

# Department of Health Services

## Summary

JLBC: John Malloy/Matt Busby

OSPB: Holly Baumann

DESCRIPTION	FY 2005 ACTUAL	FY 2006 ESTIMATE	FY 2007 JLBC
<b>PROGRAM BUDGET</b>			
Administration	32,746,100	33,890,200	33,818,700
Public Health	33,240,500	45,204,300	42,704,300
Family Health	59,998,700	75,403,300	80,051,900
Behavioral Health	814,857,900	902,345,800	1,004,368,300
Arizona State Hospital	60,590,600	65,727,400	65,727,400
<b>AGENCY TOTAL</b>	<b>1,001,433,800</b>	<b>1,122,571,000</b>	<b>1,226,670,600</b>
<b>OPERATING BUDGET</b>			
<i>Full Time Equivalent Positions</i>	1,734.5	1,735.5	1,742.5
Personal Services	38,146,400	41,617,800	41,852,800
Employee Related Expenditures	11,609,500	13,601,200	13,690,900
Professional and Outside Services	9,320,000	9,341,800	9,341,800
Travel - In State	235,800	280,300	280,300
Travel - Out of State	34,700	21,600	21,600
Other Operating Expenditures	16,142,300	16,263,700	19,828,300
Equipment	817,000	196,800	196,800
<b>OPERATING SUBTOTAL</b>	<b>76,305,700</b>	<b>81,323,200</b>	<b>85,212,500</b>
Special Line Items (SLI)	925,128,100	1,041,247,800	1,141,458,100
<b>AGENCY TOTAL</b>	<b>1,001,433,800</b>	<b>1,122,571,000</b>	<b>1,226,670,600</b>
<b>FUND SOURCES</b>			
General Fund	384,262,500	476,823,200	527,277,400
<u>Other Appropriated Funds</u>			
Arizona Medical Board Fund	62,600	100,000	0
Arizona State Hospital Fund	9,138,900	11,164,600	9,564,600
ASH Land Earnings Fund	177,500	350,000	350,000
Capital Outlay Stabilization Fund	1,534,400	1,576,100	1,576,100
Child Fatality Review Fund	97,400	100,000	100,000
Emergency Medical Services Operating Fund	3,958,300	5,015,900	5,015,900
Environmental Laboratory Licensure Revolving Fund	823,300	883,200	883,200
Federal Child Care and Development Fund Block Grant	658,300	750,100	750,100
Hearing and Speech Professionals Fund	115,000	302,300	302,300
Indirect Cost Fund	7,628,800	7,299,400	7,299,400
Newborn Screening Program Fund	2,942,800	3,719,300	5,958,700
Nursing Care Institution Resident Protection Fund	496,000	38,000	166,500
Poison Control Fund	1,650,000	2,200,000	0
Substance Abuse Services Fund	2,500,000	2,500,000	2,500,000
TTHCF Health Research Account	1,000,000	6,500,000	6,500,000
TTHCF Medically Needy Account	29,424,800	33,824,800	30,624,800
Vital Records Electronic Systems Fund	0	0	500,000
<b>SUBTOTAL - Other Appropriated Funds</b>	<b>62,208,100</b>	<b>76,323,700</b>	<b>72,091,600</b>
<b>SUBTOTAL - Appropriated Funds</b>	<b>446,470,600</b>	<b>553,146,900</b>	<b>599,369,000</b>
<u>Expenditure Authority Funds</u>			
Federal Title XIX Funds	508,153,700	569,424,100	627,301,600
Tobacco Litigation Settlement Fund	46,809,500	0	0
<b>SUBTOTAL - Expenditure Authority Funds</b>	<b>554,963,200</b>	<b>569,424,100</b>	<b>627,301,600</b>
<b>SUBTOTAL - Appropriated/Expenditure Authority Funds</b>	<b>1,001,433,800</b>	<b>1,122,571,000</b>	<b>1,226,670,600</b>
Other Non-Appropriated Funds	99,686,400	110,024,800	109,577,200
Federal Funds	242,954,300	271,894,800	271,345,700
<b>TOTAL - ALL SOURCES</b>	<b>1,344,074,500</b>	<b>1,504,490,600</b>	<b>1,607,593,500</b>

**CHANGE IN FUNDING SUMMARY**

FY 2006 to FY 2007 JLBC

	\$ Change	% Change
General Fund	50,454,200	10.6%
Other Appropriated Funds	(4,232,100)	(5.5%)
Expenditure Authority Funds	57,877,500	10.2%
Total Appropriated/Expenditure Authority Funds	104,099,600	9.3%
Non Appropriated Funds	(996,700)	(0.3%)
Total - All Sources	103,102,900	6.9%

**AGENCY DESCRIPTION** — The Department of Health Services (DHS) is responsible for the provision of most public health programs not administered by AHCCCS, most behavioral health programs, the Arizona State Hospital (ASH), emergency medical services, state laboratory support, vital records maintenance, disease control, and epidemiological monitoring.

