,665	0	1,052,665	0	1,552,665	0	1,052,665	0
898 Project Grants	8,697,876	0	9,667,398	0	10,367,702	0	10,367,702	0	12,367,702	0	10,367,702	0
898 Retired & Sr Volunteer Program	73,705	0	75,000	0	75,000	0	75,000	0	75,000	0	75,000	0
898 Sr Citizen Centers	4,811,609	0	5,000,000	0	5,000,000	0	5,000,000	0	5,000,000	0	5,000,000	0
978 Senior Olympics	70,000	0	70,000	0	70,000	0	70,000	0	70,000	0	70,000	0
Total	47,588,593	300	54,475,757	269	54,576,718	291	54,589,436	291	61,360,715	302	54,589,436	291

Funding Sources		%		%		%		%		%	
General Revenue 4000010	17,935,414	37.7	15,867,347	29.1		16,268,179	30.9	16,268,179	30.9	16,268,179	30.9
Federal Revenue 4000020	26,621,357	55.9	32,324,901	59.3		31,245,179	59.3	31,245,179	59.3	31,245,179	59.3
Special Revenue 4000030	2,208,881	4.6	2,507,000	4.6		2,508,500	4.8	2,508,500	4.8	2,508,500	4.8
Merit Adjustment Fund 4000055	0	0.0	1,454,554	2.7		0	0.0	0	0.0	0	0.0
Transfer to Medicaid Match 4000660	(32,582)	(0.1)	(33,158)	(0.1)		(32,582)	(0.1)	(32,582)	(0.1)	(32,582)	(0.1)
Various Program Support 4000730	855,523	1.8	2,355,113	4.3		2,658,198	5.0	2,658,198	5.0	2,658,198	5.0
Total Funds	47,588,593	100.0	54,475,757	100.0		52,647,474	100.0	52,647,474	100.0	52,647,474	100.0
Excess Appropriation/(Funding)	0		0			1,941,962		8,713,241		1,941,962	
Grand Total	47,588,593		54,475,757			54,589,436		61,360,715		54,589,436	

The FY18 Budget amount in FC 896 Division of Aging and Adult Services exceeds the FY18 authorized amount due to implementation of Act 365 of 2017.

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 and unable to prepare nutritionally adequate meals, and live in an area where the meal 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 A.C.A. § 26-57-802 (Act 1211 of 1991). Additional funding was provided by a new \$1.25 tax per 1,000 cigarettes levied in 2001 by A.C.A. §26-57-1101 and a privilege tax by A.C.A. §26-57-1102 on tobacco products other than cigarettes on the first sale to wholesalers or retailers within the state at two percent (2%) of the manufacturer's selling price (Act 1698 of 2001). A.C.A §26-57-1103 (Act 2219 of 2005) 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.

The Agency Request reflects the FY19 requests from the 2016 Fall Budget Hearings Summary Manuals. The Legislative Recommendation and Executive Recommendation reflect the FY19 ALC/JBC recommendation from the 2016 Fall Budget Hearings Summary Manuals, any Governor's Letters adopted and member amendments.

Appropriation Summary

Appropriation: 418 - Meals on Wheels

Funding Sources: DHP - Aging and Adult Services Fund Account

Appropriation	2016-2017	2017-2018	2017-2018	2018-2019		
	Actual	Budget	Authorized	Legislative Recommendation	Agency Request	Executive Recommendation
Transportation Services 5900046	2,026,201	2,400,000	2,400,000	2,400,000	2,500,000	2,400,000
Total	2,026,201	2,400,000	2,400,000	2,400,000	2,500,000	2,400,000
Funding Sources						
Special Revenue 4000030	2,026,201	2,400,000		2,400,000	2,400,000	2,400,000
Total Funding	2,026,201	2,400,000		2,400,000	2,400,000	2,400,000
Excess Appropriation/(Funding)	0	0		0	100,000	0
Grand Total	2,026,201	2,400,000		2,400,000	2,500,000	2,400,000

Analysis of Budget Request

Appropriation: 896 - DHS–Admin Paying Account

Funding Sources: PWP - Administration Paying

This appropriation provides for the operations of the Division of Aging and Adult Services (DAAS) of the Department of Human Services. This Division promotes the health, safety, and independence of older Arkansans and adults with physical disabilities by providing programs and services including in-home care, adult day service, case management, education, support groups, health and wellness activities, employment services, and information and referral. Services are provided primarily through a network of eight Area Agencies on Aging (AAAs), over 100 community providers, and over 200 senior citizen centers.

The Project Grants appropriation provides a 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 supports 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 age 55 and over 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 eight regional programs. It provides people age 55 and 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 our members to socialize with other active seniors.

The Senior Citizens Centers appropriation provides DAAS 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 DAAS provides for low-income persons age 55 and over 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 Alternative appropriations of DAAS encompass three programs: Alternatives, Assisted Living, and ElderChoices. All three are Medicaid home and community-based programs that provide services to Arkansas residents of several age ranges.

- Alternatives provides attendant care and environmental modification services to individuals age 21 through 64 who meet the criteria for intermediate nursing home care. The individuals' income should be less than 300% of poverty to meet the resource limits for Medicaid. Those who qualify may also receive regular Medicaid Benefits.
- Assisted Livings waiver program provides 24-hour supervision and supportive services, including limited nursing services in a congregate setting to persons aged 21 and older who have an income of no more than 300% of SSI and limited resources.
- ElderChoices provides in-home services to individuals 64 and over. 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, the home of a caregiver or foster facility. Services may include adult day care, adult day healthcare, adult foster care, chore, home delivered meals, homemaker services, personal emergency response system and respite care.

DAAS'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.

The funding for this appropriation is comprised of general revenue (DHP - Aging and Adult Services Fund Account), federal revenue, special revenue, and other funding. Federal revenue includes Title III - Older Americans Act, Title V - Federal Older Worker, Title VII - Ombudsman and Elder Abuse, Adult Protective Services, Nutrition Services Incentive Program, USDA Farmers Market, and Social Services Block Grant. DAAS is the successful recipient of several highly competitive and sought after federal grants: Money Follows the Person, Senior Medicare/Medicaid Fraud Patrol Expansion and Capacity Building, Medicare Enrollment Assistance for Area Agencies on Aging, Medicare Enrollment Assistance for Aging and Disability Resource Centers, and Adult Abuse/Violence of Female Victims. Other revenues indicated as various program support includes Adult Protective Service Registry Fees, Ombudsman Fees, and Area Agency on Aging Income Tax Check-Off (A.C.A. §26-51-454). Special revenue is the "In God We Trust License Plate Fund" (A.C.A. §27-15-4904).

The Agency Request reflects the FY19 requests from the 2016 Fall Budget Hearings Summary Manuals. The Legislative Recommendation and Executive Recommendation reflect the FY19 ALC/JBC recommendation from the 2016 Fall Budget Hearings Summary Manuals, any Governor's Letters adopted and member amendments.

Appropriation Summary

Appropriation: 896 - DHS--Admin Paying Account

Funding Sources: PWP - Administration Paying

Appropriation		2016-2017	2017-2018	2017-2018	2018-2019		
		Actual	Budget	Authorized	Legislative Recommendation	Agency Request	Executive Recommendation
Regular Salaries	5010000	11,357,684	12,791,365	11,978,657	11,988,957	12,036,052	11,988,957
	#Positions	300	269	291	291	302	291
Extra Help	5010001	77,159	120,434	120,434	120,434	120,434	120,434
	#Extra Help	6	18	18	18	18	18
Personal Services Matching	5010003	4,045,190	4,314,218	4,341,585	4,344,003	4,357,187	4,344,003
Operating Expenses	5020002	1,857,264	2,103,320	2,103,320	2,103,320	2,603,320	2,103,320
Conference & Travel Expenses	5050009	77,888	98,000	98,000	98,000	98,500	98,000
Professional Fees	5060010	202,623	531,750	531,750	531,750	1,031,750	531,750
Data Processing	5090012	0	0	0	0	0	0
Project Grants	5100004	8,697,876	9,667,398	10,367,702	10,367,702	12,367,702	10,367,702
Retired & Sr Volunteer Prgm	5100004	73,705	75,000	75,000	75,000	75,000	75,000
Sr Citizen Centers	5100004	4,811,609	5,000,000	5,000,000	5,000,000	5,000,000	5,000,000
Older Wkrs Prgm Grant	5100004	999,737	1,052,665	1,052,665	1,052,665	1,552,665	1,052,665
Grants and Aid	5100004	0	0	0	0	0	0
Nursing Hm Care Alternatives	5100004	4,457,189	4,791,025	4,807,525	4,807,525	6,807,525	4,807,525
Nutrition Programs	5100004	8,834,468	11,460,582	11,630,080	11,630,080	12,630,080	11,630,080
Capital Outlay	5120011	0	0	0	0	110,500	0
Total		45,492,392	52,005,757	52,106,718	52,119,436	58,790,715	52,119,436

Funding Sources							
General Revenue	4000010	17,865,414	15,797,347		16,198,179	16,198,179	16,198,179
Federal Revenue	4000020	26,621,357	32,324,901		31,245,179	31,245,179	31,245,179
Special Revenue	4000030	182,680	107,000		108,500	108,500	108,500
Merit Adjustment Fund	4000055	0	1,454,554		0	0	0
Transfer to Medicaid Match	4000660	(32,582)	(33,158)		(32,582)	(32,582)	(32,582)
Various Program Support	4000730	855,523	2,355,113		2,658,198	2,658,198	2,658,198
Total Funding		45,492,392	52,005,757		50,177,474	50,177,474	50,177,474
Excess Appropriation/(Funding)		0	0		1,941,962	8,613,241	1,941,962
Grand Total		45,492,392	52,005,757		52,119,436	58,790,715	52,119,436

The FY18 Budget amount in Regular Salaries exceeds the FY18 authorized amount due to implementation of Act 365 of 2017.

Analysis of Budget Request

Appropriation: 978 - Senior Olympics

Funding Sources: DHP - Aging and Adult 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 (10) age divisions that apply to both men and women for individual and doubles events, and seven (7) 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 (DHP - Aging and Adult Services Fund Account).

The Agency Request reflects the FY19 requests from the 2016 Fall Budget Hearings Summary Manuals. The Legislative Recommendation and Executive Recommendation reflect the FY19 ALC/JBC recommendation from the 2016 Fall Budget Hearings Summary Manuals, any Governor's Letters adopted and member amendments.

Appropriation Summary

Appropriation: 978 - Senior Olympics

Funding Sources: DHP - Aging and Adult Services Fund Account

Appropriation	2016-2017	2017-2018	2017-2018	2018-2019		
	Actual	Budget	Authorized	Legislative Recommendation	Agency Request	Executive Recommendation
Grants and Aid 5100004	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
Funding Sources						
General Revenue 4000010	70,000	70,000		70,000	70,000	70,000
Total Funding	70,000	70,000		70,000	70,000	70,000
Excess Appropriation/(Funding)	0	0		0	0	0
Grand Total	70,000	70,000		70,000	70,000	70,000

State Contracts Over \$50,000 Awarded To Minority Owned Businesses Fiscal Year 2017

None

Department Appropriation Summary

		Historical Data						Agency Request and Recommendations					
Appropriation		2016-2017		2017-2018		2017-2018		2018-2019					
		Actual	Pos	Budget	Pos	Authorized	Pos	Legislative Recommendation	Pos	Agency Request	Pos	Executive Recommendation	Pos
882	State Residential Treatment	8,082,470	0	12,595,141	0	13,862,656	0	13,953,656	0	13,953,656	0	13,953,656	0
883	Foster Care	36,834,029	0	44,911,982	0	44,911,982	0	48,736,982	0	48,736,982	0	48,736,982	0
896	Division of Children & Family Services	74,512,039	1,176	87,924,105	1,202	87,313,992	1,215	93,319,037	1,282	93,319,037	1,301	93,319,037	1,282
896	DHS-Admin Paying Account	0	0	525,960	1	524,432	1	524,884	1	0	0	524,884	1
898	TANF/Foster Care	60,467,100	0	64,571,859	0	76,181,879	0	85,817,193	0	85,817,193	0	85,817,193	0
V83	DHS - Children's Trust Fund	0	0	275,979	1	274,238	1	274,675	1	0	0	274,675	1
Total		179,895,638	1,176	210,805,026	1,204	223,069,179	1,217	242,626,427	1,284	241,826,868	1,301	242,626,427	1,284

Funding Sources			%		%		%		%		%		
Fund Balance	4000005	0	0.0	2,153,265	1.0			2,247,286	1.0	0	0.0	2,247,286	1.0
General Revenue	4000010	90,090,396	50.1	116,580,388	54.7			130,181,014	59.8	140,181,014	62.4	130,181,014	59.8
Federal Revenue	4000020	77,998,288	43.4	66,542,983	31.2			82,164,767	37.7	81,640,335	36.4	82,164,767	37.7
Special Revenue	4000030	0	0.0	350,000	0.2			325,000	0.1	0	0.0	325,000	0.1
Merit Adjustment Fund	4000055	0	0.0	1,098,446	0.5			0	0.0	0	0.0	0	0.0
Reimbursement	4000425	3,105,260	1.7	3,700,000	1.7			3,725,000	1.7	3,725,000	1.7	3,725,000	1.7
Transfer to State Police	4000675	(1,787,135)	(1.0)	(1,674,208)	(0.8)			(1,674,208)	(0.8)	(1,674,208)	(0.7)	(1,674,208)	(0.8)
Trust Fund Interest	4000705	0	0.0	20,000	0.0			20,000	0.0	0	0.0	20,000	0.0
Various Program Support	4000730	10,488,829	5.8	24,281,438	11.4			710,095	0.3	710,095	0.3	710,095	0.3
Total Funds		179,895,638	100.0	213,052,312	100.0			217,698,954	100.0	224,582,236	100.0	217,698,954	100.0
Excess Appropriation/(Funding)		0		(2,247,286)				24,927,473		17,244,632		24,927,473	
Grand Total		179,895,638		210,805,026				242,626,427		241,826,868		242,626,427	

The FY18 Budget amount in FC 896 Division of Children and Family Services exceeds the FY18 authorized amount due to implementation of Act 365 of 2017. FY18 Budget from Department of Human Services – Division of Children and Family Services includes the transfer of 0220 Child Abuse and Neglect Prevention Board established in Act 897 of 2017.

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. The services 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.

The Agency Request reflects the FY19 requests from the 2016 Fall Budget Hearings Summary Manuals. The Legislative Recommendation and Executive Recommendation reflect the FY19 ALC/JBC recommendation from the 2016 Fall Budget Hearings Summary Manuals, any Governor's Letters adopted and member amendments.

Appropriation Summary

Appropriation: 882 - State Residential Treatment

Funding Sources: DCF - Children and Family Services Fund Account

Appropriation		2016-2017	2017-2018	2017-2018	2018-2019		
		Actual	Budget	Authorized	Legislative Recommendation	Agency Request	Executive Recommendation
Grants and Aid	5100004	8,082,470	12,595,141	13,862,656	13,953,656	13,953,656	13,953,656
Total		8,082,470	12,595,141	13,862,656	13,953,656	13,953,656	13,953,656
Funding Sources							
General Revenue	4000010	8,081,937	11,301,742		13,928,656	13,928,656	13,928,656
Reimbursement	4000425	0	0		25,000	25,000	25,000
Various Program Support	4000730	533	1,293,399		0	0	0
Total Funding		8,082,470	12,595,141		13,953,656	13,953,656	13,953,656
Excess Appropriation/(Funding)		0	0		0	0	0
Grand Total		8,082,470	12,595,141		13,953,656	13,953,656	13,953,656

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), refunds that consist of board reimbursements for spent general revenue and other funding which is indicated as various program support can also include sources such as 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.

The Agency Request reflects the FY19 requests from the 2016 Fall Budget Hearings Summary Manuals. The Legislative Recommendation and Executive Recommendation reflect the FY19 ALC/JBC recommendation from the 2016 Fall Budget Hearings Summary Manuals, any Governor's Letters adopted and member amendments.

Appropriation Summary

Appropriation: 883 - Foster Care

Funding Sources: DCF - Children and Family Services Fund Account

Appropriation		2016-2017	2017-2018	2017-2018	2018-2019		
		Actual	Budget	Authorized	Legislative Recommendation	Agency Request	Executive Recommendation
Grants and Aid	5100004	36,834,029	44,911,982	44,911,982	48,736,982	48,736,982	48,736,982
Total		36,834,029	44,911,982	44,911,982	48,736,982	48,736,982	48,736,982
Funding Sources							
General Revenue	4000010	28,163,982	36,312,107		44,725,635	44,725,635	44,725,635
Reimbursement	4000425	3,105,260	3,700,000		3,700,000	3,700,000	3,700,000
Various Program Support	4000730	5,564,787	4,899,875		0	0	0
Total Funding		36,834,029	44,911,982		48,425,635	48,425,635	48,425,635
Excess Appropriation/(Funding)		0	0		311,347	311,347	311,347
Grand Total		36,834,029	44,911,982		48,736,982	48,736,982	48,736,982

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 supports 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.

Funding for this appropriation includes general revenue (DCF-Children and Family Services Fund Account), federal revenues and other revenues, which is 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 which are indicated as various program support 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.

In Act 897 of 2017, The Child Abuse and Neglect Prevention Board was abolished and transferred to the Department of Human Services to be administered by the Division of Children and Family Services. The Community Grants are 100% federally funded through the U. S. Department of Health and Human Services, and is utilized for operational costs and grants to local communities for the development or operation of child abuse prevention programs.

The Agency Request reflects the FY19 requests from the 2016 Fall Budget Hearings Summary Manuals. The Legislative Recommendation and Executive Recommendation reflect the FY19 ALC/JBC recommendation from the 2016 Fall Budget Hearings Summary Manuals, any Governor's Letters adopted and member amendments.

Appropriation Summary

Appropriation: 896 - DHS--Admin Paying Account

Funding Sources: PWP - Administration Paying

Appropriation		2016-2017	2017-2018	2017-2018	2018-2019		
		Actual	Budget	Authorized	Legislative Recommendation	Agency Request	Executive Recommendation
Regular Salaries	5010000	38,614,061	47,168,976	42,342,808	44,426,649	44,390,494	44,426,649
	#Positions	1,176	1,203	1,216	1,283	1,301	1,283
Extra Help	5010001	682,106	776,330	1,231,570	1,231,570	1,231,570	1,231,570
	#Extra Help	53	65	65	65	65	65
Personal Services Matching	5010003	13,874,938	17,277,649	16,502,750	17,329,406	17,316,258	17,329,406
Overtime	5010006	34,292	1,200,000	1,200,000	1,200,000	1,200,000	1,200,000
Operating Expenses	5020002	10,241,221	10,534,474	12,568,660	15,241,660	15,230,660	15,241,660
Conference & Travel Expenses	5050009	16,579	39,011	39,011	39,011	30,000	39,011
Professional Fees	5060010	11,048,842	11,008,055	13,508,055	13,930,055	13,920,055	13,930,055
Data Processing	5090012	0	0	0	0	0	0
Grants and Aid	5100004	0	445,570	445,570	445,570	0	445,570
Capital Outlay	5120011	0	0	0	0	0	0
Total		74,512,039	88,450,065	87,838,424	93,843,921	93,319,037	93,843,921
Funding Sources							
General Revenue	4000010	33,661,454	43,911,202		41,153,773	51,153,773	41,153,773
Federal Revenue	4000020	38,120,519	35,666,460		41,681,838	41,157,406	41,681,838
Merit Adjustment Fund	4000055	0	1,098,446		0	0	0
Transfer to State Police	4000675	(1,787,135)	(1,674,208)		(1,674,208)	(1,674,208)	(1,674,208)
Various Program Support	4000730	4,517,201	9,448,165		370,095	370,095	370,095
Total Funding		74,512,039	88,450,065		81,531,498	91,007,066	81,531,498
Excess Appropriation/(Funding)		0	0		12,312,423	2,311,971	12,312,423
Grand Total		74,512,039	88,450,065		93,843,921	93,319,037	93,843,921

The FY18 Budget amount in Regular Salaries and Personal Services Matching exceeds the FY18 authorized amount due to implementation of Act 365 of 2017.

