

**Department of Health Services**  
**Arizona State Hospital**

JLBC: Art Smith  
 OSPB: Duane Huffman

DESCRIPTION	FY 2007 ACTUAL	FY 2008 ESTIMATE	FY 2009 JLBC
<b>OPERATING BUDGET</b>			
<i>Full Time Equivalent Positions</i>	876.7	877.7	877.7
Personal Services	30,534,800	32,547,100	32,547,100
Employee Related Expenditures	10,089,700	11,150,300	11,150,300
Professional and Outside Services	8,015,800	8,276,600	8,276,600
Travel - In State	75,000	75,000	75,000
Travel - Out of State	7,900	6,000	6,000
Other Operating Expenditures	5,728,600	4,929,000	4,929,000
Equipment	84,700	0	0
<b>OPERATING SUBTOTAL</b>	<b>54,536,500</b>	<b>56,984,000</b>	<b>56,984,000</b>
<b>SPECIAL LINE ITEMS</b>			
Community Placement Treatment	6,704,800	6,704,800	6,704,800
Sexually Violent Persons	10,964,200	11,628,100	11,628,100
Electronic Medical Records	0	300,000	300,000
ASH Forensic Lease-Purchase Payment	0	0	1,635,100
<b>PROGRAM TOTAL</b>	<b>72,205,500</b>	<b>75,616,900</b>	<b>77,252,000</b>
<b>FUND SOURCES</b>			
General Fund	63,925,100	69,234,300	70,869,400
<u>Other Appropriated Funds</u>			
Arizona State Hospital Fund	7,964,600	6,032,600	6,032,600
Arizona State Hospital Land Earnings Fund	315,800	350,000	350,000
<b>SUBTOTAL - Other Appropriated Funds</b>	<b>8,280,400</b>	<b>6,382,600</b>	<b>6,382,600</b>
<b>SUBTOTAL - Appropriated Funds</b>	<b>72,205,500</b>	<b>75,616,900</b>	<b>77,252,000</b>
Other Non-Appropriated Funds	958,500	202,700	202,700
<b>TOTAL - ALL SOURCES</b>	<b>73,164,000</b>	<b>75,819,600</b>	<b>77,454,700</b>

**CHANGE IN FUNDING SUMMARY**

	FY 2008 to FY 2009 JLBC	
	\$ Change	% Change
General Fund	1,635,100	2.4%
Other Appropriated Funds	0	0.0%
Total Appropriated Funds	1,635,100	2.2%
Non Appropriated Funds	0	0.0%
Total - All Sources	1,635,100	2.2%

**COST CENTER DESCRIPTION** — Provides inpatient psychiatric hospitalization services for adolescent and adult seriously mentally ill residents. Over the 12-month period from May 2006 through April 2007, the Arizona State Hospital (ASH) has had an average census of 263 patients.

PERFORMANCE MEASURES	FY 2005	FY 2006	FY 2007	FY 2009
	Actual	Actual	Actual	JLBC
• % of adult clients successfully placed in community who return for another stay within 1 year of discharge	6.4	4.3	8.0	6.0

Comments: ASH implemented a civil "conditional release" program, which allowed patients who were not adjusting well to community placement to be re-admitted to the Hospital in a more expedient manner.

### ***Operating Budget***

The JLBC includes \$56,984,000 and 690.7 FTE Positions for the operating budget in FY 2009. These amounts consist of:

General Fund	\$51,732,100
Arizona State Hospital Fund	4,901,900
ASH Land Earnings Fund	350,000

These amounts are unchanged from FY 2009.

### ***Community Placement Treatment***

The JLBC includes \$6,704,800 for Community Placement Treatment in FY 2009. This amount consists of:

General Fund	5,574,100
ASH Fund	1,130,700

These amounts are unchanged from FY 2008.

This line item provides funding for housing, transportation, clinical support, and meaningful day activities for State Hospital patients treated in the community.

### ***Sexually Violent Persons***

The JLBC includes \$11,628,100 and 186 FTE Positions from the General Fund for the Sexually Violent Persons (SVP) Special Line Item in FY 2009. These amounts are unchanged from FY 2008.

An SVP is a person who has been convicted of or found guilty but insane of a sexually violent offense and who has a mental disorder that makes the person likely to engage in acts of sexual violence. There are currently 70 adjudicated individuals at ASH with SVP status that have completed their sentence with the Arizona Department of Corrections and are currently residing at ASH and 1 individual living in the community but still under ASH's jurisdiction and surveillance. An additional 10 individuals are awaiting determination.

If the individual is determined by the court or jury to be an SVP, the person is required by A.R.S. § 13-4606 to be committed to the State Hospital or another licensed behavioral health inpatient facility until such time as he or she is determined to no longer be a threat to public safety.

### ***Electronic Medical Records***

The JLBC includes \$300,000 and 1 FTE Position from the General Fund for the Electronic Medical Records Special Line Item in FY 2009. These amounts are unchanged from FY 2008.

This line item provides funding for improvements to the information technology capabilities and the electronic medical records database at the State Hospital as well as for information technology staff support.

### ***ASH Forensic Lease-Purchase Payment***

The JLBC includes \$1,635,100 from the General Fund for a new Special Line Item for the lease-purchase payment to construct a new Forensic Hospital at ASH in FY 2009.

Laws 2007, Chapter 257 (the FY 2008 Capital Outlay Bill) authorized ADOA to enter into a 15-year \$32,200,000 lease-purchase agreement, with the first debt service payment beginning in FY 2009, to fund a new forensic unit at ASH. Based on an estimated 4.8% interest rate, ASH's share of the lease-purchase payment is estimated to be \$1,635,100 in FY 2009; however, the average annual payments beginning in FY 2010 would be approximately \$3.2 million. The lease-purchase agreement was favorably reviewed at the Joint Committee on Capital Review meeting in December 2007 and ADOA plans to enter into the agreement in March 2008.

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

### **STATUTORY CHANGES**

The JLBC would continue a session law provision eliminating rural county contributions to the Restoration to Competency (RTC) program. Maricopa and Pima Counties and all cities would continue to pay 86% of their RTC costs.