

**ARKANSAS PERFORMANCE BUDGETING & ACCOUNTABILITY SYSTEM**  
**AGENCY PROGRAM COMMENTARY**  
**2003 - 2005**

The Division of Child Care and Early Childhood Education requests the following appropriation for the 2003-2005 biennial budget. The change requests are as follows:

- For SFY 2004
  - o for Appropriation 176 \$ 695,028 in federal appropriation
  - o for appropriation 405 \$ 4,000,000 in federal appropriation
  - o for appropriation 320 \$ 6,000,000 in federal appropriation
  - Total \$10,695,028**
- For SFY 2005
  - o for Appropriation 176 \$ 750,175 in federal appropriation
  - o for appropriation 405 \$ 6,500,000 in federal appropriation
  - o for appropriation 320 \$ 8,000,000 in federal appropriation
  - Total \$15,250,175**

The predominance of this request for appropriation is reflected in appropriation 405 and 320. These appropriations support the Child Care Development Fund (CCDF). This block grant is the corner stone of federal funding that supports subsidized child care for families receiving or transition from the welfare program and low-income working families. The purpose of the CCDF is to increase the availability, affordability, and quality of child care service. It achieves these goals by a variety of ways, such as promoting parental choice to empower working parents to make their own decision on the child care that best suits their families needs. In addition, the fund emphasizes the need to enhance the quality and increase the supply of child care services for all families, including those who do not receive direct assistance from these funds. Finally, these funds support a broad range of child care providers, including center-based care, family child care, in-home care, before and after school care, care provided by relatives, faith based child care and parents caring for their own children. All of these categories have experienced tremendous growth in recent years.

Appropriation 176:

**Regular Salaries - (Commitment Item 501:00:00)**

The Division requests restoration of seven unbudgeted positions with appropriation.

SFY 2004 - \$160,917

SFY 2005 - \$165,266

**Fringe - (Commitment Item 501:00:03)**

The Division request appropriation to be used as fringe (estimated at 30%) this request relates to the salary appropriation also being requested by the Division.

SFY 2004 - \$ 29,512

SFY 2005 - \$ 30,310

<b>AGENCY</b> Division of Child Care and Early Childhood Education	<b>DIRECTOR</b>  Janie Huddleston	<b>Program</b>	<b>Page</b> <b>110</b>
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**ARKANSAS PERFORMANCE BUDGETING & ACCOUNTABILITY SYSTEM**  
**AGENCY PROGRAM COMMENTARY**  
**2003 - 2005**

**Maintenance & Operation - (Commitment Item 502:00:02)**

The Division request appropriation to provide ongoing translation of child care and special nutrition client applications and provider regulations into Spanish. This request would also cover subsequent printing and mailing cost. Request \$100,000 each year of the biennium

Please note change in Data Processing Services below that will affect M&O though no additional appropriation is requested.

**Overtime & Compensatory Time - (Commitment Item 501:00:06)**

The Division does not have sufficient Compensatory Time appropriation to meet its administrative needs this request would provide \$5,000 in appropriation for each year of the biennium.

**Professional Services & Contracts - (Commitment Item 506:00:10)**

Appropriation is requested to allow the Division to fully utilize federal carryover funds. This carryover is generated from programs who traditionally under bill during their initial start-up period. As federal funds can carryover from one state year to another this additional appropriation would allow the Division the option to purchase additional services the following contract year. The Division requests:

SFY 2004 - \$250,000

SFY 2005 - \$300,000

**Data Processing Services (See note under M&O)**

The Division request that the base level funding of \$600,000 previously identified as Character 44 be moved to Character 02. This request is necessitated by the change in business practice that now obligates mainframe and Network Services cost through character 02 (commitment item 502:00:02 - GL 5020004000).

**Appropriation 405:**

**Grants and Aid - (Commitment Item 510:00:04)**

This appropriation reflects the Mandatory, Maintenance-of-Effort (MOE) and Matching aspects of the Child Care Development Fund Block Grant. These monies are prioritized to fund subsidized child care services for families on the Transitional Employment Assistance (TEA) Program and those who have left the program, but continue to need extended support child care. This request originated from an analysis of the prior six years of federal awards. This portion of the grant has grown at an average of 9.4% since 1997 and may experience greater increase due to proposed changes in the work requirements as outlined in the Temporary Assistance to Needy Families (TANF) reauthorization. The Division requests appropriation increase for each year of the biennium in the following amounts:

SFY 2004 - \$4,000,000

SFY 2005 - \$ 6,500,000


**Appropriation 320:**

**Grant and Aid - (Commitment Item 510:00:04)**

The Division is requesting appropriation for the Discretionary Fund that is a component of the Child Care Development Fund Block Grant. This component was developed to serve low-income working parents and contains a number of funds earmarked to improve and enhance quality child care. Increases are requested for each year of the biennium in the following amounts:

SFY 2004 - \$6,000,000

SFY 2005 - \$ 8,000,000

<b>AGENCY</b> <b>Division of Child Care and Early Childhood</b> <b>Education</b>	<b>DIRECTOR</b>  <b>Janie Huddleston</b>	<b>Program</b>  <b>BR21</b>	<b>Page</b> <b>111</b>
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**ARKANSAS PERFORMANCE BUDGETING & ACCOUNTABILITY SYSTEM**  
**STATE AGENCY PUBLICATIONS**

**Fiscal Year 2002-2003**  
**Required by: A.C.A. 25-1-204**

**AGENCY:** DHS - Division of Child Care and Early Childhood Education

**AGENCY #** 710

NAME OF PUBLICATION	STATUTORY AUTHORIZATION	PUBLICATION REQUIRED FOR GOVERNOR AND/OR GENERAL ASSEMBLY ONLY	NUMBER OF COPIES PUBLISHED	REASON(S) FOR CONTINUED PUBLICATION AND DISTRIBUTION
Annual status report on the Arkansas Child Care Facilities Loan Guarantee Trust Fund	1997 No. 1132-28	Legislative Council	(1)	The Division believes the reporting adds accountability to the Division's management of these monies. The fund is unique in that it allows the Division to place the monies in interest bearing CD's across the state to support loans to child care facilities.
Annual report and mission statement of the Arkansas Early Childhood Commission	2001 20-78-501 and 502	Legislative Council	(1)	The annual report of the Commission keeps the Governor and Legislators apprised of the activities of the Division that strongly impacts the workforce of the state as well as affects the health and safety of many of the States children.
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**ARKANSAS PERFORMANCE BUDGETING & ACCOUNTABILITY SYSTEM**  
Biennial Department Appropriation Summary