FY18 Budget from Department of Human Services – Division of Children and Family Services includes the transfer of 0220 Child Abuse and Neglect Prevention Board established in Act 897 of 2017.

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 States 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 age 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 and consists of match out of board reimbursements.

The Agency Request reflects the FY19 requests from the 2016 Fall Budget Hearings Summary Manuals. The Legislative Recommendation and Executive Recommendation reflect the FY19 ALC/JBC recommendation from the 2016 Fall Budget Hearings Summary Manuals, any Governor's Letters adopted and member amendments.

Appropriation Summary

Appropriation: 898 - DHS-Grants Paying Account

Funding Sources: PWE - Grants Paying

Appropriation		2016-2017	2017-2018	2017-2018	2018-2019		
		Actual	Budget	Authorized	Legislative Recommendation	Agency Request	Executive Recommendation
Grants and Aid	5100004	60,467,100	64,571,859	76,181,879	85,817,193	85,817,193	85,817,193
Total		60,467,100	64,571,859	76,181,879	85,817,193	85,817,193	85,817,193
Funding Sources							
General Revenue	4000010	20,183,023	25,055,337		30,372,950	30,372,950	30,372,950
Federal Revenue	4000020	39,877,769	30,876,523		40,482,929	40,482,929	40,482,929
Various Program Support	4000730	406,308	8,639,999		340,000	340,000	340,000
Total Funding		60,467,100	64,571,859		71,195,879	71,195,879	71,195,879
Excess Appropriation/(Funding)		0	0		14,621,314	14,621,314	14,621,314
Grand Total		60,467,100	64,571,859		85,817,193	85,817,193	85,817,193

Analysis of Budget Request

Appropriation: V83 - DHS - Children's Trust Fund

Funding Sources: TCT - Children's Trust Fund

In Act 897 of 2017, The Child Abuse and Neglect Prevention Board was abolished and transferred to the Department of Human Services to be administered by the Division of Children and Family Services.

The Department of Human Services - Division of Children and Family Services 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 Arkansas Code Annotated § 9-30-101 et. seq. Currently the Department contracts with Arkansas Child Abuse Prevention, a local non-profit organization to carry out the functions and directions of the Department. This includes fiscal activities of the Department, 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.

The Agency Request reflects the FY19 requests from the 2016 Fall Budget Hearings Summary Manuals. The Legislative Recommendation and Executive Recommendation reflect the FY19 ALC/JBC recommendation from the 2016 Fall Budget Hearings Summary Manuals, any Governor's Letters adopted and member amendments.

Appropriation Summary

Appropriation: V83 - DHS - Children's Trust Fund

Funding Sources: TCT - Children's Trust Fund

Appropriation		2016-2017	2017-2018	2017-2018	2018-2019		
		Actual	Budget	Authorized	Legislative Recommendation	Agency Request	Executive Recommendation
Regular Salaries	5010000	0	44,769	44,332	44,769	0	44,769
	#Positions	0	1	1	1	0	1
Personal Services Matching	5010003	0	16,411	15,107	15,107	0	15,107
Operating Expenses	5020002	0	17,770	17,770	17,770	0	17,770
Conference & Travel Expenses	5050009	0	0	0	0	0	0
Professional Fees	5060010	0	0	0	0	0	0
Data Processing	5090012	0	0	0	0	0	0
Grants and Aid	5100004	0	197,029	197,029	197,029	0	197,029
Capital Outlay	5120011	0	0	0	0	0	0
Total		0	275,979	274,238	274,675	0	274,675
Funding Sources							
Fund Balance	4000005	0	2,153,265		2,247,286	0	2,247,286
Special Revenue	4000030	0	350,000		325,000	0	325,000
Trust Fund Interest	4000705	0	20,000		20,000	0	20,000
Total Funding		0	2,523,265		2,592,286	0	2,592,286
Excess Appropriation/(Funding)		0	(2,247,286)		(2,317,611)	0	(2,317,611)
Grand Total		0	275,979		274,675	0	274,675

FY18 Budget from Department of Human Services – Division of Children and Family Services includes the transfer of 0220 Child Abuse and Neglect Prevention Board established in Act 897 of 2017. The FY18 Budget amount in Regular Salaries and Personal Services Matching exceeds the FY18 authorized amount due to implementation of Act 365 of 2017.

State Contracts Over \$50,000 Awarded To Minority Owned Businesses Fiscal Year 2017

None

Department Appropriation Summary

Historical Data

Agency Request and Recommendations

Appropriation	2016-2017		2017-2018		2017-2018		2018-2019					
	Actual	Pos	Budget	Pos	Authorized	Pos	Legislative Recommendation	Pos	Agency Request	Pos	Executive Recommendation	Pos
320 Child Care Development-Discretionary	21,916,124	0	26,925,862	0	42,450,000	0	42,450,000	0	42,450,000	0	42,450,000	0
890 Food Program	67,441,776	0	80,291,250	0	80,291,250	0	80,291,250	0	80,291,250	0	80,291,250	0
896 Division of Child Care/Early Childhood	19,224,906	202	20,996,174	167	21,557,683	182	21,561,757	181	21,658,372	190	21,561,757	181
898 Child Care Grant/Aids	30,672,763	0	47,513,718	0	54,947,179	0	54,947,179	0	54,947,179	0	54,947,179	0
929 Child Care-Treasury Paying	0	0	21,436	0	36,786	0	36,786	0	36,786	0	36,786	0
Total	139,255,569	202	175,748,440	167	199,282,898	182	199,286,972	181	199,383,587	190	199,286,972	181

Funding Sources		%		%		%		%		%	
General Revenue	4000010	7,437,004	5.3	7,405,932	4.2	7,838,044	4.3	7,838,044	4.3	7,838,044	4.3
Federal Revenue	4000020	128,553,911	92.3	165,945,914	94.4	170,191,674	94.0	170,191,674	94.0	170,191,674	94.0
Special Revenue	4000030	519,007	0.4	242,137	0.1	519,094	0.3	519,094	0.3	519,094	0.3
Cash Fund	4000045	0	0.0	21,436	0.0	36,786	0.0	36,786	0.0	36,786	0.0
Merit Adjustment Fund	4000055	0	0.0	199,450	0.1	0	0.0	0	0.0	0	0.0
Various Program Support	4000730	2,745,647	2.0	1,933,571	1.1	2,418,000	1.3	2,418,000	1.3	2,418,000	1.3
Total Funds		139,255,569	100.0	175,748,440	100.0	181,003,598	100.0	181,003,598	100.0	181,003,598	100.0
Excess Appropriation/(Funding)		0		0		18,283,374		18,379,989		18,283,374	
Grand Total		139,255,569		175,748,440		199,286,972		199,383,587		199,286,972	

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 program (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 funding.

The Agency Request reflects the FY19 requests from the 2016 Fall Budget Hearings Summary Manuals. The Legislative Recommendation and Executive Recommendation reflect the FY19 ALC/JBC recommendation from the 2016 Fall Budget Hearings Summary Manuals, any Governor's Letters adopted and member amendments.

Appropriation Summary

Appropriation: 320 - Child Care Development-Discretionary

Funding Sources: FWF - DHS Federal

Appropriation	2016-2017	2017-2018	2017-2018	2018-2019		
	Actual	Budget	Authorized	Legislative Recommendation	Agency Request	Executive Recommendation
Grants and Aid 5100004	21,916,124	26,925,862	42,450,000	42,450,000	42,450,000	42,450,000
Total	21,916,124	26,925,862	42,450,000	42,450,000	42,450,000	42,450,000
Funding Sources						
Federal Revenue 4000020	21,916,124	26,925,862		24,950,000	24,950,000	24,950,000
Total Funding	21,916,124	26,925,862		24,950,000	24,950,000	24,950,000
Excess Appropriation/(Funding)	0	0		17,500,000	17,500,000	17,500,000
Grand Total	21,916,124	26,925,862		42,450,000	42,450,000	42,450,000

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 nonprofit 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 Special Milk Program provides reimbursement to schools and non-profit child care institutions for serving milk to eligible children. 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 100% federal revenue consisting of federal reimbursements from the U.S. Department of Agriculture.

The Agency Request reflects the FY19 requests from the 2016 Fall Budget Hearings Summary Manuals. The Legislative Recommendation and Executive Recommendation reflect the FY19 ALC/JBC recommendation from the 2016 Fall Budget Hearings Summary Manuals, any Governor's Letters adopted and member amendments.

Appropriation Summary

Appropriation: 890 - Food Program

Funding Sources: FWF - DHS Federal

Appropriation	2016-2017	2017-2018	2017-2018	2018-2019		
	Actual	Budget	Authorized	Legislative Recommendation	Agency Request	Executive Recommendation
Grants and Aid 5100004	67,441,776	80,291,250	80,291,250	80,291,250	80,291,250	80,291,250
Total	67,441,776	80,291,250	80,291,250	80,291,250	80,291,250	80,291,250
Funding Sources						
Federal Revenue 4000020	67,441,776	80,291,250		80,291,250	80,291,250	80,291,250
Total Funding	67,441,776	80,291,250		80,291,250	80,291,250	80,291,250
Excess Appropriation/(Funding)	0	0		0	0	0
Grand Total	67,441,776	80,291,250		80,291,250	80,291,250	80,291,250

Analysis of Budget Request

Appropriation: 896 - DHS–Admin Paying Account

Funding Sources: PWP - Administration Paying

This appropriation provides administrative support for the Division of Child Care and Early Childhood Education (DCCECE). The purpose of DCCECE is to enhance the coordination of child care and early childhood education programs within Arkansas. The Division was created to accommodate the transfer of the Early Childhood Commission and the administrative component of the Arkansas Better Chance (ABC) Program from the Department of Education.

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, and USDA Child Nutrition. Special revenue is comprised of Child Care Provider License Fees. Other revenue which is indicated as various program support is funding from the Arkansas Better Chance Program.

The Agency Request reflects the FY19 requests from the 2016 Fall Budget Hearings Summary Manuals. The Legislative Recommendation and Executive Recommendation reflect the FY19 ALC/JBC recommendation from the 2016 Fall Budget Hearings Summary Manuals, any Governor's Letters adopted and member amendments.

Appropriation Summary

Appropriation: 896 - DHS--Admin Paying Account

Funding Sources: PWP - Administration Paying

Appropriation		2016-2017	2017-2018	2017-2018	2018-2019		
		Actual	Budget	Authorized	Legislative Recommendation	Agency Request	Executive Recommendation
Regular Salaries	5010000	6,788,371	6,420,784	6,702,459	6,705,759	6,753,877	6,705,759
	#Positions	202	167	182	181	190	181
Extra Help	5010001	102,357	214,387	214,387	214,387	214,387	214,387
	#Extra Help	9	12	13	13	13	13
Personal Services Matching	5010003	2,537,550	2,341,108	2,547,903	2,548,677	2,562,097	2,548,677
Overtime	5010006	28	5,000	5,000	5,000	5,000	5,000
Operating Expenses	5020002	2,882,413	4,340,704	4,566,890	4,566,890	4,585,411	4,566,890
Conference & Travel Expenses	5050009	71,902	92,500	72,500	72,500	89,056	72,500
Professional Fees	5060010	6,842,285	7,581,691	7,448,544	7,448,544	7,448,544	7,448,544
Data Processing	5090012	0	0	0	0	0	0
Grants and Aid	5100004	0	0	0	0	0	0
Capital Outlay	5120011	0	0	0	0	0	0
Total		19,224,906	20,996,174	21,557,683	21,561,757	21,658,372	21,561,757
Funding Sources							
General Revenue	4000010	1,535,517	1,140,934		1,098,046	1,098,046	1,098,046
Federal Revenue	4000020	14,679,884	17,522,219		17,256,353	17,256,353	17,256,353
Special Revenue	4000030	480,984	200,000		480,984	480,984	480,984
Merit Adjustment Fund	4000055	0	199,450		0	0	0
Various Program Support	4000730	2,528,521	1,933,571		1,943,000	1,943,000	1,943,000
Total Funding		19,224,906	20,996,174		20,778,383	20,778,383	20,778,383
Excess Appropriation/(Funding)		0	0		783,374	879,989	783,374
Grand Total		19,224,906	20,996,174		21,561,757	21,658,372	21,561,757

Budget exceeds Authorized Appropriation in Conference & Travel Expenses, and Professional Fees due to a transfer from the Miscellaneous Federal Grant Holding Account.

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. A minimum of four percent (4%) of CCDF funds must be used to improve the quality of childcare. Quality activities include training, grants and loans to providers, and health and safety improvements.

In the Personal Responsibility and Work Opportunity Reconciliation Act of 1996, specific funding is designated for Child Care. Funding received under the Child Care Development Fund by states is in three categories:

- **Mandatory:** Base allocations for states
- **Matching:** Additional available funds if states spend base allocations and provide state match above Maintenance of Effort
- **Discretionary:** Funding designated as the Child Care Development Block Grant

Funding for this appropriation consists of general revenue (DGF - Department of Human Services Grants Fund Account), federal revenue, other revenue and special revenue. Federal revenues include Child Care Development Block Grant funding. Other revenue which is indicated as various program support consists of reimbursements. Special revenue was derived from Beer Tax collections due to the State before the sunset of the funding source.

The Agency Request reflects the FY19 requests from the 2016 Fall Budget Hearings Summary Manuals. The Legislative Recommendation and Executive Recommendation reflect the FY19 ALC/JBC recommendation from the 2016 Fall Budget Hearings Summary Manuals, any Governor's Letters adopted and member amendments.

Appropriation Summary

Appropriation: 898 - DHS-Grants Paying Account

Funding Sources: PWE - Grants Paying

Appropriation	2016-2017 Actual	2017-2018 Budget	2017-2018 Authorized	2018-2019		
				Legislative Recommendation	Agency Request	Executive Recommendation
Grants and Aid 5100004	30,672,763	47,513,718	54,947,179	54,947,179	54,947,179	54,947,179
Total	30,672,763	47,513,718	54,947,179	54,947,179	54,947,179	54,947,179
Funding Sources						
General Revenue 4000010	5,901,487	6,264,998		6,739,998	6,739,998	6,739,998
Federal Revenue 4000020	24,516,127	41,206,583		47,694,071	47,694,071	47,694,071
Special Revenue 4000030	38,023	42,137		38,110	38,110	38,110
Various Program Support 4000730	217,126	0		475,000	475,000	475,000
Total Funding	30,672,763	47,513,718		54,947,179	54,947,179	54,947,179
Excess Appropriation/(Funding)	0	0		0	0	0
Grand Total	30,672,763	47,513,718		54,947,179	54,947,179	54,947,179

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. Arkansas Code Annotated §20-78-503 created the Arkansas Child Care Facilities Loan Guarantee Trust Fund 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 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.

Arkansas Code Annotated §20-78-503 designates the Arkansas Child Care Facilities Loan Guarantee Fund as a Cash Fund Account. The Agency is authorized to accept moneys for the Fund from any source in addition to the allocations from the State Treasurer. The fund is a continuing fund and not subject to fiscal year limitations. Interest that has accrued during a fiscal year that is not required to cover loan defaults occurring that fiscal year is made available for non-refundable grants to child care facilities for start-up, development, training scholarships, or expansion.

The Agency Request reflects the FY19 requests from the 2016 Fall Budget Hearings Summary Manuals. The Legislative Recommendation and Executive Recommendation reflect the FY19 ALC/JBC recommendation from the 2016 Fall Budget Hearings Summary Manuals, any Governor's Letters adopted and member amendments.

Expenditure of appropriation is contingent upon available funding

Appropriation Summary

Appropriation: 929 - Child Care-Treasury Paying

Funding Sources: NHS - Cash in Treasury

Appropriation	2016-2017	2017-2018	2017-2018	2018-2019		
	Actual	Budget	Authorized	Legislative Recommendation	Agency Request	Executive Recommendation
Loan Guarantee/Grants 5900046	0	21,436	36,786	36,786	36,786	36,786
Total	0	21,436	36,786	36,786	36,786	36,786
Funding Sources						
Cash Fund 4000045	0	21,436		36,786	36,786	36,786
Total Funding	0	21,436		36,786	36,786	36,786
Excess Appropriation/(Funding)	0	0		0	0	0
Grand Total	0	21,436		36,786	36,786	36,786

State Contracts Over \$50,000 Awarded To Minority Owned Businesses Fiscal Year 2017

None

Department Appropriation Summary

Historical Data

Agency Request and Recommendations

Appropriation	2016-2017		2017-2018		2017-2018		2018-2019					
	Actual	Pos	Budget	Pos	Authorized	Pos	Legislative Recommendation	Pos	Agency Request	Pos	Executive Recommendation	Pos
193 State Operations	19,903,146	0	20,649,934	0	20,649,934	0	20,649,934	0	27,066,913	0	20,649,934	0
196 Community Mental Health Centers	7,005,603	0	7,005,603	0	7,005,603	0	7,005,603	0	8,780,603	0	7,005,603	0
1EN Community Alcohol Safety	2,088,439	0	3,226,788	0	4,061,509	0	4,061,509	0	4,061,509	0	4,061,509	0
1ET Alcohol & Drug Abuse Prevention	19,785,636	0	25,256,429	0	24,270,069	0	24,270,069	0	24,270,069	0	24,270,069	0
2MN Mental Health Grants	6,977,810	0	7,143,110	0	9,789,616	0	9,789,616	0	9,789,616	0	9,789,616	0
655 Acute Mental Health Services-Per Capita	503,188	0	503,188	0	503,188	0	503,188	0	3,875,080	0	503,188	0
896 Division of Behavioral Health Services	89,993,301	1,091	89,764,356	1,024	102,091,839	1,079	102,119,162	1,078	104,360,727	1,141	102,119,162	1,078
938 Patient Benefits-Cash in Treasury	21,330	0	75,000	0	75,000	0	75,000	0	75,000	0	75,000	0
V43 Community Based Crisis Intervention	0	0	5,000,000	0	5,000,000	0	5,000,000	0	0	0	5,000,000	0
V44 Suicide Prevention Services	0	0	0	0	2,300,000	0	2,300,000	0	0	0	2,300,000	0
NOT REQUESTED FOR THE BIENNIUM												
937 Canteen - Cash in Treasury	0	0	0	0	0	0	0	0	0	0	0	0
F71 DBH Juv. Drug Courts	0	0	0	0	0	0	0	0	0	0	0	0
Total	146,278,453	1,091	158,624,408	1,024	175,746,758	1,079	175,774,081	1,078	182,279,517	1,141	175,774,081	1,078

Funding Sources		%		%		%		%		%	
General Revenue	4000010	77,148,482	52.7	86,651,670	54.6	86,925,861	55.6	81,925,861	54.2	86,925,861	55.6
Federal Revenue	4000020	25,664,638	17.5	31,453,331	19.8	28,899,386	18.5	28,899,386	19.1	28,899,386	18.5
Special Revenue	4000030	1,227,322	0.8	1,366,993	0.9	1,470,031	0.9	1,470,031	1.0	1,470,031	0.9
Cash Fund	4000045	21,330	0.0	75,000	0.0	75,000	0.0	75,000	0.0	75,000	0.0
Merit Adjustment Fund	4000055	0	0.0	854,313	0.5	0	0.0	0	0.0	0	0.0
State Administration of Justice	4000470	1,286,217	0.9	1,397,743	0.9	1,472,464	0.9	1,472,464	1.0	1,472,464	0.9
Various Program Support	4000730	40,930,464	28.0	36,825,358	23.2	37,378,383	23.9	37,378,383	24.7	37,378,383	23.9
Total Funds		146,278,453	100.0	158,624,408	100.0	156,221,125	100.0	151,221,125	100.0	156,221,125	100.0
Excess Appropriation/(Funding)		0		0		19,552,956		31,058,392		19,552,956	
Grand Total		146,278,453		158,624,408		175,774,081		182,279,517		175,774,081	

Budget exceeds Authorized FC 1ET Alcohol & Drug Abuse and FC 896 Division of Behavioral Health Services due to a transfer from the Miscellaneous Federal Grant Holding Account. The FY18 Budget amount in FC 896 Division of Behavioral Health Services exceeds the FY18 authorized amount due to implementation of Act 365 of 2017.

