

# Department of Economic Security

## Summary

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DESCRIPTION	FY 2007 ACTUAL	FY 2008 ESTIMATE	FY 2009 JLBC
<b>PROGRAM BUDGET</b>			
Administration	39,686,800	46,657,700	46,214,500
Developmental Disabilities	769,367,500	858,346,700	955,162,300
Benefits and Medical Eligibility	165,880,500	169,917,800	177,216,400
Child Support Enforcement	64,273,500	65,857,000	65,857,000
Aging and Community Services	44,320,200	55,447,500	54,939,400
Children, Youth and Families	279,094,800	304,909,000	304,909,000
Employment and Rehabilitation Services	261,673,700	315,796,100	315,796,100
<b>AGENCY TOTAL</b>	<b>1,624,297,000</b>	<b>1,816,931,800</b>	<b>1,920,094,700</b>
<b>OPERATING BUDGET</b>			
<i>Full Time Equivalent Positions</i>	5,680.8	5,808.5	5,868.5
Personal Services	145,526,400	155,485,000	155,485,000
Employee Related Expenditures	56,487,300	52,341,300	52,212,200
Professional and Outside Services	15,323,700	13,046,800	12,796,800
Travel - In State	3,406,000	3,724,000	3,724,000
Travel - Out of State	65,700	73,300	73,300
Other Operating Expenditures	53,259,700	64,753,900	66,433,500
Equipment	9,249,800	8,139,400	8,131,300
<b>OPERATING SUBTOTAL</b>	<b>283,318,600</b>	<b>297,563,700</b>	<b>298,856,100</b>
Special Line Items (SLI)	1,340,978,400	1,519,368,100	1,621,238,600
<b>AGENCY TOTAL</b>	<b>1,624,297,000</b>	<b>1,816,931,800</b>	<b>1,920,094,700</b>
<b>FUND SOURCES</b>			
General Fund	695,080,900	794,336,400	836,399,100
<u>Other Appropriated Funds</u>			
Child Abuse Prevention Fund	785,700	1,576,900	1,576,900
Child Support Enforcement Administration Fund	14,941,500	15,119,600	15,119,600
Children and Family Services Training Program Fund	84,600	209,600	209,600
Domestic Violence Shelter Fund	1,700,000	1,700,000	1,700,000
Federal CCDF Block Grant	109,795,300	117,652,500	117,652,500
Federal Reed Act Grant	0	3,495,700	3,495,700
Federal TANF Block Grant	223,562,100	234,652,800	234,652,800
Homeless Trust Fund	658,400	0	0
Long Term Care System Fund (Non-Federal Matched)	20,428,600	25,000,900	27,522,800
Public Assistance Collections Fund	321,000	517,000	517,000
Risk Management Fund	271,500	271,500	271,500
Special Administration Fund	984,700	2,206,000	2,206,000
Spinal and Head Injuries Trust Fund	1,911,300	2,570,900	2,570,900
Statewide Cost Allocation Plan Fund	0	1,000,000	1,000,000
TTHCF Health Research Account	0	200,000	200,000
TTHCF Medically Needy Account	91,100	0	0
Utility Assistance Fund	500,000	500,000	0
Workforce Investment Act Grant	40,201,400	55,937,200	55,937,200
SUBTOTAL - Other Appropriated Funds	416,237,200	462,610,600	464,632,500
<b>SUBTOTAL - Appropriated Funds</b>	<b>1,111,318,100</b>	<b>1,256,947,000</b>	<b>1,301,031,600</b>
<u>Expenditure Authority Funds</u>			
Federal Funds	43,839,500	41,617,400	41,617,400
Long Term Care System Fund (Federal Match)	469,139,400	518,367,400	577,445,700
SUBTOTAL - Expenditure Authority Funds	512,978,900	559,984,800	619,063,100
<b>SUBTOTAL - Appropriated/Expenditure Authority Funds</b>	<b>1,624,297,000</b>	<b>1,816,931,800</b>	<b>1,920,094,700</b>

DESCRIPTION	FY 2007 ACTUAL	FY 2008 ESTIMATE	FY 2009 JLBC
Other Non-Appropriated Funds	251,214,600	281,281,100	280,142,000
Federal Funds	554,877,500	571,269,900	569,324,900
<b>TOTAL - ALL SOURCES</b>	<b>2,430,389,100</b>	<b>2,669,482,800</b>	<b>2,769,561,600</b>