**RECOMMENDED CHANGES FROM FY 2006**

		FY 2007
<b>Behavioral Health Caseload and Capitation Rate Growth</b>	GF	\$34,125,000
	EA	56,415,500
<b>FY 2007 Clawback Payment</b>	GF	11,482,000
<b>CRS Title XIX Caseload and Capitation Rate Growth</b>	GF	1,147,200
	EA	1,462,000
<b>Arizona State Hospital Fund Backfill</b>	GF	1,600,000
	OF	(1,600,000)
<b>Poison Control Fund Revenue Alignment</b>	GF	2,200,000
	OF	(2,200,000)
<b>Alzheimer’s Research</b>	OF	(3,000,000)
<b>Modular Dental Buildings</b>	GF	(200,000)
<b>Health Care Backlogs</b>	OF	(200,000)
<b>Newborn Screening</b>	OF	2,239,400
<b>Vital Records Operating</b>	OF	500,000
<b>Nursing Care Incentive Grants</b>	OF	128,500
<b>Arizona Medical Board Fund Transfer</b>	GF	100,000
	OF	(100,000)

\* \* \*

**JLBC RECOMMENDED FORMAT** — Operating Lump Sum with Special Line Items by Program

**JLBC RECOMMENDED FOOTNOTES**

*Standard Footnotes*

In addition to the appropriation for the Department of Health Services, earnings on state lands and interest on the investment of the Permanent Land Funds are appropriated

to the State Hospital in compliance with the Enabling Act and the Constitution of Arizona.

The department shall report to the Joint Legislative Budget Committee by March 1 of each year on preliminary actuarial estimates of the capitation rate increases for the following fiscal year. Before implementation of any changes in capitation rates for the AHCCCS-Children’s Rehabilitative Services Special Line Item and any Title XIX Behavioral Health line items, the Department of Health Services shall report its expenditure plan to the Joint Legislative Budget Committee for its review. Unless required for compliance with federal law, before the department implements any changes in policy affecting the amount, sufficiency, duration and scope of health care services and who may provide services, the department shall prepare a fiscal impact analysis on the potential effects of this change on the following year’s capitation rates. If the fiscal analysis demonstrates that these changes will result in additional state costs of \$500,000 or greater for a given fiscal year, the department shall submit the policy changes to the Joint Legislative Budget Committee for review. The department shall also report quarterly to the Joint Legislative Budget Committee itemizing all policy changes with fiscal impacts of less than \$500,000 in state costs. IF STATUTORY LANGUAGE IS ENACTED TO PROHIBIT THESE POLICY CHANGES, THE PORTION OF THE FOOTNOTE REGARDING JLBC REVIEW OF POLICY CHANGES SHALL NOT APPLY.

A monthly report comparing total expenditures for the month and year-to-date as compared to prior year totals shall be forwarded to the President of the Senate, the Speaker of the House of Representatives, the Chairmen of the Senate and House of Representatives Appropriations Committees and the Director of the Joint Legislative Budget Committee by the 30th of the following month. The report shall include an estimate of (1) potential shortfalls in programs, (2) potential Federal and Other Funds, such as the statewide assessment for indirect costs, that may be available to offset these shortfalls, and a plan, if necessary, for eliminating any shortfall without a supplemental appropriation, and (3) total expenditure authority of the month and year-to-date for Seriously

Mentally Ill State Match for Title XIX, Seriously Mentally Ill Non-Title XIX, Children's Behavioral Health Services, Children's Behavioral Health State Match for Title XIX, Mental Health Non-Title XIX, Substance Abuse Non-Title XIX, Seriously Emotionally Handicapped Children and Children's Rehabilitative Services.

