

# Department of Health Services

## Summary

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	FY 2009 ACTUAL	FY 2010 ESTIMATE	FY 2011 BASELINE
<b>PROGRAM BUDGET</b>			
Administration	35,325,300	34,060,000	34,060,000
Public Health	32,366,600	17,489,000	17,489,000
Family Health	87,775,700	92,573,700	103,815,100
Behavioral Health	1,308,588,400	1,292,761,900	1,426,469,500
Arizona State Hospital	68,164,700	68,156,600	68,156,600
Higher Federal Match Rate Savings - State	0	(133,171,600)	(70,133,900)
Higher Federal Match Rate Cost - Federal	0	133,171,600	70,133,900
5th Special Session Reduction	0	(13,972,200)	(13,972,200)
<b>AGENCY TOTAL</b>	<b>1,532,220,700</b>	<b>1,491,069,000</b>	<b>1,636,018,000</b>

## OPERATING BUDGET

<i>Full Time Equivalent Positions</i>	1,818.4	1,628.4	1,588.4
Personal Services	48,307,000	48,648,700	48,648,700
Employee Related Expenditures	17,540,400	17,685,100	17,685,100
Professional and Outside Services	8,748,100	9,049,400	9,049,400
Travel - In State	173,500	195,100	195,100
Travel - Out of State	1,600	7,300	7,300
Other Operating Expenditures	25,105,700	25,482,000	25,482,000
Equipment	314,600	254,400	254,400
<b>OPERATING SUBTOTAL</b>	<b>100,190,900</b>	<b>101,322,000</b>	<b>101,322,000</b>
Special Line Items (SLI)	1,432,029,800	1,389,747,000	1,534,696,000
<b>AGENCY TOTAL</b>	<b>1,532,220,700</b>	<b>1,491,069,000</b>	<b>1,636,018,000</b>

## FUND SOURCES

General Fund	554,117,400	444,195,900	549,321,700
<u>Other Appropriated Funds</u>			
Arizona State Hospital Fund	4,211,400	11,159,500	11,159,500
ASH Land Earnings Fund	1,039,100	1,150,000	1,150,000
Capital Outlay Stabilization Fund	1,572,500	1,578,000	1,578,000
Child Fatality Review Fund	92,800	99,100	99,100
Emergency Medical Services Operating Fund	4,835,600	5,154,800	5,154,800
Environmental Laboratory Licensure Revolving Fund	821,300	935,200	935,200
Federal Child Care and Development Fund Block Grant	797,800	832,200	832,200
Health Services Licensing Fund	521,800	4,493,400	8,656,100
Hearing and Speech Professionals Fund	314,000	321,900	321,900
Indirect Cost Fund	8,783,700	7,827,500	7,827,500
Newborn Screening Program Fund	5,384,100	6,812,700	6,812,700
Nursing Care Institution Resident Protection Fund	0	38,000	38,000
Substance Abuse Services Fund	2,375,000	2,250,000	2,250,000
TTHCF Health Research Account	1,000,000	1,000,000	1,000,000
TTHCF Medically Needy Account	29,534,800	36,324,800	36,324,800
Vital Records Electronic Systems Fund	468,000	433,700	433,700
<b>SUBTOTAL - Other Appropriated Funds</b>	<b>61,751,900</b>	<b>80,410,800</b>	<b>84,573,500</b>
<b>SUBTOTAL - Appropriated Funds</b>	<b>615,869,300</b>	<b>524,606,700</b>	<b>633,895,200</b>
<u>Expenditure Authority Funds</u>			
Federal Title XIX Funds	916,351,400	966,462,300	1,002,122,800
<b>SUBTOTAL - Expenditure Authority Funds</b>	<b>916,351,400</b>	<b>966,462,300</b>	<b>1,002,122,800</b>
<b>SUBTOTAL - Appropriated/Expenditure Authority Funds</b>	<b>1,532,220,700</b>	<b>1,491,069,000</b>	<b>1,636,018,000</b>

