

Department of Health Services

Summary

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DESCRIPTION	FY 2007 ACTUAL	FY 2008 ESTIMATE	FY 2009 JLBC
PROGRAM BUDGET			
Administration	35,956,100	39,209,700	38,787,900
Public Health	54,385,900	53,913,300	53,898,000
Family Health	79,253,800	93,018,600	95,535,100
Behavioral Health	929,842,300	1,052,648,100	1,175,899,000
Arizona State Hospital	72,205,500	75,616,900	77,252,000
AGENCY TOTAL	1,171,643,600	1,314,406,600	1,441,372,000
OPERATING BUDGET			
<i>Full Time Equivalent Positions</i>	1,771.9	1,821.4	1,821.4
Personal Services	47,098,200	51,211,300	51,211,300
Employee Related Expenditures	16,127,600	18,032,500	17,926,900
Professional and Outside Services	8,594,800	8,949,900	8,949,900
Travel - In State	262,200	283,000	283,000
Travel - Out of State	46,400	33,100	33,100
Other Operating Expenditures	19,061,100	18,091,400	18,197,000
Equipment	402,800	297,000	297,000
OPERATING SUBTOTAL	91,593,100	96,898,200	96,898,200
Special Line Items (SLI)	1,080,050,500	1,217,508,400	1,344,473,800
AGENCY TOTAL	1,171,643,600	1,314,406,600	1,441,372,000
FUND SOURCES			
General Fund	537,062,200	583,432,200	630,645,600
<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
Capital Outlay Stabilization Fund	1,542,500	1,578,100	1,578,100
Child Fatality Review Fund	99,800	100,000	100,000
Emergency Medical Services Operating Fund	4,643,100	5,360,500	5,360,500
Environmental Laboratory Licensure Revolving Fund	583,000	976,400	976,400
Federal Child Care and Development Fund Block Grant	773,900	829,200	829,200
Hearing and Speech Professionals Fund	230,600	343,200	343,200
Indirect Cost Fund	7,455,900	9,053,000	9,053,000
Newborn Screening Program Fund	4,682,500	6,829,600	6,168,600
Nursing Care Institution Resident Protection Fund	101,700	438,000	38,000
Substance Abuse Services Fund	2,500,000	2,500,000	2,500,000
TTHCF Health Research Account	1,000,000	1,000,000	1,000,000
TTHCF Medically Needy Account	35,543,800	35,324,800	35,324,800
Vital Records Electronic Systems Fund	215,100	502,200	502,200
SUBTOTAL - Other Appropriated Funds	67,652,300	71,217,600	70,156,600
SUBTOTAL - Appropriated Funds	604,714,500	654,649,800	700,802,200
<u>Expenditure Authority Funds</u>			
Federal Title XIX Funds	566,929,100	659,756,800	740,569,800
SUBTOTAL - Expenditure Authority Funds	566,929,100	659,756,800	740,569,800
SUBTOTAL - Appropriated/Expenditure Authority Funds	1,171,643,600	1,314,406,600	1,441,372,000
Other Non-Appropriated Funds	111,722,200	107,957,600	106,957,600
Federal Funds	262,013,500	261,557,200	261,560,700
TOTAL - ALL SOURCES	1,545,379,300	1,683,921,400	1,809,890,300

CHANGE IN FUNDING SUMMARY

	FY 2008 to FY 2009 JLBC	
	\$ Change	% Change
General Fund	47,213,400	8.1%
Other Appropriated Funds	(1,061,000)	(1.5%)
Expenditure Authority Funds	80,813,000	12.2%
Total Appropriated/Expenditure Authority Funds	126,965,400	9.7%
Non Appropriated Funds	(996,500)	(0.3%)
Total - All Sources	125,968,900	7.5%

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.

Behavioral Health Caseload and Capitation Rate Growth	GF	\$45,082,900
	EA	76,901,200
FY 2008 Clawback Payment	GF	1,194,200
CRS Title XIX Caseload and Capitation Rate Growth	GF	1,338,300
	EA	1,839,200
IMD Waiver	GF	(2,000,000)
	EA	2,072,600
ASH Lease Purchase Payment	GF	1,635,100
Newborn Screening	OF	(661,000)
Nursing Care Grants	OF	(400,000)
One-Time Equipment	GF	(37,100)

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FORMAT — Operating Lump Sum with Special Line Items by Program

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 changes for the following fiscal year along with the reasons for the estimated changes. For any actuarial estimates that include a range, the total range from minimum to maximum shall be no more than 2%. 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 for review

by the Joint Legislative Budget Committee. 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 for review by the Joint Legislative Budget Committee.