Agency Name DHS - DIVISION OF CHILD CARE AND EARLY CHILDHOOD EDUCATION  
Agency Code 710

Code	Appropriation Name	2001-02		2002-03		Agency Request				Executive Recommendation			
		Actual	Pos.	Budget	Pos.	2003-04	Pos.	2004-05	Pos.	2003-04	Pos.	2004-05	Pos.
320	Child Care Development Discretionary	19,493,088		21,741,878	0	27,741,878	0	29,741,878	0	27,741,878	0	29,741,878	0
800	Child Care Food Program	26,099,451		30,000,000	0	30,000,000	0	30,000,000	0	30,000,000	0	30,000,000	0
806	Child Care Operations	8,152,487		9,945,744	104	10,684,702	111	10,849,351	111	10,684,702	111	10,849,351	111
808	Child Care Grants/Aids	18,655,109		22,391,392	0	26,391,392	0	28,891,392	0	26,391,392	0	28,891,392	0
Grand Total		70,400,135		84,079,014	104	94,817,972	111	99,482,621	111	94,817,972	111	99,482,621	111

Funding Sources													
Name	Code		% of Total		% of Total		% of Total		% of Total		% of Total		% of Total
General Revenue	4000010	6,335,464	9.0	6,792,678	8.1	6,793,759	7.2	6,799,568	6.9	6,793,759	7.2	6,799,568	6.9
Federal Revenue	4000020	63,365,791	90.0	77,086,338	91.7	87,105,664	92.6	91,709,358	92.9	87,105,664	92.6	91,709,358	92.9
Special Revenue	4000030	698,880	1.0	200,000	0.2	200,000	0.2	200,000	0.2	200,000	0.2	200,000	0.2
Total Funding		70,400,135	100.0	84,079,014	100.0	94,099,423	100.0	98,708,926	100.0	94,099,423	100.0	98,708,926	100.0
Excess Appor(Funding)		0		0		718,549		773,695		718,549		773,695	
Grand Total		70,400,135		84,079,014		94,817,972		99,482,621		94,817,972		99,482,621	

## ARKANSAS BUDGET SYSTEM

## DEPARTMENT PROGRAM SUMMARY

<b>AGENCY TITLE</b> <b>DHS-Division of Child Care and Early Childhood Education</b>	<b>2001-03 Expenditures</b>				<b>2003-05 Biennium Request</b>				<b>2003-05 Executive Recommendation</b>			
	<b>Actual 2001-02</b>	<b>No. of Pos.</b>	<b>Budgeted 2002-03</b>	<b>No. of Pos.</b>	<b>Year 1 2003-04</b>	<b>No. of Pos.</b>	<b>Year 2 2004-05</b>	<b>No. of Pos.</b>	<b>Year 1 2003-04</b>	<b>No. of Pos.</b>	<b>Year 2 2004-05</b>	<b>No. of Pos.</b>
DC Administration	\$8,152,487		\$9,945,754	124	\$10,684,702	124	\$10,849,351	124	\$10,684,702	124	\$10,849,351	124
Child Care Assistance	62,247,648		74,133,260	0	84,133,270	0	88,633,270	0	84,133,270	0	88,633,270	0
TOTALS	\$70,400,135		\$84,079,014	124	\$94,817,972	124	\$99,482,621	124	\$94,817,972	124	\$99,482,621	124
Funding Sources		% of Total		% of Total		% of Total		% of Total		% of Total		% of Total
Und Balances												
General Revenues	6,335,464	9.0%	6,792,676	8.1%	6,793,759	7.2%	6,799,568	6.9%	6,793,759	7.2%	6,799,568	6.9%
Federal Funds	63,365,791	90.0%	77,086,338	91.7%	87,105,664	92.6%	91,709,358	92.9%	87,105,664	92.6%	91,709,358	92.9%
Special Revenues	698,880	1.0%	200,000	0.2%	200,000	0.2%	200,000	0.2%	200,000	0.2%	200,000	0.2%
Total Funding	70,400,135	100.0%	84,079,014	100.0%	94,099,423	100.0%	98,708,926	100.0%	94,099,423	100.0%	98,708,926	100.0%
Excess Appro./ (Funding)	0		0		718,549		773,695		718,549		773,695	
TOTAL	\$70,400,135		\$84,079,014		\$94,817,972		\$99,482,621		\$94,817,972		\$99,482,621	
DEPARTMENT			DIRECTOR					DEPARTMENT PROGRAM SUMMARY				
Department of Human Services Division of Child Care and Early Childhood Education			Janie Huddleston									

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**ARKANSAS PERFORMANCE BUDGETING & ACCOUNTABILITY SYSTEM**  
**ANALYSIS OF BUDGET REQUEST**  
**2003 - 2005**

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**The Child Care and Development Block Grant (CCDF) consolidates childcare assistance programs and requires states to develop an integrated service delivery system to meet the needs of low income families.** This appropriation is for the Discretionary category of funds.

Specifically, these funds are targeted for low income working families and those transitioning off welfare to obtain child care so they can work or obtain the training necessary to obtain employment or attend educational programs that will lead to employment. The funding source for this appropriation is 100% Federal funds through the U. S. Department of Health and Human Services, Administration on Children and Families (DHHS/ACF).

The Agency Base Level request for this appropriation is \$21,741,878 for each year of the biennium.

The Agency Change Level request totals \$6,000,000 for FY2004 and \$8,000,000 for FY2005. The increase each year is to accommodate the anticipated growth in childcare services.

The Executive Recommendation provides Federal funding for the Agency Request.