	FY 2009 ACTUAL	FY 2010 ESTIMATE	FY 2011 BASELINE
Other Non-Appropriated Funds	117,188,800	119,145,300	119,145,300
Federal Funds	297,893,600	297,031,900	297,031,900
<b>TOTAL - ALL SOURCES</b>	<b>1,947,303,100</b>	<b>1,907,246,200</b>	<b>2,052,195,200</b>

#### CHANGE IN FUNDING SUMMARY

	FY 2010 to FY 2011 Baseline	
	\$ Change	% Change
General Fund	105,125,800	23.7%
Other Appropriated Funds	4,162,700	5.2%
Expenditure Authority Fund	35,660,500	3.7%
Total Appropriated/Expenditure Authority Funds	144,949,000	9.7%
Non-Appropriated Funds	0	0.0%
Total - All Sources	144,949,000	7.6%

**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.

**Note: All policy issues are stated at the regular federal match rate.**

<b>Behavioral Health Caseload Growth</b>	<b>GF</b>	<b>\$42,305,800</b>		<b>ARRA Backfill</b>	<b>GF 63,037,700</b>
	<b>EA</b>	<b>91,076,400</b>		The Baseline includes an increase of \$63,037,700 from the General Fund in FY 2011 to account for the end of the enhanced federal match rate in December 2010.	
<b>FY 2008 Clawback Payment</b>	<b>GF</b>	<b>325,400</b>			
<b>CRS Title XIX Caseload and Capitation Rate Growth</b>	<b>GF</b>	<b>3,619,600</b>		The 2009 American Recovery and Reinvestment Act (ARRA) increased the FMAP for Title XIX populations from October 1, 2008 until December 31, 2010. Typically, Arizona receives approximately a 2:1 match for most Title XIX services, but ARRA increases this amount to approximately a 3:1 match from October 1, 2008 to December 31, 2010. In FY 2010, the blended rate would have been 65.76%, but due to the enhanced FMAP, the federal government will pay 75.93% of Title XIX costs. In FY 2009, the federal government paid 66.2% of most Title XIX services from July 2008 through September 2008, 75.01% from October 2008 through March 2009, and 75.93% from April 2009 through June 2009. The increase from 75.01% to 75.93% was due to a formula specified in ARRA based on the state's unemployment rate.	
<b>Assurance and Licensure Shift</b>	<b>GF</b>	<b>(4,162,700)</b>			
	<b>OF</b>	<b>4,162,700</b>			
<b>ARRA Backfill – Enhanced FMAP</b>	<b>GF</b>	<b>63,037,700</b>			
	<b>EA</b>	<b>(63,037,700)</b>			

Due to the temporary nature of the enhanced Federal Medical Assistance Percentage (FMAP), the General Appropriation Act includes the enhanced FMAP in a separate section. While costs shown in the individual cost center narratives reflect the regular FMAP, the DHS summary table includes the enhanced FMAP savings.

The following 3 line items appear only in the Summary.

#### **Higher Federal Match Rate Savings - State**

The Baseline includes \$(70,133,900) from the General Fund to continue the reduction as a result of temporary federal assistance in FY 2011. FY 2011 adjustments would be as follows:

In order to qualify for the enhanced FMAP, states:

- cannot lower existing eligibility limits for Title XIX populations;
- cannot increase county percent of state match;
- cannot increase monthly premiums for Title XIX enrollees; and
- cannot change redetermination periods.

States are allowed to reduce benefit levels, however, as long as they comply with other federal regulations. These limitations are applicable only during the time in which a

state receives the enhanced FMAP and do not apply to Title XXI populations (KidsCare and KidsCare Parents), administrative services (typically funded at 50%).

**Higher Federal Match Rate Cost - Federal**

The Baseline includes \$70,133,900 from the Federal Title XIX Expenditure Authority to continue the increase as a result of temporary federal assistance in FY 2011. FY 2011 adjustments would be as follows:

**ARRA Backfill EA (63,037,700)**

The Baseline includes a decrease of \$(63,037,700) from the Federal Title XIX Expenditure Authority in FY 2011 to account for the end of the enhanced federal match rate in December 2010.

**5<sup>th</sup> Special Session Reduction**

The Baseline includes \$(13,972,200) from the General Fund in FY 2011 to continue the 5<sup>th</sup> Special Session FY 2010 Lump Sum Reduction. This lump sum reduction would be allocated to specific line items in the FY 2011 General Appropriation Act.