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 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. Sarn, Vital Records Maintenance, 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, Dual Eligible Copay Subsidy, 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, Poison Control Center Funding, ~~Vital Records Management~~ and Women's Services 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.

OTHER ISSUES FOR LEGISLATIVE CONSIDERATION

FY 2008 Supplemental

DHS is estimated to have a \$7,072,300 shortfall in FY 2008. This shortfall is due to higher than budgeted caseloads in Behavioral Health Services (BHS), offset partially by lower than budgeted caseloads for Children's Rehabilitative Services (CRS).

The FY 2008 budget allowed for total BHS caseload growth of 1.5% from June 2007 to June 2008. Based on year-to-date growth, it is now estimated that caseloads will grow by 5.4% during that same time period, resulting in costs of approximately \$7,814,600 above the appropriated amount.

Unlike the BHS programs, the Children's Rehabilitative Services (CRS) program has been growing slower than anticipated. The FY 2008 budget allowed for a total caseload growth of 3.5% from June 2007 to June 2008. Based on year-to-date growth, it is now estimated that caseloads will grow by 1.3% during that same time period, resulting in savings of approximately \$742,300 below the appropriated amount. The summary tables for DHS' FY 2008 budget have not been updated to reflect any supplemental appropriations.

SUMMARY OF FUNDS	FY 2007 Actual	FY 2008 Estimate
Addiction Reduction and Recovery Fund (HSA2523/A.R.S. § 36-2007)		Non-Appropriated
Source of Revenue: FY 2007 appropriation of \$2,500,000 from the General Fund and any federal monies and private grants, gifts, and contributions to assist in carrying out the purposes of this fund. The Department of Health Services (DHS) spent \$550,000 in FY 2007 and plans to spend the remaining \$1,950,000 in FY 2008. This amount is not displayed below to avoid double counting.		
Purpose of Fund: For substance abuse and addiction prevention programs including methamphetamine abuse and addiction prevention programs.		
Funds Expended	0	0
Year-End Fund Balance	0	0
Arizona Medical Board Fund (HSA2038/A.R.S. § 32-1406)		Appropriated
Source of Revenue: FY 2004 and FY 2005 appropriations from the Arizona Medical Board Fund.		
Purpose of Fund: To pay physician and mid-level practitioner student loans in order to encourage providers to practice in rural areas.		
Funds Expended	0	0
Year-End Fund Balance	34,700	34,700
Arizona State Hospital Capital Construction (ADA2466/Laws 2001, Chapter 1, as amended)		Non-Appropriated
Source of Revenue: \$77,500,000 over 4 fiscal years, beginning in 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, 7th Special Session, Chapter 1 eliminated the requirement that interest earnings be the source of the BSF transfer. In FY 2006, the remaining unspent balance of \$5,636,200 was transferred back to DOA.		
Purpose of Fund: For demolition, construction and renovation of the Arizona State Hospital.		
Funds Expended	0	0
Year-End Fund Balance	0	0

SUMMARY OF FUNDS	FY 2007 Actual	FY 2008 Estimate
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.		
Funds Expended	7,964,600	6,032,600
Year-End Fund Balance*	2,242,000	(1,090,600)
Breast and Cervical Cancer Screening and Diagnostic Special Plate Fund (HSA2513/A.R.S. § 36-119)		Non-Appropriated
Source of Revenue: 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.		
Purpose of Fund: For breast and cervical cancer screening and diagnostic and outreach services.		
Funds Expended	0	0
Year-End Fund Balance	101,200	187,900
Capital Outlay Stabilization Fund (HSA1600/A.R.S. § 41-792.01)		Appropriated
Source of Revenue: 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>).		
Purpose of Fund: Lease-purchase payments for the state health laboratory (transfers from Arizona Department of Administration are spent for building renewal).		
Funds Expended	1,542,500	1,578,100
Year-End Fund Balance	0	0
Child Fatality Review Fund (HSA3036/A.R.S. § 36-3504)		Appropriated
Source of Revenue: 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.		
Purpose of Fund: 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.		
Funds Expended	99,800	100,000
Year-End Fund Balance	142,500	150,600
Children's Behavioral Health Tobacco Settlement Fund (HSA Account 63021/A.R.S. § 36-503.02)		Non-Appropriated
Source of Revenue: 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. The final amount was spent in FY 2004.		
Purpose of Fund: To provide behavioral health services to children who receive behavioral health services through the 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.		
Funds Expended	0	0
Year-End Fund Balance	0	0
Donations - DHS (HSA3010/2025/A.R.S. § 36-132)		Non-Appropriated
Source of Revenue: Individual donations for various health related purposes.		
Purpose of Fund: 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.		
Funds Expended	532,300	364,600
Year-End Fund Balance	1,122,900	1,311,100