AGENCY	APPROPRIATION	TREASURY FUND	ANALYSIS OF BUDGET REQUEST	PAGE
Name: DHS – Division of Child Care and Early Childhood Education	Name: Child Care/Early Childhood Child Care Dev. - Discretionary	Name: DHS - Federal		
Code: 710	Code: 320	Code: FWF		115



ARKANSAS PERFORMANCE BUDGETING & ACCOUNTABILITY SYSTEM  
Biennial Appropriation Summary

Agency Name DEPARTMENT OF HUMAN SERVICES  
Agency Code 710  
Appropriation Name Child Care/Early Childhood-Child Care Development Discretionary  
Appropriation Code 320  
Fund Name DHS - Federal  
Fund Code FWF

Character Name	Expenditures					Agency Request										Recommendations			
	2001-02		2002-03		Pos.	2003-04					2004-05					Executive			
	Actual	Budget		Authorized		Base Level	Pos.	Change Level	Pos.	Total	Pos.	Base Level	Pos.	Change Level	Pos.	Total	Pos.	2003-04	2004-05
Grants/Aid	19,493,088	21,741,878	0	21,741,878	0	21,741,878	0	6,000,000	0	27,741,878	0	21,741,878	0	8,000,000	0	29,741,878	0	27,741,878	29,741,878
Grand Total	19,493,088	21,741,878	0	21,741,878	0	21,741,878	0	6,000,000	0	27,741,878	0	21,741,878	0	8,000,000	0	29,741,878	0	27,741,878	29,741,878

Funding Sources																			
Name																			
Federal Revenue	19,493,088	21,741,878	*****	*****	*****	21,741,878	*****	6,000,000	*****	27,741,878	*****	21,741,878	*****	8,000,000	*****	29,741,878	*****	27,741,878	29,741,878
Total Funding	19,493,088	21,741,878	*****	*****	*****	21,741,878	*****	6,000,000	*****	27,741,878	*****	21,741,878	*****	8,000,000	*****	29,741,878	*****	27,741,878	29,741,878
Excess Appro(Funding)	0	0	*****	*****	*****	0	*****	0	*****	0	*****	0	*****	0	*****	0	*****	0	0
Grand Total	19,493,088	21,741,878	*****	*****	*****	21,741,878	*****	6,000,000	*****	27,741,878	*****	21,741,878	*****	8,000,000	*****	29,741,878	*****	27,741,878	29,741,878

# ARKANSAS PERFORMANCE BUDGETING & ACCOUNTABILITY SYSTEM

## Biennial Appropriation Summary

Agency Name                      DEPARTMENT OF HUMAN SERVICES  
 Agency Code                      710  
 Appropriation Name              Child Care/Early Childhood-Child Care Development Discretionary  
 Appropriation Code              320  
 Fund Name                        DHS - Federal  
 Fund Code                        FWF

Character		Expenditures				
		2001-02	2002-03		2002-03	
Name	Code	Actual	Budget	Pos.	Authorized	Pos.
Grants/Aid	5100004	19,493,088	21,741,878	0	21,741,878	0
Grand Total		19,493,088	21,741,878	0	21,741,878	0

Funding Sources						
Name	Code					
Federal Revenue	4000020	19,493,088	21,741,878	*****	*****	*****
Total Funding		19,493,088	21,741,878	*****	*****	*****
Excess Appro/(Funding)		0	0	*****	*****	*****
Grand Total		19,493,088	21,741,878	*****	*****	*****



ARKANSAS PERFORMANCE BUDGETING & ACCOUNTABILITY SYSTEM  
Biennial Appropriation Summary

Agency Name: DEPARTMENT OF HUMAN SERVICES  
 Agency Code: 710  
 Appropriation Name: Child Care/Early Childhood-Child Care Development Discretionary  
 Appropriation Code: 320  
 Fund Name: DHS - Federal  
 Fund Code: FWF

Character		Agency Request											
		2003-04						2004-05					
Name	Code	Base Level	Pos.	Change Level	Pos.	Total	Pos.	Base Level	Pos.	Change Level	Pos.	Total	Pos.
Grants/Aid	5100004	21,741,878	0	6,000,000	0	27,741,878	0	21,741,878	0	8,000,000	0	29,741,878	0
Grand Total		21,741,878	0	6,000,000	0	27,741,878	0	21,741,878	0	8,000,000	0	29,741,878	0

Funding Sources													
Name	Code												
Federal Revenue	4000020	21,741,878	*****	6,000,000	*****	27,741,878	*****	21,741,878	*****	8,000,000	*****	29,741,878	*****
Total Funding		21,741,878	*****	6,000,000	*****	27,741,878	*****	21,741,878	*****	8,000,000	*****	29,741,878	*****
Excess Appr/(Funding)		0	*****	0	*****	0	*****	0	*****	0	*****	0	*****
Grand Total		21,741,878	*****	6,000,000	*****	27,741,878	*****	21,741,878	*****	8,000,000	*****	29,741,878	*****

**ARKANSAS PERFORMANCE BUDGETING & ACCOUNTABILITY SYSTEM**  
**Biennial Appropriation Summary**

Agency Name                    DEPARTMENT OF HUMAN SERVICES  
 Agency Code                   710  
 Appropriation Name           Child Care/Early Childhood-Child Care Development Discretionary  
 Appropriation Code           320  
 Fund Name                    DHS - Federal  
 Fund Code                    FWF

Character		Recommendations							
		Executive				Legislative			
		2003-04	Pos.	2004-05	Pos.	2003-04	Pos.	2004-05	Pos.
Grants/Aid	5100004	27,741,878	0	29,741,878	0	0	0	0	0
Grand Total		27,741,878	0	29,741,878	0	0	0	0	0

Funding Sources									
Name	Code								
Federal Revenue	4000020	27,741,878	*****	29,741,878	*****	0	*****	0	*****
Total Funding		27,741,878	*****	29,741,878	*****	0	*****	0	*****
Excess Appro/(Funding)		0	*****	0	*****	0	*****	0	*****
Grand Total		27,741,878	*****	29,741,878	*****	0	*****	0	*****

ARKANSAS PERFORMANCE BUDGETING & ACCOUNTABILITY SYSTEM  
Biennial Rank by Appropriation

Agency Name DEPARTMENT OF HUMAN SERVICES  
Agency Code 710  
Appropriation Name Child Care/Early Childhood-Child Care Development Discretionary  
Appropriation Code 320  
Fund Name DHS - Federal  
Fund Code FWF