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**FORMAT** — Agencywide 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 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 electronically 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, and Children's Rehabilitative Services.

The lump sum reduction may not be taken against the appropriation made for Alzheimer's Disease Research.

*Deletion of Prior Year Footnotes*

The Baseline would delete the footnote requiring Joint Legislative Budget Committee review of transfers to or from a Special Line Item to increase agency flexibility in implementing its lump sum reductions.

The Baseline would delete the one-time footnote stating the intent of the Legislature that Agencywide Lump Sum reductions are taken against administrative functions and not against programmatic functions.

**STATUTORY CHANGES**

The Baseline would, as session law, continue to permit the agency to raise fees in an amount not to exceed an aggregate collection of \$600,000 to offset an ongoing General Fund reduction initially implemented in FY 2009.

**OTHER ISSUES FOR LEGISLATIVE CONSIDERATION**

*FY 2010 Supplemental*

DHS is estimated to have a \$44,500,300 General Fund shortfall in FY 2010. This estimate incorporates \$(5,774,200) in FMAP savings due to federal assistance provided under ARRA. This shortfall is due to higher than budgeted caseloads in Behavioral Health Services (BHS) and Children's Rehabilitative Services (CRS).

The FY 2010 budget allowed for total BHS and CRS growth of 9.2% from June 2009 and June 2010. Based on year-to-date growth, it is now estimated that caseloads will grow by 21% during that same time period.

**5% FTE Position Reduction**

The Department of Health Services was originally budgeted 1,370.4 General Fund FTE Positions in FY 2010. Laws 2009, 3<sup>rd</sup> Special Session, Chapter 11, Section 17 mandates a 5% General Fund FTE Position reduction by February 1, 2010. Given the mid-year implementation,

this provision requires the Department of Health Services to reduce an additional 29 FTE Positions in FY 2010 and 69 General Fund FTE Positions in FY 2011. This reduction is allocated to each division's operating budget; the agency may allocate to Special Line Items.

SUMMARY OF FUNDS	FY 2009 Actual	FY 2010 Estimate
<b>Addiction Reduction and Recovery Fund (HSA2523/A.R.S. § 36-2007)</b>		<b>Non-Appropriated</b>
<b>Source of Revenue:</b> 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.		
<b>Purpose of Fund:</b> For substance abuse and addiction prevention programs including methamphetamine abuse and addiction prevention programs.		
<b>Funds Expended</b>	336,200	0
<b>Year-End Fund Balance</b>	100	100
<b>Arizona State Hospital Fund (HSA3120/A.R.S. § 36-545.08)</b>		<b>Appropriated</b>
<b>Source of Revenue:</b> 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. The FY 2009 Health and Welfare Budget Reconciliation Bill (BRB) (Laws 2009, 1 <sup>st</sup> Special Session, Chapter 4) continued a session law that required Maricopa and Pima County to pay 86% of Restoration to Competency (RTC) costs and added the requirement that all other counties pay 50% of RTC costs in FY 2009. The FY 2010 Health and Welfare BRB (Laws 2009, 3 <sup>rd</sup> Special Session, Chapter 10) requires that all counties pay 100% of the daily cost of care for RTC patients.		
<b>Purpose of Fund:</b> To provide treatment of patients at the Arizona State Hospital or to place Arizona State Hospital patients in the community.		
<b>Funds Expended</b>	4,211,400	11,159,500
<b>Year-End Fund Balance</b>	2,846,800	2,846,800
<b>Breast and Cervical Cancer Screening and Diagnostic Special Plate Fund (HSA2513/A.R.S. § 36-119)</b>		<b>Non-Appropriated</b>
<b>Source of Revenue:</b> Revenues from special plate fees and renewals. Of the \$25 fee, \$8 is for administrative costs deposited to the State Highway Fund and \$17 is deposited into the Breast and Cervical Cancer Screening and Diagnostic Special Plate Fund.		
<b>Purpose of Fund:</b> For breast and cervical cancer screening and diagnostic and outreach services.		
<b>Funds Expended</b>	123,300	150,000
<b>Year-End Fund Balance</b>	74,800	74,800
<b>Capital Outlay Stabilization Fund (HSA1600/A.R.S. § 41-792.01)</b>		<b>Appropriated</b>
<b>Source of Revenue:</b> Appropriations from the Arizona Department of Administration Capital Outlay Stabilization Fund and transfers from the Arizona Department of Administration ( <i>see Arizona Department of Administration for more detail on Capital Outlay Stabilization Fund</i> ).		
<b>Purpose of Fund:</b> Lease-purchase payments for the new state health laboratory (transfers from Arizona Department of Administration are spent for building renewal).		
<b>Funds Expended</b>	1,572,500	1,578,000
<b>Year-End Fund Balance</b>	5,050,900	3,472,900
<b>Child Fatality Review Fund (HSA3036/A.R.S. § 36-3504)</b>		<b>Appropriated</b>
<b>Source of Revenue:</b> A \$1 surcharge on fees collected on all certified copies of death certificates, up to \$100,000. Any revenue collected in excess of \$100,000 is transferred from the fund to the Child Abuse Prevention Fund in the Department of Economic Security.		
<b>Purpose of Fund:</b> To organize county child fatality review teams and to study data collected by these teams to determine ways to reduce the state's child mortality rate.		
<b>Funds Expended</b>	92,800	99,100
<b>Year-End Fund Balance</b>	77,900	2,500

