

**Department of Economic Security**  
**Aging and Community Services**

A.R.S. § 41-1954

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	<b>FY 2004 Actual</b>	<b>FY 2005 Estimate</b>	<b>FY 2006 Approved</b>
<b>OPERATING BUDGET</b>			
<i>Full Time Equivalent Positions</i>	80.6	80.6	80.6
Personal Services	2,851,000	3,469,600	3,529,500
Employee Related Expenditures	1,040,400	969,300	1,060,700
Professional and Outside Services	4,900	0	0
Travel - In State	84,700	98,400	98,400
Other Operating Expenditures	467,200	560,200	574,800
Equipment	14,100	39,100	39,100
<b>OPERATING SUBTOTAL</b>	<b>4,462,300</b>	<b>5,136,600</b>	<b>5,302,500</b>
<b>SPECIAL LINE ITEMS</b>			
Adult Services	10,200,300	11,339,800	11,599,300
Community and Emergency Services	5,339,800	5,924,900	5,924,900 <sup>1/</sup>
Coordinated Hunger	1,696,000	1,786,600	1,786,600
Coordinated Homeless	2,651,000	2,804,900	2,804,900
Domestic Violence Prevention	8,631,600	9,328,600	10,828,600 <sup>2/3/4/</sup>
Community-Based Marriage and Communication Skills Program Fund Deposit	0	0	1,200,000 <sup>5/</sup>
<b>PROGRAM TOTAL</b>	<b>32,981,000</b>	<b>36,321,400</b>	<b>39,446,800<sup>6/</sup></b>
<b>FUND SOURCES</b>			
General Fund	19,202,300	21,212,900	22,828,600
<u>Other Appropriated Funds</u>			
Domestic Violence Shelter Fund	1,571,000	1,700,000	1,700,000 <sup>2/</sup>
Federal TANF Block Grant	11,884,400	12,908,500	14,418,200
Utility Assistance Fund	323,300	500,000	500,000
<b>SUBTOTAL - Other Appropriated Funds</b>	<b>13,778,700</b>	<b>15,108,500</b>	<b>16,618,200</b>
<b>SUBTOTAL - Appropriated Funds</b>	<b>32,981,000</b>	<b>36,321,400</b>	<b>39,446,800</b>
Other Non-Appropriated Funds	842,900	918,400	918,400
Federal Funds	50,057,500	54,499,200	54,499,200
<b>TOTAL - ALL SOURCES</b>	<b>83,881,400</b>	<b>91,739,000</b>	<b>94,864,400</b>

<sup>1/</sup> It is the intent of the Legislature that the department use at least \$1,038,900 of Federal Temporary Assistance for Needy Families Block Grant monies in the appropriation for Community and Emergency Services to ensure that councils of governments and tribal governments receive at least the same amount of Federal Social Services Block Grant monies that those entities received in FY 2001. (General Appropriation Act footnote)

<sup>2/</sup> All Domestic Violence Shelter Fund monies above \$1,700,000 received by the Department of Economic Security are appropriated for the Domestic Violence Prevention Special Line Item. The Department of Economic Security shall report the intended use of the monies above \$1,700,000 to the Joint Legislative Budget Committee. (General Appropriation Act footnote)

<sup>3/</sup> The Department of Economic Security shall report to the Joint Legislative Budget Committee on the amount of state and federal monies available statewide for domestic violence funding by December 15, 2005. The report shall include, at a minimum, the amount of monies available and the state fiscal agent receiving those monies. (General Appropriation Act footnote)

<sup>4/</sup> The \$1,500,000 added to the Domestic Violence Prevention Special Line Item in FY 2006 shall be utilized to fund new emergency shelter beds. The department shall report to the Joint Legislative Budget Committee by June 30, 2006, on the recipients of the additional \$1,500,000 in funding for domestic violence shelters including the amount received and the use of those monies. (General Appropriation Act footnote)

<sup>5/</sup> In addition to the amounts above, if the federal government establishes a matching grant program for state marriage skills programs within the Temporary Assistance for Needy Families Program, the sum of \$1,200,000 is appropriated from the Federal Temporary Assistance for Needy Families Block Grant in FY 2006 to the Department of Economic Security for deposit in the Community-Based Marriage and Communication Skills Program Fund established by A.R.S. § 41-2032 for the following purposes:

1. \$600,000 for marketing and advertising of marriage skills classes.
2. \$600,000 for the Community-Based Relationship Skills High School Pilot Program. (General Appropriation Act footnote)

<sup>6/</sup> General Appropriation Act funds are appropriated as Operating Lump Sum with Special Line Items by Program.