### CHANGE IN FUNDING SUMMARY

	FY 2008 to FY 2009 JLBC	
	\$ Change	% Change
General Fund	42,062,700	5.3%
Other Appropriated Funds	2,021,900	0.4%
Expenditure Authority Funds	59,078,300	10.5%
Total Appropriated/Expenditure Authority Funds	103,162,900	5.7%
Non Appropriated Funds	(3,084,100)	(0.4%)
Total - All Sources	100,078,800	3.7%

**AGENCY DESCRIPTION** — The department provides an array of services for low-income households and others in need. These services are provided through the following divisions: Administration; Developmental Disabilities; Benefits and Medical Eligibility; Child Support Enforcement; Aging and Community Services; Children, Youth and Families; and Employment and Rehabilitation Services.

PERFORMANCE MEASURES	FY 2005 Actual	FY 2006 Actual	FY 2007 Actual	FY 2009 JLBC
• Agencywide customer satisfaction rating (Scale 1 to 5)	3.7	3.6	3.6	3.8

<b>Developmental Disabilities Caseload Growth</b>	<b>GF</b>	<b>\$35,215,400</b>
	<b>OF</b>	<b>2,521,900</b>
	<b>EA</b>	<b>59,078,300</b>
<b>TANF Caseload Increase</b>	<b>GF</b>	<b>8,405,300</b>
<b>GA Caseload Decline</b>	<b>GF</b>	<b>(1,106,700)</b>
<b>Elimination of Utility Assistance Fund</b>	<b>OF</b>	<b>(500,000)</b>
<b>Lease-Purchase Savings</b>	<b>GF</b>	<b>(443,200)</b>
<b>One-Time Issues</b>	<b>GF</b>	<b>(8,100)</b>

Table 2 provides detailed information on TANF expenditures and appropriations.

Table 1 TANF Block Grant Summary		
	FY 2008	FY 2009
Beginning Balance	\$ 9,878,800	\$ 1,856,500
TANF Base Revenues	<u>226,630,500</u>	<u>226,630,500</u>
Total – Available TANF	236,509,300	228,487,000
Total TANF Expenditures	<u>234,652,800</u>	<u>234,652,800</u>
Ending Balance	\$1,856,500	\$(6,165,800) <sup>1/</sup>
Permanent Revenues vs. Expenditures <sup>2/</sup>	\$ (8,022,300)	\$ (8,022,300)

<sup>1/</sup> Actual ending balance cannot be negative; if necessary, the agency will employ funding options to balance the appropriation for FY 2009.

<sup>2/</sup> Difference between Base Revenues and Total Expenditures.

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### Federal Block Grants

The JLBC includes \$234,652,800 of the state's federal Temporary Assistance for Needy Families (TANF) Block Grant allocation. Table 1 summarizes expected yearly revenues, expenditures, and fund balances.

The table compares ongoing revenues and expenditures from the TANF Block Grant. Although the table shows a negative ending balance for FY 2009, the actual ending balance cannot be negative. The agency has the option to roll forward 10% of the total TANF Block Grant from FY 2010 into FY 2009. A roll forward of about 2.7% of the TANF Block Grant would enable DES to balance this appropriation in FY 2009. For FY 2008 and FY 2009, the TANF Block Grant permanent revenues are projected to be \$(8,022,300) less than permanent spending.

