

Department of Economic Security

Summary

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DESCRIPTION	FY 2003	FY 2004	FY 2005	
	ACTUAL	ESTIMATE	OSPB	JLBC
PROGRAM BUDGET				
Administration	34,692,000	36,092,000		36,092,000
Developmental Disabilities	55,390,700	61,377,100		61,377,100
Long Term Care	415,173,400	494,491,300		576,763,500
Benefits and Medical Eligibility	195,092,600	205,077,800		214,508,200
Child Support Enforcement	43,799,600	52,424,200		52,424,200
Aging and Community Services	32,522,100	35,710,500		35,710,500
Children, Youth and Families	150,625,900	167,188,800		174,373,100
Employment and Rehabilitation Services	238,931,300	243,204,800		247,488,900
AGENCY TOTAL	1,166,227,600	1,295,566,500		1,398,737,500
OPERATING BUDGET				
<i>Full Time Equivalent Positions</i>	4,908.5	5,173.4		5,243.4
Personal Services	110,664,600	117,020,800		121,354,200
Employee Related Expenditures	29,873,200	34,122,300		34,813,400
Professional and Outside Services	12,205,600	17,560,700		21,526,000
Travel - In State	2,972,200	3,035,000		3,188,000
Travel - Out of State	22,800	42,800		42,800
Other Operating Expenditures	27,422,100	26,458,100		27,601,700
Equipment	1,512,200	5,660,800		3,933,600
OPERATING SUBTOTAL	184,672,700	203,900,500		212,459,700
Special Line Items (SLI)	981,554,900	1,091,666,000		1,186,277,800
AGENCY TOTAL	1,166,227,600	1,295,566,500		1,398,737,500
FUND SOURCES				
General Fund	404,753,000	462,173,800		496,555,100
<u>Other Appropriated Funds</u>				
Child Abuse Prevention Fund	1,011,500	1,565,700		1,565,700
Child Support Enforcement Administration Fund	10,858,400	12,263,400		12,263,400
Children and Family Services Training Program Fund	142,700	209,600		209,600
Domestic Violence Shelter Fund	1,500,000	1,700,000		1,700,000
Federal CCDF Block Grant	103,255,900	126,494,700		126,494,700
Federal TANF Block Grant	272,567,000	242,828,100		252,258,500
Job Training Fund	0	3,829,400		3,829,400
Long Term Care System Fund (Appropriated)	17,349,000	21,240,800		21,240,800
Public Assistance Collections Fund	245,400	446,800		446,800
Special Administration Fund	1,206,500	2,129,500		2,129,500
Spinal and Head Injuries Trust Fund	2,110,700	2,478,100		2,478,100
Statewide Cost Allocation Plan Fund	0	1,000,000		1,000,000
Utility Assistance Fund	0	500,000		500,000
Workforce Investment Act Grant	45,553,100	48,004,700		52,288,800
SUBTOTAL - Other Appropriated Funds	455,800,200	464,690,800		478,405,300
SUBTOTAL - Appropriated Funds	860,553,200	926,864,600		974,960,400
<u>Expenditure Authority Funds</u>				
Federal Funds	29,960,800	34,999,200		34,999,200
Long Term Care System Fund (Federal Match)	275,713,600	333,702,700		388,777,900
SUBTOTAL - Expenditure Authority Funds	305,674,400	368,701,900		423,777,100
SUBTOTAL - Appropriated/Expenditure Authority Funds	1,166,227,600	1,295,566,500		1,398,737,500
<u>Other Non-Appropriated Funds</u>				
Other Non-Appropriated Funds	546,553,300	545,609,100		545,609,100
Federal Funds	437,067,200	444,807,300		446,258,500
TOTAL - ALL SOURCES	2,149,848,100	2,285,982,900		2,390,605,100

CHANGE IN FUNDING SUMMARY

FY 2004 to FY 2005 JLBC

	\$ Change	% Change
General Fund	34,381,300	7.4%
Other Appropriated Funds	13,714,500	3.0%
Expenditure Authority Funds	55,075,200	14.9%
Total Appropriated/Expenditure Authority Funds	103,171,000	8.0%
Non Appropriated Funds	2,171,200	0.2%
Total - All Sources	105,342,200	4.6%

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; Long Term Care, Benefits and Medical Eligibility; Child Support Enforcement; Aging and Community Services; Children, Youth and Families; and Employment and Rehabilitation Services.