SUMMARY OF FUNDS	FY 2007 Actual	FY 2008 Estimate
Donations - Statewide (HSA2025/A.R.S. § 36-132)		Non-Appropriated
Source of Revenue: Individual donations from employee recognition events.		
Purpose of Fund: Employee recognition purposes.		
Funds Expended	13,700	11,800
Year-End Fund Balance	16,300	24,300
Emergency Medical Services Operating Fund (HSA2171/A.R.S. § 36-2218)		Appropriated
Source of Revenue: 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.		
Purpose of Fund: To fund local and state emergency medical services systems.		
Funds Expended	4,643,100	5,360,500
Year-End Fund Balance	5,825,600	5,854,800
Environmental Laboratory Licensure Revolving Fund (HSA3017/A.R.S. § 36-495.15)		Appropriated
Source of Revenue: Fees collected for environmental lab licensure, fees derived from department-sponsored workshops, and monies from gifts, grants, and donations.		
Purpose of Fund: For costs associated with licensing environmental laboratories by the Department of Health Services.		
Funds Expended	583,000	976,400
Year-End Fund Balance	451,100	214,400
Federal Child Care and Development Fund Block Grant (HSA2008/U.S. P.L. 104-193)		Appropriated
Source of Revenue: Federal formula grant.		
Purpose of Fund: 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.		
Funds Expended	773,900	829,200
Year-End Fund Balance	20,100	20,100
Federal Grants (HSA2000/A.R.S. § 35-142)		Non-Appropriated
Source of Revenue: Grants and reimbursements from the federal government. Federal reimbursement for the Title XIX program is not included in this fund and can be found listed in Title XIX Services.		
Purpose of Fund: To provide health services in accordance with the terms of each specific grant.		
Funds Expended	262,013,500	261,557,200
Year-End Fund Balance	4,856,100	3,688,600
Federal Temporary Assistance for Needy Families Block Grant (HSA2007/A.R.S. § 35-142)		Appropriated
Source of Revenue: Federal formula grant.		
Purpose of Fund: 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.		
Funds Expended	0	0
Year-End Fund Balance	12,000	12,000
Hearing and Speech Professionals Fund (HSA6243/A.R.S. § 36-1903)		Appropriated
Source of Revenue: Monies collected by DHS from the examination and licensing of hearing and speech professionals.		
Purpose of Fund: For the licensing and regulation of hearing and speech professionals.		
Funds Expended	230,600	343,200
Year-End Fund Balance	481,300	463,900