**COST CENTER DESCRIPTION** — The program provides alternatives to institutional care for the elderly and physically disabled through a range of non-medical home and community-based services. It includes statewide programs of advocacy, social services, nutrition services, program development services, adult protective services, nursing home ombudsman services, volunteer services, and employment opportunities.

<b>PERFORMANCE MEASURES</b>	FY 2003	FY 2004	FY 2006
	Actual	Actual	Approved
• Adult Protective Services investigation % rate	78	74	80

**Comments:** The agency reports that the Adult Protective Services investigation rate has decreased due to the implementation of a hiring freeze in the Adult Services Program.

***Operating Budget***

The budget provides \$5,302,500 for the operating budget in FY 2006. This amount consists of \$5,079,400 from the General Fund and \$223,100 from the Federal Temporary Assistance for Needy Families (TANF) Block Grant.

The approved amount includes an increase of \$165,900 in FY 2006 for statewide adjustments. This increase consists of \$158,200 from the General Fund and \$7,700 from the Federal TANF Block Grant. *(Please see the Statewide Adjustments section at the end of the Appropriations Report for details.)*

***Special Line Items***

***Adult Services***

The budget provides \$11,599,300 from the General Fund for Adult Services in FY 2006. The approved amount includes an increase of \$259,500 from the General Fund in FY 2006 to draw down additional Older American Act funding.

This line item provides an array of services to elderly persons. The appropriation is distributed as follows:

Adult Protective Contracted Services — Provides \$345,400 for services to elderly people who are abused or neglected.

Supplemental Payments — Provides \$1,856,600 for a continuation of care and services, such as housekeeper, home health aide, and visiting nurse services, for Supplemental Security Income (SSI)-eligible households. Any funds not expended on SSI recipients may be reallocated to pay for housekeeper, home health aide, and visiting nurse services provided to non-SSI recipients who are eligible for the Home Care services component of the Adult Services line item.

Home Care — Provides \$4,917,800 for supplemental services, plus personal care to non-SSI recipients who are disabled or elderly and do not qualify for the Arizona Long Term Care System.

Supportive Services — Includes \$500,000 to provide other supportive home and community based services, and/or supplies to maintain an individual in the home. Examples are home delivered meals and personal care supplies such as dietary supplements. This amount will serve an estimated 409 clients at an average cost of \$1,223 each.

Older Americans Act — Includes \$1,453,500 in General Fund monies that will draw down \$16,923,900 in Federal Older Americans Act funds. The state and Federal Funds are for congregate and home-delivered meals, as well as other social services. Along with the additional matching federal monies, the approved increase of \$259,500 will allow an additional 2,788 individuals to receive social services. In FY 2005, approximately 12,800 individuals were served through these programs.

Assessments and Case Management — Provides \$2,064,000 through contracted agencies to assess the service needs of the person by measuring ability to perform activities of daily living, family support, and financial status.

Respite Care — Includes \$462,000 for providing services to prevent premature institutionalization by giving relief to care givers of the elderly.

***Community and Emergency Services***

The budget provides \$5,924,900 for Community and Emergency Services in FY 2006. This amount consists of \$5,424,900 from the Federal TANF Block Grant and \$500,000 from the Utility Assistance Fund. These amounts are unchanged from FY 2005.

Monies in this line item provide funding to 20 community action agencies to deliver a wide range of services related to the needs of low-income families and individuals. This line item, along with non-appropriated funds, provides case management services to 51,266 individuals, short-term crisis services to 3,826 individuals and utility assistance related services to 26,640 individuals. The line item also provides financial and technical assistance for local communities to identify priority problems and needs of individuals in poverty.