Table 2

## TANF Block Grant Spending

<u>Cost Center/Special Line Item</u>	<u>Actual FY 2007</u>	<u>Estimated FY 2008</u>	<u>JLBC FY 2009</u>
<b>Administration</b>			
Operating	\$ 5,767,400	\$ 6,023,900	\$ 6,023,900
Finger Imaging	76,700	277,500	277,500
Attorney General Legal Services	130,900	167,900	167,900
Total – Administration	\$ 5,975,000	\$ 6,469,300	\$ 6,469,300
<b>Benefits and Medical Eligibility</b>			
Operating	\$10,054,800	\$10,378,300	\$10,378,300
TANF Cash Benefits	79,297,200	79,297,200	79,297,200
Total – Benefits and Medical Eligibility	\$89,352,000	\$89,675,500	\$89,675,500
<b>Aging and Community Services</b>			
Operating	\$ 194,700	\$ 247,500	\$ 247,500
Community and Emergency Services	4,678,800	5,424,900	5,424,900
Coordinated Hunger Program	470,500	500,000	500,000
Coordinated Homeless Programs	1,541,000	1,649,500	1,649,500
Domestic Violence Prevention	6,166,700	6,620,700	6,620,700
Total – Aging and Community Services	\$ 13,051,700	\$ 14,442,600	\$ 14,442,600
<b>Children, Youth and Families</b>			
Operating	\$ 34,200,800	\$ 30,144,200	\$ 30,144,200
Adoption Services	10,686,100	10,686,100	10,686,100
Adoption - Family Preservation Projects	18,700	1,000,000	1,000,000
Children Support Services	11,871,900	16,129,100	16,129,100
CPS Emergency Placement	3,386,900	3,006,400	3,006,400
CPS Residential Placement	12,719,800	11,166,600	11,166,600
Foster Care Placement	6,187,200	6,223,100	6,223,100
Healthy Families	5,034,200	5,034,200	5,034,200
Family Builders Program	5,200,000	5,200,000	5,200,000
Attorney General Legal Services	50,500	52,200	52,200
Joint Substance Abuse Treatment (Families FIRST)	1,823,800	2,000,000	2,000,000
Homeless Youth Intervention	375,300	400,000	400,000
Permanent Guardianship Subsidy	700,000	859,300	859,300
Total – Children, Youth and Families	\$ 92,255,200	\$ 91,901,200	\$ 91,901,200
<b>Employment and Rehabilitation Services</b>			
Operating	\$ 5,496,900	\$ 5,897,400	\$ 5,897,400
JOBS	12,418,800	18,246,500	18,246,500
Day Care Subsidy	5,012,500	8,020,300	8,020,300
Total – Employment and Rehabilitation Services	\$ 22,928,200	\$ 32,164,200	\$ 32,164,200
<b>TOTAL - DEPARTMENT OF ECONOMIC SECURITY</b>	<b>\$223,562,100</b>	<b>\$234,652,800</b>	<b>\$234,652,800</b>
<b>Beginning Balance</b>	\$ 6,810,400	\$ 9,878,800	\$ 1,856,500
<b>TANF Base Revenues</b>	226,630,500	226,630,500	226,630,500
<b>Total TANF Revenues</b>	233,440,900	236,509,300	228,487,000
<b>TANF Expenditures</b>	223,562,100 <sup>1/</sup>	234,652,800	234,652,800
<b>Ending Balance</b>	\$ 9,878,800	\$ 1,856,500	\$ (6,165,800) <sup>2/</sup>

<sup>1/</sup> Does not include administrative adjustments estimated at \$2.7 million for FY 2007.

<sup>2/</sup> Actual Ending Balance cannot be negative; the agency will employ funding options to balance the appropriation for FY 2009.

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

**FOOTNOTES**

*Standard Footnotes*

The above appropriations are in addition to funds granted to the state by the federal government for the same purposes but shall be deemed to include the sums deposited in the State Treasury to the credit of the Department of Economic Security, pursuant to A.R.S. § 42-5029.

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 Chairpersons 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 entitlement programs, (2) potential federal and other funds, such as the statewide assessment for indirect costs, and any projected surplus in state supported programs that may be available to offset these shortfalls, and a plan, if necessary, for eliminating any shortfall without a supplemental appropriation, (3) shortfalls resulting from new leases or renegotiations of current leases and associated costs, and (4) total expenditure authority of the Child Support Enforcement program for the month and year-to-date as compared to prior year totals.

*Deletion of Prior Year Footnotes*

The JLBC deletes the footnote requiring the department to submit a report on the intended use of all current and prior year reversions from nonappropriated sources as the department has not required the use of this footnote in many years.