Rank		Justification		Designation		Cost Center		2001-02			2002-03			Agency Request				Executive Recommendation				Legislative Recommendation			
				BL	Base Level	Total		Actual	Budget	Pos.	Budget	Pos.	2003-04	Pos.	2004-05	Pos.	2003-04	Pos.	2004-05	Pos.	2003-04	Pos.	2004-05	Pos.	
1	Appropriation only is requested for the Discretionary Fund - a 100% federal component of the Child care Development Fund Block Grant. This component was developed to subsidized child care for low-income working parents and contains a number of funds earmarked to also improve and enhance quality child care.							19,493,088	21,741,878	0			21,741,878	0	21,741,878	0	21,741,878	0	21,741,878	0	0	0	0	0	
		C04		417848	Daycare			0		0	0	8,000,000	0	8,000,000	0	8,000,000	0	8,000,000	0	8,000,000	0	0	0	0	0
		C04			Total			0		0	0	8,000,000	0	8,000,000	0	8,000,000	0	8,000,000	0	8,000,000	0			0	0
				Grand Total		Total			19,493,088	21,741,878	0	27,741,878	0	29,741,878	0	27,741,878	0	29,741,878	0	29,741,878	0	0	0	0	0



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**ARKANSAS PERFORMANCE BUDGETING & ACCOUNTABILITY SYSTEM**  
**ANALYSIS OF BUDGET REQUEST**  
**2003 - 2005**

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The Child Care Food Program is 100% federally funded by the U. S. Department of Agriculture and reimburses qualified organizations for nutritious meals provided in public and non-profit licensed child care centers, adult day care centers, day care homes and outside-school-hours centers. Private for profit organizations may qualify if they receive payments under Title XX of the Social Security Act for at least twenty-five percent of their clients. Residential programs are not eligible for participation in this food program. Adult day care centers eligible for participation include proprietary Title XIX or Title XX funded centers licensed by Federal, State or Local authorities and provide adult day care services on a less than 24-hour basis.

Eligibility is restricted to children who are twelve years of age and younger or fifteen for children of migrant workers; individuals with physical or mental disabilities of any age as long as the majority of enrollees are under 18 years old; and persons 60 years or older or chronically impaired people with disabilities. Chronically impaired includes persons with Alzheimer's disease and related disorders with neurological and organic brain dysfunction.

A "sponsoring organization" is a public or non-profit private organization that is totally responsible for the administration of a food program with the following eligible to participate in the program:

- One or more day care homes
- A child care center, outside-school-hours care centers, or adult day care center which is a legally distinct entity from the sponsoring organization
- Two or more child care centers, outside-school-hours care centers, or adult day care centers
- Any combination of child care centers, adult day care centers, day care homes, and outside-school-hours care centers

Programs that participate in the child care food program may be reimbursed for two meals and one supplement or two supplements and one meal per child per day. Reimbursement rates are based on the Consumer Price Index and meal service provided and are announced annually. Sponsoring organizations of day care homes are paid administrative fees of \$80.00 per home per month for the initial 50 homes; \$61.00 for the next 150 homes; \$48.00 the next 800 homes; and \$42.00 additional homes.

AGENCY	APPROPRIATION	TREASURY FUND	ANALYSIS OF BUDGET REQUEST	PAGE
Name: DHS-Division of Child Care Early Childhood Education	Name: Child Care/Early Childhood - Child Care Food Program	Name: DHS - Federal		121
Code: 710	Code: 890	Code: FWF		

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**ARKANSAS PERFORMANCE BUDGETING & ACCOUNTABILITY SYSTEM**  
**ANALYSIS OF BUDGET REQUEST**  
**2003 - 2005**

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In addition to the Child Care Food Program, the National School Lunch Program, Special Milk Program, and the Summer Food Service Program are also administered by the Division of Child Care and Early Childhood Education and are 100% federally funded by the U.S. Department of Agriculture.

The Agency has requested a Base Level budget in the amount of \$30,000,000 for each year of the Biennium.

The Executive Recommendation provides for the Agency Request.

AGENCY	APPROPRIATION	TREASURY FUND	ANALYSIS OF BUDGET REQUEST	PAGE
Name: DHS-Division of Child Care Early Childhood Education	Name: Child Care/Early Childhood - Child Care Food Program	Name: DHS - Federal		
Code: 710	Code: 890	Code: FWF		122

ARKANSAS PERFORMANCE BUDGETING & ACCOUNTABILITY SYSTEM  
Biennial Appropriation Summary

Agency Name DEPARTMENT OF HUMAN SERVICES  
Agency Code 710  
Appropriation Name Child Care/Early Childhood - Child Care Food Program  
Appropriation Code 890  
Fund Name DHS - Federal  
Fund Code FWF

Character Name	Expenditures					Agency Request												Recommendations			
	2001-02		2002-03		2002-03		2003-04						2004-05						Executive		
	Actual	Budget	Pos.	Authorized	Pos.	Base Level	Pos.	Change Level	Pos.	Total	Pos.	Base Level	Pos.	Change Level	Pos.	Total	Pos.	2003-04	Pos.	2004-05	Pos.
Grants/Aid	26,099,451	30,000,000	0	32,400,000	0	30,000,000	0	0	0	30,000,000	0	30,000,000	0	0	0	30,000,000	0	30,000,000	0	30,000,000	0
Grand Total	26,099,451	30,000,000	0	32,400,000	0	30,000,000	0	0	0	30,000,000	0	30,000,000	0	0	0	30,000,000	0	30,000,000	0	30,000,000	0

Funding Sources																					
Name																					
Federal Revenue	26,099,451	30,000,000	*****	*****	*****	30,000,000	*****	0	*****	30,000,000	*****	30,000,000	*****	0	*****	30,000,000	*****	30,000,000	*****	30,000,000	*****
Total Funding	26,099,451	30,000,000	*****	*****	*****	30,000,000	*****	0	*****	30,000,000	*****	30,000,000	*****	0	*****	30,000,000	*****	30,000,000	*****	30,000,000	*****
Excess Appro(Funding)	0	0	*****	*****	*****	0	*****	0	*****	0	*****	0	*****	0	*****	0	*****	0	*****	0	*****
Grand Total	26,099,451	30,000,000	*****	*****	*****	30,000,000	*****	0	*****	30,000,000	*****	30,000,000	*****	0	*****	30,000,000	*****	30,000,000	*****	30,000,000	*****