PERFORMANCE MEASURES	FY 2003 Appropriation	FY 2003 Actual	FY 2004 Appropriation	FY 2005 Recommend.
• Agencywide customer satisfaction rating (Scale 1 to 5)	3	4.0	4.2	4.2
• Employee satisfaction rating (Scale 1 to 5)	3.7	3.7	3.7	3.7

RECOMMENDED CHANGES FROM FY 2004

DD Long Term Care	GF	\$27,197,000
	EA	55,075,200
TANF Cash Benefits	OF	9,430,400
CPS Special Session Annualization	GF	7,184,300
Workforce Investment Funding	OF	4,284,100

Temporary Assistance for Needy Families Block Grant
The recommended amounts include the appropriation of the state's federal Temporary Assistance for Needy Families (TANF) Block Grant allocation. Unlike most sizeable federal grants, the TANF program is neither an entitlement program nor a matching program in which federal spending increases with participation or additional state spending. TANF funding is capped with the exception of small one-time bonus monies.

Table 1 below summarizes expected yearly revenues, expenditures, and fund balances. In FY 2004, TANF expenditures of \$242,828,100 are greater than new FY 2004 revenues of \$228,834,400. This revenue is supplemented with \$11,728,700 of unexpended prior year monies. Even with these prior year monies, the FY 2004 TANF budget has a \$(2,265,000) shortfall.

This FY 2004 ending balance could be further negative if current trends in TANF Cash Benefit expenditures continue in FY 2004, thereby requiring additional expenditures in that line item.

In FY 2005, ongoing federal revenues are expected remain flat while spending is projected to increase by \$10,430,400 for TANF caseload growth. FY 2005 TANF expenditures of \$252,258,500 are greater than new FY 2005 revenues of \$226,630,600, which results in an estimated shortfall of \$25.6 million. The Legislature will need to resolve this shortfall by finding an alternative funding source for the TANF programs or by reducing TANF spending in both FY 2004 and FY 2005.

Table 1			
TANF BLOCK GRANT SUMMARY			
	FY 2004	FY 2005	
Opening Balance	\$ 11,728,700	\$0	
TANF Revenues	<u>228,834,400</u>	<u>226,630,600</u>	
Total – Available TANF	240,563,100	226,630,600	
Total TANF Expenditures	<u>242,828,100</u>	<u>252,258,500</u>	
Ending Balance	\$(2,265,000)	(25,627,900)	
Yearly Surplus/Shortfall	(13,993,700)	(25,627,900)	

Table 2 provides detailed information on TANF expenditures and appropriations.

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JLBC RECOMMENDED FORMAT — Operating Lump Sum with Special Line Items by Program

JLBC RECOMMENDED FOOTNOTES

Standard Footnotes

The above appropriation is 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 Chairmen of the Senate and House 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.

The Department of Economic Security shall report the receipt and intended use of all current and prior year reversions from nonappropriated sources to the Joint Legislative Budget Committee.

Deletion of Prior Year Footnotes

The JLBC recommends deleting the footnote related to temporary FY 2004 changes to the federal matching assistance percentage.

Table 2

FY 2004 - FY 2005 TANF Block Grant Spending

<u>Cost Center/Special Line Item</u>	<u>Approved FY 2004</u>	<u>Changes FY 2005</u>	<u>Recommended FY 2005</u>
Administration			
Operating	4,041,000		4,041,000
Finger Imaging	289,900		289,900
Lease Purchase Equipment	645,000		645,000
Public Assistance Collections	177,500		177,500
Attorney General Legal Services	141,600		141,600
Total – Administration	<u>5,295,000</u>	<u>0</u>	<u>5,295,000</u>
Benefits and Medical Eligibility			
Operating	9,024,500		9,024,500
TANF Cash Benefits	111,736,700	9,430,400	121,167,100
FLSA Supplement	1,008,900		1,008,900
Total – Benefits and Medical Eligibility	<u>121,770,100</u>	<u>9,430,400</u>	<u>131,200,500</u>
Aging and Community Services			
Operating	213,400		213,400
Community and Emergency Services	5,496,000		5,496,000
Coordinated Hunger Program	500,000		500,000
Coordinated Homeless Programs	1,583,200		1,583,200
Domestic Violence Prevention	5,115,900		5,115,900
Total – Aging and Community Services	<u>12,908,500</u>	<u>0</u>	<u>12,908,500</u>
Children, Youth and Families			
Operating	20,559,900		20,559,900
Adoption Services	5,186,100		5,186,100
Children Services	15,174,300		15,174,300
Children Services/TANF Deposit to SSBG	25,259,700		25,259,700
Healthy Families	5,034,200		5,034,200
Family Builders Program	5,200,000		5,200,000
Attorney General Legal Services	48,700		48,700
TANF Dep. to Jt Substance Abuse Treatment Fund (Families FIRST)	2,000,000		2,000,000
Homeless Youth Intervention	400,000		400,000
Permanent Guardianship Subsidy	859,300		859,300
Total – Children, Youth and Families	<u>79,722,200</u>	<u>0</u>	<u>79,722,200</u>
Employment and Rehabilitation Services			
Operating	4,893,200		4,893,200
JOBS	17,316,600		17,316,600
Work-Related Transportation	302,200		302,200
Day Care Subsidy	620,300		620,300
Total – Employment and Rehabilitation Services	<u>23,132,300</u>	<u>0</u>	<u>23,132,300</u>
TOTAL – DEPARTMENT OF ECONOMIC SECURITY	\$242,828,100	\$9,430,400	\$252,258,500
Opening Balance	11,728,700		0
TANF Revenues	228,834,400		226,630,600
TANF Expenditures	242,828,100		252,258,500
Ending Balance	(\$2,265,000)		(\$25,627,900)