<b>SUMMARY OF FUNDS</b>	<b>FY 2007 Actual</b>	<b>FY 2008 Estimate</b>
<b>Capital Investment Fund (DEA2093/A.R.S. § 4-116)</b>		<b>Non-Appropriated</b>
<b>Source of Revenue:</b> Receipts received from club license and application fees by organizations selling spirituous liquor as defined in A.R.S. § 4-101.		
<b>Purpose of Fund:</b> To be used by the Department of Mental Retardation (now DES, pursuant to A.R.S. § 36-551) for buildings, equipment, and other capital investments.		
<b>Funds Expended</b>	7,500	7,500
<b>Year-End Fund Balance</b>	335,200	381,900
<b>Child Abuse Prevention Fund (DEA2162/A.R.S. § 8-550.01)</b>		<b>Appropriated</b>
<b>Source of Revenue:</b> A portion of monies (1.93%) from statutory filing and copy fees collected by the Superior Court and all funds received through a check-off contributions on the Arizona tax form. Monies also may come from a surcharge on certified copies of death certificates when revenues from the surcharge exceed \$100,000 for the year.		
<b>Purpose of Fund:</b> To provide financial assistance to community treatment programs, benefiting abused children and their parents or guardians. An amount of not more than 5% may be expended for administrative expenses related to the fund.		
<b>Funds Expended</b>	785,700	1,576,900
<b>Year-End Fund Balance</b>	1,305,200	422,800
<b>Child Passenger Restraint Fund (DEA2192/A.R.S. § 28-907)</b>		<b>Non-Appropriated</b>
<b>Source of Revenue:</b> Fines or penalties from parents, guardians, or legal custodians who fail to sufficiently restrain in motor vehicles children under the age of 4 or weighing less than 40 pounds.		
<b>Purpose of Fund:</b> To purchase child passenger restraint systems and provide them to hospitals for loan to indigent persons. Monies in the fund shall not exceed \$20,000. All monies collected over \$20,000 shall be deposited in the Arizona Highway User Revenue Fund.		
<b>Funds Expended</b>	223,600	215,000
<b>Year-End Fund Balance</b>	3,200	0
<b>Child Protective Services Expedited Substance Abuse Treatment Fund (DEA2421/A.R.S. § 8-812)</b>		<b>Non-Appropriated</b>
<b>Source of Revenue:</b> An annual appropriation from the state General Fund.		
<b>Purpose of Fund:</b> To provide expedited drug treatment to guardians and parents when a dependency case plan calls for treatment. Expenditures from this fund are not displayed to avoid double counting General Fund monies.		
<b>Funds Expended</b>	0	0
<b>Year-End Fund Balance</b>	246,900	246,900

SUMMARY OF FUNDS	FY 2007 Actual	FY 2008 Estimate
<b>Child Support Enforcement Administration Fund</b> (DEA2091/A.R.S. § 46-406)		<b>Partially-Appropriated</b>
<b>Source of Revenue:</b> State Share of Retained Earnings from child support collections, federal incentives, and fees.		
<b>Purpose of Fund:</b> To fund the statewide Child Support Enforcement program.		
<b>Appropriated Funds Expended</b>	14,941,500	15,119,600
<b>Non-Appropriated Funds Expended</b>	3,997,900	4,157,800
<b>Year-End Fund Balance</b>	2,798,700	2,201,500
<b>Children and Family Services Training Program Fund</b> (DEA2173/A.R.S. § 8-503.01)		<b>Appropriated</b>
<b>Source of Revenue:</b> A portion of monies collected from fees charged for copies of Child Protective Services (CPS) files and assessments against legally responsible parties for the support of a child in the state's custody. The fund receives 90% of the revenues collected. The remaining 10% of revenues are credited to the General Fund.		
<b>Purpose of Fund:</b> To administer training for child protective service workers and employees in related programs. The monies cannot be used to pay salaries or expenses of the training staff. Up to 10% of the monies may be used to enhance the collection of monies owed to the agency. Any monies collected from fees for copies of CPS files may be used only for reimbursing the department for its cost.		
<b>Funds Expended</b>	84,600	209,600
<b>Year-End Fund Balance</b>	525,500	441,000
<b>Community-Based Marriage and Communication Skills Program Fund</b> (DEA2434/A.R.S. § 41-2031)		<b>Non-Appropriated</b>
<b>Source of Revenue:</b> Legislative appropriations from the Federal Temporary Assistance for Needy Families Block Grant.		
<b>Purpose of Fund:</b> To distribute to community-based organizations whose plans for marriage and communication skills programs are recommended by the Marriage and Parenting Skills Commission. An amount of not more than 5% can be used for administrative costs. Expenditures from this fund are not displayed to avoid double counting appropriated monies.		
<b>Funds Expended</b>	0	0
<b>Year-End Fund Balance</b>	1,146,300	1,146,300
<b>DES Client Trust Fund</b> (DEA3152/A.R.S. § 41-1954)		<b>Non-Appropriated</b>
<b>Source of Revenue:</b> Monies collected from Social Security, Veterans' Administration benefits, and other benefits payable to a child in the care, custody, or control of DES.		
<b>Purpose of Fund:</b> To defray the costs of care and services expended for the benefit, welfare, and best interest of the child.		
<b>Funds Expended</b>	1,648,500	1,688,500
<b>Year-End Fund Balance</b>	553,500	595,800
<b>Developmentally Disabled Client Services Trust Fund</b> (DEA2019/A.R.S. § 36-572)		<b>Non-Appropriated</b>
<b>Source of Revenue:</b> Proceeds from the sale or lease of the real property and buildings used by the department for the Arizona Training Program at Phoenix (ATP-P). ATP-P land was sold in September 1998 for \$4,250,000. The fund may only spend interest earned on the proceeds.		
<b>Purpose of Fund:</b> To enhance services presently available to the developmentally disabled and to extend services to developmentally disabled persons not presently served.		
<b>Funds Expended</b>	160,300	160,300
<b>Year-End Fund Balance</b>	4,405,400	4,405,400
<b>Domestic Violence Shelter Fund</b> (DEA2160/A.R.S. § 36-3002)		<b>Appropriated</b>
<b>Source of Revenue:</b> A portion of monies (8.87%) from statutory filing and copy fees collected by the Superior Court. Monies also come from voluntary contributions using tax returns or federal grants, private grants, or other private gifts or contributions.		
<b>Purpose of Fund:</b> To fund grants to qualified shelters for victims of domestic violence.		
<b>Funds Expended</b>	1,700,000	1,700,000
<b>Year-End Fund Balance</b>	1,209,900	1,884,300