Notwithstanding A.R.S § 35-173C, any transfer to or from the amounts appropriated for Seriously Mentally Ill State Match for Title XIX, Seriously Mentally Ill Nontitle XIX, Arnold v. Sam, Folic Acid, Children's Behavioral Health Services, Children's Behavioral Health State Match for Title XIX, Mental Health Nontitle XIX, Substance Abuse Nontitle XIX, Mental Health and Substance Abuse State Match for Title XIX, Seriously Emotionally Handicapped Children, Children's Rehabilitative Services, AHCCCS - Children's Rehabilitative Services, Adult Cystic Fibrosis, Adult Sickle Cell Anemia, High Risk Perinatal Services, County Prenatal Services Grant, Community Placement Treatment, Sexually Violent Persons, County Tuberculosis Provider Care and Control, Kidney Program, County Nutrition Services, Community Health Centers, Vaccines, Renal and Nonrenal Disease Management, AIDS Reporting and Surveillance, Telemedicine, University of

Arizona Poison Center Funding and the Poison Control Center Funding shall require review by the Joint Legislative Budget Committee. The department may transfer monies between the amounts appropriated for Proposition 204 Children's Behavioral Health Services, Proposition 204 Seriously Mentally Ill Services, and Proposition 204 General Mental Health and Substance Abuse without review by the Joint Legislative Budget Committee but may not transfer monies to and from these line items to any other line item except as provided above without review by the Joint Legislative Budget Committee. The amounts appropriated for these items shall be used exclusively for contracts for the provision of services to clients unless a transfer of monies is reviewed by the Joint Legislative Budget Committee or unless otherwise permitted to be expended for administrative costs as specified in this act. Monies shall not be used from these appropriated amounts for any other expenses of the Department of Health Services, unless a transfer of monies is reviewed by the Joint Legislative Budget Committee.

SUMMARY OF FUNDS	FY 2005 Actual	FY 2006 Estimate
<b>Agreements/IGA (HSA2144/2500/A.R.S. § 35-142)</b>		<b>Non-Appropriated</b>
<b>Source of Revenue:</b> Intergovernmental agreements between DHS and other state and local entities. Includes subaccounts for Liquor Services Fees authorized under A.R.S. § 4-203.02 (FY 2005 revenue \$47,800) and Arizona State Hospital Rental Income (FY 2006 revenue: \$526,200) as well as lottery fund monies of \$6,130,000. Lottery funds are used for pregnancy prevention (\$3,050,000), Health Start (\$2,047,300) and the Children Food Program (\$1,023,700).		
<b>Purpose of Fund:</b> To fund services which DHS has agreed to perform at the request of, or in conjunction with, public agencies.		
<b>Funds Expended</b>	29,600,500	35,038,800
<b>Year-End Fund Balance</b>	43,630,900	12,388,100
<b>Arizona Medical Board Fund (HSA2038)</b>		<b>Appropriated</b>
<b>Source of Revenue:</b> FY 2004 and FY 2005 appropriations from the Arizona Medical Board Fund.		
<b>Purpose of Fund:</b> To pay physician and mid-level practitioner student loans in order to encourage providers to practice in rural areas.		
<b>Funds Expended</b>	62,600	100,000
<b>Year-End Fund Balance</b>	52,000	52,000
<b>Arizona State Hospital Capital Construction (ADA2466/Laws 2001, Chapter 1, as amended)</b>		<b>Non-Appropriated</b>
<b>Source of Revenue:</b> \$77,500,000 over 4 fiscal years, beginning FY 2000 through FY 2003 from the Budget Stabilization Fund (BSF). While Laws 2000, Chapter 1 originally specified that these BSF transfers would come from BSF interest earnings, Laws 2000, 7 <sup>th</sup> Special Session, Chapter 1 eliminated the requirement that interest earnings be the source of the BSF transfer.		
<b>Purpose of Fund:</b> For demolition, construction and renovation of the Arizona State Hospital.		
<b>Funds Expended</b>	0	0
<b>Year-End Fund Balance</b>	5,636,200	5,636,200

**Arizona State Hospital Fund (HSA3120/A.R.S. § 36-545.08)**

**Appropriated**

**Source of Revenue:** State monies and matching federal monies for disproportionate share payments at the Arizona State Hospital, Title XIX reimbursement for services provided at the Arizona State Hospital, and monies collected for services to clients at the state hospital.

**Purpose of Fund:** To provide treatment of patients at the Arizona State Hospital or to place Arizona State Hospital patients in the community.

