

Department of Economic Security

Summary

JLBC: Jay Chilton

OSPB: Chris Hall

DESCRIPTION	FY 2008 ACTUAL	FY 2009 ESTIMATE	FY 2010 JLBC
PROGRAM BUDGET			
Administration	42,023,000	35,931,400	35,931,400
Developmental Disabilities	861,498,800	939,831,600	985,856,500
Benefits and Medical Eligibility	163,615,700	175,042,800	178,133,500
Child Support Enforcement	67,417,800	66,620,300	68,420,300
Aging and Community Services	47,380,200	53,665,600	53,665,600
Children, Youth and Families	296,211,700	334,780,500	334,780,500
Employment and Rehabilitation Services	277,948,200	315,503,100	315,503,100
AGENCY TOTAL	1,756,095,400	1,921,375,300	1,972,290,900
OPERATING BUDGET			
<i>Full Time Equivalent Positions</i>	5,808.5	5,948.4	5,948.4
Personal Services	144,856,800	157,847,300	157,847,300
Employee Related Expenditures	58,466,300	60,700,400	60,700,400
Professional and Outside Services	13,084,900	11,595,300	11,595,300
Travel - In State	3,192,900	3,805,000	3,805,000
Travel - Out of State	49,700	49,900	49,900
Other Operating Expenditures	57,194,200	70,830,300	72,727,300
Equipment	7,627,400	6,858,300	6,858,300
OPERATING SUBTOTAL	284,472,200	311,686,500	313,583,500
Special Line Items (SLI)	1,471,623,200	1,609,688,800	1,658,707,400
AGENCY TOTAL	1,756,095,400	1,921,375,300	1,972,290,900
FUND SOURCES			
General Fund	754,632,300	808,328,100	828,883,300
<u>Other Appropriated Funds</u>			
Child Abuse Prevention Fund	39,400	1,576,900	1,576,900
Child Support Enforcement Administration Fund	14,679,400	16,030,600	16,030,600
Children and Family Services Training Program Fund	123,100	209,600	209,600
Domestic Violence Shelter Fund	1,699,900	2,400,000	2,400,000
Federal CCDF Block Grant	116,030,200	112,159,000	112,159,000
Federal TANF Block Grant	239,378,000	279,743,100	279,743,100
Long Term Care System Fund (Non-Federal Matched)	21,943,000	26,468,500	26,468,500
Public Assistance Collections Fund	314,700	516,600	516,600
Reed Act Grant	516,500	3,495,700	3,495,700
Risk Management Fund	271,500	271,500	271,500
Special Administration Fund	1,725,900	1,574,400	1,574,400
Spinal and Head Injuries Trust Fund	2,424,300	2,565,700	2,565,700
Statewide Cost Allocation Plan Fund	1,000,000	1,000,000	1,000,000
TTHCF Health Research Account	103,300	200,000	200,000
Utility Assistance Fund	500,000	0	0
Workforce Investment Act Grant	38,804,900	55,938,300	55,938,300
SUBTOTAL - Other Appropriated Funds	439,554,100	504,149,900	504,149,900
SUBTOTAL - Appropriated Funds	1,194,186,400	1,312,478,000	1,333,033,200
<u>Expenditure Authority Funds</u>			
Federal Funds	43,753,000	41,621,200	43,421,200
Long Term Care System Fund (Federal Match)	518,156,000	567,276,100	595,836,500
SUBTOTAL - Expenditure Authority Funds	561,909,000	608,897,300	639,257,700
SUBTOTAL - Appropriated\Expenditure Authority Funds	1,756,095,400	1,921,375,300	1,972,290,900
Other Non-Appropriated Funds	380,904,700	450,960,700	450,960,700
Federal Funds	610,258,000	608,510,100	626,100,400
TOTAL - ALL SOURCES	2,747,258,100	2,980,846,100	3,049,352,000

CHANGE IN FUNDING SUMMARY

	FY 2009 to FY 2010 JLBC	
	\$ Change	% Change
General Fund	20,555,200	2.5%
Other Appropriated Funds	0	0.0%
Expenditure Authority Fund	30,360,400	5.0%
Total Appropriated/Expenditure Authority Funds	50,915,600	2.6%
Non-Appropriated Funds	17,590,300	1.7%
Total - All Sources	68,505,900	2.3%

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 2006	FY 2007	FY 2008	FY 2010
	Actual	Actual	Actual	JLBC
• Agencywide customer satisfaction rating (Scale 1 to 5)	3.6	3.6	3.8	3.8

Developmental Disabilities Caseload Growth	GF	\$17,464,500
	EA	28,560,400
TANF Caseload Increase	GF	3,090,700
Increased Child Support Expenditure Authority	EA	1,800,000

Federal Block Grants

The JLBC includes \$279,743,100 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. In FY 2008 and FY 2009, DES received additional funding from the federal TANF Contingency Fund, which is a reserve fund set aside for states with rising costs in TANF-related programs. Because of rising Food Stamps cases, DES received \$30,000,000 in FY 2008 and \$40,000,000 in FY 2009. It is expected that this source of funding will continue to be available in FY 2010.