The Health and Welfare Budget Reconciliation Bill (Laws 2005, Chapter 328) sets several new guidelines for the Utility Assistance Fund:

- Removes the \$1 million fund balance cap.
- Limits administrative costs to \$20,000 for the department and \$80,000 for other administering agencies.
- Requires the use of fund deposits to follow purposes of the fund's authorizing statute.
- Requires fund deposits not be transferred to another fund.

The new guidelines do not significantly impact this appropriation.

**Coordinated Hunger**

The budget provides \$1,786,600 for Coordinated Hunger programs in FY 2006. This amount consists of \$1,286,600 from the General Fund and \$500,000 from the Federal TANF Block Grant. These amounts are unchanged from FY 2005.

Monies in this line item are used to fund programs that address hunger issues throughout Arizona. State and federal dollars are used to administer a USDA commodities food program, assist in statewide food distribution and for food banks. Monies are also used to provide information on where to obtain food for individuals and families. In FY 2004, 113,266 individuals were served monthly through the USDA commodities food program.

**Coordinated Homeless**

The budget provides \$2,804,900 for Coordinated Homeless programs in FY 2006. This amount consists of \$1,155,400 from the General Fund and \$1,649,500 from the Federal TANF Block Grant. These amounts are unchanged from FY 2005.

This line item, along with non-appropriated funds, provides emergency shelter services to 29 organizations that serve 26,379 individuals. In addition, 4,479 individuals receive transitional shelter services.

**Domestic Violence Prevention**

The budget provides \$10,828,600 for Domestic Violence Prevention in FY 2006. This amount consists of:

General Fund	\$2,507,900
Federal Temporary Assistance for Needy Families (TANF) Block Grant	6,620,700
Domestic Violence Shelter Fund	1,700,000

The approved amount includes an increase of \$1,500,000 from the Federal TANF Block Grant in FY 2006 to provide 75 additional emergency shelter beds for victims of domestic violence. The additional beds will annually serve 1,100 victims. A footnote in the General Appropriation Act requires the department to report on

new fund usage by June 30, 2006. Another footnote in the General Appropriation Act requires the department to report on available state and federal domestic violence funding by December 15, 2005. *(Please see footnotes 3 and 4 on the cost center funding table for additional detail.)*

This line item, along with non-appropriated funds, provides funding to 29 organizations that will serve approximately 10,700 women and children in emergency shelters, 425 women and children in transitional housing and 11,000 victims with legal and lay legal advocacy.

**Community-Based Marriage and Communication Skills Program Fund Deposit**

The budget provides \$1,200,000 from the General Fund in FY 2006 for a new Community-Based Marriage and Communication Skills line item. The General Fund monies are intended to be deposited into the non-appropriated Community-Based Marriage and Communication Skills Program Fund in A.R.S. § 41-2032. The appropriation consists of \$1,000,000 for grants to local communities and organizations. The monies are for implementing new or continuing existing programs which build marriage and communication skills and educate clients about family law and domestic violence issues. There also is \$100,000 to provide vouchers for attending training courses and \$100,000 for marriage handbooks for free distribution.

If the federal government establishes a matching grant program for state marriage skills programs, an additional \$1,200,000 from the Federal TANF Block Grant will be appropriated for the state match in FY 2006 (in addition to the \$1,200,000 General Fund appropriation). An amount of \$600,000 will be used for the high school pilot program and \$600,000 will be used for the marketing and advertising of the marriage skills classes. This additional \$1,200,000 appropriation is not included in the budget number table. *(Please see footnote 5 on the cost center funding table for additional detail.)*

The Health and Welfare Budget Reconciliation Bill sets several new guidelines for the program:

- Program's sunset date extended from July 1, 2005 to September 1, 2009.
- Eliminates requirement that class voucher recipients be married or cohabitating.
- Creates new Community-Based Relationship Skills High School Pilot Program.
- The Commission, not the department, will approve applications for the High School Pilot Program.
- Prohibits the high school pilot model curricula from providing information on or promoting marriages violating A.R.S. § 25-101.