Analysis of Budget Request

Appropriation: 196 - Community Mental Health Centers

Funding Sources: DBA - Mental Health Services Fund Account

This appropriation for State Assistance to Community Mental Health Centers provides the per capita funding of core services at the private non-profit Community Mental Health Centers (CMHCs). Special Language contained in Section 15 of Act 261 of 2014 sets the apportionment of funds on the basis of three dollars and six cents (\$3.06) per capita for the current biennium. Section 12 provides Allocation Restrictions for the maximum allocation of funds per CMHC. Section 13 provides a methodology for changing the Allocation Restrictions maximum allocation in the event that unforeseen circumstances occur. Section 14 in this Act established that every Mental Health Center eligible to receive any of the funds appropriated, as a condition of receiving any such funds, be subject to an annual audit of the overall operations of the CMHCs by the Division of Legislative Audit and submit a budget and go through the budget procedures process in the same manner as State Departments and Agencies. Section 16 sets the conditions for receiving funds under this appropriation to only locally-operated Centers and Clinics licensed or certified by the Division of Behavioral Health Services and 1) meet minimum standards of performance in the delivery of Mental Health Services as defined by the Department of Human Services, Behavioral Health Services Division; 2) supply statistical data to DHS-Division of Behavioral Health Services; 3) establish and maintain a sound financial management system in accordance with guidelines as set forth by DHS-Division of Behavioral Health Services; 4) establish and maintain community support programs as defined; 5) and the Board of Directors of each Center or Clinic shall adopt and submit an annual plan for the delivery of community support services for persons with long-term, severe mental illness as defined.

Funding for this appropriation is general revenue (DBA - Behavioral Health Services Fund Account) and other revenues which are indicated as various program support that become available, such as funding certified under the 45 day rule.

The Agency Request reflects the FY19 requests from the 2016 Fall Budget Hearings Summary Manuals. The Legislative Recommendation and Executive Recommendation reflect the FY19 ALC/JBC recommendation from the 2016 Fall Budget Hearings Summary Manuals, any Governor's Letters adopted and member amendments.

Appropriation Summary

Appropriation: 196 - Community Mental Health Centers

Funding Sources: DBA - Mental Health Services Fund Account

Appropriation	2016-2017 Actual	2017-2018 Budget	2017-2018 Authorized	2018-2019		
				Legislative Recommendation	Agency Request	Executive Recommendation
Grants and Aid 5100004	7,005,603	7,005,603	7,005,603	7,005,603	8,780,603	7,005,603
Total	7,005,603	7,005,603	7,005,603	7,005,603	8,780,603	7,005,603
Funding Sources						
General Revenue 4000010	7,005,603	7,005,603		7,005,603	7,005,603	7,005,603
Total Funding	7,005,603	7,005,603		7,005,603	7,005,603	7,005,603
Excess Appropriation/(Funding)	0	0		0	1,775,000	0
Grand Total	7,005,603	7,005,603		7,005,603	8,780,603	7,005,603

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 Arkansas Code Annotated §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 14 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.

The Agency Request reflects the FY19 requests from the 2016 Fall Budget Hearings Summary Manuals. The Legislative Recommendation and Executive Recommendation reflect the FY19 ALC/JBC recommendation from the 2016 Fall Budget Hearings Summary Manuals, any Governor's Letters adopted and member amendments.

Appropriation Summary

Appropriation: 1EN - Community Alcohol Safety

Funding Sources: MHS - Highway Safety Special Fund

Appropriation		2016-2017	2017-2018	2017-2018	2018-2019		
		Actual	Budget	Authorized	Legislative Recommendation	Agency Request	Executive Recommendation
Operating Expenses	5020002	14	0	0	0	0	0
Conference & Travel Expenses	5050009	0	0	0	0	0	0
Professional Fees	5060010	0	0	0	0	0	0
Data Processing	5090012	0	0	0	0	0	0
Grants and Aid	5100004	2,088,425	3,226,788	4,061,509	4,061,509	4,061,509	4,061,509
Capital Outlay	5120011	0	0	0	0	0	0
Total		2,088,439	3,226,788	4,061,509	4,061,509	4,061,509	4,061,509
Funding Sources							
Special Revenue	4000030	1,227,322	1,366,993		1,470,031	1,470,031	1,470,031
State Administration of Justice	4000470	861,117	861,117		849,116	849,116	849,116
Various Program Support	4000730	0	998,678		0	0	0
Total Funding		2,088,439	3,226,788		2,319,147	2,319,147	2,319,147
Excess Appropriation/(Funding)		0	0		1,742,362	1,742,362	1,742,362
Grand Total		2,088,439	3,226,788		4,061,509	4,061,509	4,061,509

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 Arkansas Code Annotated §25-2-104 to the Department of Human Services, Division of Behavioral Health Services. This program provides funding for alcohol and drug services which include 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 revenue is comprised of Substance Abuse Prevention and Treatment Block Grant, Social Service Block Grant, U. S. Department of Education, and State Incentive 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.

The Agency Request reflects the FY19 requests from the 2016 Fall Budget Hearings Summary Manuals. The Legislative Recommendation and Executive Recommendation reflect the FY19 ALC/JBC recommendation from the 2016 Fall Budget Hearings Summary Manuals, any Governor's Letters adopted and member amendments.

Appropriation Summary

Appropriation: 1ET - Alcohol & Drug Abuse Prevention

Funding Sources: MDA - Drug Abuse Prevention and Treatment Fund

Appropriation		2016-2017	2017-2018	2017-2018	2018-2019		
		Actual	Budget	Authorized	Legislative Recommendation	Agency Request	Executive Recommendation
Grants and Aid	5100004	19,785,636	25,256,429	24,270,069	24,270,069	24,270,069	24,270,069
Total		19,785,636	25,256,429	24,270,069	24,270,069	24,270,069	24,270,069
Funding Sources							
General Revenue	4000010	1,274,691	1,274,691		1,275,023	1,275,023	1,275,023
Federal Revenue	4000020	17,854,922	22,945,112		18,871,698	18,871,698	18,871,698
State Administration of Justice	4000470	425,100	536,626		623,348	623,348	623,348
Various Program Support	4000730	230,923	500,000		0	0	0
Total Funding		19,785,636	25,256,429		20,770,069	20,770,069	20,770,069
Excess Appropriation/(Funding)		0	0		3,500,000	3,500,000	3,500,000
Grand Total		19,785,636	25,256,429		24,270,069	24,270,069	24,270,069

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

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 100% from federal sources.

The Agency Request reflects the FY19 requests from the 2016 Fall Budget Hearings Summary Manuals. The Legislative Recommendation and Executive Recommendation reflect the FY19 ALC/JBC recommendation from the 2016 Fall Budget Hearings Summary Manuals, any Governor's Letters adopted and member amendments.

Appropriation Summary

Appropriation: 2MN - Mental Health Grants

Funding Sources: PWE - Grants Paying

Appropriation	2016-2017	2017-2018	2017-2018	2018-2019		
	Actual	Budget	Authorized	Legislative Recommendation	Agency Request	Executive Recommendation
Grants and Aid 5100004	6,977,810	7,143,110	9,789,616	9,789,616	9,789,616	9,789,616
Total	6,977,810	7,143,110	9,789,616	9,789,616	9,789,616	9,789,616
Funding Sources						
Federal Revenue 4000020	6,977,810	7,143,110		7,342,148	7,342,148	7,342,148
Total Funding	6,977,810	7,143,110		7,342,148	7,342,148	7,342,148
Excess Appropriation/(Funding)	0	0		2,447,468	2,447,468	2,447,468
Grand Total	6,977,810	7,143,110		9,789,616	9,789,616	9,789,616

Analysis of Budget Request

Appropriation: 655 - Acute Mental Health Services–Per Capita

Funding Sources: DBA - Mental Health Services Fund Account

This appropriation provides a per capita funding amount for private non-profit Community Mental Health Centers (CMHCs) as first established in Act 1589 of 2001. The amount of available funds for this appropriation shall be determined by the Director of the Department of Human Services and apportioned on a per capita basis up to a maximum of \$3.48 per capita each fiscal year of the biennium as set out in section 24 of Act 261 of 2014. Section 25 requires the Division of Behavioral Health Services to develop an evaluation and monitoring program to ensure all expenditures are made consistent with the intent of this appropriation and sets, as a condition of receiving funds, requirements for quarterly reporting from the CMHCs. Section 26 of this Act describes the Legislative findings and intent of this appropriation.

This appropriation is a 100% general revenue payable appropriation (DBA - Behavioral Health Services Fund Account).

The Agency Request reflects the FY19 requests from the 2016 Fall Budget Hearings Summary Manuals. The Legislative Recommendation and Executive Recommendation reflect the FY19 ALC/JBC recommendation from the 2016 Fall Budget Hearings Summary Manuals, any Governor's Letters adopted and member amendments.

Appropriation Summary

Appropriation: 655 - Acute Mental Health Services–Per Capita

Funding Sources: DBA - Mental Health Services Fund Account

Appropriation	2016-2017	2017-2018	2017-2018	2018-2019		
	Actual	Budget	Authorized	Legislative Recommendation	Agency Request	Executive Recommendation
Grants and Aid 5100004	503,188	503,188	503,188	503,188	3,875,080	503,188
Total	503,188	503,188	503,188	503,188	3,875,080	503,188
Funding Sources						
General Revenue 4000010	503,188	503,188		503,188	503,188	503,188
Total Funding	503,188	503,188		503,188	503,188	503,188
Excess Appropriation/(Funding)	0	0		0	3,371,892	0
Grand Total	503,188	503,188		503,188	3,875,080	503,188

Analysis of Budget Request

Appropriation: 896 - DHS–Admin Paying Account

Funding Sources: PWP - Administration Paying

Reorganization of the Department of Human Services in 1985 by Act 348 created the Division of Mental Health Services (DMHS) and included responsibility for the Arkansas State Hospital and two other state operated Community Mental Health Centers (CMHC) located in Little Rock and Jonesboro as well as the Arkansas Health Center (formally known as the Benton Services Center). Since the reorganization, initiatives have focused on development of an integrated, client-centered community-based public mental health system that prioritizes adults with serious and persistent mental illness and children and adolescents with serious emotional disturbance. The responsibility, accountability and authority for the provision of services are placed at the community level, since most individuals serviced by the public mental health system reside in the community rather than institutions. Included in these initiatives was conversion of the two state-operated CMHCs to private non-profit status, the Little Rock CMHC on July 1 of 1993 and then the Jonesboro CMHC on July 1 of 1997.

Act 1717 of 2003 created the Division of Behavioral Health Services (DBHS), which placed under its responsibility all current programs of DMHS and, in addition, under Arkansas Code Annotated §25-2-104 transferred to DBHS by Type 1 transfer the Bureau of Alcohol and Drug Abuse Prevention from the Department of Health.

The Division of Behavioral Health Services is organized into three functional components. Those components are Central Administration, Arkansas State Hospital, and Arkansas Health Center.

The Division of Behavioral Health Services is responsible for ensuring the provision of mental health services throughout the State of Arkansas. Community-based services are provided statewide through contractual arrangements with fifteen private, non-profit Community Mental Health Centers (CMHCs), their affiliates, and three mental health clinics. There are 15 catchment areas in which the CMHCs have service sites in 69 of the 75 counties. Services are provided from 135 sites throughout the State of Arkansas.

The Division of Behavioral Health Services is responsible for the oversight and operation of the Arkansas State Hospital (ASH), a psychiatric inpatient treatment facility for those with mental or emotional disorders. The Arkansas State Hospital includes a 90-bed acute inpatient unit, a 88-bed forensic unit, a 36-bed adolescent unit, and a 20-bed adolescent sex offenders unit.

The Division also operates the Arkansas Health Center (AHC), a 310-bed long-term care psychiatric nursing facility which serves the needs of

elderly Arkansans with disabilities who require specialized services and programs not generally available through community nursing homes. The program emphasizes the provision of services to special needs groups and individuals with cognitive dysfunctions. Services are available to all residents of Arkansas, provided individuals meet admission criteria.

Funding for this appropriation includes general revenue (DBA - Behavioral Health Services Fund Account), federal and other revenues. Federal revenue includes sources such as Mental Health Block grant, Access to Recovery grant, and Substance Abuse Prevention and Treatment (SAPT) Block grant. Other revenue which is indicated as various program support includes sources such as Medicaid and Medicare reimbursements, refunds, patient collections and rent.

The Agency Request reflects the FY19 requests from the 2016 Fall Budget Hearings Summary Manuals. The Legislative Recommendation and Executive Recommendation reflect the FY19 ALC/JBC recommendation from the 2016 Fall Budget Hearings Summary Manuals, any Governor's Letters adopted and member amendments.

Appropriation Summary

Appropriation: 896 - DHS--Admin Paying Account

Funding Sources: PWP - Administration Paying

Appropriation		2016-2017	2017-2018	2017-2018	2018-2019		
		Actual	Budget	Authorized	Legislative Recommendation	Agency Request	Executive Recommendation
Regular Salaries	5010000	37,064,847	38,983,365	38,654,608	38,683,108	39,301,844	38,683,108
	#Positions	1,091	1,024	1,079	1,078	1,141	1,078
Extra Help	5010001	5,054,131	5,783,616	5,832,583	5,832,583	6,032,518	5,832,583
	#Extra Help	262	329	335	335	335	335
Personal Services Matching	5010003	15,939,885	15,541,537	16,277,334	16,287,609	16,460,503	16,287,609
Overtime	5010006	4,344,803	4,012,006	4,212,006	4,212,006	4,212,006	4,212,006
Operating Expenses	5020002	19,631,923	18,603,787	26,814,701	26,803,249	26,303,249	26,803,249
Conference & Travel Expenses	5050009	24,950	78,867	75,725	75,725	75,725	75,725
Professional Fees	5060010	7,619,752	6,759,676	9,974,882	9,974,882	9,974,882	9,974,882
Data Processing	5090012	0	0	0	0	0	0
Grants/Patient Services	5100004	19,903,146	18,050,552	18,050,552	18,050,552	24,467,531	18,050,552
Claims	5110015	250,000	0	0	0	0	0
Capital Outlay	5120011	63,010	1,502	250,000	250,000	2,000,000	250,000
Mental Hlth Center Transfer	5900046	0	2,599,382	2,599,382	2,599,382	2,599,382	2,599,382
Total		109,896,447	110,414,290	122,741,773	122,769,096	131,427,640	122,769,096

Funding Sources							
General Revenue	4000010	68,365,000	72,868,188		73,142,047	73,142,047	73,142,047
Federal Revenue	4000020	831,906	1,365,109		2,685,540	2,685,540	2,685,540
Merit Adjustment Fund	4000055	0	854,313		0	0	0
Various Program Support	4000730	40,699,541	35,326,680		37,378,383	37,378,383	37,378,383
Total Funding		109,896,447	110,414,290		113,205,970	113,205,970	113,205,970
Excess Appropriation/(Funding)		0	0		9,563,126	18,221,670	9,563,126
Grand Total		109,896,447	110,414,290		122,769,096	131,427,640	122,769,096

The FY18 Budget amount in Regular Salaries exceeds the FY18 authorized amount due to implementation of Act 365 of 2017.

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

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.

The Agency Request reflects the FY19 requests from the 2016 Fall Budget Hearings Summary Manuals. The Legislative Recommendation and Executive Recommendation reflect the FY19 ALC/JBC recommendation from the 2016 Fall Budget Hearings Summary Manuals, any Governor's Letters adopted and member amendments.

Expenditure of appropriation is contingent upon available funding.

Appropriation Summary

Appropriation: 938 - Patient Benefits–Cash in Treasury

Funding Sources: NHS - Cash in Treasury

Appropriation	2016-2017	2017-2018	2017-2018	2018-2019		
	Actual	Budget	Authorized	Legislative Recommendation	Agency Request	Executive Recommendation
Patient Benefit Fund 5900046	21,330	75,000	75,000	75,000	75,000	75,000
Total	21,330	75,000	75,000	75,000	75,000	75,000
Funding Sources						
Cash Fund 4000045	21,330	75,000		75,000	75,000	75,000
Total Funding	21,330	75,000		75,000	75,000	75,000
Excess Appropriation/(Funding)	0	0		0	0	0
Grand Total	21,330	75,000		75,000	75,000	75,000

Analysis of Budget Request

Appropriation: V43 - Community Based Crisis Intervention

Funding Sources: DBA - Mental Health Services Fund Account

Established in Act 840 of 2017 for the Department of Human Services - Division of Behavioral Health Services to use funds for crisis stabilization centers to remove the mentally ill from the criminal justice system for those who need therapy or medication.

The funding is 100% general revenue.

The Agency Request reflects the FY19 requests from the 2016 Fall Budget Hearings Summary Manuals. The Legislative Recommendation and Executive Recommendation reflect the FY19 ALC/JBC recommendation from the 2016 Fall Budget Hearings Summary Manuals, any Governor's Letters adopted and member amendments.