<b>Funds Expended</b>	9,138,900	11,164,600
<b>Year-End Fund Balance</b>	8,407,500	3,442,000

SUMMARY OF FUNDS	FY 2005 Actual	FY 2006 Estimate
<b>Breast and Cervical Cancer Screening and Diagnostic Special Plate Fund</b> (No Fund Number/A.R.S. § 36-119)		<b>Non-Appropriated</b>
<b>Source of Revenue:</b> Revenues from special plate fees and renewals. Of the \$25 fee, \$8 is for administrative costs deposited to the State Highway Fund and \$17 is deposited into the Breast and Cervical Cancer Screening and Diagnostic Special Plate Fund.		
<b>Purpose of Fund:</b> For breast and cervical screening and diagnostic and outreach services.		
<b>Funds Expended</b>	0	0
<b>Year-End Fund Balance</b>	0	0
<b>Capital Outlay Stabilization Fund</b> (HSA1600)		<b>Appropriated</b>
<b>Source of Revenue:</b> Appropriations from the Arizona Department of Administration Capital Outlay Stabilization Fund and transfers from the Arizona Department of Administration ( <i>see Arizona Department of Administration for more detail on Capital Outlay Stabilization Fund</i> ).		
<b>Purpose of Fund:</b> Lease-purchase payments for the new state health laboratory (transfers from Arizona Department of Administration are spent for building renewal).		
<b>Appropriated Funds Expended</b>	1,534,400	1,576,100
<b>Year-End Fund Balance</b>	41,800	41,800
<b>Child Fatality Review Fund</b> (HSA3036/A.R.S. § 36-3504)		<b>Appropriated</b>
<b>Source of Revenue:</b> A \$1 surcharge on fees collected on all certified copies of death certificates, up to \$100,000. Any revenue collected in excess of \$100,000 is transferred from the fund to the Child Abuse Prevention Fund in the Department of Economic Security.		
<b>Purpose of Fund:</b> To organize county child fatality review teams and to study data collected by these teams to determine ways to reduce the state's child mortality rate.		
<b>Funds Expended</b>	97,400	100,000
<b>Year-End Fund Balance</b>	44,500	44,500
<b>Children's Behavioral Health Tobacco Settlement Fund</b> (HSA Account 63021/A.R.S. § 36-503.02)		<b>Non-Appropriated</b>
<b>Source of Revenue:</b> Monies appropriated from the Tobacco Litigation Settlement Account. Statute did not create a separate fund for Children's Behavioral Health purposes, so monies remain with the State Treasurer. The account received a one-time appropriation of \$20,000,000 from tobacco settlement funds in FY 2001. There is \$240,400 that is left from the \$20 million appropriation, all of which has been encumbered by the agency.		
<b>Purpose of Fund:</b> To provide behavioral health services to children who receive behavioral health services through DHS, the Department of Economic Security, the Department of Juvenile Corrections or the Administrative Office of the Courts. Monies may also be used to support telemedicine programs designed to facilitate the provision of behavioral health services to persons living in medically underserved areas.		
<b>Funds Expended</b>	0	0
<b>Year-End Fund Balance</b>	0	0
<b>Disease Control Research Fund</b> (DIA2090/A.R.S. § 36-274)		<b>Non-Appropriated</b>
<b>Source of Revenue:</b> Monies appropriated by the Legislature and any gifts, contributions or other monies received by the Disease Control Research Commission from any other source, including Proposition 204.		
<b>Purpose of Fund:</b> To be used for projects or services that may advance research in the causes, epidemiology and prevention of disease, including discovery and development.		
<b>Non-Appropriated Funds Expended</b>	749,700	2,664,300
<b>Year-End Fund Balance</b>	0	0
<b>Donations – DHS</b> (HSA3010/2025/A.R.S. § 36-132)		<b>Non-Appropriated</b>
<b>Source of Revenue:</b> Individual donations for various health related purposes.		
<b>Purpose of Fund:</b> For specific purposes as designated by the donors. Monies donated pursuant to A.R.S. § 36-213 and A.R.S. § 36-204 for the Arizona State Hospital are accounted for separately.		
<b>Funds Expended</b>	852,900	892,900
<b>Year-End Fund Balance</b>	1,200,600	642,700