Although the table shows a negative ending balance for FY 2010, the actual ending balance cannot be negative. The agency has the option to roll forward 10% of the total TANF Block Grant from FY 2011 into FY 2010. A roll forward of about 3.3% of the TANF Block Grant would enable DES to balance this appropriation in FY 2010. For FY 2010, the TANF Block Grant permanent revenues are projected to be \$(55,085,600) less than permanent spending. The Contingency Fund revenues are not included in the permanent revenue calculation.

Table 2 provides detailed information on TANF expenditures and appropriations.

	Approved FY 2009	JLBC FY 2010
Beginning Balance	\$ 22,728,400	\$ 7,642,800
TANF Base Revenues	224,657,500	224,657,500
TANF Contingency Fund Revenues	<u>40,000,000</u>	<u>40,000,000</u>
Total – Available TANF	\$289,358,900	\$272,300,300
Total TANF Expenditures	<u>\$279,743,100</u>	<u>\$279,743,100</u>
Ending Balance ^{1/}	\$ 7,642,800	\$ (7,442,800)
Permanent Revenues vs. Expenditures ^{2/}	\$(55,085,600)	\$(55,085,600)

^{1/} Actual ending balance cannot be negative; the agency will employ funding options to balance the appropriation for FY 2010.
^{2/} Difference between Base Revenues and Total Expenditures. Contingency Fund revenues are not included in Permanent Revenues.

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Table 2

TANF Block Grant Spending

<u>Cost Center/Special Line Item</u>	<u>Actual FY 2008</u>	<u>Approved FY 2009</u>	<u>Change from FY 2009</u>	<u>JLBC FY 2010</u>
Administration				
Operating	\$ 5,942,300	\$ 4,271,400	\$0	\$ 4,271,400
Finger Imaging	115,400	277,500	0	277,500
Attorney General Legal Services	<u>167,900</u>	<u>168,000</u>	<u>0</u>	<u>168,000</u>
Total – Administration	\$ 6,225,600	\$ 4,716,900	\$0	\$ 4,716,900
Benefits and Medical Eligibility				
Operating	\$ 11,728,300	\$ 14,940,200	\$0	\$ 14,940,200
TANF Cash Benefits	33,997,200	22,540,000	0	22,540,000
Eligibility System Upgrade	<u>0</u>	<u>5,468,000</u>	<u>0</u>	<u>5,468,000</u>
Total – Benefits and Medical Eligibility	\$ 45,725,500	\$ 42,948,200	\$0	\$ 42,948,200
Aging and Community Services				
Operating	\$246,200	\$247,600	\$0	\$ 247,600
Community and Emergency Services	4,908,100	5,424,900	0	5,424,900
Coordinated Hunger Program	467,200	500,000	0	500,000
Coordinated Homeless Programs	1,547,400	1,649,500	0	1,649,500
Domestic Violence Prevention	<u>6,342,900</u>	<u>6,620,700</u>	<u>0</u>	<u>6,620,700</u>
Total – Aging and Community Services	\$ 13,511,800	\$ 14,442,700	\$0	\$ 14,442,700
Children, Youth and Families				
Operating	\$ 31,444,200	\$ 38,112,300	\$0	\$ 38,112,300
Adoption Services	11,886,100	19,302,400	0	19,302,400
Adoption - Family Preservation Projects	481,900	700,000	0	700,000
Children Support Services	24,187,200	29,929,100	0	29,929,100
CPS Emergency Placement	2,992,300	3,006,400	0	3,006,400
CPS Residential Placement	11,064,600	11,166,600	0	11,166,600
Foster Care Placement	7,190,500	6,223,100	0	6,223,100
Healthy Families	5,034,200	5,034,200	0	5,034,200
Family Builders Program	5,177,500	5,200,000	0	5,200,000
Attorney General Legal Services	52,200	52,200	0	52,200
Joint Substance Abuse Treatment (Families FIRST)	1,878,300	2,000,000	0	2,000,000
Homeless Youth Intervention	368,000	400,000	0	400,000
Permanent Guardianship Subsidy	<u>859,300</u>	<u>1,743,000</u>	<u>0</u>	<u>1,743,000</u>
Total – Children, Youth and Families	\$102,616,300	\$122,869,300	\$0	\$122,869,300
Employment and Rehabilitation Services				
Operating	\$4,553,400	\$6,650,200	\$0	\$ 6,650,200
JOBS	16,871,500	18,032,700	0	18,032,700
Day Care Subsidy	<u>49,873,900</u>	<u>70,083,100</u>	<u>0</u>	<u>70,083,100</u>
Total – Employment and Rehabilitation Services	\$ 71,298,800	\$ 94,766,000	\$0	\$ 94,766,000
TOTAL – DEPARTMENT OF ECONOMIC SECURITY	\$239,378,000	\$279,743,100	\$0	\$279,743,100
Beginning Balance	\$ 5,475,900	\$22,728,400		\$7,642,800
TANF Base Revenues	226,630,500	224,657,500		224,657,500
TANF Contingency Fund Revenues	<u>30,000,000</u>	<u>40,000,000</u>		<u>40,000,000</u>
Total TANF Revenues	262,106,400	287,385,900		272,300,300
TANF Expenditures	<u>239,378,000</u>	<u>279,743,100</u>		<u>279,743,100</u>
Ending Balance	\$ 22,728,400	\$ 7,642,800		\$ (7,442,800) ^{1/}