# ARKANSAS PERFORMANCE BUDGETING & ACCOUNTABILITY SYSTEM

## Biennial Appropriation Summary

Agency Name                      DEPARTMENT OF HUMAN SERVICES  
 Agency Code                      710  
 Appropriation Name              Child Care/Early Childhood - Child Care Food Program  
 Appropriation Code              890  
 Fund Name                        DHS - Federal  
 Fund Code                        FWF

Character		Expenditures				
		2001-02	2002-03	2002-03		
Name	Code	Actual	Budget	Pos.	Authorized	Pos.
Grants/Aid	5100004	26,099,451	30,000,000	0	32,400,000	0
Grand Total		26,099,451	30,000,000	0	32,400,000	0

Funding Sources						
Name	Code					
Federal Revenue	4000020	26,099,451	30,000,000	*****	*****	*****
Total Funding		26,099,451	30,000,000	*****	*****	*****
Excess Appro/(Funding)		0	0	*****	*****	*****
Grand Total		26,099,451	30,000,000	*****	*****	*****

ARKANSAS PERFORMANCE BUDGETING & ACCOUNTABILITY SYSTEM  
Biennial Appropriation Summary

Agency Name           DEPARTMENT OF HUMAN SERVICES  
Agency Code         710  
Appropriation Name   Child Care/Early Childhood - Child Care Food Program  
Appropriation Code   890  
Fund Name            DHS - Federal  
Fund Code            FWF

Character		Agency Request											
		2003-04						2004-05					
		Base Level	Pos.	Change Level	Pos.	Total	Pos.	Base Level	Pos.	Change Level	Pos.	Total	Pos.
Grants/Aid	5100004	30,000,000	0	0	0	30,000,000	0	30,000,000	0	0	0	30,000,000	0
Grand Total		30,000,000	0	0	0	30,000,000	0	30,000,000	0	0	0	30,000,000	0

Funding Sources													
Name	Code												
Federal Revenue	4000020	30,000,000	*****	0	*****	30,000,000	*****	30,000,000	*****	0	*****	30,000,000	*****
Total Funding		30,000,000	*****	0	*****	30,000,000	*****	30,000,000	*****	0	*****	30,000,000	*****
Excess Appro/(Funding)		0	*****	0	*****	0	*****	0	*****	0	*****	0	*****
Grand Total		30,000,000	*****	0	*****	30,000,000	*****	30,000,000	*****	0	*****	30,000,000	*****

# ARKANSAS PERFORMANCE BUDGETING & ACCOUNTABILITY SYSTEM

## Biennial Appropriation Summary

Agency Name                    DEPARTMENT OF HUMAN SERVICES  
 Agency Code                   710  
 Appropriation Name           Child Care/Early Childhood - Child Care Food Program  
 Appropriation Code           890  
 Fund Name                    DHS - Federal  
 Fund Code                    FWF

Character		Recommendations							
		Executive				Legislative			
Name	Code	2003-04	Pos.	2004-05	Pos.	2003-04	Pos.	2004-05	Pos.
Grants/Aid	5100004	30,000,000	0	30,000,000	0	0	0	0	0
Grand Total		30,000,000	0	30,000,000	0	0	0	0	0

Funding Sources									
Name	Code								
Federal Revenue	4000020	30,000,000	*****	30,000,000	*****	0	*****	0	*****
Total Funding		30,000,000	*****	30,000,000	*****	0	*****	0	*****
Excess Appro/(Funding)		0	*****	0	*****	0	*****	0	*****
Grand Total		30,000,000	*****	30,000,000	*****	0	*****	0	*****



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**ARKANSAS PERFORMANCE BUDGETING & ACCOUNTABILITY SYSTEM**  
**ANALYSIS OF BUDGET REQUEST**  
**2003 - 2005**

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The Division of Child Care and Early Childhood Education was created within the Department of Human Services to accommodate the Type 2 transfer pursuant to Arkansas Code Annotated § 25-2-105, of the Early Childhood Commission and the Administration of the Arkansas Better Chance (ABC) program from the Department of Education. Act 1132 of 1997 authorized the transfer of the Early Childhood Commission and the 2% Administrative component of the ABC program to the Department of Human Services. The ABC program administration transfer is under an interagency/contractual agreement with the Department of Education. Rules and Regulations pertaining to the ABC and final authority of the ABC Grant process remains with the Department of Education.

The effective date of operation of the new Division was August 10, 1997 pursuant to Act 1132 of 1997. Additionally, programs related to childcare within DHS were also transferred to the new Division. Programs that were transferred include day care eligibility, special nutrition and child care licensing and were transferred from the Division of Children and Family Services. **Creation of a new Division supports the requirement in the Federal Child Care and Development Fund for the establishment of a comprehensive, integrated service delivery system to meet the needs of low income families.**

Arkansas Code Annotated §§ 20-78-202-224 designates the Division of Child Care and Early Childhood Education as the entity responsible for child care facilities in the State and replaces the Child Care Facility Review Board. The Board's authority for setting "standards governing the granting, revocation, refusal, and suspension of licenses for a child care facility and the operation of child care facilities in this state" is placed with the Division of Child Care. The Division of Child Care and Early Childhood Education has four (4) distinct operational units:

**Program Support:** This area includes Grants; Professional Development and Training; Guarantee and ADFA Loan Funds; Direct Service Contracts; Information and Referral; Technical Assistance; Arkansas Better Chance Program; Child Care Resource Center and Program Approval and Accreditation

**Family Support:** Day Care Subsidies; Eligibility Determination; Consumer/Parent Education and Liaison Activities with Children and Family Services/Protective Services Day Care and County Operations/Relative Care

AGENCY	APPROPRIATION	TREASURY FUND	ANALYSIS OF BUDGET REQUEST	PAGE
Name: DHS-Division of Child Care Early Childhood Education	Name: Child Care/Early Childhood Education - Operations	Name: Administration Paying- Child Care/Early Childhood Education		127
Code: 710	Code: 896	Code: PWP		



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**ARKANSAS PERFORMANCE BUDGETING & ACCOUNTABILITY SYSTEM**  
**ANALYSIS OF BUDGET REQUEST**  
**2003 - 2005**

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**Special Nutrition:** Child & Adult Care Food Program; Summer Nutrition Program; School Lunch & Breakfast Program and Special Milk Program

**Licensing:** Facility Licensing; Voluntary Registration (homes); Criminal Background Checks; and Technical Assistance/Development Activities

Arkansas Code Annotated § 6-45-105 created The Arkansas Better Chance Program. This program provides funding to expand the availability of developmentally appropriate early childhood programs including such programs as Head Start, Home Instruction Program for Preschool Youngsters, Therapeutic Child Development Programs and Parents As Teachers. Availability of these programs will foster improved skill development of children, particularly those who have been identified as "at-risk" and enhance the probability of overall educational success. Approximately 8,000 children participate in the program annually.