SUMMARY OF FUNDS	FY 2005 Actual	FY 2006 Estimate
<b>Donations – Statewide (HSA2025/A.R.S. § 36-132)</b>		<b>Non-Appropriated</b>
<b>Source of Revenue:</b> Individual donations from employee recognition events.		
<b>Purpose of Fund:</b> Employee recognition purposes.		
<b>Funds Expended</b>	37,200	25,300
<b>Year-End Fund Balance</b>	24,700	30,100
<b>Emergency Medical Services Operating Fund (HSA2171/A.R.S. § 36-2218)</b>		<b>Appropriated</b>
<b>Source of Revenue:</b> The fund receives 48.9% of the Medical Services Enhancement Fund revenues, which are collected from a 13% surcharge on fines charged for criminal offenses and civil motor vehicle statute violations.		
<b>Purpose of Fund:</b> To fund local and state emergency medical services systems.		
<b>Funds Expended</b>	3,958,300	5,015,900
<b>Year-End Fund Balance</b>	3,657,400	3,474,700
<b>Environmental Laboratory Licensure Revolving Fund (HSA3017/A.R.S. § 36-495.15)</b>		<b>Appropriated</b>
<b>Source of Revenue:</b> Fees collected for environmental lab licensure, fees derived from department-sponsored workshops, and monies from gifts, grants, and donations.		
<b>Purpose of Fund:</b> For costs associated with licensing environmental laboratories by the Department of Health Services.		
<b>Funds Expended</b>	823,300	883,200
<b>Year-End Fund Balance</b>	479,600	267,900
<b>Federal Child Care and Development Fund Block Grant (HSA2008/U.S. P.L 104-193)</b>		<b>Appropriated</b>
<b>Source of Revenue:</b> Federal formula grant.		
<b>Purpose of Fund:</b> A portion of the Federal Child Care and Development Block Grant provides the Assurance and Licensure division with monies for the licensure of child care facilities.		
<b>Funds Expended</b>	658,300	750,100
<b>Year-End Fund Balance</b>	0	(21,100)
<b>Federal Grants (HSA2000/A.R.S. § 35-142)</b>		<b>Non-Appropriated</b>
<b>Source of Revenue:</b> Grants and reimbursements from the federal government. The total for FY 2005 includes \$125,511,700 in grants for the various components of the Federal Women, Infants, and Children (WIC) program, and \$34,388,600 for the Substance Abuse Block Grant. Federal reimbursement for the Title XIX program is not included in this fund and can be found listed in the Title XIX Services and County Contributions Fund.		
<b>Purpose of Fund:</b> To provide health services in accordance with the terms of each specific grant.		
<b>Funds Expended</b>	242,954,300	271,894,800
<b>Year-End Fund Balance</b>	0	0
<b>Federal Temporary Assistance for Needy Families Block Grant (HSA2007/A.R.S. § 35-142)</b>		<b>Appropriated</b>
<b>Source of Revenue:</b> Federal formula grant.		
<b>Purpose of Fund:</b> To provide perinatal services for women under 30 who are eligible for TANF or Arizona Works, and to provide abstinence-only education programs intended to prevent out-of-wedlock pregnancy.		
<b>Funds Expended</b>	0	0
<b>Year-End Fund Balance</b>	0	0
<b>Hearing and Speech Professionals Fund (HSA6243/A.R.S. § 36-1903)</b>		<b>Appropriated</b>
<b>Source of Revenue:</b> Monies collected by DHS from the examination and licensing of hearing and speech professionals.		
<b>Purpose of Fund:</b> For the licensing and regulation of hearing and speech professionals.		
<b>Funds Expended</b>	115,000	302,300
<b>Year-End Fund Balance</b>	155,500	137,400