Appropriation Summary

Appropriation: V43 - Community Based Crisis Intervention

Funding Sources: DBA - Mental Health Services Fund Account

Appropriation	2016-2017	2017-2018	2017-2018	2018-2019		
	Actual	Budget	Authorized	Legislative Recommendation	Agency Request	Executive Recommendation
Grants and Aid 5100004	0	5,000,000	5,000,000	5,000,000	0	5,000,000
Total	0	5,000,000	5,000,000	5,000,000	0	5,000,000
Funding Sources						
General Revenue 4000010	0	5,000,000		5,000,000	0	5,000,000
Total Funding	0	5,000,000		5,000,000	0	5,000,000
Excess Appropriation/(Funding)	0	0		0	0	0
Grand Total	0	5,000,000		5,000,000	0	5,000,000

Analysis of Budget Request

Appropriation: V44 - Suicide Prevention Services

Funding Sources: DBA - Mental Health Services Fund Account

Established in Act 1027 of 2017, the Department of Human Services - Division of Behavioral Health Services is appropriated for programs, resources and technology, to promote emotional health and well-being, increase help seeking behaviors and access to service, and innovate measures intended for the prevention and reduction of the burden of suicidal behaviors and achievement of the goals articulated in the National Strategy for Suicide Prevention and the Arkansas State Plan for Suicide Prevention.

The Agency Request reflects the FY19 requests from the 2016 Fall Budget Hearings Summary Manuals. The Legislative Recommendation and Executive Recommendation reflect the FY19 ALC/JBC recommendation from the 2016 Fall Budget Hearings Summary Manuals, any Governor's Letters adopted and member amendments.

Appropriation Summary

Appropriation: V44 - Suicide Prevention Services

Funding Sources: DBA - Mental Health Services Fund Account

Appropriation	2016-2017	2017-2018	2017-2018	2018-2019		
	Actual	Budget	Authorized	Legislative Recommendation	Agency Request	Executive Recommendation
Assistance Grants & Aid 5900046	0	0	2,300,000	2,300,000	0	2,300,000
Total	0	0	2,300,000	2,300,000	0	2,300,000
Funding Sources						
Fund Balance 4000005	0	0		0	0	0
Total Funding	0	0		0	0	0
Excess Appropriation/(Funding)	0	0		2,300,000	0	2,300,000
Grand Total	0	0		2,300,000	0	2,300,000

State Contracts Over \$50,000 Awarded To Minority Owned Businesses Fiscal Year 2017

None

Department Appropriation Summary

Historical Data

Agency Request and Recommendations

Appropriation	2016-2017		2017-2018		2017-2018		2018-2019					
	Actual	Pos	Budget	Pos	Authorized	Pos	Legislative Recommendation	Pos	Agency Request	Pos	Executive Recommendation	Pos
4KS Nursing Home Quality	283,750	0	1,000,000	0	1,000,000	0	1,000,000	0	1,500,000	0	1,000,000	0
642 Medicaid Expansion-Medical Svcs	57,213	1	75,655	1	114,142	2	114,142	2	117,769	2	114,142	2
648 Medicaid Exp-Prescription Drugs	4,706,337	0	4,553,782	0	4,553,782	0	4,553,782	0	5,020,545	0	4,553,782	0
648 Medicaid Exp-Hospital & Medical Services	13,615,084	0	53,510,440	0	92,510,440	0	92,510,440	0	49,742,238	0	92,510,440	0
876 Nursing Home Closure Costs	0	0	50,000	0	50,000	0	50,000	0	50,000	0	50,000	0
878 Long Term Care Facility Receivership	0	0	100,000	0	100,000	0	100,000	0	100,000	0	100,000	0
896 Division of Medical Services	25,369,758	329	23,704,265	230	24,131,487	261	24,139,273	261	32,279,182	270	24,139,273	261
897 ARKIDS B Program	83,156,978	0	132,222,020	0	132,222,020	0	132,222,020	0	160,774,777	0	132,222,020	0
897 Hospital & Medical Services	5,648,175,180	0	5,758,544,220	0	6,660,893,014	0	7,019,281,760	0	7,019,281,760	0	7,019,281,760	0
897 Prescription Drugs	452,466,052	0	485,236,458	0	517,701,197	0	561,705,798	0	601,705,798	0	561,705,798	0
897 Private Nursing Home Care	668,691,467	0	655,216,067	0	703,607,064	0	724,715,275	0	734,715,275	0	724,715,275	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
898 Infant Infirmary	27,604,464	0	28,453,344	0	28,453,344	0	29,876,011	0	34,876,011	0	29,876,011	0
898 Public Nursing Home Care	205,362,709	0	211,265,379	0	211,265,379	0	217,603,340	0	267,603,340	0	217,603,340	0
Total	7,129,488,992	330	7,356,031,630	231	8,378,701,869	263	8,809,971,841	263	8,909,866,695	272	8,809,971,841	263

Funding Sources		%		%		%		%		%	
General Revenue	4000010	1,064,571,585	14.9	1,114,769,296	15.2	1,296,300,920	16.2	1,357,687,487	16.9	1,296,300,920	16.2
Federal Revenue	4000020	5,525,077,224	77.5	5,727,327,430	77.9	6,199,765,792	77.6	6,217,199,276	77.2	6,199,765,792	77.6
Trust Fund	4000050	39,877,858	0.6	3,629,277	0.0	43,831,747	0.5	44,331,747	0.6	43,831,747	0.5
Merit Adjustment Fund	4000055	0	0.0	391,194	0.0	0	0.0	0	0.0	0	0.0
Drug Rebates	4000200	55,859,589	0.8	57,232,897	0.8	40,859,589	0.5	40,859,589	0.5	40,859,589	0.5
General Improvement Fund	4000265	38,128,221	0.5	32,633,073	0.4	20,000,000	0.3	0	0.0	20,000,000	0.3
Hospital Assessment Fee	4000281	82,422,935	1.2	81,000,000	1.1	77,000,000	1.0	77,000,000	1.0	77,000,000	1.0
ICF/MR Provider Fee	4000282	9,983,017	0.1	11,000,000	0.1	10,870,062	0.1	10,870,062	0.1	10,870,062	0.1
Quality Assurance Fee	4000395	80,524,764	1.1	81,115,044	1.1	69,889,227	0.9	69,889,227	0.9	69,889,227	0.9
Reimbursement	4000425	0	0.0	100,000	0.0	100,000	0.0	100,000	0.0	100,000	0.0
Tobacco Settlement	4000495	19,557,952	0.3	40,263,800	0.5	28,217,825	0.4	28,763,415	0.4	28,217,825	0.4
Transfer from Medicaid Match	4000550	13,858,570	0.2	12,479,413	0.2	13,764,573	0.2	13,764,573	0.2	13,764,573	0.2
Various Program Support	4000730	199,627,277	2.8	194,090,206	2.6	192,944,309	2.4	193,126,413	2.4	192,944,309	2.4
Total Funds		7,129,488,992	100.0	7,356,031,630	100.0	7,993,544,044	100.0	8,053,591,789	100.0	7,993,544,044	100.0
Excess Appropriation/(Funding)		0		0		816,427,797		856,274,906		816,427,797	
Grand Total		7,129,488,992		7,356,031,630		8,809,971,841		8,909,866,695		8,809,971,841	

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 for two (2) new approaches to nursing home care. These approaches are as follows:

- Eden Alternative approach
- Greenhouse Project approach

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.

The Eden Alternative approach allows residents choices in their everyday living that are traditionally dictated to the resident by the facility. These choices include, among others, the choice of meals (what is served and when) and the care routine. It also utilizes permanent assignments of caregivers to create familiarity and trust.

The Greenhouse Project approach utilizes Eden Alternative principles, but with a strikingly different physical plant. Greenhouse Project facilities are constructed on the premise that the elders will thrive in a nursing home if it's built to resemble living in one's own house. This means that facilities are built in small, separate units with each unit housing its own kitchen and laundry, and with no more than ten (10) beds - all of which are private rooms. This gives residents more privacy and more control over their lives. Additionally, Greenhouse Project facilities stress resident participation. This is performed in a number of ways. For example:

- Residents are encouraged to participate in meal planning and preparation. The facility is constructed so that residents can both gather around the kitchen and observe or participate in meal preparation. This gives them meaningful experiences and allows a time for interaction between the elders and the staff.
- Residents are encouraged to use their skills and interests for the benefit of other residents. An emphasis is placed on what residents can do rather than just their physical ailments and disabilities.
- The use of "universal" workers. Under this concept, each unit or house is staffed by the same CNAs and nurses who not only perform traditional care, but also perform laundry and meal preparation. This aids in worker retention by varying the duties of the workers. It

also allows the workers to better learn the desires and abilities of residents, and to encourage their participation in various aspects of their own care, as if they were home. The staffs are assigned only to one particular unit or house allowing the elders to become better acquainted with their caregivers.

Facilities that adopt the Eden Alternative/Greenhouse Project model are operated at the same cost as traditional facilities. Once a facility has adopted the model, there is no additional cost, making the on going project cost-neutral. The cost of building a facility to meet Greenhouse Project requirements are approximately the same as for a traditional facility.

There are, however, one-time or initial startup costs for training and physical plant changes for existing facilities. In order to encourage the adoption of the Eden Alternative/Greenhouse Project model, the U. S. Department of Health and Human Services' proposed that the Arkansas Department of Human Services utilize some of the funding collected that is associated with the imposition of civil penalties levied on long-term care facilities in the Long-Term Care Trust Fund.

As the licensing and regulatory agency, the Office of Long Term Care believes that encouraging the adoption of these models benefits the State of Arkansas in a number of ways. First, the models provide a higher level of care for residents, at little or no cost to the State. Second, the adoption of these models results in an inarguable increase in the quality of life for residents. Third, adoption of this proposal places Arkansas in a leadership role in remaking the long-term care model, and demonstrates the State's commitment to seeking improvement in long-term care.

Funding for this program 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. Under this appropriation, funds are targeted for Eden Alternative/Greenhouse Project related grants to facilities. The funding would be provided by grants for:

- Eden Alternative Associate Training to providers; and
- Greenhouse Project development for new construction of facilities.

The Agency Request reflects the FY19 requests from the 2016 Fall Budget Hearings Summary Manuals. The Legislative Recommendation and Executive Recommendation reflect the FY19 ALC/JBC recommendation from the 2016 Fall Budget Hearings Summary Manuals, any Governor's Letters adopted and member amendments.

Appropriation Summary

Appropriation: 4KS - Nursing Home Quality

Funding Sources: TLT - Long Term Care Trust Fund

Appropriation	2016-2017	2017-2018	2017-2018	2018-2019		
	Actual	Budget	Authorized	Legislative Recommendation	Agency Request	Executive Recommendation
Grants and Aid 5100004	283,750	1,000,000	1,000,000	1,000,000	1,500,000	1,000,000
Total	283,750	1,000,000	1,000,000	1,000,000	1,500,000	1,000,000
Funding Sources						
Trust Fund 4000050	283,750	1,000,000		1,000,000	1,500,000	1,000,000
Total Funding	283,750	1,000,000		1,000,000	1,500,000	1,000,000
Excess Appropriation/(Funding)	0	0		0	0	0
Grand Total	283,750	1,000,000		1,000,000	1,500,000	1,000,000

Analysis of Budget Request

Appropriation: 642 - DHS Medicaid Expansion Program

Funding Sources: PTA - Medicaid Expansion Program Account

The Medicaid Expansion Program provides appropriation for the administration component of the Medicaid Expansion Program established by Initiated Act 1 of 2000 for the Division of Medical Services. The expanded Medicaid programs are as follows:

1. Expansion of Medicaid coverage and benefits to pregnant women with incomes up to 200 percent of the Federal Poverty Level (approved for implementation November 1, 2001);
2. Expansion of inpatient and outpatient hospital reimbursements and benefits to adults age 19 to 64 to reduce coinsurance payment from 22 percent to 10 percent of the cost of the first Medicaid covered day of each admission and cover additional medically necessary days in the hospital from 20 days up to 24 allowed days per State Fiscal Year (approved for implementation November 1, 2001);
3. Expansion of non-institutional coverage and benefits to adults aged 65 and over. Referred to as ARSeniors, this program extends full Medicaid benefits to adults age 65 and over who have been identified as Qualified Medicare Beneficiaries (QMB) and meet specific income limits (approved for implementation October 1, 2002);

Funding for this appropriation is derived from tobacco settlement funds and federal revenue provided through the U. S. Department of Health and Human Services, Centers for Medicare and Medicaid Services.

The Agency Request reflects the FY19 requests from the 2016 Fall Budget Hearings Summary Manuals. The Legislative Recommendation and Executive Recommendation reflect the FY19 ALC/JBC recommendation from the 2016 Fall Budget Hearings Summary Manuals, any Governor's Letters adopted and member amendments.

Appropriation Summary

Appropriation: 642 - DHS Medicaid Expansion Program

Funding Sources: PTA - Medicaid Expansion Program Account

Appropriation		2016-2017	2017-2018	2017-2018	2018-2019		
		Actual	Budget	Authorized	Legislative Recommendation	Agency Request	Executive Recommendation
Regular Salaries	5010000	41,190	45,710	72,645	72,645	72,645	72,645
	#Positions	1	1	2	2	2	2
Personal Services Matching	5010003	14,518	15,576	27,128	27,128	27,128	27,128
Operating Expenses	5020002	488	12,369	12,369	12,369	15,996	12,369
Conference & Travel Expenses	5050009	1,017	2,000	2,000	2,000	2,000	2,000
Professional Fees	5060010	0	0	0	0	0	0
Capital Outlay	5120011	0	0	0	0	0	0
Total		57,213	75,655	114,142	114,142	117,769	114,142
Funding Sources							
Federal Revenue	4000020	28,607	37,828		36,456	36,456	36,456
Tobacco Settlement	4000495	28,606	37,827		36,456	36,456	36,456
Total Funding		57,213	75,655		72,912	72,912	72,912
Excess Appropriation/(Funding)		0	0		41,230	44,857	41,230
Grand Total		57,213	75,655		114,142	117,769	114,142

Analysis of Budget Request

Appropriation: 648 - Tobacco-Delay Draw-Paying

Funding Sources: PTD - Medicaid Expansion Program Account

Medicaid Expansion Program - Prescription Drugs referenced on page 176

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.

The Agency Request reflects the FY19 requests from the 2016 Fall Budget Hearings Summary Manuals. The Legislative Recommendation and Executive Recommendation reflect the FY19 ALC/JBC recommendation from the 2016 Fall Budget Hearings Summary Manuals, any Governor's Letters adopted and member amendments.

Medicaid Expansion Program - Hospital and Medical Services referenced on page 177

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.

The Agency Request reflects the FY19 requests from the 2016 Fall Budget Hearings Summary Manuals. The Legislative Recommendation and Executive Recommendation reflect the FY19 ALC/JBC recommendation from the 2016 Fall Budget Hearings Summary Manuals, any Governor's Letters adopted and member amendments.

Appropriation Summary

Appropriation: 648 - Tobacco-Delay Draw-Paying

Funding Sources: PTD - Medicaid Expansion Program Account

Appropriation	2016-2017	2017-2018	2017-2018	2018-2019		
	Actual	Budget	Authorized	Legislative Recommendation	Agency Request	Executive Recommendation
Medicaid Exp-Prescrip Drugs 5100004	4,706,337	4,553,782	4,553,782	4,553,782	5,020,545	4,553,782
Total	4,706,337	4,553,782	4,553,782	4,553,782	5,020,545	4,553,782
Funding Sources						
Federal Revenue 4000020	80,420	70,580		69,690	511,541	69,690
Tobacco Settlement 4000495	4,625,917	4,483,202		4,484,092	4,509,004	4,484,092
Total Funding	4,706,337	4,553,782		4,553,782	5,020,545	4,553,782
Excess Appropriation/(Funding)	0	0		0	0	0
Grand Total	4,706,337	4,553,782		4,553,782	5,020,545	4,553,782

Appropriation Summary

Appropriation: 648 - Tobacco-Delay Draw-Paying

Funding Sources: PTD - Medicaid Expansion Program Account

Appropriation		2016-2017	2017-2018	2017-2018	2018-2019		
		Actual	Budget	Authorized	Legislative Recommendation	Agency Request	Executive Recommendation
Medicaid Exp-Hosp/Med Svcs	5100004	13,615,084	53,510,440	92,510,440	92,510,440	49,742,238	92,510,440
Total		13,615,084	53,510,440	92,510,440	92,510,440	49,742,238	92,510,440
Funding Sources							
Federal Revenue	4000020	9,495,650	37,767,669		29,625,526	31,336,646	29,625,526
Tobacco Settlement	4000495	4,119,434	15,742,771		12,884,914	13,405,592	12,884,914
Total Funding		13,615,084	53,510,440		42,510,440	44,742,238	42,510,440
Excess Appropriation/(Funding)		0	0		50,000,000	5,000,000	50,000,000
Grand Total		13,615,084	53,510,440		92,510,440	49,742,238	92,510,440

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.

The Agency Request reflects the FY19 requests from the 2016 Fall Budget Hearings Summary Manuals. The Legislative Recommendation and Executive Recommendation reflect the FY19 ALC/JBC recommendation from the 2016 Fall Budget Hearings Summary Manuals, any Governor's Letters adopted and member amendments.

Appropriation Summary

Appropriation: 876 - Nursing Home Closure Costs

Funding Sources: TLT - Long Term Care Trust Fund

Appropriation	2016-2017	2017-2018	2017-2018	2018-2019		
	Actual	Budget	Authorized	Legislative Recommendation	Agency Request	Executive Recommendation
Expenses 5900046	0	50,000	50,000	50,000	50,000	50,000
Total	0	50,000	50,000	50,000	50,000	50,000
Funding Sources						
Trust Fund 4000050	0	50,000		50,000	50,000	50,000
Total Funding	0	50,000		50,000	50,000	50,000
Excess Appropriation/(Funding)	0	0		0	0	0
Grand Total	0	50,000		50,000	50,000	50,000

Analysis of Budget Request

Appropriation: 878 - Long Term Care Facility Receivership

Funding Sources: DLT - Long Term Care Facility Receivership Fund

As authorized by Arkansas Code Annotated §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).

The Agency Request reflects the FY19 requests from the 2016 Fall Budget Hearings Summary Manuals. The Legislative Recommendation and Executive Recommendation reflect the FY19 ALC/JBC recommendation from the 2016 Fall Budget Hearings Summary Manuals, any Governor's Letters adopted and member amendments.

Appropriation Summary

Appropriation: 878 - Long Term Care Facility Receivership

Funding Sources: DLT - Long Term Care Facility Receivership Fund

Appropriation	2016-2017	2017-2018	2017-2018	2018-2019		
	Actual	Budget	Authorized	Legislative Recommendation	Agency Request	Executive Recommendation
Expenses 5900046	0	100,000	100,000	100,000	100,000	100,000
Total	0	100,000	100,000	100,000	100,000	100,000
Funding Sources						
Reimbursement 4000425	0	100,000		100,000	100,000	100,000
Total Funding	0	100,000		100,000	100,000	100,000
Excess Appropriation/(Funding)	0	0		0	0	0
Grand Total	0	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- Alternative Community 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 eight (8) 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.