Act 1132 of 1997 authorized "That part of the General Education Division of the Department of Education pertaining to operations of the Early Childhood Commission, including only the two percent (2%) administrative component of the Better Chance Program, is hereby transferred by a Type 2 transfer as provided in § 25-2-105 to the Department of Human Services, Division of Child Care and Early Childhood Education." Contracts are with Public Schools and Cooperatives. The Division of Child Care and Early Childhood Education makes recommendations to the Department of Education/State Board of Education for final determination as to contract awards. The matching ratio for the contracts is 60 percent State and 40 percent Local funds. The funds can be used for teachers, transportation and administrative operations. These funds can not be used to supplant other funds required to be expended by the school districts and cooperatives.

Arkansas Code Annotated § 6-45-105(b) authorizes the General Education Division of the Department of Education to contract with the Division of Child Care and Early Childhood Education, Arkansas Department of Human Services to administer the Better Chance Program.

Arkansas Code Annotated § 20-78-501 created the Arkansas Early Childhood Commission. The Commission is the coordinating entity for early childhood initiatives that provide services involving child care facilities; early childhood programs such as Head Start and Home

AGENCY	APPROPRIATION	TREASURY FUND	ANALYSIS OF BUDGET REQUEST	PAGE
Name: DHS-Division of Chld Care Early Childhood Education	Name: Chld Care/Early Childhood Education - Operations	Name: Administration Paying- Child Care/Early Childhood Education		
Code: 710	Code: 896	Code: PWP		128

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**ARKANSAS PERFORMANCE BUDGETING & ACCOUNTABILITY SYSTEM**  
**ANALYSIS OF BUDGET REQUEST**  
**2003 - 2005**

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Instruction Program for Preschool Youngsters (HIPPY); and training of professionals in the field of early childhood education.

Funding for this appropriation is derived from General Revenue, Federal Revenue from Child Nutrition, Child Care Development Block Grant, Child Care Development Fund consisting of Mandatory, Matching and Discretionary funds and Other Revenue from Child Care Provider License Fees.

The Agency Base Level request for this appropriation is \$9,966,153 for FY2004 and \$10,075,656 for FY2005 with 104 budgeted positions. The Base Level includes a 2.7% salary increase each year over the FY03 salary levels for all incumbents plus associated increases in Personal Services Matching. Included in Personal Services Matching is a \$33 per month increase in the monthly contribution for State employee's health insurance for a total state contribution of \$280 per month per budgeted employee.

The Agency Change Level request totals \$718,548 for FY2003 and \$773,695 for FY2005, with no additional General Revenue funding, and is comprised of the following:

- ◆ Restoration of 7 positions to provide for flexibility.
- ◆ Overtime appropriation in the amount of \$5000 each year of the biennium to meet administrative needs.
- ◆ Transfer Data Processing Service to Operating Expenses.
- ◆ Appropriation in the amount of \$100,000 to provide ongoing translations of child care and special nutrition client applications and provider regulations into Spanish. In addition, this request covers subsequent printing and mailing cost.
- ◆ Appropriation only in the amount of \$250,000 to utilize carry over funds from Child Care Development Fund Block Grant for Professional Administration fees.

The Executive Recommendation provides for the Agency Request.

AGENCY	APPROPRIATION	TREASURY FUND	ANALYSIS OF BUDGET REQUEST	PAGE
Name: DHS-Division of Child Care Early Childhood Education	Name: Child Care/Early Childhood Education - Operations	Name: Administration Paying- Child Care/Early Childhood Education		129
Code: 710	Code: 896	Code: PWP		



ARKANSAS PERFORMANCE BUDGETING & ACCOUNTABILITY SYSTEM  
Biennial Appropriation Summary

Agency Name DEPARTMENT OF HUMAN SERVICES  
Agency Code 710  
Appropriation Name Child Care/Early Childhood Education - Operations  
Appropriation Code 896  
Fund Name Administration Paying - Child Care/Early Childhood Education  
Fund Code PWP

Character Name	Expenditures					Agency Request														Recommendations			
	2001-02		2002-03		2002-03		2003-04					2004-05					Executive						
	Actual	Budget	Pos.	Authorized	Pos.	Base Level	Pos.	Change Level	Pos.	Total	Pos.	Base Level	Pos.	Change Level	Pos.	Total	Pos.	2003-04	Pos.	2004-05	Pos.		
Regular Salaries	3,174,723	3,335,579	104	3,274,389	110	3,425,638	104	160,917	7	3,586,555	111	3,518,131	104	165,266	7	3,683,397	111	3,586,555	111	3,683,397	111		
Extra Help	99,490	153,796	13	153,796	13	153,796	13	0	0	153,796	13	153,796	13	0	0	153,796	13	153,796	13	153,796	13		
Personal Serv Match	869,310	934,849	0	912,885	0	990,313	0	53,032	0	1,043,345	0	1,007,323	0	53,830	0	1,061,153	0	1,043,345	0	1,061,153	0		
Overtime	62	0	0	0	0	0	0	5,000	0	5,000	0	0	0	5,000	0	5,000	0	5,000	0	5,000	0		
Operating Expenses	1,236,457	1,362,808	0	1,362,808	0	1,362,808	0	700,000	0	2,062,808	0	1,362,808	0	700,000	0	2,062,808	0	2,062,808	0	2,062,808	0		
Travel-Conferences	43,206	66,791	0	66,791	0	66,791	0	0	0	66,791	0	66,791	0	0	0	66,791	0	66,791	0	66,791	0		
Capital Outlay	26,630	125,114	0	125,114	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0		
Prof. Fees & Serv.	2,668,405	3,516,406	0	3,516,406	0	3,516,406	0	250,000	0	3,766,406	0	3,516,406	0	300,000	0	3,816,406	0	3,766,406	0	3,816,406	0		
Data Processing Service	34,203	450,401	0	600,000	0	450,401	0	(450,401)	0	0	0	450,401	0	(450,401)	0	0	0	0	0	0	0		
Grand Total	8,152,487	9,945,744	117	10,012,189	123	9,966,153	117	718,548	7	10,684,702	124	10,075,656	117	773,695	7	10,849,351	124	10,684,702	124	10,849,351	124		