The FY 2004 revenue estimate includes the following adjustments to prior year revenue: \$1,203,800 High-Performance Bonus, \$(57,400) tribal adjustment.

The FY 2005 revenue estimate includes the following adjustments to prior year revenue: eliminate High-Performance Bonus of \$(1,203,800), reduce tribal "float" by \$(1,000,000).

SUMMARY OF FUNDS	FY 2003 Actual	FY 2004 Estimate
Capital Investment (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 Department of Mental Retardation (now DES, pursuant to A.R.S. § 36-551) for buildings, equipment, and other capital investments.		
Funds Expended	13,600	0
Year-End Fund Balance	172,300	217,300
Child Abuse Prevention (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 contributions 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	1,011,500	1,565,700
Year-End Fund Balance *	349,400	(638,900)
Child Passenger Restraint (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.		
Funds Expended	100,300	270,000
Year-End Fund Balance	239,100	9,900
Child Protective Services Expedited Substance Abuse Treatment (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.		
Funds Expended from the General Fund	226,000	224,500
Year-End Fund Balance	216,500	216,500
Child Support Enforcement Administration (DEA2091/A.R.S. § 46-406)		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.		
Funds Expended	10,858,400	12,263,400
Year-End Fund Balance	0	0
Children and Family Services Training Program (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	142,700	209,600
Year-End Fund Balance	424,100	285,700
Community-Based Marriage and Communication Skills Program (DEA2434/A.R.S. § 41-203)		Non-Appropriated
Source of Revenue: Legislative appropriations from the Federal Temporary Assistance for Needy Families Block Grant.		
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.		
Funds Expended	0	0
Year-End Fund Balance	0	0

SUMMARY OF FUNDS	FY 2003 Actual	FY 2004 Estimate
DES Client Trust (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	2,186,900	1,675,000
Year-End Fund Balance	187,200	242,500
Developmentally Disabled Client Services Trust (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.		
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	214,300	182,000
Year-End Fund Balance	4,568,000	4,486,000
Domestic Violence Shelter (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	1,500,000	1,700,000
Year-End Fund Balance	925,400	687,400
Economic Security Donations (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	81,100	61,300
Year-End Fund Balance	2,289,200	2,293,900
Federal Child Care and Development 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	103,255,900	126,494,700
Year-End Fund Balance *	(3,784,100)	(3,748,100)
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 benefits and administration, Job Training Partnership Act grants, and the Social Services Block Grant.		
Funds Expended	437,067,200	444,807,300
Year-End Fund Balance	5,452,000	3,845,000

