

DEPARTMENT OF HEALTH SERVICES - SUMMARY

A.R.S. § 36-103

James Allen, Director

JLBC Analyst: Jennifer Vermeer/Jeff Gossrow

General Fund and Other Appropriated Funds	FY 1998 Actual	FY 1999 Estimate	FY 2000 Approved	FY 2001 Approved
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Program Summary

Administration	19,141,100	20,216,000	24,131,200	24,376,200
Public Health	16,723,900	33,154,500	29,916,200	28,126,300
Family Health	38,923,300	44,209,300	47,693,600	47,832,400
Behavioral Health	230,807,400	243,030,900	251,121,100	259,728,900
Arizona State Hospital	34,868,100	45,335,800	53,300,300	55,725,200
Total Appropriations	340,463,800	385,946,500	406,162,400	415,789,000

Expenditure Detail

FTE Positions	1,228.0	1,317.6	1,709.5 ^{1/}	1,764.5 ^{1/}
Personal Services	28,241,400	31,434,100	38,521,100	39,818,300
Employee Related Expenditures	5,980,700	7,043,900	8,381,700	8,686,800
Professional and Outside Services	11,033,300	11,427,300	11,875,300	11,632,200
Travel - In State	246,800	301,300	349,400	349,400
Travel - Out of State	57,000	46,300	33,700	33,700
Other Operating Expenditures	7,837,100	9,127,000	8,521,600	8,519,200
Equipment	1,081,900	446,900	620,600	414,500
Operating Subtotal	54,478,200	59,826,800	68,303,400	69,454,100
Special Line Items	285,985,600	326,119,700	334,559,000	344,184,900
Additional Appropriations	0	0	3,300,000	2,150,000
Total Appropriations	340,463,800	385,946,500	406,162,400 ^{2/3/4/5/}	415,789,000 ^{2/3/4/5/}

Fund Summary

General Fund	223,988,400	252,162,600	247,793,600	253,784,500
Nursing Care Institution Resident				
Protection Fund	0	0	260,000	260,000
Newborn Screening Fund	0	3,026,400	3,004,300	3,025,800
Indirect Cost Fund	0	0	5,225,100	5,079,400
Tobacco Tax Medically Needy Account	0	9,700,000	9,000,000	9,000,000
Tobacco Tax Health Research Account	0	5,000,000	2,000,000	2,000,000
Emergency Medical Services Operating Fund	2,577,500	2,953,400	4,506,500	3,295,500
Poison Control Fund	1,475,000	1,550,000	1,850,000	1,850,000
Environmental Lab Licensure Fund	0	0	728,400	748,800
Child Fatality Review Team Fund	96,600	100,000	100,000	100,000
Temporary Assistance for Needy Families				
Block Grant	0	2,000,000	2,250,400	2,252,000
Substance Abuse Services Fund	1,300,000	1,550,000	2,150,000	1,850,000
Federal Title XIX Funds	101,096,900	107,904,100	114,800,200	120,149,100
Arizona State Hospital Fund	9,529,400	0	11,993,900	11,993,900
ASH Land Earnings Fund	400,000	0	500,000	400,000
Total Appropriations	340,463,800	385,946,500	406,162,400	415,789,000

