



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

OFFICE OF THE SECRETARY
1509 West 7th Street
P. O. Box 3278
Little Rock, AR 72203-3278
Phone: 501.682.2242
Fax: 501.682.1029
www.arkansas.gov/dfa

June 2, 2023

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

RE: Transfer for the Department of Human Services

Dear Co-Chairs:

Enclosed for your review is a request from the Department of Human Services for appropriation and position transfers for various divisions of the Department under the authority of Section 11(c) of Act 193 of 2022. This is the fourth request for Reallocation of Resources for FY2023 from a limit of four requests annually.

This transfer will provide adjustments to the Department of Human Services' authorizations for Fiscal Year 2023 needed for the operational requirements of various divisions within the Department.

This request has my approval as Chief Fiscal Officer of the State and is submitted for your review.

Sincerely,


Larry W. Walther
Secretary

LWW

Attachments



STATE OF ARKANSAS
SARAH HUCKABEE SANDERS
GOVERNOR

May 31, 2023

Ms. Kristi Putnam, Secretary
Department of Human Services
Donaghey Plaza South, Slot #S201
Seventh and Main Streets
Little Rock, AR 72201

Dear Ms. Putnam:

In accordance with Section 11(c) of Act 193 of 2022, I am notifying Larry W. Walther, Chief Fiscal Officer of the State, of my approval for you to request the Fiscal Year 2023 transfer items in your letter dated May 5, 2023 providing for the operational needs of various divisions within the Department of Human Services.

Upon the approval of the Chief Fiscal Officer of the State, your requests will be submitted to the PEER Subcommittee of the Arkansas Legislative Council for review.

Sincerely,

A handwritten signature in blue ink, appearing to read "Sarah Sanders".

Governor Sarah Huckabee Sanders



DHS Secretary Kristi Putnam
Office of the Secretary

P.O. Box 1437, Slot S201, Little Rock, AR 72203-1437
P: 501.682.8650 F: 501.682.6836 TDD: 501.682.8820

May 5, 2023

The Honorable Sarah Huckabee Sanders
Governor
State Capitol, Room 250
Little Rock, AR 72201

Dear Governor Sanders:

The Department of Human Services is submitting the fourth Reallocation of Resources Request for Fiscal Year 2023 for your approval. The request includes appropriation and position transfers. Justification for the request is included with the attachments.

Thank you for your assistance. Please feel free to call me if you need additional information.

Sincerely,

A handwritten signature in blue ink, appearing to read 'Kristi Putnam', written over a horizontal line.

Kristi Putnam, Secretary
Department of Human Services

cc: DFA – Office of Budget

**DHS REALLOCATION OF RESOURCES
REQUEST #4 OF 4
FY2023
June PEER**

This is the fourth request by the Department of Human Services for Reallocation of Resources, from a limit of four annually. Section 11(c) of Act 193 of 2022 allows transfer authority to DHS and sets limits for the number of requests, dollar amounts of the total requests, and the purpose for which requests can be submitted.

This set of requests reflects the following impact to the allowances found in Section 11(c):

	MAXIMUM 5% ALLOWANCE	TOTAL REQUEST TO DATE	BALANCE AVAILABLE
Appropriation	\$549,190,455	\$152,647,690	\$396,542,765
Gen. Rev. Funds	\$91,484,978	\$7,824,132	\$83,660,846
Positions	412	48	364
Extra Help Pos.	37	0	37

The following paragraphs outline the need for the transfers as requested by each Division.

DIVISION OF COUNTY OPERATIONS

The Division of County Operations (DCO) is requesting a transfer of \$1,000,000 in appropriation from Professional Fees and Services to their Data Processing Services line item to align appropriation for fiscal expenditures related to IT contracts and software expenses.

DIVISION OF MEDICAL SERVICES

The Division of Medical Services (DMS) is requesting to transfer 1 position from the Division of Aging, Adult, and Behavioral Health Services (DAABH) to serve as DMS Deputy Director.

The division also requests the following appropriation transfers to realign appropriation with the current forecast in Private Nursing Facilities:

- \$35,000,000 from the ARKids B Program appropriation; and
- \$10,000,000 from the Public Nursing Home Care appropriation.

New rates were implemented in January 2023 and current spending trends indicate needing \$45 million in additional appropriation to meet demand for SFY2023.