SUMMARY OF FUNDS	FY 2007 Actual	FY 2008 Estimate
<b>Economic Security Donations Fund</b> (DEA3145/A.R.S. § 36-571, 41-1954)		<b>Non-Appropriated</b>
<b>Source of Revenue:</b> Grants, gifts, or bequests.		
<b>Purpose of Fund:</b> To be disbursed for the purpose of and in conformity with the terms of the grant, gift, or bequest. Monies received for developmental disabilities purposes are maintained in a separate account.		
<b>Funds Expended</b>	10,800	11,000
<b>Year-End Fund Balance</b>	315,800	366,700
<b>Federal CCDF Block Grant</b> (DEA2008/U.S. P.L. 104-193)		<b>Appropriated</b>
<b>Source of Revenue:</b> Federal formula grant.		
<b>Purpose of Fund:</b> To be used for developing child care programs and policies that promote parental choice; providing consumer education to help parents make informed choices on child care; providing child care to welfare recipient parents; and implementing health, safety, licensing, and registration standards under state law for child care. Up to 5% of the aggregate amount of funds expended can be used for administrative costs. At least 4% of funds must be used for consumer education and activities for improving the quality and availability of child care. No monies can be used for purchasing land or building facilities to provide child care.		
<b>Funds Expended</b>	109,795,300	117,652,500
<b>Year-End Fund Balance</b>	5,661,100	1,631,400
<b>Federal Grants</b> (DEA2000/A.R.S. § 41-101.01)		<b>Non-Appropriated</b>
<b>Source of Revenue:</b> Federal grants, excluding Temporary Assistance for Needy Families, Child Care and Development Fund, and Workforce Investment Act Block Grants.		
<b>Purpose of Fund:</b> To be expended as stipulated by federal statutes authorizing the availability of the federal monies. Some major expenditure items include Food Stamp administration and the Social Services Block Grant.		
<b>Funds Expended</b>	598,717,000	612,887,300
<b>Year-End Fund Balance</b>	8,018,400	5,145,300
<b>Federal Reed Act Grant</b> (DEA9501/A.R.S. § 23-701)		<b>Appropriated</b>
<b>Source of Revenue:</b> Administrative unemployment security insurance monies redistributed back to the states by the federal Department of Labor.		
<b>Purpose of Fund:</b> To enhance states' employment security programs by providing one-time monies for equipment and short-term operating expenditures to improve customer service delivery for Arizona's unemployment insurance program.		
<b>Funds Expended</b>	0	3,495,700
<b>Year-End Fund Balance</b>	144,000,000	140,504,300
<b>Federal TANF Block Grant</b> (DEA2007/U.S. P.L. 104-193)		<b>Appropriated</b>
<b>Source of Revenue:</b> Federal formula grant.		
<b>Purpose of Fund:</b> To provide assistance to needy families with children so that children can be cared for in their own homes; to reduce dependency by promoting job preparation, work, and marriage; to reduce and prevent out-of-wedlock pregnancies; and to encourage the formation and maintenance of 2-parent families.		
<b>Funds Expended</b>	223,562,100	234,652,800
<b>Year-End Fund Balance</b>	9,346,400	0
<b>Homeless Trust Fund</b> (DEA3026/A.R.S. § 41-2021)		<b>Appropriated</b>
<b>Source of Revenue:</b> Unclaimed or void warrants, up to \$1,000,000, served as the initial source of financing. The current sources of revenue are donations and investment earnings.		
<b>Purpose of Fund:</b> To provide funds for homeless shelter and supportive services. Yearly expenditures are limited to interest earned. Expenditures from this fund require a match of 25% by grantees. In FY 2007 the previously non-appropriated fund was eliminated and the fund balance was appropriated as homeless services matching monies in Maricopa and Pima Counties and any county with a population less than 500,000 persons.		
<b>Funds Expended</b>	658,400	0
<b>Year-End Fund Balance</b>	0	0