SUMMARY OF FUNDS	FY 2005 Actual	FY 2006 Estimate
<b>Indirect Cost Fund (HSA9001/A.R.S. § 36-108)</b>		<b>Appropriated</b>
<b>Source of Revenue:</b> Charges made to Federal Funds and interagency agreements in order to reimburse the agency for a portion of the administrative costs of the programs.		
<b>Purpose of Fund:</b> To pay a portion of the administrative personnel and overhead costs associated with various federal programs and interagency agreements.		
<b>Funds Expended</b>	7,628,800	7,299,400
<b>Year-End Fund Balance</b>	5,744,300	6,308,400
<b>Indirect Cost Recovery (HSA9000/A.R.S. § 36-108)</b>		<b>Non-Appropriated</b>
<b>Source of Revenue:</b> Prior to FY 2000, charges made to Federal Funds and interagency agreements in order to reimburse the agency for a portion of the administrative costs of the programs were placed in this non-appropriated fund. In FY 2000, this Indirect Cost Fund became appropriated. Monies were left in this fund to address outstanding obligations.		
<b>Purpose of Fund:</b> Prior to FY 2000, this fund paid a portion of the administrative personnel and overhead costs associated with various federal programs and interagency agreements. After FY 2000, funds are utilized for outstanding obligations.		
<b>Funds Expended</b>	10,300	0
<b>Year-End Fund Balance</b>	0	0
<b>Internal Services Fund (HSA4202/A.R.S. § 36-108)</b>		<b>Non-Appropriated</b>
<b>Source of Revenue:</b> Charges from other DHS funds.		
<b>Purpose of Fund:</b> Revolving Fund used by DHS warehouse for the purchase of goods.		
<b>Funds Expended</b>	6,000	26,200
<b>Year-End Fund Balance</b>	160,400	159,000
<b>Medical Services Enhancement Fund (TRA2186/A.R.S. § 36-2219.01)</b>		<b>Non-Appropriated</b>
<b>Source of Revenue:</b> A 13% penalty assessment on fines, violations, forfeitures, and penalties imposed by the courts for criminal offenses, civil motor vehicle statute violations, and game and fish violations.		
<b>Purpose of Fund:</b> Monies are distributed on a percentage basis to various non-appropriated and appropriated funds.		
<b>Funds Transferred</b>		
Department of Economic Security		
Spinal and Head Injuries Trust	2,350,300	2,174,400
Department of Health Services		
EMS Operating	5,224,200	4,833,200
Substance Abuse Services	2,521,300	2,332,600
General Fund	<u>587,600</u>	<u>543,600</u>
<b>Total Funds Transferred</b>	10,683,400	9,883,800
<b>Medical Services Stabilization Fund (HSA3037/A.R.S. § 36-2922)</b>		<b>Non-Appropriated</b>
<b>Source of Revenue:</b> Transfer from AHCCCS Medical Services Stabilization Fund.		
<b>Purpose of Fund:</b> To offset increases above the appropriated amount in the cost of providing behavioral health care services to the medically indigent, medically needy or to low income children.		
<b>Funds Expended</b>	845,500	0
<b>Year-End Fund Balance</b>	138,800	138,800
<b>Newborn Screening Program Fund (HSA2184/A.R.S. § 36-694.01)</b>		<b>Appropriated</b>
<b>Source of Revenue:</b> A fee of \$20 as part of the hospital charges for each child born in Arizona.		
<b>Purpose of Fund:</b> To provide monies for the centralized testing of all newborns in the state for a standard set of metabolic disorders. Every 4 years the department solicits bids for the contracting of these tests. The State Health Lab holds the current contract. In addition, the fund provides monies for follow-up counseling for the parents of affected infants.		
<b>Funds Expended</b>	2,942,800	3,719,300
<b>Year-End Fund Balance</b>	1,141,000	563,500

