

**I) AGENCY SUMMARY & REVENUE SOURCES****MISSION**

The Arkansas Department of Health (ADH) is the state agency charged with the responsibility of protecting and improving the health of the people of Arkansas by: assessment of health status and needs, leadership for the development of public health policy and plans, promotion of community-based system of preventive and primary health care, enforcement of regulations for environmental health protection and assurance of quality health care, and provision of quality health services.

**TOTAL APPROPRIATION**

The total appropriation for Fiscal Year 2011 is \$628,537,636 for Department Operations and \$23,542,774 for Tobacco Prevention and Cessation Services for grand total appropriation of \$652,080,410.

**FUNDING SOURCES**

The budget is funded by General Revenue (14.7%), Federal Revenue (38.3%), Special Revenue (3.8%), Third Party Reimbursement (21.7%), other funds (21.5%).

**II) SIGNIFICANT CHANGES OVER FY2010**

- The **Tobacco Prevention & Cessation Program** appropriation, funded by Tobacco Settlement Proceeds, provides a total appropriation of \$23,542,774, including change levels of:
  1. Regular Salaries increased by \$48,331 and Personal Services Matching increased by \$9,281.
  2. Operating Expenses increased by \$10,120 for increased special purpose supplies expenses needed by staff.
  3. Conference & Travel Expenses increased by \$1,035 for conference and seminar fees.
  4. Professional Fees increased by \$41,400 to better align the State with the Federal Center for Disease Control (CDC) and Prevention's Best Practices for Comprehensive Tobacco Control Program.
  5. Juvenile Drug Court Treatment Programs increased by \$500,000 to allow funding for juvenile substance abuse treatment of tobacco addiction.
  6. Tobacco Prevention & Cessation Expenses increased by \$342,488 to better align the State with the Federal CDC and Prevention's Best Practices for Comprehensive Tobacco Control Program.
- The **Operations** appropriation, funded by General Revenue, Federal Revenue, Special Revenue, Third Party Reimbursement, and other support, provides a total appropriation of \$413,893,789 in FY11, including change levels of:
  1. Regular Salaries increased by \$2,574,017 and Personal Services Matching increased by \$493,319.
  2. Operating Expenses increased by \$55,509 for the Coordinated School Health program, Infant Mortality/Teen Pregnancy Prevention program, Health Literacy program, Autopsy Review, Flu Vaccines, federal grants.
  3. Conference & Travel Expenses increased by \$1,000 for mileage and travel expenses.
  4. Capital Outlay increased by \$980,000 for purchase of computer equipment and vehicles, Autopsy Review, Flu Vaccines, federal grants.
- The **WIC Food Instruments** appropriation, funded by Federal Funds and Manufacturer Rebates, provides a total appropriation of \$120,774,497, including change levels of:
  1. Additional appropriation of \$8,500,000 to allow for services to be provided to a larger population and cover increasing prices in food for existing clients and to expend expected increased Federal funding.

**III) ADDITIONAL POSITIONS**

Total Authorized Positions for FY 2011: 3,193

Total Authorized Positions for FY 2010: 3,193

Increase/(Decrease): 0

#### **IV) SPECIAL LANGUAGE**

- **TECHNOLOGY REVIEW:** ADH shall seek approval of the state Chief Information Officer and the review and advice of the Joint Committee on Advance Communications and Information Technology prior to entering into any technology contract or project.
- **PATIENT CARE PROVIDERS:** Allows ADH to pay wages and required withholding for patient care providers, which are independent contractors, from the Professional Fees and Services appropriation. Also, compensation is not to include state retirement or health benefits.
- **TRANSFER OF FUNDS - HOME HEALTH:** Allows ADH to transfer all unexpended funds relative to Home Health Services reimbursements with reporting requirements. Allows ADH to transfer funds from the Home Health Fund Balance with approval of ALC or JBC.
- **HOME HEALTH POSITION POOL:** Provides 250 pool positions for in-home services, which may be utilized with approval by Dept. of Finance & Administration and Legislative Council.
- **HOME HEALTH ON-CALL AND VISIT PAY:** Identifies positions eligible to receive \$75 per visit and \$60 per day on call pay for being available outside routine working hours on weekdays, weekends, and/or holidays.
- **NUCLEAR DISASTER PLANNING GRANTS:** Establishes eligibility requirements for applicants for Nuclear Disaster Planning Grants and provides that a minimum of \$5,000 must be used for County Emergency Services Offices. The language further states that Pope, Johnson, Yell, Conway and Logan Counties' EMO shall receive an equal distribution of these funds on a quarterly installment.
- **PARKING FEES:** On July 1 of each year, parking fees of \$50,000 are to be paid from the Operations appropriation by the Department of Health from non-general revenue to the War Memorial Stadium Commission.
- **INFORMATION TECHNOLOGY INITIATIVES:** The Department is prohibited from transferring general revenue for expenditures payable from the Information Technology Initiatives appropriation.
- **INDIRECT COST ALLOCATION FUND TRANSFERS:** Division of Health is authorized to transfer funds to the Public Health Fund from other program funds for reimbursement.
- **DEVELOPMENT RESTRICTIONS:** Division of Engineering shall consider the effect of the plan on future development or zoning or adjoining properties.
- **NURSING/DIRECT CARE EDUCATION STIPEND PROGRAM:** ADH is authorized to provide \$5,000 per person per year to Registered or Licensed Practical Nursing students. If accepted, student is under an employment commitment and required to work full-time equal to the number of years of acceptance. If defaulted, repayment of stipend is required.
- **CARRY FORWARD OF FUNDS:** Funds remaining in the Public Health Fund for support of the Trauma System can be carried forward into the next fiscal year.
- **COMMUNITY HEALTH CENTERS:** Funding for CHC's shall be prioritized to ensure proper allocation with federal, state and local guidance. In addition, CHC's are to report on certain performance indicators determined by ADH. ADH is also instructed to institute a procurement process and allow up to 90 days for the completion of private provider requirements.
- **STATE FUND RESTRICTIONS:** No state funds are to be used for abortion referrals or services in public schools.

#### **TOBACCO PREVENTION & CESSATION**

- **TRANSFER RESTRICTIONS:** Appropriations shall only be transferred as allowed in this Act.
- **TRANSFER OF APPROPRIATIONS:** If any budget classifications of maintenance and general operation in this act are found to be inadequate, then a modification of amounts of the budget classification can be requested with approval from ALC and the Chief Fiscal Officer of the State.
- **POSITIONS:** Nothing in this act shall be construed as a commitment of the State to continue funding any position paid from the proceeds of the Tobacco Settlement funds in the event that the Tobacco Settlement funds are not

sufficient to finance the position and shall be disclosed and included to all positions.

- ADVERTISING: No advertising targeting the prevention or reduction of tobacco shall include the name, voice or likeness of any elected official or their immediate family.
- TOBACCO FUND TRANSFER: ADH is authorized to transfer \$500,000 from the Prevention and Cessation Program Account to the Breast Cancer Control Fund to provide for State Medicaid match requirements.
- DRUG COURT SUBSTANCE ABUSE TREATMENT SERVICES: ADH shall provide funding of \$1,000,000 to DHS-Behavioral Health for Juvenile Drug Courts and \$1,500,000 to the Department of Community Corrections for Adult Drug Courts to be used for substance abuse treatment services including nicotine use and dependence.
- COMPLIANCE WITH OTHER LAWS: Disbursement of funds shall be limited to the appropriation made available by law.
- LEGISLATIVE INTENT: Any funds disbursed in this act shall be in compliance with Initiated Act 1 of 2000.