SUMMARY OF FUNDS	FY 2009 Actual	FY 2010 Estimate
<b>Donations - DHS (HSA3010/2025/A.R.S. § 36-132)</b>		<b>Non-Appropriated</b>
<b>Source of Revenue:</b> Individual donations for various health related purposes.		
<b>Purpose of Fund:</b> For specific purposes as designated by the donors. Monies donated pursuant to A.R.S. § 36-213 and A.R.S. § 36-204 for the Arizona State Hospital are accounted for separately.		
<b>Funds Expended</b>	896,800	896,800
<b>Year-End Fund Balance</b>	1,020,100	810,400
<b>Donations - Statewide (HSA2025/A.R.S. § 36-132)</b>		<b>Non-Appropriated</b>
<b>Source of Revenue:</b> Individual donations from employee recognition events.		
<b>Purpose of Fund:</b> Employee recognition purposes.		
<b>Funds Expended</b>	6,400	400
<b>Year-End Fund Balance</b>	6,500	6,100
<b>Emergency Medical Services Operating Fund (HSA2171/A.R.S. § 36-2218)</b>		<b>Appropriated</b>
<b>Source of Revenue:</b> The fund receives 48.9% of the Medical Services Enhancement Fund revenues, which are collected from a 13% surcharge on fines charged for criminal offenses and civil motor vehicle statute violations.		
<b>Purpose of Fund:</b> To fund local and state emergency medical services systems.		
<b>Funds Expended</b>	4,835,600	5,154,800
<b>Year-End Fund Balance</b>	773,700	392,500
<b>Environmental Laboratory Licensure Revolving Fund (HSA3017/A.R.S. § 36-495.15)</b>		<b>Appropriated</b>
<b>Source of Revenue:</b> Fees collected for environmental lab licensure, fees derived from department-sponsored workshops, and monies from gifts, grants, and donations.		
<b>Purpose of Fund:</b> For costs associated with licensing environmental laboratories by the Department of Health Services.		
<b>Funds Expended</b>	821,300	935,200
<b>Year-End Fund Balance</b>	245,100	46,300
<b>Federal Child Care and Development Fund Block Grant (HSA2008/U.S. P.L 104-193)</b>		<b>Appropriated</b>
<b>Source of Revenue:</b> Federal formula grant.		
<b>Purpose of Fund:</b> A portion of the Federal Child Care and Development Block Grant provides the Assurance and Licensure Division with monies for the licensure of child care facilities.		
<b>Funds Expended</b>	797,800	832,200
<b>Year-End Fund Balance</b>	189,000	100,500
<b>Federal Grants (HSA2000/A.R.S. § 35-142)</b>		<b>Non-Appropriated</b>
<b>Source of Revenue:</b> Grants and reimbursements from the federal government. Federal reimbursement for the Title XIX program is not included in this fund and can be found listed in the Title XIX Services and County Contributions Fund.		
<b>Purpose of Fund:</b> To provide health services in accordance with the terms of each specific grant.		
<b>Funds Expended</b>	297,893,600	297,031,900
<b>Year-End Fund Balance</b>	1,522,500	1,505,700
<b>Health Services Licensure Fund (HSA1995/A.R.S. § 36-405, A.R.S. § 36-414)</b>		<b>Appropriated</b>
<b>Source of Revenue:</b> Nonrefundable fees for health care institution licensing services.		
<b>Purpose of Fund:</b> For health care institutions' licensing applications, initial license, renewal license and architectural drawing reviews. As permanent law, the FY 2010 Health and Welfare Budget Reconciliation Bill (BRB) allows DHS to establish nonrefundable fees for assurance and licensure. Prior to the Health and Welfare BRB, these fees were set forth in permanent law, however, the new law now allows the department to establish fees for health care institutions. Fees collected on or before December 31, 2009 are deposited into the General Fund, which is where revenues were deposited prior to the statutory change. Beginning January 1, 2010, 90% of assurance and licensure fees will be deposited into this fund with the remaining 10% deposited into the General Fund.		
<b>Funds Expended</b>	521,800	4,493,400
<b>Year-End Fund Balance</b>	175,300	154,400