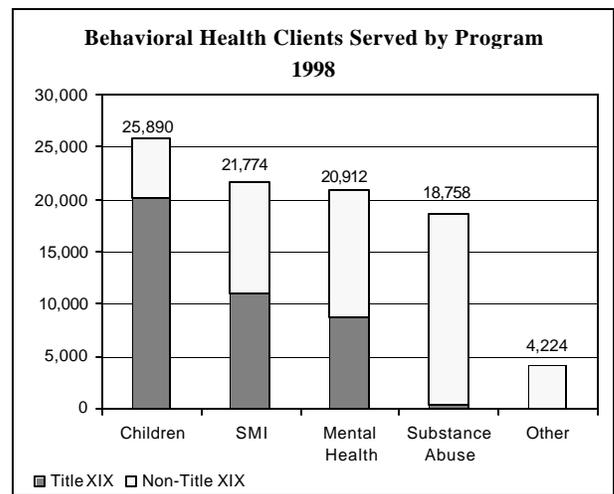
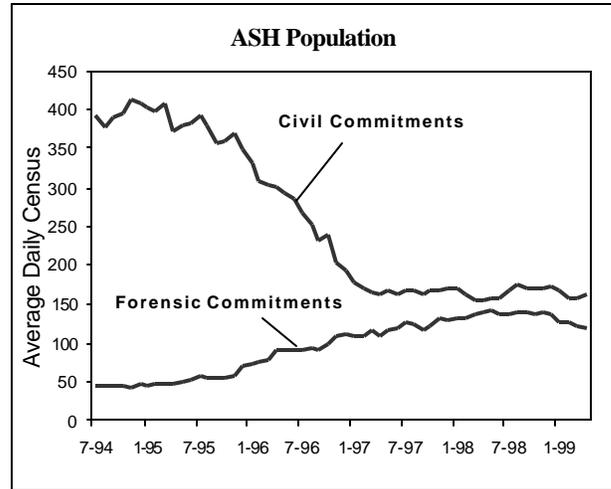
DEPARTMENT OF HEALTH SERVICES - SUMMARY (Cont'd)

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.*

Caseload Information — The approved DHS budget for FY 1999 includes a General Fund increase of \$18,170,000. \$11,993,900 of this increase is to replace the Disproportionate Share payment the Arizona State Hospital (ASH) did not receive because it was not Medicare certified. This did not result in a cost to the General Fund since these monies were reallocated among the county hospitals and were recouped through increased withholdings. Of the FY 1999 increase, \$1,806,300 is due to increased capitation rates approved in the Behavioral Health Title XIX programs. The remainder of the increase, \$4,369,800, is to address quality of care and staffing issues and ASH. The funding provided salary increases, operating shortfalls, and opened 2 new units on the ASH campus.

The approved amount for FY 2000 includes a General Fund decrease of \$(4,369,000) from the approved FY 1999 level. The FY 2000 budget provides funding to annualize the new funding allocated in FY 1999 as well as increases for inflation in Title XIX programs, further increases to continue enhancing the quality of care at ASH and address growth in the Sexually Violent Persons program. The net change from FY 1999 is a decrease primarily due to the reallocation of Disproportionate Share monies to ASH, which allows the General Fund to decrease by \$(11,993,900).

The FY 2001 approved amount includes an increase of \$5,990,900 above the FY 2000 level. The increase is primarily for growth in the Sexually Violent Persons program and population growth and inflation in the Behavioral Health Title XIX budget.



- 1/ Includes 473 and 525 FTE Positions funded from Special Line Items in FY 2000 and FY 2001.
- 2/ General Appropriation Act funds are appropriated as a Modified Lump Sum for the Program.
- 3/ 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 Chairmen of the Senate and House Appropriations Committees and the Director of the Joint Legislative Budget Committee by the twenty-fifth 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 shortfalls 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. (General Appropriation Act footnote)
- 4/ 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 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, Mental Health and Substance Abuse State Match for Title XIX, Seriously Emotionally Handicapped Children, Children's Rehabilitative Services, AHCCCS - Children's Rehabilitative Services, Tuberculosis Provider Care and Control, Kidney Program, Adult Cystic Fibrosis, Adult Sickle Cell Anemia, High-Risk Perinatal Services, County Prenatal Services Grant, Nutrition Services, Community Placement Treatment, Sexually Violent Persons, University of Arizona Poison Control Center funding and the Poison Control Center funding shall require approval of 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 approved by the Joint Legislative Budget Committee. No monies may be used from these appropriated amounts for any other expenses of the Department of Health Services. (General Appropriation Act footnote)
- 5/ 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. (General Appropriation Act footnote)