**DEPARTMENT OF HUMAN SERVICES
TRANSFER REQUEST SUMMARY
FISCAL YEAR 2023**

	SECRETARY'S OFFICE	AGING, ADULT & BEHAVIORAL SERVICES	CHILD CARE SERVICES	CHILDREN & FAMILY SERVICES	COUNTY OPERATIONS	DEV. DISABILITIES SERVICES	MEDICAL SERVICES	PROVIDER SRVS & QUALITY ASSURANCE	YOUTH SERVICES	TOTAL
APPROPRIATION TRANSFERS										
A. WITHIN DIVISIONS										
REGULAR SALARIES										-
EXTRA HELP										-
PERSONAL SERVICES MATCHING										-
OVERTIME										-
OPERATING EXPENSE										-
CONFERENCE FEES & TRAVEL										-
PROFESSIONAL FEES & SERVICES					(1,000,000.00)					(1,000,000.00)
CAPITAL OUTLAY										-
DATA PROCESSING SERVICES					1,000,000.00					1,000,000.00
DMS PUBLIC NURSING HOME							(10,000,000.00)			-
DMS PRIVATE NURSING HOME							45,000,000.00			45,000,000.00
DMS INFANT INFIRMARY										-
DMS ARKIDS B PROGRAM							(35,000,000.00)			(35,000,000.00)
										-
										-
A. TOTAL	-	-	-	-	-	-	-	-	-	-
B. BETWEEN DIVISIONS										
REGULAR SALARIES										-
EXTRA HELP										-
PERSONAL SERVICES MATCHING										-
OVERTIME										-
OPERATING EXPENSE										-
CONFERENCE FEES & TRAVEL										-
PROFESSIONAL FEES & SERVICES										-
CAPITAL OUTLAY										-
DATA PROCESSING SERVICES										-
										-
DYS COMMUNITY SERVICES										-
B. TOTAL	-	-	-	-	-	-	-	-	-	-
FUND TRANSFERS										
GENERAL REVENUE-OPERATIONS										-
DAS FUND										-
DCC FUND										-
DCF FUND										-
DBA FUND										-
DCO FUND										-
DDS FUND										-
DPQ FUND										-
DSB FUND										-
DYS FUND										-
DEM FUND										-
DGF FUND										-
										-
TOTAL FUND TRANSFERS	-	-	-	-	-	-	-	-	-	-
POSITION TRANSFERS										
TRANSFERS OUT	0	(1)	0	0	0	0	0	0	0	0
TRANSFERS IN	0	0	0	0	0	0	1	0	0	0
TOTAL POSITION TRANSFERS	0	(1)	0	0	0	0	1	0	0	0
EXTRA HELP POSITION TRANSFERS										
TRANSFERS OUT										0
TRANSFERS IN										0
TOTAL POSITION TRANSFERS	0	0	0	0	0	0	0	0	0	0

TRANSFER 4 OF 4
Authority-Section 11(c), Act 193 of 2022

PREPARED BY: DFA - OFFICE OF BUDGET
09-May-23

**Department of Human Services
Division of County Operations
Reallocation of Resources Request Detail #4 - Fiscal Year 2023**

Appropriations

FROM				TO					
Funds Center	Commitment Item	Fund	Qtr	Funds Center	Commitment Item	Fund	Qtr	Amount	Type
896	506:00:10	PWP4500	4	896	590:00:44	PWP4500	4	\$ 1,000,000	vii). Redirecting internal resources
									vii). Redirecting internal resources
									vii). Redirecting internal resources
									vii). Redirecting internal resources
									vii). Redirecting internal resources

Funds

FROM					
Title	Division		Division	Amount	Type
					vii). Redirecting internal resources
					vii). Redirecting internal resources

Positions

FROM		To:		New Position	Type
Division	Position	Division		Number (assigned by OPM)	
	Number Code				vii). Redirecting internal resources
					vii). Redirecting internal resources
					vii). Redirecting internal resources
					vii). Redirecting internal resources


DCO - RRR - SFY'23-Justification:

Recipient Fund (To Transfers):

- APPROPRIATION
- DCO is requesting to transfer appropriation from 506:00:10 Prof. Fees & Svcs to PWP4500 590:00:44 to align appropriation for fiscal expenditures related to IT contracts and software expenses.
-
-
-

POSITIONS

Request in compliance with approved IT plan on file DFA IGS State Technology Planning


 Signature

5/10/2023
 Date

Prepared by:

Lisa Woodall 04/28/2023

Mary Franklin 04/28/2023

**Department of Human Services
Division of Medical Services
Reallocation of Resources Request #4 Detail - Fiscal Year 2023**

Appropriations

<u>FROM</u>				<u>TO</u>					
Funds Center	Commitment Item	Fund	Qtr	Funds Center	Commitment Item	Fund	Qtr	Amount	Type
897	510:00:04	PWD9600	4	897	510:00:04	PWD7700	4	35,000,000	vii. Redirecting internal resources
898	510:00:04	PWE8000	B	897	510:00:04	PWD7700	4	10,000,000	vii. Redirecting internal resources

Funds

<u>FROM</u>		<u>TO</u>			
Fund	Division	FUND	Division	Amount	Type

Positions

<u>FROM</u>	Position			<u>To:</u>	New Position	Type
Division	Number	Code	Title	Division	Number (assigned by OPM)	
DAABH	22169354	G283C	DHS CHIEF SECURITY & COMPLIANCE OFFICER	DMS		vii. Redirect ng internal resources

**Department of Human Services
Division of Medical Services
Reallocation of Resources Request #4 Detail - Fiscal Year 2023**

Justification:

Donor Division (From Transfers):

Recipient Division (To Transfers):

For operations, DMS is requesting the transfer of position 22169354 (GS15) from DAABH to serve as a DMS Deputy Director. For the Medicaid program, DMS is requesting to realign appropriation with the current forecast in Private Nursing Facilities. New rates were implemented in January 2023 and current spending trends indicate needing \$45 million in additional appropriation to make it the end of SFY2023.

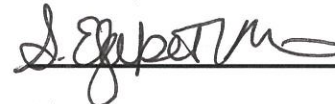
Prepared by:

 4-28-23

CFO

(Date)

Submitted by:



Director

6-1-23

(Date)