SUMMARY OF FUNDS	FY 2009 Actual	FY 2010 Estimate
<b>Hearing and Speech Professionals Fund (HSA6243/A.R.S. § 36-1903)</b>		<b>Appropriated</b>
<b>Source of Revenue:</b> Monies collected by DHS from the examination and licensing of hearing and speech professionals.		
<b>Purpose of Fund:</b> For the licensing and regulation of hearing and speech professionals.		
<b>Funds Expended</b>	314,000	321,900
<b>Year-End Fund Balance</b>	175,300	154,400
<b>IGA/County Contributions (HSA2144/2500/A.R.S. § 35-142)</b>		<b>Non-Appropriated</b>
<b>Source of Revenue:</b> 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 to A.R.S. § 5-522. In FY 2009, DHS received \$42.0 million from Maricopa and Pima County for behavioral health services, \$20.8 million from the Arizona Health Care Cost Containment System (AHCCCS) for KidsCare, \$4.7 million from the Department of Economic Security for nutrition services, and \$3.0 million from the Department of Corrections for substance abuse services. The department also received \$7.1 million from the State Lottery Fund for teenage pregnancy prevention, Health Start, and the Women, Infants, and Children (WIC) program.		
<b>Purpose of Fund:</b> To fund services which DHS has agreed to perform at the request of, or in conjunction with, public agencies.		
<b>Funds Expended</b>	90,599,100	94,141,600
<b>Year-End Fund Balance</b>	11,599,800	9,000,000
<b>Indirect Cost Fund (HSA9001/A.R.S. § 36-108)</b>		<b>Appropriated</b>
<b>Source of Revenue:</b> Charges made to Federal Funds and interagency agreements in order to reimburse the agency for a portion of the administrative costs of the programs.		
<b>Purpose of Fund:</b> To pay a portion of the administrative personnel and overhead costs associated with various federal programs and interagency agreements.		
<b>Funds Expended</b>	8,783,700	7,827,500
<b>Year-End Fund Balance*</b>	310,100	(715,100)
<b>Internal Services Fund (HSA4202/A.R.S. § 36-108)</b>		<b>Non-Appropriated</b>
<b>Source of Revenue:</b> Charges from other DHS funds.		
<b>Purpose of Fund:</b> Revolving Fund used by DHS warehouse for the purchase of goods.		
<b>Funds Expended</b>	0	0
<b>Year-End Fund Balance</b>	129,100	129,100
<b>Newborn Screening Program Fund (HSA2184/A.R.S. § 36-694.01)</b>		<b>Appropriated</b>
<b>Source of Revenue:</b> Monies received as part of the hospital charges for each child born in Arizona. Fee limits for newborn screening are \$30 for the first blood and hearing screening and \$40 for the second blood and hearing screening.		
<b>Purpose of Fund:</b> 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 Lab holds the current contract. In addition, the fund provides monies for follow-up counseling for the parents of affected infants.		
<b>Funds Expended</b>	5,384,100	6,812,700
<b>Year-End Fund Balance</b>	1,364,700	427,500
<b>Nursing Care Institution Resident Protection Fund (HSA2329/A.R.S. § 36-446.08)</b>		<b>Appropriated</b>
<b>Source of Revenue:</b> Civil penalties paid by nursing care institution administrators and assisted living facility managers for violations of their licenses or certifications.		
<b>Purpose of Fund:</b> For the protection of the health and property of residents of nursing care facilities that are found deficient.		
<b>Funds Expended</b>	0	38,000
<b>Year-End Fund Balance</b>	479,300	441,300