^{1/} Actual ending balance cannot be negative; the agency will employ funding options to balance the appropriation for FY 2010.

FORMAT — Operating Lump Sum with Special Line Items by Program

FOOTNOTES

Standard Footnotes

The Department of Economic Security may shift existing full-time equivalent positions from other divisions within the agency to the Division of Benefits and Medical Eligibility.

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 would delete the footnote requiring that the FY 2009 lump sum reduction not be taken again the Lifespan respite care program.

STATUTORY CHANGES

The JLBC would, as permanent statute, require the focus of DES to be on services to enhance employment rather than on providing benefits.

SUMMARY OF FUNDS	FY 2008 Actual	FY 2009 Estimate
Capital Investment Fund (DEA2093/A.R.S. § 4-116)		Non-Appropriated
Source of Revenue: Receipts received from club license and application fees by organizations selling spirituous liquor as defined in A.R.S. § 4-101.		
Purpose of Fund: To be used by the Division of Developmental Disabilities (pursuant to A.R.S. § 36-551) for buildings, equipment, and other capital investments.		
Funds Expended	8,500	8,900
Year-End Fund Balance	77,900	119,000
Child Abuse Prevention Fund (DEA2162/A.R.S. § 8-550.01)		Appropriated
Source of Revenue: 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 contribution 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.		
Purpose of Fund: 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.		
Funds Expended	39,400	1,576,900
Year-End Fund Balance	2,030,300	603,800
Child Passenger Restraint Fund (DEA2192/A.R.S. § 28-907)		Non-Appropriated
Source of Revenue: 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.		
Purpose of Fund: 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.		
Funds Expended	180,700	206,500
Year-End Fund Balance	14,500	8,000