SUMMARY OF FUNDS	FY 2007 Actual	FY 2008 Estimate
<b>Arizona Industries for the Blind Fund (DEA4003/A.R.S. § 41-1975)</b>		<b>Non-Appropriated</b>
<b>Source of Revenue:</b> Proceeds from sales of products of Arizona Industries for the Blind, as well as interest earned on the fund balance.		
<b>Purpose of Fund:</b> To provide funds for the wages and salaries of production workers, inspectors, and other employees necessary for the operation of the training centers, workshops, or home industries; supplies, equipment or other incidental costs.		
<b>Funds Expended</b>	17,919,100	19,008,400
<b>Year-End Fund Balance</b>	2,107,600	1,199,200
<b>Joint Substance Abuse Treatment Fund (DEA2429/A.R.S. § 8-881)</b>		<b>Non-Appropriated</b>
<b>Source of Revenue:</b> Legislative appropriations from the General Fund and the Federal Temporary Assistance to Needy Families Block Grant.		
<b>Purpose of Fund:</b> To be jointly administered by DES and the Department of Health Services for services to families and Federal Temporary Assistance for Needy Families recipients involved with Child Protective Services and whose substance abuse is a significant barrier to maintaining, preserving, or reunifying the family. An amount of not more than 5% can be used for program development costs. Up to 10% can be used for evaluating community programs delivering the services. Expenditures from this fund are not displayed to avoid double counting appropriated monies.		
<b>Funds Expended</b>	0	0
<b>Year-End Fund Balance</b>	0	0
<b>Long Term Care System Fund (Federal Match) (DEA2225/A.R.S. § 36-2953)</b>		<b>Non-Appropriated</b>
<b>Source of Revenue:</b> Federal Title XIX monies.		
<b>Purpose of Fund:</b> To fund administrative and program costs associated with the Long Term Care system.		
<b>Funds Expended</b>	469,139,400	518,367,400
<b>Year-End Fund Balance</b>	0	0
<b>Long Term Care System Fund (Non-Federal Matched) (DEA2224/A.R.S. § 36-2953)</b>		<b>Appropriated</b>
<b>Source of Revenue:</b> Client revenue for room and board, third-party recovery, interest, and miscellaneous federal monies.		
<b>Purpose of Fund:</b> To fund administrative and program costs associated with the Long Term Care system. These monies are used to offset costs of services provided to Long Term Care clients who are not reimbursed by the federal government, such as room and board.		
<b>Funds Expended</b>	20,428,600	25,000,900
<b>Year-End Fund Balance</b>	17,406,700	12,128,400
<b>Mesa Land Fund (DEA3151/Laws 1976, Chapter 140)</b>		<b>Non-Appropriated</b>
<b>Source of Revenue:</b> Proceeds from the sale of donated land located in Mesa. Interest proceeds are transferred to the appropriated Long Term Care System Fund.		
<b>Purpose of Fund:</b> To be used for the establishment and operation of community-based, state-operated, residential group homes and/or habilitation and training facilities. The funds may not be used for the Arizona Training Centers in Coolidge.		
<b>Funds Expended</b>	0	0
<b>Year-End Fund Balance</b>	4,899,400	4,899,400
<b>Neighbors Helping Neighbors Fund (DEA2348/A.R.S. § 46-741)</b>		<b>Non-Appropriated</b>
<b>Source of Revenue:</b> Includes contributions from income tax refunds and other donations and interest earnings.		
<b>Purpose of Fund:</b> To provide assistance in paying utility bills, conserving energy and weatherization to eligible individuals. Fund monies are available to designated community action or other agencies currently providing energy assistance services to eligible individuals. An amount of not more than 2% of the fund monies may be used by DES, and an amount of not more than 8% of the fund monies may be used by the designated agencies for administrative costs.		
<b>Funds Expended</b>	33,900	29,600
<b>Year-End Fund Balance</b>	98,100	133,000