SUMMARY OF FUNDS	FY 2005 Actual	FY 2006 Estimate
<b>Nursing Care Institution Resident Protection Fund (HSA2329/A.R.S. § 36-446.08)</b>		<b>Appropriated</b>
<b>Source of Revenue:</b> Civil penalties paid by nursing care institution administrators and assisted living facility managers for violations of their licenses or certifications.		
<b>Purpose of Fund:</b> For the protection of the health and property of residents of nursing care facilities that are found deficient.		
<b>Funds Expended</b>	496,000	38,000
<b>Year-End Fund Balance</b>	425,300	515,400
<b>Oral Health Fund (HSA2329/A.R.S. § 36-138)</b>		<b>Non-Appropriated</b>
<b>Source of Revenue:</b> Monies received from Arizona Health Care Cost Containment System (AHCCCS) contracts for dental services.		
<b>Purpose of Fund:</b> To provide dental services to Medicaid-eligible children identified by the DHS Oral Health program.		
<b>Funds Expended</b>	23,100	243,800
<b>Year-End Fund Balance</b>	520,000	485,100
<b>Poison Control Fund (HSA2112/Laws 1999, Chapter 176)</b>		<b>Appropriated</b>
<b>Source of Revenue:</b> Revenues from the Telecommunications Services Excise Tax, which is a 1.1% surcharge on local telephone bills. The fund receives revenues from this tax equal to 0.18% of local telephone bills. The remainder of the surcharge is allocated to the Arizona Schools for the Deaf and Blind (0.23%), the Telecommunications Fund for the Deaf (0.68%), administered by the Commission for the Deaf and the Hard of Hearing and the Teratogen Information Program (0.01%) administered by the University of Arizona Health Sciences Center.		
<b>Purpose of Fund:</b> To fund the Poison Control Center, located in Maricopa County, and the University of Arizona Poison Control Center, which provide poison control education, services, and treatment information.		
<b>Funds Expended</b>	1,650,000	2,200,000
<b>Year-End Fund Balance</b>	705,500	0
<b>Prescription Drug Advisory Council (HSA3040/Laws 2002, Chapter 67)</b>		<b>Non-Appropriated</b>
<b>Source of Revenue:</b> Gifts, grants and donations.		
<b>Purpose of Fund:</b> To fund costs associated with providing administrative support and assistance to the Council. DHS may only provide support and assistance to the Council if a minimum of \$100,000 is deposited in this fund.		
<b>Funds Expended</b>	0	0
<b>Year-End Fund Balance</b>	10,000	10,000
<b>Risk Assessment Fund (HSA2427/A.R.S. § 36-1693)</b>		<b>Non-Appropriated</b>
<b>Source of Revenue:</b> Fees collected from persons, private entities, or state agencies other than the Department of Environmental Quality for risk assessments performed by DHS. The fund may also receive legislative appropriations, gifts, grants, or donations. In FY 2001, FY 2002, and FY 2003, the fund receives transfers of \$216,000 each year from the Water Quality Assurance Revolving Fund. There will be no transfer in FY 2005, and the department will continue to perform these functions through an ISA.		
<b>Purpose of Fund:</b> To conduct health effects studies and risk assessments of public health risks from environmental exposure, to evaluate and calculate cleanup standards, to communicate health risks to the public, and for administrative costs of those activities.		
<b>Funds Expended</b>	21,000	100,000
<b>Year-End Fund Balance</b>	90,700	53,200
<b>Serious Mental Illness Services Fund (HSA2464/A.R.S. § 36-503.02)</b>		<b>Non-Appropriated</b>
<b>Source of Revenue:</b> Monies appropriated from the Tobacco Litigation Settlement Account, other legislative appropriations and interest earned on these monies. The fund received a one-time appropriation of \$50,000,000 from tobacco settlement funds in FY 2001.		
<b>Purpose of Fund:</b> To fund community Housing, Vocational Rehabilitation, and other recovery support services to persons with serious mental illnesses.		
<b>Funds Expended</b>	1,091,800	0
<b>Year-End Fund Balance</b>	0	0