SUMMARY OF FUNDS	FY 2009 Actual	FY 2010 Estimate
<b>Oral Health Fund (HSA2329/A.R.S. § 36-138)</b>		<b>Non-Appropriated</b>
<b>Source of Revenue:</b> Monies received from AHCCCS contracts for dental services.		
<b>Purpose of Fund:</b> To provide dental services to Medicaid-eligible children identified by the DHS Oral Health program.		
<b>Funds Expended</b>	300,800	480,000
<b>Year-End Fund Balance</b>	654,200	364,200
<b>Risk Assessment Fund (HSA2427/A.R.S. § 36-1693)</b>		<b>Non-Appropriated</b>
<b>Source of Revenue:</b> 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.		
<b>Purpose of Fund:</b> To conduct health effects studies and risk assessments of public health risks from environmental exposure, to evaluate and calculate cleanup standards, to communicate health risks to the public, and for administrative costs of those activities.		
<b>Funds Expended</b>	26,600	26,600
<b>Year-End Fund Balance</b>	19,100	19,100
<b>Serious Mental Illness Services Fund (HSA2464/A.R.S. § 36-503.02)</b>		<b>Non-Appropriated</b>
<b>Source of Revenue:</b> Monies appropriated from the Tobacco Litigation Settlement Account, other legislative appropriations and interest earned on these monies. The fund received a one-time appropriation of \$50,000,000 from tobacco settlement funds in FY 2001. The final \$1,100,000 was spent in FY 2005.		
<b>Purpose of Fund:</b> To fund Community Housing, Vocational Rehabilitation, and other recovery support services to persons with serious mental illnesses.		
<b>Funds Expended</b>	0	0
<b>Year-End Fund Balance</b>	0	0
<b>Smoke Free Arizona Fund (HSA2541/A.R.S. § 36-601.01)</b>		<b>Non-Appropriated</b>
<b>Source of Revenue:</b> 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.		
<b>Purpose of Fund:</b> 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.		
<b>Funds Expended</b>	3,590,100	2,437,900
<b>Year-End Fund Balance</b>	590,400	956,800
<b>State Hospital Land Earnings Fund (HSA3128/A.R.S. § 36-211)</b>		<b>Appropriated</b>
<b>Source of Revenue:</b> Monies received from interest on the Arizona State Hospital's Permanent Land Fund, as established through Arizona's Enabling Act, Section 25, and the monies derived from the lease of these lands and miscellaneous revenue.		
<b>Purpose of Fund:</b> For the benefit and support of the Arizona State Hospital.		
<b>Funds Expended</b>	1,039,100	1,150,000
<b>Year-End Fund Balance</b>	1,136,600	983,800
<b>Substance Abuse Services Fund (HSA2227/A.R.S. § 36-2005)</b>		<b>Appropriated</b>
<b>Source of Revenue:</b> The fund receives 23.6% of monies collected from Medical Services Enhancement Fund, which is a 13% penalty levied on criminal offenses, motor vehicle civil violations, and game and fish violations. Monies are deposited into 2 subaccounts.		
<b>Purpose of Fund:</b> To provide alcohol and other drug screening, education or treatment for persons court-ordered to attend and who do not have the financial ability to pay for the services, to contract for preventive or rehabilitative and substance abuse services, and to provide priority for treatment services to pregnant substance abusers.		
<b>Funds Expended</b>	2,375,000	2,250,000
<b>Year-End Fund Balance</b>	272,700	315,400