Funding Sources Name	2001-02 Actual	2002-03 Budget	2002-03 Pos.	2002-03 Authorized	2002-03 Pos.	2003-04 Base Level	2003-04 Pos.	2003-04 Change Level	2003-04 Pos.	2003-04 Total	2003-04 Pos.	2004-05 Base Level	2004-05 Pos.	2004-05 Change Level	2004-05 Pos.	2004-05 Total	2004-05 Pos.	2003-04	2003-04 Pos.	2004-05	2004-05 Pos.
General Revenue	338,293	527,678	*****	*****	*****	528,761	*****	0	*****	528,761	*****	534,570	*****	0	*****	534,570	*****	528,761	*****	534,570	*****
Federal Revenue	7,115,314	9,218,066	*****	*****	*****	9,237,392	*****	0	*****	9,237,392	*****	9,341,086	*****	0	*****	9,341,086	*****	9,237,392	*****	9,341,086	*****
Special Revenue	698,880	200,000	*****	*****	*****	200,000	*****	0	*****	200,000	*****	200,000	*****	0	*****	200,000	*****	200,000	*****	200,000	*****
Total Funding	8,152,487	9,945,744	*****	*****	*****	9,966,153	*****	0	*****	9,966,153	*****	10,075,656	*****	0	*****	10,075,656	*****	9,966,153	*****	10,075,656	*****
Excess Appor(Funding)	0	0	*****	*****	*****	0	*****	718,548	*****	718,548	*****	0	*****	773,695	*****	773,695	*****	718,548	*****	773,695	*****
Grand Total	8,152,487	9,945,744	*****	*****	*****	9,966,153	*****	718,548	*****	10,684,702	*****	10,075,656	*****	773,695	*****	10,849,351	*****	10,684,702	*****	10,849,351	*****



# ARKANSAS PERFORMANCE BUDGETING & ACCOUNTABILITY SYSTEM

## Biennial Appropriation Summary

Agency Name DEPARTMENT OF HUMAN SERVICES  
 Agency Code 710  
 Appropriation Name Child Care/Early Childhood Education - Operations  
 Appropriation Code 896  
 Fund Name Administration Paying - Child Care/Early Childhood Education  
 Fund Code PWP

Character		Expenditures				
		2001-02	2002-03		2002-03	
Name	Code	Actual	Budget	Pos.	Authorized	Pos.
Regular Salaries	5010000	3,174,723	3,335,579	104	3,274,389	110
Extra Help	5010001	99,490	153,796	13	153,796	13
Personal Serv Match	5010003	869,310	934,849	0	912,885	0
Overtime	5010006	62	0	0	0	0
Operating Expenses	5020002	1,236,457	1,362,808	0	1,362,808	0
Travel-Conferences	5050009	43,206	66,791	0	66,791	0
Capital Outlay	5120011	26,630	125,114	0	125,114	0
Prof. Fees & Serv.	5060010	2,668,405	3,516,406	0	3,516,406	0
Data Processing Service	5900044	34,203	450,401	0	600,000	0
Grand Total		8,152,487	9,945,744	117	10,012,189	123

Funding Sources						
Name	Code					
General Revenue	4000010	338,293	527,678	*****	*****	*****
Federal Revenue	4000020	7,115,314	9,218,066	*****	*****	*****
Special Revenue	4000030	698,880	200,000	*****	*****	*****
Total Funding		8,152,487	9,945,744	*****	*****	*****
Excess Appro/(Funding)		0	0	*****	*****	*****
Grand Total		8,152,487	9,945,744	*****	*****	*****

**ARKANSAS PERFORMANCE BUDGETING & ACCOUNTABILITY SYSTEM**  
**Biennial Appropriation Summary**

Agency Name           DEPARTMENT OF HUMAN SERVICES  
Agency Code           710  
Appropriation Name    Child Care/Early Childhood Education - Operations  
Appropriation Code    896  
Fund Name             Administration Paying - Child Care/Early Childhood Education  
Fund Code             PWP

Character		Agency Request											
		2003-04						2004-05					
Name	Code	Base Level	Pos.	Change Level	Pos.	Total	Pos.	Base Level	Pos.	Change Level	Pos.	Total	Pos.
Regular Salaries	5010000	3,425,638	104	160,917	7	3,586,555	111	3,518,131	104	165,266	7	3,683,397	111
Extra Help	5010001	153,796	13	0	0	153,796	13	153,796	13	0	0	153,796	13
Personal Serv Match	5010003	990,313	0	53,032	0	1,043,345	0	1,007,323	0	53,830	0	1,061,153	0
Overtime	5010006	0	0	5,000	0	5,000	0	0	0	5,000	0	5,000	0
Operating Expenses	5020002	1,362,808	0	700,000	0	2,062,808	0	1,362,808	0	700,000	0	2,062,808	0
Travel-Conferences	5050009	66,791	0	0	0	66,791	0	66,791	0	0	0	66,791	0
Capital Outlay	5120011	0	0	0	0	0	0	0	0	0	0	0	0
Prof. Fees & Serv.	5060010	3,516,406	0	250,000	0	3,766,406	0	3,516,406	0	300,000	0	3,816,406	0
Data Processing Service	5900044	450,401	0	(450,401)	0	0	0	450,401	0	(450,401)	0	0	0
<b>Grand Total</b>		<b>9,966,153</b>	<b>117</b>	<b>718,548</b>	<b>7</b>	<b>10,684,702</b>	<b>124</b>	<b>10,075,656</b>	<b>117</b>	<b>773,695</b>	<b>7</b>	<b>10,849,351</b>	<b>124</b>