SUMMARY OF FUNDS	FY 2005 Actual	FY 2006 Estimate
<b>State Hospital Land Earnings Fund (HSA3128/A.R.S. § 36-211)</b>		<b>Appropriated</b>
<b>Source of Revenue:</b> Monies received from interest on the Arizona State Hospital's Permanent Land Fund, as established through Arizona's Enabling Act, Section 25, and the monies derived from the lease of these lands and miscellaneous revenue.		
<b>Purpose of Fund:</b> For the benefit and support of the Arizona State Hospital.		
<b>Funds Expended</b>	177,500	350,000
<b>Year-End Fund Balance</b>	317,000	340,300
<b>Substance Abuse Services Fund (HSA2227/A.R.S. § 36-2005)</b>		<b>Appropriated</b>
<b>Source of Revenue:</b> The fund receives 23.6% of monies collected from Medical Services Enhancement Fund, which is a 13% penalty levied on criminal offenses, motor vehicle civil violations and game and fish violations. Monies are deposited into 2 subaccounts.		
<b>Purpose of Fund:</b> To provide alcohol and other drug screening, education or treatment for persons court-ordered to attend and who do not have the financial ability to pay for the services, to contract for preventive or rehabilitative and substance abuse services, and to provide priority for treatment services to pregnant substance abusers.		
<b>Funds Expended</b>	2,500,000	2,500,000
<b>Year-End Fund Balance</b>	689,200	454,500
<b>Title XIX Services and County Contributions (HSA2500/A.R.S. § 35-142)</b>		<b>Non-Appropriated</b>
<b>Source of Revenue:</b> The fund receives federal match dollars for treating behavioral health problems in Title XIX-eligible persons, federal match dollars for Title XIX-eligible persons in the Children's Rehabilitative Services (CRS) program, and Maricopa and Pima Counties' contributions for treating persons with behavioral health problems.		
<b>Purpose of Fund:</b> For accounting purposes, these monies are considered part of the Agreements/IGA Fund. However, for informational purposes, the revenues and expenditures related to behavioral health and the CRS program have been separated from the Agreements Fund.		
<b>Funds Expended</b>	547,631,700	610,762,100
<b>Year-End Fund Balance</b>	0	0
<b>Tobacco Litigation Settlement Fund (A.R.S. § 36-2901.02)</b>		<b>Non-Appropriated</b>
<b>Source of Revenue:</b> Monies received from the Tobacco Litigation Master Settlement Agreement. Funds were transferred to this account for DHS programs. Starting in FY 2006, all Tobacco Litigation Settlement monies are spent in AHCCCS. <i>(See AHCCCS section for further detail on this fund.)</i>		
<b>Purpose of Fund:</b> Monies are used for Public Health programs established by Proposition 204, as well as Behavioral Health.		
<b>Funds Expended</b>	46,809,500	0
<b>Year-End Fund Balance</b>	0	0
<b>Tobacco Tax and Health Care - Health Crisis Fund (HSA2312/A.R.S. § 36-797)</b>		<b>Non-Appropriated</b>
<b>Source of Revenue:</b> The account receives transfers from the Medically Needy Account, which is managed by AHCCCS. The transfers shall be sufficient to maintain an annual fund balance of \$1,000,000.		
<b>Purpose of Fund:</b> Monies may only be used for expenses incurred for a health crisis which is declared by the Governor by Executive Order. The fund balance shall not exceed \$1,000,000 but may fall below that amount during a fiscal year as a result of approved expenditures. Expenditures shall not exceed \$1,000,000 annually. Of the \$430,000 transferred out, \$230,000 will be reverted in FY 2005.		
<b>Funds Expended</b>	579,300	1,000,000
<b>Tobacco Tax and Health Care - Health Education Account (HSA1308/A.R.S. § 36-772)</b>		<b>Non-Appropriated</b>
<b>Source of Revenue:</b> The account receives 23¢ of each dollar deposited in the Tobacco Tax and Health Care Fund and 2¢ of each dollar in the Tobacco Products Tax Fund.		
<b>Purpose of Fund:</b> Monies are used for community-based education and evaluation, and other programs to discourage tobacco use among the general public, specifically targeting minors and culturally diverse populations. The monies from the Tobacco Products Tax Fund are used for the prevention and detection of the 4 leading causes of death.		
<b>Funds Expended</b>	21,917,100	21,590,300

SUMMARY OF FUNDS	FY 2005 Actual	FY 2006 Estimate
<b>Tobacco Tax and Health Care - Health Research Fund (DSA2096/A.R.S. § 36-275, A.R.S. § 36-773) Non-Appropriated</b>		
<b>Source of Revenue:</b> The fund receives 5¢ of each dollar deposited in the Tobacco Products Tax Fund. In addition, all monies in the Health Research Account (which receives 5¢ of each dollar deposited in the Tobacco Tax and Health Care Fund) are deposited into the fund.		
<b>Purpose of Fund:</b> Monies are used for research into the prevention and treatment of tobacco-related disease and addiction.		
<b>Non-Appropriated Funds Expended</b>	3,896,700	4,648,100
<b>Appropriated Funds Expended</b>	1,000,000	6,500,000
<b>Tobacco Tax and Health Care - Medically Needy Account (HSA1306/A.R.S. § 36-774) Non-Appropriated</b>		
<b>Source of Revenue:</b> The account receives funding from the Medically Needy Account of the Tobacco Tax and Health Care Fund, which is managed by AHCCCS. All monies remaining unexpended at the end of the fiscal year revert to the AHCCCS Medically Needy Account. (See Tobacco Tax Table in the AHCCCS section.)		
<b>Purpose of Fund:</b> Monies are used for a variety of health programs that are intended to increase primary care and mental health services for uninsured and low-income populations.		
<b>Appropriated Funds Expended</b>	29,424,800	33,824,800
<b>Non-Appropriated Funds Expended</b>	0	0
<b>Vital Records Electronic Systems Fund (HSA3039/A.R.S. § 36-342.01) Non-Appropriated</b>		
<b>Source of Revenue:</b> 40% of fees collected for searches, copies of records, applications to file delayed records, requests for supplementary birth certificates, following adoption, legitimation, paternity determination, surgical alterations, and chromosomal counts, or amendments to existing records.		
<b>Purpose of Fund:</b> To develop a new vital records automated system.		
<b>Funds Expended</b>	577,300	2,457,100
<b>Year-End Fund Balance</b>	0	0