SUMMARY OF FUNDS	FY 2009 Actual	FY 2010 Estimate
<b>Title XIX Services (HSA2500/A.R.S. § 35-142)</b>		<b>Non-Appropriated</b>
<b>Source of Revenue:</b> The fund receives federal match dollars for treating behavioral health problems in Title XIX-eligible persons, federal match dollars for Title XIX-eligible persons in the Children's Rehabilitative Services (CRS) program.		
<b>Purpose of Fund:</b> For accounting purposes, these monies are considered part of the Agreements/IGA Fund. However, for informational purposes, the revenues and expenditures related to behavioral health and the CRS program have been separated from the Agreements Fund.		
<b>Funds Expended</b>	916,351,400	966,462,300
<b>Year-End Fund Balance</b>	0	0
<b>Tobacco Tax and Health Care Fund - Health Crisis Fund (HSA2312/A.R.S. § 36-797)</b>		<b>Non-Appropriated</b>
<b>Source of Revenue:</b> The account receives transfers from the Medically Needy Account, which is managed by AHCCCS.		
<b>Purpose of Fund:</b> Monies may only be used for expenses incurred for a health crisis which is declared by the Governor by Executive Order. This fund was permanently repealed as part of the midyear FY 2009 budget revisions. Any balances remaining in the fund reverted to the General Fund.		
<b>Funds Expended</b>	388,000	0
<b>Year-End Fund Balance</b>	0	0
<b>Tobacco Tax and Health Care Fund - Health Education Account (HSA1308/A.R.S. § 36-772)</b>		<b>Non-Appropriated</b>
<b>Source of Revenue:</b> The account receives 23¢ of each dollar deposited in the Tobacco Tax and Health Care Fund and 2¢ of each dollar in the Tobacco Products Tax Fund.		
<b>Purpose of Fund:</b> Monies are used for community-based education and evaluation, and other programs to discourage tobacco use among the general public, specifically targeting minors and culturally diverse populations. The monies from the Tobacco Products Tax Fund are used for the prevention and detection of the 4 leading causes of death.		
<b>Funds Expended</b>	20,921,500	21,012,000
<b>Year-End Fund Balance</b>	0	0
<b>Tobacco Tax and Health Care Fund - Health Research Account (DSA2096/A.R.S. § 36-275, A.R.S. § 36-773)</b>		<b>Partially-Appropriated</b>
<b>Source of Revenue:</b> 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.		
<b>Purpose of Fund:</b> Monies are used for research into the prevention and treatment of tobacco-related disease and addiction.		
<b>Appropriated Funds Expended</b>	1,000,000	1,000,000
<b>Non-Appropriated Funds Expended</b>	0	0
<b>Tobacco Tax and Health Care - Medically Needy Account (HSA1306/A.R.S. § 36-774)</b>		<b>Partially-Appropriated</b>
<b>Source of Revenue:</b> The account receives funding from the Medically Needy Account of the Tobacco Tax and Health Care Fund, which is managed by AHCCCS. All monies remaining unexpended at the end of the fiscal year revert to the AHCCCS Medically Needy Account. (See Tobacco Tax Table in the AHCCCS section.)		
<b>Purpose of Fund:</b> Monies are used for a variety of health programs that are intended to increase primary care and mental health services for uninsured and low-income populations.		
<b>Appropriated Funds Expended</b>	29,534,800	36,324,800
<b>Non-Appropriated Funds Expended</b>	0	0
<b>Vital Records Electronic Systems Fund (HSA3039/A.R.S. § 36-341.01)</b>		<b>Appropriated</b>
<b>Source of Revenue:</b> Fees collected for searches, copies of records, applications to file delayed records, requests for supplementary birth certificates, following adoption, legitimation, paternity determination, surgical alterations, and chromosomal counts, or amendments to existing records.		
<b>Purpose of Fund:</b> To develop and operate a new vital records automated system.		
<b>Funds Expended</b>	468,000	433,700
<b>Year-End Fund Balance*</b>	141,700	(296,000)

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