SUMMARY OF FUNDS	FY 2008 Actual	FY 2009 Estimate
Child Protective Services Expedited Substance Abuse Treatment Fund (DEA2421/A.R.S. § 8-812)		Non-Appropriated
Source of Revenue: An annual appropriation from the state General Fund.		
Purpose of Fund: 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.		
Funds Expended	0	0
Year-End Fund Balance	312,300	312,300
Child Support Enforcement Administration Fund (DEA2091/A.R.S. § 46-406)		Partially-Appropriated
Source of Revenue: State Share of Retained Earnings from child support collections, federal incentives, and fees.		
Purpose of Fund: To fund the statewide Child Support Enforcement program.		
Appropriated Funds Expended	14,679,400	16,030,600
Non-Appropriated Funds Expended	4,157,800	2,031,800
Year-End Fund Balance	2,791,800	565,400
Children and Family Services Training Program Fund (DEA2173/A.R.S. § 8-503.01)		Appropriated
Source of Revenue: 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.		
Purpose of Fund: 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.		
Funds Expended	123,100	209,600
Year-End Fund Balance	486,100	364,200
Client Trust Fund (DEA3152/A.R.S. § 41-1954)		Non-Appropriated
Source of Revenue: Monies collected from Social Security, Veterans' Administration benefits, and other benefits payable to a child in the care, custody, or control of DES.		
Purpose of Fund: To defray the costs of care and services expended for the benefit, welfare, and best interest of the child.		
Funds Expended	928,200	1,830,000
Year-End Fund Balance	3,042,400	3,092,400
Community-Based Marriage and Communication Skills Program Fund (DEA2434/A.R.S. § 41-2031)		Non-Appropriated
Source of Revenue: Legislative appropriations from the General Fund.		
Purpose of Fund: 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 of appropriated monies.		
Funds Expended	0	0
Year-End Fund Balance	0	0
Developmentally Disabled Client Services Trust Fund (DEA2019/A.R.S. § 36-572)		Non-Appropriated
Source of Revenue: 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. The FY 2009 budget swept \$1,600,000 from this fund to the General Fund, reducing the amount of principal in the fund.		
Purpose of Fund: To enhance services presently available to the developmentally disabled and to extend services to developmentally disabled persons not presently served.		
Funds Expended	138,500	145,400
Year-End Fund Balance	2,900,800	2,900,800

SUMMARY OF FUNDS	FY 2008 Actual	FY 2009 Estimate
Domestic Violence Shelter Fund (DEA2160/A.R.S. § 36-3002)		Appropriated
Source of Revenue: 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.		
Purpose of Fund: To fund grants to qualified shelters for victims of domestic violence.		
Funds Expended	1,699,900	2,400,000
Year-End Fund Balance	1,335,000	1,335,000
Donations Fund (DEA3145/A.R.S. § 36-571, 41-1954)		Non-Appropriated
Source of Revenue: Grants, gifts, or bequests.		
Purpose of Fund: 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.		
Funds Expended	67,000	65,200
Year-End Fund Balance	344,500	388,800
Federal CCDF Block Grant (DEA2008/U.S. P.L. 104-193)		Appropriated
Source of Revenue: Federal formula grant.		
Purpose of Fund: 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.		
Funds Expended	116,030,200	112,159,000
Year-End Fund Balance	2,451,600	1,658,400
Federal Grants (DEA2000/A.R.S. § 41-101.01)		Non-Appropriated
Source of Revenue: Federal grants, excluding Temporary Assistance for Needy Families, Child Care and Development Fund, and Workforce Investment Act Block Grants.		
Purpose of Fund: 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.		
Funds Expended	654,011,000	650,131,300
Year-End Fund Balance	0	0
Federal TANF Block Grant (DEA2007/U.S. P.L. 104-193)		Appropriated
Source of Revenue: Federal formula grant.		
Purpose of Fund: 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.		
Funds Expended	239,378,000	279,743,100
Year-End Fund Balance	22,436,000	0
Arizona Industries for the Blind Fund (DEA4003/A.R.S. § 41-1975)		Non-Appropriated
Source of Revenue: Proceeds from sales of products of Arizona Industries for the Blind, as well as interest earned on the fund balance.		
Purpose of Fund: 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.		
Funds Expended	17,416,900	17,390,100
Year-End Fund Balance	873,300	533,200

SUMMARY OF FUNDS	FY 2008 Actual	FY 2009 Estimate
Joint Substance Abuse Treatment Fund (DEA2429/A.R.S. § 8-881)		Non-Appropriated
Source of Revenue: Legislative appropriations from the General Fund and the Federal Temporary Assistance to Needy Families Block Grant.		
Purpose of Fund: 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.		
Funds Expended	0	0
Year-End Fund Balance	0	0
Long Term Care System Fund (Federal Match) (DEA2225/A.R.S. § 36-2953)		Non-Appropriated
Source of Revenue: Federal Title XIX monies.		
Purpose of Fund: To fund administrative and program costs associated with the Long Term Care system.		
Funds Expended	518,156,000	567,276,100
Year-End Fund Balance	0	0
Long Term Care System Fund (Non-Federal Matched) (DEA2224/A.R.S. § 36-2953)		Appropriated
Source of Revenue: Client revenue for room and board, third-party recovery, interest, and miscellaneous federal monies.		
Purpose of Fund: 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.		
Funds Expended	21,943,000	26,468,500
Year-End Fund Balance	9,406,900	11,532,600
Mesa Land Fund (DEA3151/Laws 1976, Chapter 140)		Non-Appropriated
Source of Revenue: Proceeds from the sale of donated land located in Mesa. Interest proceeds are transferred to the appropriated Long Term Care System Fund.		
Purpose of Fund: 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.		
Funds Expended	0	0
Year-End Fund Balance	52,700	64,700
Neighbors Helping Neighbors Fund (DEA2348/A.R.S. § 46-741)		Non-Appropriated
Source of Revenue: Includes contributions from income tax refunds and other donations and interest earnings.		
Purpose of Fund: 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.		
Funds Expended	38,600	38,700
Year-End Fund Balance	105,000	116,300
Public Assistance Collections Fund (DEA2217/A.R.S. § 46-295)		Appropriated
Source of Revenue: 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.		
Purpose of Fund: To improve public assistance collection activities.		
Funds Expended	314,700	516,600
Year-End Fund Balance	309,000	0