SUMMARY OF FUNDS	FY 2007 Actual	FY 2008 Estimate
<b>Public Assistance Collections Fund</b> (DEA2217/A.R.S. § 46-295)		<b>Appropriated</b>
<b>Source of Revenue:</b> A portion of monies collected in recovery payments from ineligible or overpaid public assistance recipients and reimbursements received from persons legally responsible for support of public assistance recipients. The fund receives 25% of the monies collected. The remaining 75% of revenues are credited to the General Fund.		
<b>Purpose of Fund:</b> To improve public assistance collection activities.		
<b>Funds Expended</b>	321,000	517,000
<b>Year-End Fund Balance</b>	409,100	409,100
<b>Risk Management Fund</b> (DEA4216/A.R.S. § 41-622)		<b>Appropriated</b>
<b>Source of Revenue:</b> Charges assessed on agencies insured under the state's risk management system, as well as all monies recovered by the state pursuant to litigation and other means. Funds are used to pay for damages relating to liability, property, and workers' compensation losses.		
<b>Purpose of Fund:</b> To contract for and implement a disaster recovery plan for DES, in partnership with the Department of Administration and the Department of Public Safety.		
<b>Funds Expended</b>	271,500	271,500
<b>Year-End Fund Balance</b>	0	0
<b>Special Administration Fund</b> (DEA2066/A.R.S. § 23-705)		<b>Appropriated</b>
<b>Source of Revenue:</b> Monies are from interest charges and employers' penalty fees assessed on late unemployment payments.		
<b>Purpose of Fund:</b> To defray administration costs found not to have been properly and validly chargeable against Federal grants or other funds.		
<b>Funds Expended</b>	984,700	2,206,000
<b>Year-End Fund Balance</b>	2,378,500	1,672,500
<b>Special Olympics Arizona Fund</b> (DEA3207/A.R.S. § 41-173)		<b>Non-Appropriated</b>
<b>Source of Revenue:</b> Includes contributions from income tax refunds and other donations and interest earnings.		
<b>Purpose of Fund:</b> To contract with a nonprofit entity for delivery of those services essential to the Arizona Special Olympics' programs and to cover the Department of Revenue's costs for administering the refund checkoff.		
<b>Funds Expended</b>	85,000	85,000
<b>Year-End Fund Balance</b>	14,700	14,700
<b>Spinal and Head Injuries Trust Fund</b> (DEA2335/A.R.S. § 41-3203)		<b>Appropriated</b>
<b>Source of Revenue:</b> The fund receives 22% of monies deposited in the Medical Services Enhancement Fund (MSEF). MSEF revenues consist of a 13% penalty assessment on fines, violations, forfeitures, and penalties imposed by the courts for criminal offenses, civil motor statute violations, and game and fish violations.		
<b>Purpose of Fund:</b> For 1) prevention and education of spinal and head injuries; 2) rehabilitation, transitional living and equipment necessary for daily living activities; 3) a portion of the cost of the disease surveillance system and statewide referral services for those with head injuries and spinal cord injuries; 4) costs incurred by the Advisory Council on Spinal and Head Injuries; and 5) DES' costs for administering the provisions.		
<b>Funds Expended</b>	1,911,300	2,570,900
<b>Year-End Fund Balance</b>	2,449,500	2,468,600
<b>Statewide Cost Allocation Plan Fund</b> (DEA9538/A.R.S. § 41-1954)		<b>Appropriated</b>
<b>Source of Revenue:</b> Federal reimbursement.		
<b>Purpose of Fund:</b> General operations.		
<b>Funds Expended</b>	0	1,000,000
<b>Year-End Fund Balance</b>	0	0