SUMMARY OF FUNDS	FY 2007 Actual	FY 2008 Estimate
IGA/County Contributions (HSA2144/2500/A.R.S. § 35-142)		Non-Appropriated
Source of Revenue: This fund receives revenues from Intergovernmental agreements between DHS and other state and local entities, contributions from Maricopa and Pima Counties for treating persons with behavioral health problems, subaccounts for Liquor Services Fees authorized under A.R.S. § 4-203.02, and deposits from the State Lottery Fund pursuant A.R.S. § 5-522. In FY 2007, DHS received \$40.4 million from Maricopa and Pima County for behavioral health services, \$23.2 million from the Arizona Health Care Cost Containment System (AHCCCS) for KidsCare, \$3.7 million from the Department of Economic Security for nutrition services, and \$2.8 million from the Department of Corrections for substance abuse services. The department also received \$7.3 million from the State Lottery Fund for teenage pregnancy prevention, Health Start, and the Women Infants, and Children (WIC) program.		
Purpose of Fund: To fund services which DHS has agreed to perform at the request of, or in conjunction with, public agencies.		
Funds Expended	77,772,100	73,847,700
Year-End Fund Balance	24,904,600	26,635,900
Indirect Cost Fund (HSA9001/A.R.S. § 36-108)		Appropriated
Source of Revenue: Charges made to Federal Funds and interagency agreements in order to reimburse the agency for a portion of the administrative costs of the programs.		
Purpose of Fund: To pay a portion of the administrative personnel and overhead costs associated with various federal programs and interagency agreements.		
Funds Expended	7,455,900	9,053,000
Year-End Fund Balance	9,630,300	7,909,000
Indirect Cost Recovery Fund (HSA9000/A.R.S. § 36-108)		Non-Appropriated
Source of Revenue: 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.		
Purpose of Fund: 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. Fund is now inactive.		
Funds Expended	0	0
Year-End Fund Balance	0	0
Internal Services Fund (HSA4202/A.R.S. § 36-108)		Non-Appropriated
Source of Revenue: Charges from other DHS funds.		
Purpose of Fund: Revolving Fund used by DHS warehouse for the purchase of goods.		
Funds Expended	0	0
Year-End Fund Balance	211,900	211,900
Medical Services Enhancement Fund (TRA2186/A.R.S. § 36-2219.01)		Non-Appropriated
Source of Revenue: 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.		
Purpose of Fund: Monies are distributed on a percentage basis to various non-appropriated and appropriated funds.		
Funds Transferred		
Department of Economic Security		
Spinal and Head Injuries Trust	2,788,200	2,424,800
Department of Health Services		
EMS Operating	6,197,400	5,389,700
Substance Abuse Services	2,990,900	2,601,200
General Fund	697,000	606,200
Total Funds Transferred	12,673,500	11,021,900

SUMMARY OF FUNDS	FY 2007 Actual	FY 2008 Estimate
Newborn Screening Program Fund (HSA2184/A.R.S. § 36-694.01)		Appropriated
Source of Revenue: Monies received as part of the hospital charges for each child born in Arizona pursuant to Laws 2005, Chapter 172. Fee limits for newborn screening are \$30 for the first blood and hearing screening and \$40 for the second blood and hearing screening.		
Purpose of Fund: To provide monies for the centralized testing of all newborns in the state for a standard set of 29 metabolic and congenital (environmental/inherited) disorders. Every 4 years the department solicits bids for the contracting of these tests. The State Health Laboratory holds the current contract. In addition, the fund provides monies for follow-up counseling for the parents of affected infants.		
Funds Expended	4,682,500	6,829,600
Year-End Fund Balance	2,341,700	1,127,900
Nursing Care Institution Resident Protection Fund (HSA2329/A.R.S. § 36-446.08)		Appropriated
Source of Revenue: Civil penalties paid by nursing care institution administrators and assisted living facility managers for violations of their licenses or certifications.		
Purpose of Fund: For the protection of the health and property of residents of nursing care facilities that are found deficient.		
Funds Expended	101,700	438,000
Year-End Fund Balance	566,700	270,600
Oral Health Fund (HSA2329/A.R.S. § 36-138)		Non-Appropriated
Source of Revenue: Monies received from AHCCCS contracts for dental services.		
Purpose of Fund: To provide dental services to Medicaid-eligible children identified by the DHS Oral Health program.		
Funds Expended	82,700	53,300
Year-End Fund Balance	725,300	903,300
Poison Control Fund (HSA2112/Laws 1999, Chapter 176)		Appropriated
Source of Revenue: Revenues from the Telecommunications Services Excise Tax, a 1.1% surcharge on local telephone bills, were previously directed to this fund. Due to declining fund revenues, Laws 2006 Chapter 316 eliminated funding from the tax to this fund and replaced it with General Fund monies.		
Purpose of Fund: 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.		
Funds Expended	0	0
Year-End Fund Balance	4,600	4,600
Prescription Drug Advisory Council (HSA3040/Laws 2002, Chapter 67)		Non-Appropriated
Source of Revenue: Gifts, grants and donations.		
Purpose of Fund: 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.		
Funds Expended	0	0
Year-End Fund Balance	10,000	10,000
Risk Assessment Fund (HSA2427/A.R.S. § 36-1693)		Non-Appropriated
Source of Revenue: Monies received from the Department of Environmental Quality for risk services performed by DHS. The fund may also receive legislative appropriations, gifts, grants, or donations.		
Purpose of Fund: 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.		
Funds Expended	46,300	46,300
Year-End Fund Balance	51,700	51,900