SUMMARY OF FUNDS	FY 2003 Actual	FY 2004 Estimate
Federal 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	0	0
Year-End Fund Balance	0	0
Federal Temporary Assistance for Needy Families 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 two-parent families.		
Funds Expended	272,567,000	242,828,100
Year-End Fund Balance *	(8,661,100)	(4,500,000)
Homeless Trust (DEA3026/A.R.S. § 41-2021)		Non-Appropriated
Source of Revenue: Unclaimed or void warrants, up to \$1,000,000, served as the initial source of financing. The current sources of revenue are donations and investment earnings.		
Purpose of Fund: To provide funds for homeless shelter and supportive services. Yearly expenditures are limited to interest earned. Expenditures from this fund require a match of 25% by grantees.		
Funds Expended	56,300	50,200
Year-End Fund Balance	817,500	786,900
Arizona Industries for the Blind (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	16,611,400	16,975,300
Year-End Fund Balance *	(769,500)	(739,100)
Job Training (DEA1237/A.R.S. § 41-1544)		Appropriated
Source of Revenue: Legislative appropriations, gifts, grants, interest earned on investments and, primarily, proceeds from a 0.1% employers' wage tax.		
Purpose of Fund: To provide training and retraining for specific employment opportunities with new and expanding businesses or businesses undergoing economic conversion. Most of the fund is administered by the Department of Commerce. Laws 2003, Chapter 263 expanded the use of the fund to permit legislative appropriation of fund monies to DES' JOBS program to provide job training for welfare clients. While the DES portion of the fund is appropriated, the Commerce funding is non-appropriated.		
Funds Expended	0	3,829,400
Year-End Fund Balance	0	0
Joint Substance Abuse Treatment (DEA2429/A.R.S. § 8-881)		Non-Appropriated
Source of Revenue: Legislative appropriations from the Federal Temporary Assistance for 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.		
Funds Expended	0	0
Year-End Fund Balance	0	0

SUMMARY OF FUNDS	FY 2003 Actual	FY 2004 Estimate
Long Term Care System (Federal Matched) (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	275,713,600	333,702,700
Year-End Fund Balance *	2,114,700	(12,676,300)
Long Term Care System (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 which are not reimbursed by the federal government, such as room and board.		
Funds Expended	17,349,000	21,240,800
Year-End Fund Balance	0	0
Mesa Land (DEA3151/Laws 1976, Ch. 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 Transferred to Long Term Care System Fund (Appropriated)	336,700	296,300
Year-End Fund Balance	17,500	17,500
Neighbors Helping Neighbors (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	24,100	40,000
Year-End Fund Balance	60,600	61,900
Public Assistance Collections (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	245,400	446,800
Year-End Fund Balance	342,100	365,800
Special Administration (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	1,206,500	2,129,500
Year-End Fund Balance	1,127,400	511,900
Special Olympics Tax Refund (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	86,500	85,000
Year-End Fund Balance	49,400	45,200

SUMMARY OF FUNDS	FY 2003 Actual	FY 2004 Estimate
Spinal and Head Injuries Trust (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	2,110,700	2,478,100
Year-End Fund Balance	1,306,900	800,100
Statewide Cost Allocation Plan (DEA9538/A.R.S. § 41-1954)		Appropriated
Source of Revenue: Federal reimbursement.		
Purpose of Fund: General operations.		
Funds Expended	0	1,000,000
Year-End Fund Balance	0	0
Tobacco Litigation Settlement (DEA2468/A.R.S. § 36-2901.02)		Non-Appropriated
Source of Revenue: Revenues consist of monies Arizona receives as a result of the Tobacco Litigation Master Settlement and any interest earned on those monies. The monies are allocated in accordance to Proposition 204 (2000 General Election).		
Purpose of Fund: To fund the Healthy Families program, which is 1 of 6 programs enacted by Proposition 203 in 1996 for funding from tobacco settlement monies.		
Funds Expended from Statutory Requirement	0	0
Year-End Fund Balance	0	0
Tobacco Tax and Health Care (DEA1306/A.R.S. § 36-2921)		Non-Appropriated
Source of Revenue: Pending available resources, an annual transfer of \$500,000 from the Medically Needy Account of Tobacco Tax money administered by the Arizona Health Care Cost Containment System.		
Purpose of Fund: To provide a variety of services to low-income elderly persons. The services outlined in statute (A.R.S. § 46-192) are for meeting social, physical, and mental health needs, including transportation, nutrition, non-medical home and community based care, and placement in care facilities.		
Funds Expended	451,100	0
Year-End Fund Balance	0	0
Unemployment Insurance Benefits (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	525,901,100	525,000,000
Year-End Fund Balance	923,819,500	1,090,384,600
Utility Assistance (DEA3092/A.R.S. § 46-731)		Non-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 \$900 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.		
Non-Appropriated Funds Expended	826,600	1,270,300
Appropriated Funds Expended	0	500,000
Year-End Fund Balance	665,200	12,900

SUMMARY OF FUNDS	FY 2003 Actual	FY 2004 Estimate
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	45,553,100	48,004,700
Year-End Fund Balance	1,260,800	1,745,600

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

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