SUMMARY OF FUNDS	FY 2007 Actual	FY 2008 Estimate
<b>TTHCF Health Research Account (HCA1306/A.R.S. § 36-773)</b>		<b>Appropriated</b>
<b>Source of Revenue:</b> The account receives 5¢ of each dollar deposited in the Tobacco Tax and Health Care Fund. The Legislature has appropriated a portion of these monies to DES.		
<b>Purpose of Fund:</b> Monies are used for research into the prevention and treatment of tobacco-related disease and addiction. In DES, the appropriation from this fund is used for the Autism Training and Oversight Special Line Item.		
<b>Funds Expended</b>	0	200,000
<b>Year-End Fund Balance</b>	0	0
<b>TTHCF Medically Needy Account (HCA1306/A.R.S. § 36-774)</b>		<b>Appropriated</b>
<b>Source of Revenue:</b> The account receives 70¢ of each dollar deposited in the Tobacco Tax and Health Care Fund and 27¢ of each dollar deposited into the Tobacco Products Tax Fund. The fund also receives a portion of the monies reverting from the Corrections Fund Adjustment Account and an allocation from the Healthcare Adjustment Account. In FY 2007, a portion of the monies was appropriated by the Legislature to DES.		
<b>Purpose of Fund:</b> For health care services including, but not limited to, preventive care, transplants and the treatment of catastrophic illness or injury. Eligible recipients include persons statutorily determined to be medically indigent, medically needy, or low-income children. DES received this money to fund the Autism Training and Oversight Special Line Item.		
<b>Funds Expended</b>	91,100	0
<b>Year-End Fund Balance</b>	77,000	0
<b>Unemployment Insurance Benefits Fund (TRA9005/A.R.S. § 23-701)</b>		<b>Non-Appropriated</b>
<b>Source of Revenue:</b> Employer contributions and interest earnings. The monies are maintained and tracked in 2 separate accounts: one by the U.S. Treasury and one by the state, which is used for clearing and paying benefits. The majority of the funds available are in the U.S. Treasury account. DES, as federally required, deposits all employer contributions, other than those retained for immediate benefit payments, in the U.S. Treasury, which tracks each state's account separately.		
<b>Purpose of Fund:</b> To retain and invest formula-determined employer unemployment contributions to be used for payment of future unemployment benefits and refunds pursuant to § 903 of the federal Social Security Act.		
<b>Funds Expended</b>	226,418,800	255,000,000
<b>Year-End Fund Balance</b>	892,922,600	977,922,600
<b>Utility Assistance Fund (DEA3092/A.R.S. § 46-731)</b>		<b>Partially-Appropriated</b>
<b>Source of Revenue:</b> Unclaimed or abandoned utility deposits as defined under A.R.S. § 46-731B.		
<b>Purpose of Fund:</b> To provide utility repair and deposit assistance to eligible recipients. Financial assistance to an individual shall not exceed \$2,000 per fiscal year. An amount of not more than 2% of the fund monies may be used by DES, and an amount of not more than 8% of the fund monies may be used by the designated community action or other agency providing energy assistance for administrative costs.		
<b>Appropriated Funds Expended</b>	500,000	500,000
<b>Non-Appropriated Funds Expended</b>	709,000	918,000
<b>Year-End Fund Balance</b>	0	0
<b>Workforce Investment Act Grant (DEA2001/U.S. P.L. 105-220)</b>		<b>Appropriated</b>
<b>Source of Revenue:</b> Federal formula grant.		
<b>Purpose of Fund:</b> To consolidate, coordinate, and improve employment, training, literacy, and vocational rehabilitation programs.		
<b>Funds Expended</b>	40,201,400	55,937,200
<b>Year-End Fund Balance</b>	21,629,000	7,833,700