SUMMARY OF FUNDS	FY 2007 Actual	FY 2008 Estimate
Serious Mental Illness Services Fund (HSA2464/A.R.S. § 36-503.02)		Non-Appropriated
Source of Revenue: 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. The final \$1,100,000 was spent in FY 2005.		
Purpose of Fund: To fund Community Housing, Vocational Rehabilitation, and other recovery support services to persons with serious mental illnesses.		
Funds Expended	0	0
Year-End Fund Balance	43,500	43,500
Smoke Free Arizona Fund (HSA2541/A.R.S. § 36-601.01)		Non-Appropriated
Source of Revenue: A 2¢ per pack tax on cigarettes. Any revenues not used by the department to enforce the smoking ban are deposited to the Tobacco Tax Products Fund to be used for education programs to reduce or eliminate tobacco use.		
Purpose of Fund: To enforce the provisions of Proposition 201 (Smoke Free Arizona Act) enacted in the 2006 General Election. The Smoke Free Arizona Act banned smoking in public places except retail tobacco stores, veteran and fraternal clubs, hotel rooms designated as smoking rooms, and outdoor patios.		
Funds Expended	905,000	883,600
Year-End Fund Balance	873,800	1,769,000
Arizona State Hospital Land Earnings Fund (HSA3128/A.R.S. § 36-211)		Appropriated
Source of Revenue: 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.		
Purpose of Fund: For the benefit and support of the Arizona State Hospital.		
Funds Expended	315,800	350,000
Year-End Fund Balance	783,400	881,500
Substance Abuse Services Fund (HSA2227/A.R.S. § 36-2005)		Appropriated
Source of Revenue: 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.		
Purpose of Fund: 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.		
Funds Expended	2,500,000	2,500,000
Year-End Fund Balance	1,431,800	1,686,400
Title XIX Services (HSA2500/A.R.S. § 35-142)		Non-Appropriated
Source of Revenue: The fund receives federal match dollars for treating behavioral health issues in Title XIX-eligible persons and federal match dollars for Title XIX-eligible persons in the Children's Rehabilitative Services (CRS) program.		
Purpose of Fund: For accounting purposes, these monies are considered part of the IGA/County Contributions Fund. However, for informational purposes, the revenues and expenditures related to behavioral health and the CRS program have been separated from the IGA/County Contributions Fund.		
Funds Expended	566,929,100	659,756,800
Year-End Fund Balance	31,905,700	34,123,700
Tobacco Tax and Health Care Fund - Health Crisis Fund (HSA2312/A.R.S. § 36-797)		Non-Appropriated
Source of Revenue: 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.		
Purpose of Fund: 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.		
Funds Expended	140,400	1,000,000
Year-End Fund Balance	859,600	0

SUMMARY OF FUNDS	FY 2007 Actual	FY 2008 Estimate
Tobacco Tax and Health Care Fund - Health Education Account (HSA1308/A.R.S. § 36-772)		Non-Appropriated
Source of Revenue: 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.		
Purpose of Fund: 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.		
Funds Expended	30,881,800	30,703,400
Tobacco Tax and Health Care Fund - Health Research Account (DSA2096/A.R.S. § 36-275, A.R.S. § 36-773)		Partially-Appropriated
Source of Revenue: The fund receives monies from the Health Research Account of the Tobacco Tax and Health Care Fund that is transferred from the Arizona Biomedical Research Commission.		
Purpose of Fund: Monies are used for research into the prevention and treatment of tobacco-related disease and addiction.		
Appropriated Funds Expended	1,000,000	1,000,000
Non-Appropriated Funds Expended	0	0
Tobacco Tax and Health Care Fund - Medically Needy Account (HSA1306/A.R.S. § 36-774)		Partially-Appropriated
Source of Revenue: 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. <i>(See Tobacco Tax Table in the AHCCCS section.)</i>		
Purpose of Fund: 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.		
Appropriated Funds Expended	35,543,800	35,324,800
Non-Appropriated Funds Expended	46,900	46,900
Vital Records Electronic Systems Fund (HSA3039/A.R.S. § 36-341.01)		Partially-Appropriated
Source of Revenue: 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. Laws 2006, Chapter 331 reduced fees so that no more than \$500,000 is generated to the fund in FY 2007.		
Purpose of Fund: To develop and operate a new vital records automated system.		
Appropriated Funds Expended	215,100	502,200
Non-Appropriated Funds Expended	1,301,000	1,000,000
Year-End Fund Balance	1,563,400	642,000

* As reported by the agency. Actual ending balance will not be negative.