SUMMARY OF FUNDS	FY 2008 Actual	FY 2009 Estimate
Reed Act Grant (DEA9501/A.R.S. § 23-701)		Appropriated
Source of Revenue: Administrative unemployment security insurance monies redistributed back to the states by the federal Department of Labor.		
Purpose of Fund: 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.		
Funds Expended	516,500	3,495,700
Year-End Fund Balance	143,483,500	139,987,800
Risk Management Fund (DEA4216/A.R.S. § 41-622)		Appropriated
Source of Revenue: 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.		
Purpose of Fund: To contract for and implement a disaster recovery plan for DES, in partnership with the Department of Administration and the Department of Public Safety.		
Funds Expended	271,500	271,500
Year-End Fund Balance	0	0
Special Administration Fund (DEA2066/A.R.S. § 23-705)		Appropriated
Source of Revenue: Monies are from interest charges and employers' penalty fees assessed on late unemployment payments.		
Purpose of Fund: To defray administration costs found not to have been properly and validly chargeable against Federal grants or other funds.		
Funds Expended	1,725,900	1,574,400
Year-End Fund Balance	2,314,100	139,700
Special Olympics Tax Refund Fund (DEA3207/A.R.S. § 41-173)		Non-Appropriated
Source of Revenue: Includes contributions from income tax refunds and other donations and interest earnings.		
Purpose of Fund: 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.		
Funds Expended	58,100	60,000
Year-End Fund Balance	49,100	89,100
Spinal and Head Injuries Trust Fund (DEA2335/A.R.S. § 41-3203)		Appropriated
Source of Revenue: 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.		
Purpose of Fund: 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.		
Funds Expended	2,424,300	2,565,700
Year-End Fund Balance	931,400	878,200
Statewide Cost Allocation Plan Fund (DEA9538/A.R.S. § 41-1954)		Appropriated
Source of Revenue: Federal reimbursement.		
Purpose of Fund: General operations.		
Funds Expended	1,000,000	1,000,000
Year-End Fund Balance	0	0

SUMMARY OF FUNDS	FY 2008 Actual	FY 2009 Estimate
Tobacco Tax and Health Care Fund - Health Research Account (HCA1306/A.R.S. § 36-773)		Appropriated
Source of Revenue: 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.		
Purpose of Fund: 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.		
Funds Expended	103,300	200,000
Year-End Fund Balance	0	0
Unemployment Insurance Benefits Fund (TRA9005/A.R.S. § 23-701)		Non-Appropriated
Source of Revenue: 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.		
Purpose of Fund: 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.		
Funds Expended	357,220,400	428,664,500
Year-End Fund Balance	889,150,400	807,485,900
Utility Assistance Fund (DEA3092/A.R.S. § 46-731)		Partially-Appropriated
Source of Revenue: Unclaimed or abandoned utility deposits as defined under A.R.S. § 46-731B.		
Purpose of Fund: 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. Laws 2007, Chapter 218 eliminated this fund and transferred the remaining unexpended and unencumbered funds to DES for the purpose of entering into a contract with a private community-based nonprofit entity that provides utility assistance by December 1, 2008.		
Appropriated Funds Expended	500,000	0
Non-Appropriated Funds Expended	690,000	519,600
Year-End Fund Balance	1,461,800	0
Workforce Investment Act Grant (DEA2001/U.S. P.L. 105-220)		Appropriated
Source of Revenue: Federal formula grant.		
Purpose of Fund: To consolidate, coordinate, and improve employment, training, literacy, and vocational rehabilitation programs.		
Funds Expended	38,804,900	55,938,300
Year-End Fund Balance*	15,281,800	(6,717,800)

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