Long Term Care: The Office of Long Term Care (OLTC) is the unit of state government responsible for the regulation of long term care facilities in Arkansas. These facilities include Nursing Homes, Intermediate Care Facilities for the Mentally Retarded (ICF/MR), Residential Care Facilities (RCF), Adult Day Care, Adult Day Health Care, Post-Acute Head Injury Facilities, Assisted Living Facilities (ALF) and Psychiatric Residential Treatment Facilities (PRTF). This regulation of facilities includes conducting on-site inspections of facilities, investigations of complaints against facilities, medical need determinations for placement into facilities, and licensure of facilities and facility administrators. In addition, the Office of Long Term Care administers a criminal record background check on the employees and applicants and of facilities the Office regulates, and the Office is responsible for the administration of the training and certification of Certified Nursing Assistance (CNAs), who are long-term care facility caregivers that are employed in long term care facilities and hospital-based facilities. The Office of Long Term

Care includes the following operations: Quality Assurance & Support, Survey & Certification, Special Programs, Abuse & Neglect, and State Regulated Facilities.

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.

The Agency Request reflects the FY19 requests from the 2016 Fall Budget Hearings Summary Manuals. The Legislative Recommendation and Executive Recommendation reflect the FY19 ALC/JBC recommendation from the 2016 Fall Budget Hearings Summary Manuals, any Governor's Letters adopted and member amendments.

Appropriation Summary

Appropriation: 896 - DHS--Admin Paying Account

Funding Sources: PWP - Administration Paying

Appropriation		2016-2017	2017-2018	2017-2018	2018-2019		
		Actual	Budget	Authorized	Legislative Recommendation	Agency Request	Executive Recommendation
Regular Salaries	5010000	14,985,674	12,837,992	12,975,326	12,981,626	13,122,996	12,981,626
	#Positions	329	230	261	261	270	261
Extra Help	5010001	97,011	201,892	201,892	201,892	312,024	201,892
	#Extra Help	7	8	8	8	8	8
Personal Services Matching	5010003	5,086,296	4,136,320	4,426,208	4,427,694	4,468,428	4,427,694
Overtime	5010006	29	5,000	5,000	5,000	5,000	5,000
Operating Expenses	5020002	3,857,865	4,045,031	4,045,031	4,045,031	11,892,704	4,045,031
Conference & Travel Expenses	5050009	125,594	223,298	223,298	223,298	223,298	223,298
Professional Fees	5060010	460,587	755,132	755,132	755,132	755,132	755,132
Data Processing	5090012	0	0	0	0	0	0
Capital Outlay	5120011	51,034	0	0	0	0	0
Data Processing Services	5900044	705,668	1,499,600	1,499,600	1,499,600	1,499,600	1,499,600
Total		25,369,758	23,704,265	24,131,487	24,139,273	32,279,182	24,139,273
Funding Sources							
General Revenue	4000010	7,197,500	9,184,324		6,514,870	6,514,870	6,514,870
Federal Revenue	4000020	15,719,364	14,128,747		14,301,949	16,029,705	14,301,949
Merit Adjustment Fund	4000055	0	391,194		0	0	0
Various Program Support	4000730	2,452,894	0		3,322,454	3,504,558	3,322,454
Total Funding		25,369,758	23,704,265		24,139,273	26,049,133	24,139,273
Excess Appropriation/(Funding)		0	0		0	6,230,049	0
Grand Total		25,369,758	23,704,265		24,139,273	32,279,182	24,139,273

Analysis of Budget Request

Appropriation: 897 - DHS-Grants Paying Account

Funding Sources: PWD - Grants Paying

Private Nursing Home Care Appropriation referenced on page 194

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, mental retardation, 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 Arkansas Code Annotated §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.

The Agency Request reflects the FY19 requests from the 2016 Fall Budget Hearings Summary Manuals. The Legislative Recommendation and Executive Recommendation reflect the FY19 ALC/JBC recommendation from the 2016 Fall Budget Hearings Summary Manuals, any

Governor's Letters adopted and member amendments.

Prescription Drugs Appropriation referenced on page 195

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.

The Agency Request reflects the FY19 requests from the 2016 Fall Budget Hearings Summary Manuals. The Legislative Recommendation and Executive Recommendation reflect the FY19 ALC/JBC recommendation from the 2016 Fall Budget Hearings Summary Manuals, any Governor's Letters adopted and member amendments.

Hospital and Medical Services Appropriation referenced on page 196

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.

The Agency Request reflects the FY19 requests from the 2016 Fall Budget Hearings Summary Manuals. The Legislative Recommendation and Executive Recommendation reflect the FY19 ALC/JBC recommendation from the 2016 Fall Budget Hearings Summary Manuals, any Governor's Letters adopted and member amendments.

ARKIDS B Program Appropriation referenced on page 197

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 manufactures.

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.

The Agency Request reflects the FY19 requests from the 2016 Fall Budget Hearings Summary Manuals. The Legislative Recommendation and Executive Recommendation reflect the FY19 ALC/JBC recommendation from the 2016 Fall Budget Hearings Summary Manuals, any Governor's Letters adopted and member amendments.

Appropriation Summary

Appropriation: 897 - DHS-Grants Paying Account

Funding Sources: PWD - Grants Paying

Appropriation		2016-2017	2017-2018	2017-2018	2018-2019		
		Actual	Budget	Authorized	Legislative Recommendation	Agency Request	Executive Recommendation
Private Nursing Home Care	5100004	668,691,467	655,216,067	703,607,064	724,715,275	734,715,275	724,715,275
Total		668,691,467	655,216,067	703,607,064	724,715,275	734,715,275	724,715,275
Funding Sources							
General Revenue	4000010	109,541,547	117,183,492		143,102,688	143,102,688	143,102,688
Federal Revenue	4000020	466,775,895	462,690,700		513,605,715	513,605,715	513,605,715
Quality Assurance Fee	4000395	78,894,607	75,115,044		67,780,041	67,780,041	67,780,041
Various Program Support	4000730	13,479,418	226,831		226,831	226,831	226,831
Total Funding		668,691,467	655,216,067		724,715,275	724,715,275	724,715,275
Excess Appropriation/(Funding)		0	0		0	10,000,000	0
Grand Total		668,691,467	655,216,067		724,715,275	734,715,275	724,715,275

Appropriation Summary

Appropriation: 897 - DHS-Grants Paying Account

Funding Sources: PWD - Grants Paying

Appropriation		2016-2017	2017-2018	2017-2018	2018-2019		
		Actual	Budget	Authorized	Legislative Recommendation	Agency Request	Executive Recommendation
Prescription Drugs	5100004	452,466,052	485,236,458	517,701,197	561,705,798	601,705,798	561,705,798
Total		452,466,052	485,236,458	517,701,197	561,705,798	601,705,798	561,705,798
Funding Sources							
General Revenue	4000010	87,654,008	111,008,925		122,765,310	122,765,310	122,765,310
Federal Revenue	4000020	307,827,487	316,994,636		398,080,899	398,080,899	398,080,899
Drug Rebates	4000200	55,859,589	57,232,897		40,859,589	40,859,589	40,859,589
Various Program Support	4000730	1,124,968	0		0	0	0
Total Funding		452,466,052	485,236,458		561,705,798	561,705,798	561,705,798
Excess Appropriation/(Funding)		0	0		0	40,000,000	0
Grand Total		452,466,052	485,236,458		561,705,798	601,705,798	561,705,798

Appropriation Summary

Appropriation: 897 - DHS-Grants Paying Account

Funding Sources: PWD - Grants Paying

Appropriation		2016-2017	2017-2018	2017-2018	2018-2019		
		Actual	Budget	Authorized	Legislative Recommendation	Agency Request	Executive Recommendation
Hospital and Medical Services	5100004	5,648,175,180	5,758,544,220	6,660,893,014	7,019,281,760	7,019,281,760	7,019,281,760
Total		5,648,175,180	5,758,544,220	6,660,893,014	7,019,281,760	7,019,281,760	7,019,281,760
Funding Sources							
General Revenue	4000010	843,600,144	866,635,254		1,011,453,001	1,072,839,568	1,011,453,001
Federal Revenue	4000020	4,479,847,437	4,594,221,776		4,936,434,921	4,936,434,921	4,936,434,921
Trust Fund	4000050	39,594,108	2,579,277		42,781,747	42,781,747	42,781,747
General Improvement Fund	4000265	38,128,221	32,633,073		20,000,000	0	20,000,000
Hospital Assessment Fee	4000281	82,422,935	81,000,000		77,000,000	77,000,000	77,000,000
ICF/MR Provider Fee	4000282	9,983,017	8,645,967		9,983,017	9,983,017	9,983,017
Tobacco Settlement	4000495	10,783,995	20,000,000		10,812,363	10,812,363	10,812,363
Transfer from Medicaid Match	4000550	13,858,570	12,479,413		13,764,573	13,764,573	13,764,573
Various Program Support	4000730	129,956,753	140,349,460		130,665,571	130,665,571	130,665,571
Total Funding		5,648,175,180	5,758,544,220		6,252,895,193	6,294,281,760	6,252,895,193
Excess Appropriation/(Funding)		0	0		766,386,567	725,000,000	766,386,567
Grand Total		5,648,175,180	5,758,544,220		7,019,281,760	7,019,281,760	7,019,281,760

Appropriation Summary

Appropriation: 897 - DHS-Grants Paying Account

Funding Sources: PWD - Grants Paying

Appropriation		2016-2017	2017-2018	2017-2018	2018-2019		
		Actual	Budget	Authorized	Legislative Recommendation	Agency Request	Executive Recommendation
ARKids B Program	5100004	83,156,978	132,222,020	132,222,020	132,222,020	160,774,777	132,222,020
Total		83,156,978	132,222,020	132,222,020	132,222,020	160,774,777	132,222,020
Funding Sources							
General Revenue	4000010	0	0		0	0	0
Federal Revenue	4000020	83,156,978	132,222,020		132,222,020	145,774,777	132,222,020
Total Funding		83,156,978	132,222,020		132,222,020	145,774,777	132,222,020
Excess Appropriation/(Funding)		0	0		0	15,000,000	0
Grand Total		83,156,978	132,222,020		132,222,020	160,774,777	132,222,020

Analysis of Budget Request

Appropriation: 898 - DHS-Grants Paying Account

Funding Sources: PWE - Grants Paying

Child and Family Life Institute Appropriation referenced on page 200

Arkansas Code Annotated §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).

The Agency Request reflects the FY19 requests from the 2016 Fall Budget Hearings Summary Manuals. The Legislative Recommendation and Executive Recommendation reflect the FY19 ALC/JBC recommendation from the 2016 Fall Budget Hearings Summary Manuals, any Governor's Letters adopted and member amendments.

Infant Infirmary Appropriation referenced on page 201

The Infant Infirmary Nursing Home appropriation provides for services to infants with special needs. The facilities are licensed as Private Pediatric Intermediate Care Facilities for the Mentally Retarded (ICFs/MR). 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 developmental disabilities or ICF/MR 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.

The Agency Request reflects the FY19 requests from the 2016 Fall Budget Hearings Summary Manuals. The Legislative Recommendation and Executive Recommendation reflect the FY19 ALC/JBC recommendation from the 2016 Fall Budget Hearings Summary Manuals, any Governor's Letters adopted and member amendments.

Public Nursing Home Care Appropriation referenced on page 202

The Public Nursing Home Care appropriation includes Title XIX Medicaid reimbursement for services provided in the six (6) Human Development Centers (Intermediate Care Facilities for the Mentally Retarded-ICFs/MR), the Arkansas Health Center and the thirty-one (31) 15 Bed or Less (ICFs/MR) 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 developmental disabilities or ICF/MR 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 the Mentally Retarded (ICFs/MR)(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.

The Agency Request reflects the FY19 requests from the 2016 Fall Budget Hearings Summary Manuals. The Legislative Recommendation and Executive Recommendation reflect the FY19 ALC/JBC recommendation from the 2016 Fall Budget Hearings Summary Manuals, any Governor's Letters adopted and member amendments.

Appropriation Summary

Appropriation: 898 - DHS-Grants Paying Account

Funding Sources: PWE - Grants Paying

Appropriation	2016-2017	2017-2018	2017-2018	2018-2019		
	Actual	Budget	Authorized	Legislative Recommendation	Agency Request	Executive Recommendation
Child & Family Life Inst 5100004	0	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
Funding Sources						
General Revenue 4000010	0	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
Excess Appropriation/(Funding)	0	0		0	0	0
Grand Total	0	2,100,000		2,100,000	2,100,000	2,100,000

Appropriation Summary

Appropriation: 898 - DHS-Grants Paying Account

Funding Sources: PWE - Grants Paying

Appropriation		2016-2017	2017-2018	2017-2018	2018-2019		
		Actual	Budget	Authorized	Legislative Recommendation	Agency Request	Executive Recommendation
Infant Infirmary	5100004	27,604,464	28,453,344	28,453,344	29,876,011	34,876,011	29,876,011
Total		27,604,464	28,453,344	28,453,344	29,876,011	34,876,011	29,876,011
Funding Sources							
General Revenue	4000010	8,557,601	5,217,301		5,706,651	5,706,651	5,706,651
Federal Revenue	4000020	18,854,741	20,082,370		21,173,129	21,173,129	21,173,129
ICF/MR Provider Fee	4000282	0	0		887,045	887,045	887,045
Quality Assurance Fee	4000395	192,122	3,153,673		2,109,186	2,109,186	2,109,186
Total Funding		27,604,464	28,453,344		29,876,011	29,876,011	29,876,011
Excess Appropriation/(Funding)		0	0		0	5,000,000	0
Grand Total		27,604,464	28,453,344		29,876,011	34,876,011	29,876,011

Appropriation Summary

Appropriation: 898 - DHS-Grants Paying Account

Funding Sources: PWE - Grants Paying

Appropriation		2016-2017	2017-2018	2017-2018	2018-2019		
		Actual	Budget	Authorized	Legislative Recommendation	Agency Request	Executive Recommendation
Public Nursing Home Care	5100004	205,362,709	211,265,379	211,265,379	217,603,340	267,603,340	217,603,340
Total		205,362,709	211,265,379	211,265,379	217,603,340	267,603,340	217,603,340
Funding Sources							
General Revenue	4000010	8,020,785	3,440,000		4,658,400	4,658,400	4,658,400
Federal Revenue	4000020	143,290,645	149,111,104		154,215,487	154,215,487	154,215,487
Hospital Assessment Fee	4000281	0	0		0	0	0
ICF/MR Provider Fee	4000282	0	2,354,033		0	0	0
Quality Assurance Fee	4000395	1,438,035	2,846,327		0	0	0
Various Program Support	4000730	52,613,244	53,513,915		58,729,453	58,729,453	58,729,453
Total Funding		205,362,709	211,265,379		217,603,340	217,603,340	217,603,340
Excess Appropriation/(Funding)		0	0		0	50,000,000	0
Grand Total		205,362,709	211,265,379		217,603,340	267,603,340	217,603,340

State Contracts Over \$50,000 Awarded To Minority Owned Businesses Fiscal Year 2017

None

Department Appropriation Summary

Historical Data

Agency Request and Recommendations

Appropriation	2016-2017		2017-2018		2017-2018		2018-2019					
	Actual	Pos	Budget	Pos	Authorized	Pos	Legislative Recommendation	Pos	Agency Request	Pos	Executive Recommendation	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
410 Cty-Emergency Food Program	720,759	0	729,295	0	729,295	0	729,295	0	729,295	0	729,295	0
411 Cty-Low Income Energy Assistance Prgm	19,876,171	0	28,000,000	0	28,000,000	0	28,000,000	0	28,000,000	0	28,000,000	0
412 Cty-Refugee Resettlement Program	6,344	0	12,000	0	12,000	0	12,000	0	122,160	0	12,000	0
426 Cty-Homeless Assistance Grant	2,476,142	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
642 Medicaid Expansion-County Ops	2,462,912	58	2,825,998	55	2,825,998	60	2,828,468	60	2,828,468	60	2,828,468	60
896 Division of County Operations	110,221,324	1,782	123,752,340	1,718	119,406,612	1,770	119,484,148	1,770	124,040,294	1,777	119,484,148	1,770
897 TANF Block Grant	7,061,644	0	10,350,000	0	14,637,000	0	14,637,000	0	18,277,650	0	14,637,000	0
898 Community Svcs. Block Grant	8,062,364	0	9,783,146	0	9,783,146	0	9,783,146	0	9,783,146	0	9,783,146	0
898 Supplemental Nutrition Assist(SNAP)	263,113	0	338,512	0	343,235	0	343,235	0	4,523,722	0	343,235	0
930 Cty-Commodity Distrib & Salvage Container	3,264	0	139,676	0	139,676	0	139,676	0	139,676	0	139,676	0
Total	152,149,150	1,840	179,568,171	1,773	179,514,166	1,830	179,594,172	1,830	192,081,615	1,837	179,594,172	1,830

Funding Sources		%		%		%		%		%	
General Revenue	4000010	45,881,591	30.2	46,439,880	25.9	46,651,076	26.2	46,651,076	26.2	46,651,076	26.2
Federal Revenue	4000020	98,335,239	64.6	118,169,689	65.8	120,373,246	67.5	120,373,246	67.5	120,373,246	67.5
Cash Fund	4000045	3,264	0.0	139,676	0.1	139,676	0.1	139,676	0.1	139,676	0.1
Merit Adjustment Fund	4000055	0	0.0	2,260,768	1.3	0	0.0	0	0.0	0	0.0
Tobacco Settlement	4000495	1,231,456	0.8	1,412,999	0.8	1,414,234	0.8	1,414,234	0.8	1,414,234	0.8
Various Program Support	4000730	6,697,600	4.4	11,145,159	6.2	9,780,241	5.5	9,780,241	5.5	9,780,241	5.5
Total Funds		152,149,150	100.0	179,568,171	100.0	178,358,473	100.0	178,358,473	100.0	178,358,473	100.0
Excess Appropriation/(Funding)		0		0		1,235,699		13,723,142		1,235,699	
Grand Total		152,149,150		179,568,171		179,594,172		192,081,615		179,594,172	

The FY18 Budget amount in FC 896 Division of County Operations exceeds the FY18 authorized amount due to implementation of Act 365 of 2017.

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 Arkansas Code Annotated §19-5-306(10)(A)(iii).

The Agency Request reflects the FY19 requests from the 2016 Fall Budget Hearings Summary Manuals. The Legislative Recommendation and Executive Recommendation reflect the FY19 ALC/JBC recommendation from the 2016 Fall Budget Hearings Summary Manuals, any Governor's Letters adopted and member amendments.

Appropriation Summary

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

Funding Sources: DGF - DHS Grants Fund

Appropriation	2016-2017	2017-2018	2017-2018	2018-2019		
	Actual	Budget	Authorized	Legislative Recommendation	Agency Request	Executive Recommendation
Grants and Aid 5100004	0	4,000	4,000	4,000	4,000	4,000
Total	0	4,000	4,000	4,000	4,000	4,000
Funding Sources						
General Revenue 4000010	0	4,000		4,000	4,000	4,000
Total Funding	0	4,000		4,000	4,000	4,000
Excess Appropriation/(Funding)	0	0		0	0	0
Grand Total	0	4,000		4,000	4,000	4,000

Analysis of Budget Request

Appropriation: 410 - Cty-Emergency Food Program

Funding Sources: FWF - DHS Federal

The Emergency Food Program provides food on an emergency basis for families in need and the homeless. Donated food is also made available for Disaster Assistance. Additionally, Division of County Operations (DCO) utilizes surplus USDA commodities to supplement low-income food programs in Arkansas. Agencies such as Food Banks and Community Program Action Agencies have agreements with DCO to provide food through soup kitchens, food pantries and mass distribution to households.

This appropriation also includes the Commodity Supplemental Food Program which provides food to seniors in need on a monthly basis. The caseload level can be adjusted each Federal Fiscal year based on availability of food products and administrative funding. Community Action Agencies throughout the State have agreements with DCO to distribute food to this client base.

Funding for this appropriation is 100% federal from the U. S. Department of Agriculture, Food and Consumer Services.

The Agency Request reflects the FY19 requests from the 2016 Fall Budget Hearings Summary Manuals. The Legislative Recommendation and Executive Recommendation reflect the FY19 ALC/JBC recommendation from the 2016 Fall Budget Hearings Summary Manuals, any Governor's Letters adopted and member amendments.

Appropriation Summary

Appropriation: 410 - Cty-Emergency Food Program

Funding Sources: FWF - DHS Federal

Appropriation	2016-2017	2017-2018	2017-2018	2018-2019		
	Actual	Budget	Authorized	Legislative Recommendation	Agency Request	Executive Recommendation
Grants and Aid 5100004	720,759	729,295	729,295	729,295	729,295	729,295
Total	720,759	729,295	729,295	729,295	729,295	729,295
Funding Sources						
Federal Revenue 4000020	720,759	729,295		729,295	729,295	729,295
Total Funding	720,759	729,295		729,295	729,295	729,295
Excess Appropriation/(Funding)	0	0		0	0	0
Grand Total	720,759	729,295		729,295	729,295	729,295

Analysis of Budget Request

Appropriation: 411 - Cty-Low Income Energy Assistance Prgm

Funding Sources: FWF - DHS Federal

The Low Income Home Energy Assistance (LIHEAP) program provides federal funds to assist low-income households with the cost of their home energy expenses such as gas, electricity, propane, etc. The agency administers the Winter/Summer Assistance Program and Crisis Intervention Program. Assistance is provided in the form of a one-time per year payment to the energy supplier of an eligible household, or in some cases, directly to the applicant. The Crisis Intervention Program provides assistance to eligible households in energy related emergencies. Eligibility is based on 150% of current Office of Management and Budget (OMB) income poverty guidelines for all households.

Funding for this appropriation is 100% federal from the U. S. Department of Health and Human Services, Administration for Children and Families.

The Agency Request reflects the FY19 requests from the 2016 Fall Budget Hearings Summary Manuals. The Legislative Recommendation and Executive Recommendation reflect the FY19 ALC/JBC recommendation from the 2016 Fall Budget Hearings Summary Manuals, any Governor's Letters adopted and member amendments.

Appropriation Summary

Appropriation: 411 - Cty-Low Income Energy Assistance Prgm

Funding Sources: FWF - DHS Federal

Appropriation	2016-2017	2017-2018	2017-2018	2018-2019		
	Actual	Budget	Authorized	Legislative Recommendation	Agency Request	Executive Recommendation
Grants and Aid 5100004	19,876,171	28,000,000	28,000,000	28,000,000	28,000,000	28,000,000
Total	19,876,171	28,000,000	28,000,000	28,000,000	28,000,000	28,000,000
Funding Sources						
Federal Revenue 4000020	19,876,171	28,000,000		28,000,000	28,000,000	28,000,000
Total Funding	19,876,171	28,000,000		28,000,000	28,000,000	28,000,000
Excess Appropriation/(Funding)	0	0		0	0	0
Grand Total	19,876,171	28,000,000		28,000,000	28,000,000	28,000,000

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.

The Agency Request reflects the FY19 requests from the 2016 Fall Budget Hearings Summary Manuals. The Legislative Recommendation and Executive Recommendation reflect the FY19 ALC/JBC recommendation from the 2016 Fall Budget Hearings Summary Manuals, any Governor's Letters adopted and member amendments.

Appropriation Summary

Appropriation: 412 - Cty-Refugee Resettlement Program

Funding Sources: FWF - DHS Federal

Appropriation	2016-2017	2017-2018	2017-2018	2018-2019		
	Actual	Budget	Authorized	Legislative Recommendation	Agency Request	Executive Recommendation
Grants and Aid 5100004	6,344	12,000	12,000	12,000	122,160	12,000
Total	6,344	12,000	12,000	12,000	122,160	12,000
Funding Sources						
Federal Revenue 4000020	6,344	12,000		12,000	12,000	12,000
Total Funding	6,344	12,000		12,000	12,000	12,000
Excess Appropriation/(Funding)	0	0		0	110,160	0
Grand Total	6,344	12,000		12,000	122,160	12,000

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. 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. The estimated homeless count in the State of Arkansas for 2011 is 19,135. Funding for this appropriation is 100% federal.

The Agency Request reflects the FY19 requests from the 2016 Fall Budget Hearings Summary Manuals. The Legislative Recommendation and Executive Recommendation reflect the FY19 ALC/JBC recommendation from the 2016 Fall Budget Hearings Summary Manuals, any Governor's Letters adopted and member amendments.

Appropriation Summary

Appropriation: 426 - Cty-Homeless Assistance Grant

Funding Sources: FWF - DHS Federal

Appropriation	2016-2017	2017-2018	2017-2018	2018-2019		
	Actual	Budget	Authorized	Legislative Recommendation	Agency Request	Executive Recommendation
Grants and Aid 5100004	2,476,142	2,638,091	2,638,091	2,638,091	2,638,091	2,638,091
Total	2,476,142	2,638,091	2,638,091	2,638,091	2,638,091	2,638,091
Funding Sources						
Federal Revenue 4000020	2,476,142	2,638,091		2,638,091	2,638,091	2,638,091
Total Funding	2,476,142	2,638,091		2,638,091	2,638,091	2,638,091
Excess Appropriation/(Funding)	0	0		0	0	0
Grand Total	2,476,142	2,638,091		2,638,091	2,638,091	2,638,091

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 for the purpose of purchasing Arkansas products through the State Food Purchasing Program.

Funding for this appropriation is 100% general revenue (DCO - County Operations Fund Account).

The Agency Request reflects the FY19 requests from the 2016 Fall Budget Hearings Summary Manuals. The Legislative Recommendation and Executive Recommendation reflect the FY19 ALC/JBC recommendation from the 2016 Fall Budget Hearings Summary Manuals, any Governor's Letters adopted and member amendments.

Appropriation Summary

Appropriation: 59H - Hunger Coalition

Funding Sources: DCO - County Operations Account

Appropriation	2016-2017	2017-2018	2017-2018	2018-2019		
	Actual	Budget	Authorized	Legislative Recommendation	Agency Request	Executive Recommendation
Grants and Aid 5100004	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
Funding Sources						
General Revenue 4000010	995,113	995,113		995,113	995,113	995,113
Total Funding	995,113	995,113		995,113	995,113	995,113
Excess Appropriation/(Funding)	0	0		0	0	0
Grand Total	995,113	995,113		995,113	995,113	995,113

Analysis of Budget Request

Appropriation: 642 - DHS Medicaid Expansion Program

Funding Sources: PTA - Medicaid Expansion Program Account

This appropriation is for the additional administrative costs to the Division of County Operations associated with the Medicaid Expansion Programs established by Initiated Act 1 of 2000. The expanded Medicaid programs are as follows:

1. Expansion of Medicaid coverage and benefits to pregnant women with incomes up to 200 percent of the Federal Poverty Level (approved for implementation November 1, 2001);
2. Expansion of inpatient and outpatient hospital reimbursements and benefits to adults age 19 to 64 to reduce coinsurance payment from 22 percent to 10 percent of the cost of the first Medicaid covered day of each admission and cover additional medically necessary days in the hospital from 20 days up to 24 allowed days per State Fiscal Year (approved for implementation November 1, 2001);
3. Expansion of non-institutional coverage and benefits to adults aged 65 and over. Referred to as ARSeniors, this program extends full Medicaid benefits to adults age 65 and over who have been identified as Qualified Medicare Beneficiaries (QMB) and meet specific income limits (approved for implementation October 1, 2002); and

Funding for this appropriation is derived from tobacco settlement funds and federal revenue provided through the U. S. Department of Health and Human Services, Centers for Medicare and Medicaid Services.

The Agency Request reflects the FY19 requests from the 2016 Fall Budget Hearings Summary Manuals. The Legislative Recommendation and Executive Recommendation reflect the FY19 ALC/JBC recommendation from the 2016 Fall Budget Hearings Summary Manuals, any Governor's Letters adopted and member amendments.

Appropriation Summary

Appropriation: 642 - DHS Medicaid Expansion Program

Funding Sources: PTA - Medicaid Expansion Program Account

Appropriation		2016-2017	2017-2018	2017-2018	2018-2019		
		Actual	Budget	Authorized	Legislative Recommendation	Agency Request	Executive Recommendation
Regular Salaries	5010000	1,657,880	1,993,957	1,763,826	1,765,826	1,765,826	1,765,826
	#Positions	58	55	60	60	60	60
Personal Services Matching	5010003	680,821	736,816	716,377	716,847	716,847	716,847
Operating Expenses	5020002	124,211	90,225	295,795	295,795	295,795	295,795
Conference & Travel Expenses	5050009	0	0	0	0	0	0
Professional Fees	5060010	0	0	0	0	0	0
Capital Outlay	5120011	0	0	0	0	0	0
Data Processing Services	5900044	0	5,000	50,000	50,000	50,000	50,000
Total		2,462,912	2,825,998	2,825,998	2,828,468	2,828,468	2,828,468
Funding Sources							
Federal Revenue	4000020	1,231,456	1,412,999		1,414,234	1,414,234	1,414,234
Tobacco Settlement	4000495	1,231,456	1,412,999		1,414,234	1,414,234	1,414,234
Total Funding		2,462,912	2,825,998		2,828,468	2,828,468	2,828,468
Excess Appropriation/(Funding)		0	0		0	0	0
Grand Total		2,462,912	2,825,998		2,828,468	2,828,468	2,828,468

The FY18 Budget amount in Regular Salaries and Personal Services Matching exceeds the FY18 authorized amount due to implementation of Act 365 of 2017.

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 Arkansas Code Annotated §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-three (83) county offices in the 75 counties, a new Access Arkansas Center is being constructed in Batesville and will process approximately 28,000 applications and reevaluations each month, many of which are being filed online. 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 though local organizations include the Community Services Block Grant; Energy and Weatherization 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.

The Agency Request reflects the FY19 requests from the 2016 Fall Budget Hearings Summary Manuals. The Legislative Recommendation and Executive Recommendation reflect the FY19 ALC/JBC recommendation from the 2016 Fall Budget Hearings Summary Manuals, any Governor's Letters adopted and member amendments.

Appropriation Summary

Appropriation: 896 - DHS--Admin Paying Account

Funding Sources: PWP - Administration Paying

Appropriation		2016-2017	2017-2018	2017-2018	2018-2019		
		Actual	Budget	Authorized	Legislative Recommendation	Agency Request	Executive Recommendation
Regular Salaries	5010000	55,965,374	62,509,933	57,408,679	57,471,479	57,512,379	57,471,479
	#Positions	1,782	1,718	1,770	1,770	1,777	1,770
Extra Help	5010001	333,991	629,812	629,812	629,812	629,812	629,812
	#Extra Help	29	37	37	37	37	37
Personal Services Matching	5010003	21,410,051	23,125,549	22,487,193	22,501,929	22,513,685	22,501,929
Overtime	5010006	371	25,000	25,000	25,000	25,000	25,000
Operating Expenses	5020002	22,429,051	24,704,868	25,098,935	25,098,935	26,554,489	25,098,935
Conference & Travel Expenses	5050009	124,113	167,081	167,081	167,081	167,081	167,081
Professional Fees	5060010	5,213,881	6,499,735	6,499,735	6,499,735	8,648,141	6,499,735
Data Processing	5090012	0	0	0	0	0	0
Capital Outlay	5120011	0	0	0	0	0	0
Data Processing Services	5900044	4,744,492	6,090,362	7,090,177	7,090,177	7,989,707	7,090,177
Total		110,221,324	123,752,340	119,406,612	119,484,148	124,040,294	119,484,148
Funding Sources							
General Revenue	4000010	44,839,968	45,287,328		45,498,524	45,498,524	45,498,524
Federal Revenue	4000020	58,980,192	65,059,085		62,969,684	62,969,684	62,969,684
Merit Adjustment Fund	4000055	0	2,260,768		0	0	0
Various Program Support	4000730	6,401,164	11,145,159		9,780,241	9,780,241	9,780,241
Total Funding		110,221,324	123,752,340		118,248,449	118,248,449	118,248,449
Excess Appropriation/(Funding)		0	0		1,235,699	5,791,845	1,235,699
Grand Total		110,221,324	123,752,340		119,484,148	124,040,294	119,484,148

The FY18 Budget amount in Regular Salaries and Personal Services Matching exceeds the FY18 authorized amount due to implementation of Act 365 of 2017.

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 Arkansas Code Annotated §19-5-306 (10)(A)(iv) and general revenue fund transfers from the Department of Workforce Services as authorized in Section 9 of Act 271 of 2014 for FY2015. Other funding which is indicated as various program support can also include sources such as the payback of the federal share of overpayment collections on AFDC and interest on TEA cash assistance.

The Agency Request reflects the FY19 requests from the 2016 Fall Budget Hearings Summary Manuals. The Legislative Recommendation and Executive Recommendation reflect the FY19 ALC/JBC recommendation from the 2016 Fall Budget Hearings Summary Manuals, any Governor's Letters adopted and member amendments.

Appropriation Summary

Appropriation: 897 - DHS-Grants Paying Account

Funding Sources: PWD - Grants Paying

Appropriation	2016-2017 Actual	2017-2018 Budget	2017-2018 Authorized	2018-2019		
				Legislative Recommendation	Agency Request	Executive Recommendation
TANF Block Grant 5100004	7,061,644	10,350,000	14,637,000	14,637,000	18,277,650	14,637,000
Total	7,061,644	10,350,000	14,637,000	14,637,000	18,277,650	14,637,000
Funding Sources						
Federal Revenue 4000020	6,765,208	10,350,000		14,637,000	14,637,000	14,637,000
Various Program Support 4000730	296,436	0		0	0	0
Total Funding	7,061,644	10,350,000		14,637,000	14,637,000	14,637,000
Excess Appropriation/(Funding)	0	0		0	3,640,650	0
Grand Total	7,061,644	10,350,000		14,637,000	18,277,650	14,637,000

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.

Social Services Block Grant (SSBG) funds are used to provide supportive services to help low-income children and families achieve and maintain self-sufficiency. These services include case management, employment services, nutrition, emergency assistance, and other social services to address the needs of families in crisis. SSBG funds also provide special services and supportive activities for the disabled through job placement, employment counseling, and referrals to community resources and opportunities.

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 ABAWD (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 Community Services Block Grant, U. S. Department of Health and Human Services,

Administration for Children and Families, federal Social Services Block Grant (SSBG) funds, federal USDA funds and general revenue from the Department of Human Services Grants Fund Account (DGF-DHS Grants Fund) as authorized in Arkansas Code Annotated §19-5-306(10)(A)(ii) and §19-5-306(10)(A)(xi).

The Agency Request reflects the FY19 requests from the 2016 Fall Budget Hearings Summary Manuals. The Legislative Recommendation and Executive Recommendation reflect the FY19 ALC/JBC recommendation from the 2016 Fall Budget Hearings Summary Manuals, any Governor's Letters adopted and member amendments.

Appropriation Summary

Appropriation: 898 - DHS-Grants Paying Account

Funding Sources: PWE - Grants Paying

Appropriation		2016-2017	2017-2018	2017-2018	2018-2019		
		Actual	Budget	Authorized	Legislative Recommendation	Agency Request	Executive Recommendation
Suppl Nutrition Assist(SNAP)	5100004	263,113	338,512	343,235	343,235	4,523,722	343,235
Community Svcs. Block Grant	5100004	8,062,364	9,783,146	9,783,146	9,783,146	9,783,146	9,783,146
Total		8,325,477	10,121,658	10,126,381	10,126,381	14,306,868	10,126,381
Funding Sources							
General Revenue	4000010	46,510	153,439		153,439	153,439	153,439
Federal Revenue	4000020	8,278,967	9,968,219		9,972,942	9,972,942	9,972,942
Total Funding		8,325,477	10,121,658		10,126,381	10,126,381	10,126,381
Excess Appropriation/(Funding)		0	0		0	4,180,487	0
Grand Total		8,325,477	10,121,658		10,126,381	14,306,868	10,126,381

Analysis of Budget Request

Appropriation: 930 - Cty-Commodity Distrib & Salvage Container

Funding Sources: NHS - Cash in Treasury

The Commodity Distribution and Salvage Container Program receives United States Department of Agriculture (USDA) donated foods for distribution to school districts, food banks, soup kitchens and 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. Compensation of the value of the donated food is provided by the contractor and/or recipient agency, to the distributing agency (Division of County Operations Commodity Distribution Program). Compensation is deposited in the Salvage and Container Cash Fund. Upon approval by USDA, these funds may be used for training, equipment and vehicle purchases utilized by the Commodity Distribution Program for enhancements to the program.

The Agency Request reflects the FY19 requests from the 2016 Fall Budget Hearings Summary Manuals. The Legislative Recommendation and Executive Recommendation reflect the FY19 ALC/JBC recommendation from the 2016 Fall Budget Hearings Summary Manuals, any Governor's Letters adopted and member amendments.

Expenditure of appropriation is contingent upon available funding.

Appropriation Summary

Appropriation: 930 - Cty-Commodity Distrib & Salvage Container

Funding Sources: NHS - Cash in Treasury

Appropriation		2016-2017	2017-2018	2017-2018	2018-2019		
		Actual	Budget	Authorized	Legislative Recommendation	Agency Request	Executive Recommendation
Operating Expenses	5020002	3,264	130,186	130,186	130,186	130,186	130,186
Conference & Travel Expenses	5050009	0	9,490	9,490	9,490	9,490	9,490
Professional Fees	5060010	0	0	0	0	0	0
Data Processing	5090012	0	0	0	0	0	0
Capital Outlay	5120011	0	0	0	0	0	0
Total		3,264	139,676	139,676	139,676	139,676	139,676
Funding Sources							
Cash Fund	4000045	3,264	139,676		139,676	139,676	139,676
Total Funding		3,264	139,676		139,676	139,676	139,676
Excess Appropriation/(Funding)		0	0		0	0	0
Grand Total		3,264	139,676		139,676	139,676	139,676

State Contracts Over \$50,000 Awarded To Minority Owned Businesses Fiscal Year 2017

None

Department Appropriation Summary

Historical Data

Agency Request and Recommendations

Appropriation	2016-2017		2017-2018		2017-2018		2018-2019					
	Actual	Pos	Budget	Pos	Authorized	Pos	Legislative Recommendation	Pos	Agency Request	Pos	Executive Recommendation	Pos
147 Special Olympics	178,768	0	178,768	0	178,768	0	178,768	0	178,768	0	178,768	0
397 Children's Medical Services	1,313,479	0	1,677,401	0	1,729,279	0	1,729,279	0	1,729,279	0	1,729,279	0
408 Children's Medical Services-Federal	728,817	0	1,144,083	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	273,974	0	273,974	0
653 DDS-State Operations	3,332,385	0	5,054,325	0	5,054,325	0	5,054,325	0	6,819,242	0	5,054,325	0
657 Community Programs	709	0	50,000	0	50,000	0	50,000	0	50,000	0	50,000	0
658 Grants to Community Providers	15,586,383	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 Srvs	133,781,897	2,623	135,057,879	2,313	152,186,903	2,611	152,265,724	2,611	153,509,296	2,669	152,265,724	2,611
982 Inter-Divisional Programs	35,502	0	108,644	0	108,644	0	108,644	0	108,644	0	108,644	0
Total	154,957,940	2,623	159,437,119	2,313	176,920,143	2,611	176,998,964	2,611	180,007,453	2,669	176,998,964	2,611

Funding Sources		%		%		%		%		%	
General Revenue 4000010	66,814,944	43.1	66,776,391	41.9		67,199,853	40.6	67,199,853	40.6	67,199,853	40.6
Federal Revenue 4000020	13,542,635	8.7	21,956,896	13.8		25,323,455	15.3	25,323,455	15.3	25,323,455	15.3
Special Revenue 4000030	709	0.0	50,000	0.0		50,000	0.0	50,000	0.0	50,000	0.0
Merit Adjustment Fund 4000055	0	0.0	1,202,710	0.8		0	0.0	0	0.0	0	0.0
Transfer to Medicaid Match 4000660	(12,793,804)	(8.3)	(12,836,261)	(8.1)		(12,836,261)	(7.8)	(12,836,261)	(7.8)	(12,836,261)	(7.8)
Various Program Support 4000730	87,393,456	56.4	82,287,383	51.6		85,785,435	51.8	85,785,435	51.8	85,785,435	51.8
Total Funds	154,957,940	100.0	159,437,119	100.0		165,522,482	100.0	165,522,482	100.0	165,522,482	100.0
Excess Appropriation/(Funding)	0		0			11,476,482		14,484,971		11,476,482	
Grand Total	154,957,940		159,437,119			176,998,964		180,007,453		176,998,964	

Analysis of Budget Request

Appropriation: 147 - Special Olympics

Funding Sources: DEA - Developmental Disabilities Services Fund

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).

The Agency Request reflects the FY19 requests from the 2016 Fall Budget Hearings Summary Manuals. The Legislative Recommendation and Executive Recommendation reflect the FY19 ALC/JBC recommendation from the 2016 Fall Budget Hearings Summary Manuals, any Governor's Letters adopted and member amendments.

Appropriation Summary

Appropriation: 147 - Special Olympics

Funding Sources: DEA - Developmental Disabilities Services Fund

Appropriation	2016-2017	2017-2018	2017-2018	2018-2019		
	Actual	Budget	Authorized	Legislative Recommendation	Agency Request	Executive Recommendation
Grants and Aid 5100004	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
Funding Sources						
General Revenue 4000010	178,768	178,768		178,768	178,768	178,768
Total Funding	178,768	178,768		178,768	178,768	178,768
Excess Appropriation/(Funding)	0	0		0	0	0
Grand Total	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

The State Children's Medical Services (CMS) program provides services to children with special health care needs. CMS assists in the provision of services through service teams, satellite offices and parent support groups. In addition to the children with special health care needs, CMS also assists children with special needs on the Tax Equity and Fiscal Responsibility Act (TEFRA) program. TEFRA considers just the child and the child's income for eligibility and is broader in scope than Medicaid. A medical condition must be present to be eligible.

CMS programs are community based with staff at the local level making decisions on behalf of the families receiving services. CMS staff members assist families by coordinating care in areas such as assessments, arranging medical appointments, determining additional needed services, payment authorization, coordinating parent support groups, arranging respite care and transportation, and coordinating the TEFRA program.

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

The Agency Request reflects the FY19 requests from the 2016 Fall Budget Hearings Summary Manuals. The Legislative Recommendation and Executive Recommendation reflect the FY19 ALC/JBC recommendation from the 2016 Fall Budget Hearings Summary Manuals, any Governor's Letters adopted and member amendments.

Appropriation Summary

Appropriation: 397 - Children's Medical Services

Funding Sources: DGF - DHS Grants Fund

Appropriation	2016-2017 Actual	2017-2018 Budget	2017-2018 Authorized	2018-2019		
				Legislative Recommendation	Agency Request	Executive Recommendation
Grants and Aid 5100004	1,313,479	1,677,401	1,729,279	1,729,279	1,729,279	1,729,279
Total	1,313,479	1,677,401	1,729,279	1,729,279	1,729,279	1,729,279
Funding Sources						
General Revenue 4000010	1,313,479	1,677,401		1,729,279	1,729,279	1,729,279
Total Funding	1,313,479	1,677,401		1,729,279	1,729,279	1,729,279
Excess Appropriation/(Funding)	0	0		0	0	0
Grand Total	1,313,479	1,677,401		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 Federal Children's Medical Services (CMS) appropriation is a companion to the State Children's Medical Services appropriation 397 and provides for community based services for children with special health care needs, including chronic illnesses and physical disabilities. Examples of services include therapies, medications, transportation, medical treatments and equipment. The community based offices allow for more rapid responses to the needs of the children and their families. This appropriation supports the programs and services detailed in the State CMS program appropriation.

Funding for this appropriation is 100% federal revenue consisting of Title V funding.

The Agency Request reflects the FY19 requests from the 2016 Fall Budget Hearings Summary Manuals. The Legislative Recommendation and Executive Recommendation reflect the FY19 ALC/JBC recommendation from the 2016 Fall Budget Hearings Summary Manuals, any Governor's Letters adopted and member amendments.

Appropriation Summary

Appropriation: 408 - Children's Medical Services-Federal

Funding Sources: FWF - DHS Federal

Appropriation	2016-2017	2017-2018	2017-2018	2018-2019		
	Actual	Budget	Authorized	Legislative Recommendation	Agency Request	Executive Recommendation
Grants and Aid 5100004	728,817	1,144,083	1,446,205	1,446,205	1,446,205	1,446,205
Total	728,817	1,144,083	1,446,205	1,446,205	1,446,205	1,446,205
Funding Sources						
Federal Revenue 4000020	728,817	1,144,083		1,446,205	1,446,205	1,446,205
Total Funding	728,817	1,144,083		1,446,205	1,446,205	1,446,205
Excess Appropriation/(Funding)	0	0		0	0	0
Grand Total	728,817	1,144,083		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).

The Agency Request reflects the FY19 requests from the 2016 Fall Budget Hearings Summary Manuals. The Legislative Recommendation and Executive Recommendation reflect the FY19 ALC/JBC recommendation from the 2016 Fall Budget Hearings Summary Manuals, any Governor's Letters adopted and member amendments.

Appropriation Summary

Appropriation: 59J - Autism Treat/Coord

Funding Sources: DEA - Developmental Disabilities Services Fund Account

Appropriation	2016-2017	2017-2018	2017-2018	2018-2019		
	Actual	Budget	Authorized	Legislative Recommendation	Agency Request	Executive Recommendation
Grants and Aid 5100004	0	273,974	273,974	273,974	273,974	273,974
Total	0	273,974	273,974	273,974	273,974	273,974
Funding Sources						
General Revenue 4000010	0	273,974		273,974	273,974	273,974
Total Funding	0	273,974		273,974	273,974	273,974
Excess Appropriation/(Funding)	0	0		0	0	0
Grand Total	0	273,974		273,974	273,974	273,974

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 Arkansas Code Annotated §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.

The Agency Request reflects the FY19 requests from the 2016 Fall Budget Hearings Summary Manuals. The Legislative Recommendation and Executive Recommendation reflect the FY19 ALC/JBC recommendation from the 2016 Fall Budget Hearings Summary Manuals, any Governor's Letters adopted and member amendments.

Appropriation Summary

Appropriation: 657 - Community Programs

Funding Sources: SDT - DDS Dog Track Special Revenue Fund

Appropriation	2016-2017	2017-2018	2017-2018	2018-2019		
	Actual	Budget	Authorized	Legislative Recommendation	Agency Request	Executive Recommendation
Community Programs 5900046	709	50,000	50,000	50,000	50,000	50,000
Total	709	50,000	50,000	50,000	50,000	50,000
Funding Sources						
Special Revenue 4000030	709	50,000		50,000	50,000	50,000
Total Funding	709	50,000		50,000	50,000	50,000
Excess Appropriation/(Funding)	0	0		0	0	0
Grand Total	709	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 Grants to Community Providers appropriation provides for community based services through private non-profit service providers throughout the state for individuals who do not meet Medicaid eligibility criteria for services such as speech, occupational and physical therapy, adult development and preschool services. In addition to grants to community providers for contracted services, this appropriation provides Medicaid Match paid by warrant for Developmental Day Treatment Clinic Services (5 day week clinics that provide work training for adults and preschool training for children), Therapy, Personal Care and Case Management.

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

The Agency Request reflects the FY19 requests from the 2016 Fall Budget Hearings Summary Manuals. The Legislative Recommendation and Executive Recommendation reflect the FY19 ALC/JBC recommendation from the 2016 Fall Budget Hearings Summary Manuals, any Governor's Letters adopted and member amendments.

Appropriation Summary

Appropriation: 658 - Grants to Community Providers

Funding Sources: DEA - Developmental Disabilities Services Fund Account

Appropriation	2016-2017	2017-2018	2017-2018	2018-2019		
	Actual	Budget	Authorized	Legislative Recommendation	Agency Request	Executive Recommendation
Grants and Aid 5100004	15,586,383	15,892,045	15,892,045	15,892,045	15,892,045	15,892,045
Total	15,586,383	15,892,045	15,892,045	15,892,045	15,892,045	15,892,045
Funding Sources						
General Revenue 4000010	15,586,383	15,892,045		15,892,045	15,892,045	15,892,045
Total Funding	15,586,383	15,892,045		15,892,045	15,892,045	15,892,045
Excess Appropriation/(Funding)	0	0		0	0	0
Grand Total	15,586,383	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 impairment generally attributable to mental retardation, cerebral palsy, epilepsy 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: Provides comprehensive services including a skilled nursing facility for children and adults. Primary emphasis is on medical services, special education, domestic and personal skill development, habilitation training, workshop opportunities, employment training, recreation opportunities and development.

Arkadelphia HDC: Provides comprehensive services for adults of all functioning levels except for those with severe medical needs. Primary emphasis is on adult enrichment, vocational training and transitional placement.

Jonesboro HDC: Provides comprehensive services for adults of all functioning levels except those with severe medical needs. Primary emphasis is on serving individuals with a primary diagnosis of mental retardation.

Booneville HDC: Provides varied services for adults who are ambulatory with no severe medical needs. Primary emphasis is training programs and living options for those that do not require extensive medical care, but may need behavioral services due to mental illness.

Southeast Arkansas (Warren) HDC: Provides both institutional and group home services for adults. Primary emphasis includes functional training for daily living skills and vocational training.

Funding for this appropriation consists of general revenue (DEA - Developmental Disabilities Services Fund Account), federal revenue and other revenue. Federal revenue primarily includes Title XIX, Title V, Early Intervention, Foster Grandparent and Social Service Block Grant

Case Management, and Medicaid reimbursements.

The Agency Request reflects the FY19 requests from the 2016 Fall Budget Hearings Summary Manuals. The Legislative Recommendation and Executive Recommendation reflect the FY19 ALC/JBC recommendation from the 2016 Fall Budget Hearings Summary Manuals, any Governor's Letters adopted and member amendments.

Appropriation Summary

Appropriation: 896 - DHS--Admin Paying Account

Funding Sources: PWP - Administration Paying

Appropriation		2016-2017	2017-2018	2017-2018	2018-2019		
		Actual	Budget	Authorized	Legislative Recommendation	Agency Request	Executive Recommendation
Regular Salaries	5010000	70,284,161	72,550,046	75,105,833	75,169,233	75,977,985	75,169,233
	#Positions	2,623	2,313	2,611	2,611	2,669	2,611
Extra Help	5010001	1,628,747	1,945,241	2,910,944	2,910,944	2,910,944	2,910,944
	#Extra Help	157	199	200	200	200	200
Personal Services Matching	5010003	29,200,397	28,839,687	31,828,836	31,844,257	32,076,076	31,844,257
Overtime	5010006	2,118,025	1,290,000	2,310,000	2,310,000	2,310,000	2,310,000
Extra Salaries	5010008	0	27,000	27,000	27,000	27,000	27,000
Operating Expenses	5020002	24,569,545	21,568,502	30,333,052	30,333,052	30,333,052	30,333,052
Conference & Travel Expenses	5050009	47,625	88,977	99,403	99,403	99,403	99,403
Professional Fees	5060010	472,211	674,369	1,318,147	1,318,147	1,318,147	1,318,147
DDS-State Operations	5060010	16,021	0	0	0	0	0
Data Processing	5090012	0	0	0	0	0	0
Grants/Patient Services	5100004	3,316,364	4,987,134	4,987,134	4,987,134	6,752,051	4,987,134
Grants and Aid	5100004	0	0	0	0	0	0
Capital Outlay	5120011	367,949	361,369	500,000	500,000	703,001	500,000
Data Processing Services	5900044	535,299	700,000	700,000	700,000	700,000	700,000
Vocational Trainees	5900046	165,239	198,000	239,000	239,000	239,000	239,000
Purchase of Service	5900047	4,392,699	6,814,688	6,814,688	6,814,688	6,814,688	6,814,688
Children & Adolescent Svcs	5900047	0	67,191	67,191	67,191	67,191	67,191
Total		137,114,282	140,112,204	157,241,228	157,320,049	160,328,538	157,320,049
Funding Sources							
General Revenue	4000010	49,700,812	48,645,559		49,017,143	49,017,143	49,017,143
Federal Revenue	4000020	12,813,818	20,812,813		23,877,250	23,877,250	23,877,250
Merit Adjustment Fund	4000055	0	1,202,710		0	0	0
Transfer to Medicaid Match	4000660	(12,793,804)	(12,836,261)		(12,836,261)	(12,836,261)	(12,836,261)
Various Program Support	4000730	87,393,456	82,287,383		85,785,435	85,785,435	85,785,435
Total Funding		137,114,282	140,112,204		145,843,567	145,843,567	145,843,567
Excess Appropriation/(Funding)		0	0		11,476,482	14,484,971	11,476,482
Grand Total		137,114,282	140,112,204		157,320,049	160,328,538	157,320,049

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 individuals with complex needs requiring the combined efforts of multiple DHS Divisions. The programs/services are for individualized “wrap around” services (e.g. respite care, in-home assistance, out of home support, etc.) to supplement and enhance available program options. These individualized services are alternatives to out-of-state placements and in-state residential options that allow the individual to remain in the community. The Division of Developmental Disabilities (DDS) staff coordinates the provision of services to ensure that those individuals with special needs that cross divisional lines receive needed services.

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

The Agency Request reflects the FY19 requests from the 2016 Fall Budget Hearings Summary Manuals. The Legislative Recommendation and Executive Recommendation reflect the FY19 ALC/JBC recommendation from the 2016 Fall Budget Hearings Summary Manuals, any Governor’s Letters adopted and member amendments.

Appropriation Summary

Appropriation: 982 - Inter-Divisional Programs

Funding Sources: DEA - Developmental Disabilities Services Fund Account

Appropriation	2016-2017	2017-2018	2017-2018	2018-2019		
	Actual	Budget	Authorized	Legislative Recommendation	Agency Request	Executive Recommendation
Grants and Aid 5100004	35,502	108,644	108,644	108,644	108,644	108,644
Total	35,502	108,644	108,644	108,644	108,644	108,644
Funding Sources						
General Revenue 4000010	35,502	108,644		108,644	108,644	108,644
Total Funding	35,502	108,644		108,644	108,644	108,644
Excess Appropriation/(Funding)	0	0		0	0	0
Grand Total	35,502	108,644		108,644	108,644	108,644

State Contracts Over \$50,000 Awarded To Minority Owned Businesses Fiscal Year 2017

None

Department Appropriation Summary

Appropriation	Historical Data						Agency Request and Recommendations					
	2016-2017		2017-2018		2017-2018		2018-2019					
	Actual	Pos	Budget	Pos	Authorized	Pos	Legislative Recommendation	Pos	Agency Request	Pos	Executive Recommendation	Pos
896 Division of Services for the Blind	4,600,744	78	7,430,140	78	7,178,695	78	7,181,533	78	7,209,555	82	7,181,533	78
898 Purchase of Services	3,611,166	0	5,018,447	0	5,019,977	0	5,019,977	0	5,819,977	0	5,019,977	0
Total	8,211,910	78	12,448,587	78	12,198,672	78	12,201,510	78	13,029,532	82	12,201,510	78

Funding Sources		%		%		%		%		%
General Revenue 4000010	1,911,420	23.3	1,886,566	15.2	1,883,424	15.4	1,883,424	14.5	1,883,424	15.4
Federal Revenue 4000020	6,300,490	76.7	10,562,021	84.8	10,318,086	84.6	11,146,108	85.5	10,318,086	84.6
Merit Adjustment Fund 4000055	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0
Total Funds	8,211,910	100.0	12,448,587	100.0	12,201,510	100.0	13,029,532	100.0	12,201,510	100.0
Excess Appropriation/(Funding)	0		0		0		0		0	
Grand Total	8,211,910		12,448,587		12,201,510		13,029,532		12,201,510	

The FY18 Budget amount in FC 896 Division of Services for the Blind exceeds the FY18 authorized amount due to implementation of Act 365 of 2017.

Analysis of Budget Request

Appropriation: 896 - DHS–Admin Paying Account

Funding Sources: PWP - Administration Paying

In 1983, Act 481 was passed, creating the Division of State Services for the Blind (DSB). The Act removed the Division from the jurisdiction of the Department of Rehabilitation Services and made it an autonomous state agency within the Department of Human Services. The Division is responsible for its own State Plan under the Federal Rehabilitation Act. Agency direction and performance responsibility lies with a seven (7) member consumer board comprised of organization representatives involved in providing services for people who have visual impairments. The member organizations include those such as Arkansas Lions, Blinded Veterans Association, Lions World Services for the Blind, Arkansas School for the Blind, and the Arkansas Affiliate of the National Federation of the Blind. By law, the majority of the members of the Board must be persons who are blind. This organizational structure was maintained in the reorganization of the Department when Act 348 of 1985 was passed. Services to individuals with visual impairments are provided by agency staff and by contracting with service providers who specialize in services for people with visual impairments.

DSB serves consumers through three interdependent units: Field Services, Vending Facility Program, and the DSB Directors Office. These three service units were designed by the DSB Board to offer two advantages to the State of Arkansas:

- First, to enhance the personal self-sufficiency of consumers eliminating costs associated with unnecessary skilled care; and
- Second, to maximize the potential contributions made by consumers as citizens and taxpayers.

The agency is funded through general revenue (DSB - State Services for the Blind Fund Account). Federal funding sources include revenues derived from the federal Department of Education - Rehabilitation Services Administration, Social Security Administration; as well as, federal grant funding such as the Social Services Block Grant. Other revenues which are indicated as various program support can include sources such as M&R proceeds and refunds.

The Agency Request reflects the FY19 requests from the 2016 Fall Budget Hearings Summary Manuals. The Legislative Recommendation and Executive Recommendation reflect the FY19 ALC/JBC recommendation from the 2016 Fall Budget Hearings Summary Manuals, any Governor's Letters adopted and member amendments.

Appropriation Summary

Appropriation: 896 - DHS--Admin Paying Account

Funding Sources: PWP - Administration Paying

Appropriation		2016-2017	2017-2018	2017-2018	2018-2019		
		Actual	Budget	Authorized	Legislative Recommendation	Agency Request	Executive Recommendation
Regular Salaries	5010000	2,558,219	3,253,922	3,021,978	3,024,278	3,046,105	3,024,278
	#Positions	78	78	78	78	82	78
Extra Help	5010001	82,145	384,174	384,174	384,174	384,174	384,174
	#Extra Help	7	12	30	30	30	30
Personal Services Matching	5010003	1,020,199	1,175,052	1,154,021	1,154,559	1,160,754	1,154,559
Operating Expenses	5020002	733,365	1,873,492	1,875,022	1,875,022	1,875,022	1,875,022
Conference & Travel Expenses	5050009	49,981	55,000	55,000	55,000	55,000	55,000
Professional Fees	5060010	42,740	663,500	663,500	663,500	663,500	663,500
Data Processing	5090012	0	0	0	0	0	0
Purchase of Services	5100004	3,611,166	5,018,447	5,019,977	5,019,977	5,819,977	5,019,977
Capital Outlay	5120011	114,095	25,000	25,000	25,000	25,000	25,000
Total		8,211,910	12,448,587	12,198,672	12,201,510	13,029,532	12,201,510
Funding Sources							
General Revenue	4000010	1,911,420	1,886,566		1,883,424	1,883,424	1,883,424
Federal Revenue	4000020	6,300,490	10,562,021		10,318,086	11,146,108	10,318,086
Merit Adjustment Fund	4000055	0	0		0	0	0
Total Funding		8,211,910	12,448,587		12,201,510	13,029,532	12,201,510
Excess Appropriation/(Funding)		0	0		0	0	0
Grand Total		8,211,910	12,448,587		12,201,510	13,029,532	12,201,510

The FY18 Budget amount in Regular Salaries and Personal Services Matching exceeds the FY18 authorized amount due to implementation of Act 365 of 2017.

State Contracts Over \$50,000 Awarded To Minority Owned Businesses Fiscal Year 2017

None

Department Appropriation Summary

Appropriation	Historical Data						Agency Request and Recommendations					
	2016-2017		2017-2018		2017-2018		2018-2019					
	Actual	Pos	Budget	Pos	Authorized	Pos	Legislative Recommendation	Pos	Agency Request	Pos	Executive Recommendation	Pos
2QZ Community Based Sanctions	2,273,740	0	2,480,444	0	2,480,444	0	2,480,444	0	3,812,000	0	2,480,444	0
2RA Juvenile Account Incentive Block Grant	140,900	0	153,393	0	712,021	0	712,021	0	712,021	0	712,021	0
2RB Community Services	13,032,153	0	16,512,054	0	16,971,100	0	16,971,100	0	18,971,100	0	16,971,100	0
2RC Federal Child & Youth Service Grants	2,184,548	0	2,275,886	0	4,371,921	0	4,371,921	0	6,262,546	0	4,371,921	0
2YH Residential Services	21,347,628	0	16,255,769	0	27,612,244	0	27,612,244	0	33,694,172	0	27,612,244	0
896 Division of Youth Services	11,171,408	84	18,257,529	61	6,520,865	62	6,522,594	62	8,093,406	66	6,522,594	62
Total	50,150,377	84	55,935,075	61	58,668,595	62	58,670,324	62	71,545,245	66	58,670,324	62

Funding Sources		%		%		%		%		%
General Revenue 4000010	46,518,758	92.8	48,720,309	87.1	49,127,836	84.5	49,959,392	84.7	49,127,836	84.5
Federal Revenue 4000020	2,589,655	5.2	2,698,690	4.8	5,138,583	8.8	5,138,583	8.7	5,138,583	8.8
Trust Fund 4000050	140,900	0.3	153,393	0.3	212,021	0.4	212,021	0.4	212,021	0.4
Merit Adjustment Fund 4000055	0	0.0	92,810	0.2	0	0.0	0	0.0	0	0.0
Transfer to Ar Pub Defender 4000603	(240,000)	(0.5)	(240,000)	(0.4)	(240,000)	(0.4)	(240,000)	(0.4)	(240,000)	(0.4)
Transfer to DFA Disbursing 4000610	(400,000)	(0.8)	(400,000)	(0.7)	(400,000)	(0.7)	(400,000)	(0.7)	(400,000)	(0.7)
Various Program Support 4000730	1,541,064	3.1	4,909,873	8.8	4,281,650	7.4	4,281,650	7.3	4,281,650	7.4
Total Funds	50,150,377	100.0	55,935,075	100.0	58,120,090	100.0	58,951,646	100.0	58,120,090	100.0
Excess Appropriation/(Funding)	0		0		550,234		12,593,599		550,234	
Grand Total	50,150,377		55,935,075		58,670,324		71,545,245		58,670,324	

The FY18 Budget amount in FC 896 Division of Youth Services exceeds the FY18 authorized amount due to implementation of Act 365 of 2017. Budget exceeds Authorized Appropriation in FC 896 Division of Youth Services due to a Reallocation of Resources.

Analysis of Budget Request

Appropriation: 2QZ - Community Based Sanctions

Funding Sources: DYS - Youth Services Fund Account

The Community Based Sanctions appropriation 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 for those who fail to comply with aftercare plans or orders of the Court.

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) and other revenues which are indicated as various program support that become available, such as funding certified under the 45 day rule.

The Agency Request reflects the FY19 requests from the 2016 Fall Budget Hearings Summary Manuals. The Legislative Recommendation and Executive Recommendation reflect the FY19 ALC/JBC recommendation from the 2016 Fall Budget Hearings Summary Manuals, any Governor's Letters adopted and member amendments.

Appropriation Summary

Appropriation: 2QZ - Community Based Sanctions

Funding Sources: DYS - Youth Services Fund Account

Appropriation	2016-2017	2017-2018	2017-2018	2018-2019		
	Actual	Budget	Authorized	Legislative Recommendation	Agency Request	Executive Recommendation
Grants and Aid 5100004	2,273,740	2,480,444	2,480,444	2,480,444	3,812,000	2,480,444
Total	2,273,740	2,480,444	2,480,444	2,480,444	3,812,000	2,480,444
Funding Sources						
General Revenue 4000010	2,273,740	2,480,444		2,480,444	3,312,000	2,480,444
Total Funding	2,273,740	2,480,444		2,480,444	3,312,000	2,480,444
Excess Appropriation/(Funding)	0	0		0	500,000	0
Grand Total	2,273,740	2,480,444		2,480,444	3,812,000	2,480,444

Analysis of Budget Request

Appropriation: 2RA - Juvenile Account Incentive Block Grant

Funding Sources: TYS - Juvenile Accountability Incentive Block Grant (JAIBG) Trust Fund

The Juvenile Accountability Incentive Block Grant (JAIBG) appropriation is a federal program administered by the Office of Juvenile Justice and Delinquency Prevention program within the US Department of Justice. The JAIBG is designed to promote greater accountability in the juvenile justice system by targeting 16 specified program purpose areas, including the following:

- Graduated sanctions for juvenile offenders
- Construction of juvenile detention or correctional facilities
- Hiring of judges/probation officers/public defenders and pre-trial services
- Hiring prosecutors
- Funding to prosecutors, including technology, equipment and training programs
- Training for law enforcement & court personnel
- Juvenile gun courts
- Juvenile drug courts
- Juvenile records system
- Inter-agency information sharing programs
- Accountability based programs
- Risk and Needs assessment
- School safety accountability based programs
- Restorative justice programs
- Juvenile courts and probation programs
- Hiring/training detention & corrections personnel

Funding for this appropriation is 100% federal JAIBG funds that are designated for local units of government. The State established and utilizes an interest bearing trust fund to deposit program funds received through a grant award under the JAIBG program. State and local governments that are eligible to receive JAIBG funds must establish a coordinated enforcement plan developed by a Juvenile Crime Enforcement Coalition (JCEC) at either the state or local level for the purpose of reducing juvenile crime.

The Agency Request reflects the FY19 requests from the 2016 Fall Budget Hearings Summary Manuals. The Legislative Recommendation and Executive Recommendation reflect the FY19 ALC/JBC recommendation from the 2016 Fall Budget Hearings Summary Manuals, any Governor's Letters adopted and member amendments.

Appropriation Summary

Appropriation: 2RA - Juvenile Account Incentive Block Grant

Funding Sources: TYS - Juvenile Accountability Incentive Block Grant (JAIBG) Trust Fund

Appropriation	2016-2017	2017-2018	2017-2018	2018-2019		
	Actual	Budget	Authorized	Legislative Recommendation	Agency Request	Executive Recommendation
Grants and Aid 5100004	140,900	153,393	712,021	712,021	712,021	712,021
Total	140,900	153,393	712,021	712,021	712,021	712,021
Funding Sources						
Trust Fund 4000050	140,900	153,393		212,021	212,021	212,021
Total Funding	140,900	153,393		212,021	212,021	212,021
Excess Appropriation/(Funding)	0	0		500,000	500,000	500,000
Grand Total	140,900	153,393		712,021	712,021	712,021

Analysis of Budget Request

Appropriation: 2RB - Community Services

Funding Sources: DYS - Youth Services Fund Account

The Community Services appropriation is utilized by the Division of Youth Services (DYS) to purchase services from community based providers for non-committed youth who are considered at risk or low risk, and for juveniles transferred from a DYS residential program to after-care. These services include electronic monitoring, intensive supervision and tracking, day services (educational services for youth admitted to the program who are not enrolled in school), crime prevention/intervention and after-care supervision for state custody youth.

In addition to non-residential programs offered, emergency shelter services are provided along with community based non secure residential treatment for juveniles whose emotional and/or behavioral problems cannot be remedied in his/her home. These services are available in each of the 28 judicial districts, and are provided by privately operated, nonprofit organizations to juveniles up to 18 years of age. After-care services are provided to juveniles up to 21 years of age.

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 Targeted Case Management and Rehab funding.

The Agency Request reflects the FY19 requests from the 2016 Fall Budget Hearings Summary Manuals. The Legislative Recommendation and Executive Recommendation reflect the FY19 ALC/JBC recommendation from the 2016 Fall Budget Hearings Summary Manuals, any Governor's Letters adopted and member amendments.

Appropriation Summary

Appropriation: 2RB - Community Services

Funding Sources: DYS - Youth Services Fund Account

Appropriation	2016-2017	2017-2018	2017-2018	2018-2019		
	Actual	Budget	Authorized	Legislative Recommendation	Agency Request	Executive Recommendation
Grants and Aid 5100004	13,032,153	16,512,054	16,971,100	16,971,100	18,971,100	16,971,100
Total	13,032,153	16,512,054	16,971,100	16,971,100	18,971,100	16,971,100
Funding Sources						
General Revenue 4000010	12,998,356	16,512,054		16,943,000	16,943,000	16,943,000
Various Program Support 4000730	33,797	0		28,100	28,100	28,100
Total Funding	13,032,153	16,512,054		16,971,100	16,971,100	16,971,100
Excess Appropriation/(Funding)	0	0		0	2,000,000	0
Grand Total	13,032,153	16,512,054		16,971,100	18,971,100	16,971,100

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 Service Block Grants (SSBG) and Title I funding.

The Agency Request reflects the FY19 requests from the 2016 Fall Budget Hearings Summary Manuals. The Legislative Recommendation and Executive Recommendation reflect the FY19 ALC/JBC recommendation from the 2016 Fall Budget Hearings Summary Manuals, any Governor's Letters adopted and member amendments.

Appropriation Summary

Appropriation: 2RC - Federal Child & Youth Service Grants

Funding Sources: FWF - DHS Federal

Appropriation	2016-2017	2017-2018	2017-2018	2018-2019		
	Actual	Budget	Authorized	Legislative Recommendation	Agency Request	Executive Recommendation
Grants and Aid 5100004	2,184,548	2,275,886	4,371,921	4,371,921	6,262,546	4,371,921
Total	2,184,548	2,275,886	4,371,921	4,371,921	6,262,546	4,371,921
Funding Sources						
Federal Revenue 4000020	2,184,548	2,275,886		4,371,921	4,371,921	4,371,921
Total Funding	2,184,548	2,275,886		4,371,921	4,371,921	4,371,921
Excess Appropriation/(Funding)	0	0		0	1,890,625	0
Grand Total	2,184,548	2,275,886		4,371,921	6,262,546	4,371,921

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. Following evaluation at the state operated observation and assessment facility; juveniles are placed in an appropriate program in a secure and/or specialized treatment environment. The Division operates seven juvenile residential facilities that house and treat the state's most serious chronic or violent juvenile offenders committed to the Division by the State's District Courts.

Residential services are provided to juveniles through contracts with private community providers and include the following:

Arkansas Juvenile Assessment & Treatment Center (AJATC)

Provides centralized intake for all juveniles assigned to DYS and is assigned for the most serious violent/sexual offenders and for those that disrupt placement due to behavior issues. This facility houses 143 youth.

Eight Regional Juvenile Treatment Centers

Provide services for males age 14-18, females age 14-21 (housed at the Mansfield female unit) and males age 18-21 housed at the Dermott Juvenile Correctional Facility (JCF). These facilities house a total of 204 youth.

Alternative placement and Specialized Treatment Programs

The Division contracts with 12 different provider groups throughout the state to provide specialized treatment including Psychiatric/Therapeutic Treatments, Sex Offender Treatment and Substance Abuse Treatment.

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 Targeted Case Management and Rehab funding.

The Agency Request reflects the FY19 requests from the 2016 Fall Budget Hearings Summary Manuals. The Legislative Recommendation and Executive Recommendation reflect the FY19 ALC/JBC recommendation from the 2016 Fall Budget Hearings Summary Manuals, any Governor's Letters adopted and member amendments.

Appropriation Summary

Appropriation: 2YH - Residential Services

Funding Sources: DYS - Youth Services Fund Account

Appropriation	2016-2017 Actual	2017-2018 Budget	2017-2018 Authorized	2018-2019		
				Legislative Recommendation	Agency Request	Executive Recommendation
Grants and Aid 5100004	21,347,628	16,255,769	27,612,244	27,612,244	33,694,172	27,612,244
Total	21,347,628	16,255,769	27,612,244	27,612,244	33,694,172	27,612,244
Funding Sources						
General Revenue 4000010	19,994,624	14,908,458		23,358,694	23,358,694	23,358,694
Various Program Support 4000730	1,353,004	1,347,311		4,253,550	4,253,550	4,253,550
Total Funding	21,347,628	16,255,769		27,612,244	27,612,244	27,612,244
Excess Appropriation/(Funding)	0	0		0	6,081,928	0
Grand Total	21,347,628	16,255,769		27,612,244	33,694,172	27,612,244

Analysis of Budget Request

Appropriation: 896 - DHS–Admin Paying Account

Funding Sources: PWP - Administration Paying

The Division of Youth Services was created by Act 1296 of 1993 to be entirely devoted “to handling the problems of youths involved with the juvenile justice system.” The primary responsibilities of DYS as it functions today are to coordinate components of the juvenile justice system, establish serious offender programs, expand community based-services, and provide services to delinquent and Family-in-Need-of-Services (FINS) youth. Other responsibilities of the agency include research related to juvenile delinquency and related problems, development of programs for early intervention and prevention of juvenile delinquency and maintenance of information on juvenile delinquents in the state. This appropriation provides administrative support for the Division of Youth Services.

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 Juvenile Justice and Delinquency Prevention Program (JJDP) funds, Juvenile Accountability Block Grant (JAPBG) funds and Title I funds. Various program support can also include sources such as Carl Perkins Grant funding, McArthur Private Grant funding and Attorney General’s Office settlements.

The Agency Request reflects the FY19 requests from the 2016 Fall Budget Hearings Summary Manuals. The Legislative Recommendation and Executive Recommendation reflect the FY19 ALC/JBC recommendation from the 2016 Fall Budget Hearings Summary Manuals, any Governor’s Letters adopted and member amendments.

Appropriation Summary

Appropriation: 896 - DHS--Admin Paying Account

Funding Sources: PWP - Administration Paying

Appropriation		2016-2017	2017-2018	2017-2018	2018-2019		
		Actual	Budget	Authorized	Legislative Recommendation	Agency Request	Executive Recommendation
Regular Salaries	5010000	3,291,775	2,868,168	2,331,768	2,333,168	2,375,783	2,333,168
	#Positions	84	61	62	62	66	62
Extra Help	5010001	2,719,677	7,065,257	40,008	40,008	40,008	40,008
	#Extra Help	207	34	34	34	34	34
Personal Services Matching	5010003	2,170,084	3,865,136	883,029	883,358	895,509	883,358
Overtime	5010006	123	8,004	8,004	8,004	8,004	8,004
Operating Expenses	5020002	2,826,801	3,996,194	2,708,006	2,708,006	2,708,006	2,708,006
Conference & Travel Expenses	5050009	42,559	91,000	91,000	91,000	91,000	91,000
Professional Fees	5060010	83,256	354,050	354,050	354,050	354,050	354,050
Data Processing	5090012	0	0	0	0	0	0
Claims	5110015	16,000	0	0	0	0	0
Capital Outlay	5120011	21,133	9,720	105,000	105,000	105,000	105,000
Statewide Prevention/Inervention Youth Dev Service	5900048	0	0	0	0	1,516,046	0
Total		11,171,408	18,257,529	6,520,865	6,522,594	8,093,406	6,522,594
Funding Sources							
General Revenue	4000010	11,252,038	14,819,353		6,345,698	6,345,698	6,345,698
Federal Revenue	4000020	405,107	422,804		766,662	766,662	766,662
Merit Adjustment Fund	4000055	0	92,810		0	0	0
Transfer to Ar Pub Defender	4000603	(240,000)	(240,000)		(240,000)	(240,000)	(240,000)
Transfer to DFA Disbursing	4000610	(400,000)	(400,000)		(400,000)	(400,000)	(400,000)
Various Program Support	4000730	154,263	3,562,562		0	0	0
Total Funding		11,171,408	18,257,529		6,472,360	6,472,360	6,472,360
Excess Appropriation/(Funding)		0	0		50,234	1,621,046	50,234
Grand Total		11,171,408	18,257,529		6,522,594	8,093,406	6,522,594

The FY18 Budget amount in Regular Salaries and Personal Services Matching exceeds the FY18 authorized amount due to implementation of Act 365 of 2017. Budget exceeds Authorized Appropriation in Regular Salaries, Extra Help, Personal Services Matching, and Operating Expenses due to a Reallocation of Resources.