Funding Sources													
Name	Code												
General Revenue	4000010	528,761	*****	0	*****	528,761	*****	534,570	*****	0	*****	534,570	*****
Federal Revenue	4000020	9,237,392	*****	0	*****	9,237,392	*****	9,341,086	*****	0	*****	9,341,086	*****
Special Revenue	4000030	200,000	*****	0	*****	200,000	*****	200,000	*****	0	*****	200,000	*****
<b>Total Funding</b>		<b>9,966,153</b>	<b>*****</b>	<b>0</b>	<b>*****</b>	<b>9,966,153</b>	<b>*****</b>	<b>10,075,656</b>	<b>*****</b>	<b>0</b>	<b>*****</b>	<b>10,075,656</b>	<b>*****</b>
Excess Appr/(Funding)		0	*****	718,548	*****	718,549	*****	0	*****	773,695	*****	773,695	*****
<b>Grand Total</b>		<b>9,966,153</b>	<b>*****</b>	<b>718,548</b>	<b>*****</b>	<b>10,684,702</b>	<b>*****</b>	<b>10,075,656</b>	<b>*****</b>	<b>773,695</b>	<b>*****</b>	<b>10,849,351</b>	<b>*****</b>

# ARKANSAS PERFORMANCE BUDGETING & ACCOUNTABILITY SYSTEM

## Biennial Appropriation Summary

Agency Name                      DEPARTMENT OF HUMAN SERVICES  
 Agency Code                      710  
 Appropriation Name              Child Care/Early Childhood Education - Operations  
 Appropriation Code              896  
 Fund Name                        Administration Paying - Child Care/Early Childhood Education  
 Fund Code                        PWP

Character		Recommendations							
		Executive				Legislative			
		2003-04	Pos.	2004-05	Pos.	2003-04	Pos.	2004-05	Pos.
Regular Salaries	5010000	3,586,555	111	3,683,397	111	0	0	0	0
Extra Help	5010001	153,796	13	153,796	13	0	0	0	0
Personal Serv Match	5010003	1,043,345	0	1,061,153	0	0	0	0	0
Overtime	5010006	5,000	0	5,000	0	0	0	0	0
Operating Expenses	5020002	2,062,808	0	2,062,808	0	0	0	0	0
Travel-Conferences	5050009	66,791	0	66,791	0	0	0	0	0
Capital Outlay	5120011	0	0	0	0	0	0	0	0
Prof. Fees & Serv.	5060010	3,766,406	0	3,816,406	0	0	0	0	0
Data Processing Service	5900044	0	0	0	0	0	0	0	0
<b>Grand Total</b>		<b>10,684,702</b>	<b>124</b>	<b>10,849,351</b>	<b>124</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>

Funding Sources									
Name	Code								
General Revenue	4000010	528,761	*****	534,570	*****	0	*****	0	*****
Federal Revenue	4000020	9,237,392	*****	9,341,086	*****	0	*****	0	*****
Special Revenue	4000030	200,000	*****	200,000	*****	0	*****	0	*****
Total Funding		9,966,153	*****	10,075,656	*****	0	*****	0	*****
Excess Appro/(Funding)		718,549	*****	773,695	*****	0	*****	0	*****
<b>Grand Total</b>		<b>10,684,702</b>	<b>*****</b>	<b>10,849,351</b>	<b>*****</b>	<b>0</b>	<b>*****</b>	<b>0</b>	<b>*****</b>



ARKANSAS PERFORMANCE BUDGETING & ACCOUNTABILITY SYSTEM  
Biennial Rank by Appropriation

Agency Name: DEPARTMENT OF HUMAN SERVICES  
Agency Code: 710  
Appropriation Name: Child Care/Early Childhood Education - Operations  
Appropriation Code: 806  
Fund Name: Administration Paying - Child Care/Early Childhood Education  
Fund Code: PWP

Rank	Justification	Designation	Cost Center	2001-02 Actual	2002-03 Budget	Pos.	2003-04 Pos.	2004-05 Pos.	2003-04 Pos.	2004-05 Pos.	2003-04 Pos.	2004-05 Pos.	2003-04 Pos.	2004-05 Pos.
		BL Base Level	Total	8,152,487	9,945,744	104	9,968,153	104	10,075,858	104	9,968,153	104	10,075,858	104
1	Restoration is requested for appropriation for an unbudgeted Administrative Assistant II position that will assist the Division's CFO with creating and tracking Purchase Order requests and the subsequent payment of bills	C01	417602 DCC Administration	0	0	0	30,278	1	31,004	1	30,278	1	31,004	1
1	This Restoration of three unbudgeted position within Child Care Licensing - two Secretary II, grade 13 that assist with licensing files and one Grade 20, program manager who oversees Child Care Licensing Specialists assigned to Pulaski County. This request is for appropriation only	C01	417604 Child Care Lic. Off	0	0	0	85,038	3	87,065	3	85,038	3	87,065	3
1	Appropriation is requested for restoration for two unbudgeted Grant Coordinator II positions that monitor the Child and Adult Care Food programs under the Special Nutrition Program for the Division	C01	417702 SNP-SAE-STAFF	0	0	0	68,356	2	70,022	2	68,356	2	70,022	2
1	Restoration for an Administrative Assistant II, grade 17 position is requested that is unbudgeted. Appropriation only is requested. This position provides support for the on-site Child Care Resource Center managed by the Division at our central offices serving primarily Licensed or Registered Child Care Homes	C01	417727 4% Quality	0	0	0	30,278	1	31,004	1	30,278	1	31,004	1
		C01	Total	0	0	0	213,949	7	219,096	7	213,949	7	219,096	7
	Appropriation only for Division's overtime.	C02	417602 DCC Administration	0	0	0	5,000	0	5,000	0	5,000	0	5,000	0
		C02	Total	0	0	0	5,000	0	5,000	0	5,000	0	5,000	0
1	This request is for appropriation only and is to provide ongoing translation of child care and special nutrition client applications and provider regulations into Spanish. Additionally, this request also covers subsequent printing and mailing cost of translated materials.	C03	417602 DCC Administration	0	0	0	100,000	0	100,000	0	100,000	0	100,000	0
		C03	Total	0	0	0	100,000	0	100,000	0	100,000	0	100,000	0
1	Appropriation is requested to allow the Division to fully utilize federal carryover funds utilizing Professional Service Contracts	C07	417727 4% Quality	0	0	0	250,000	0	300,000	0	250,000	0	300,000	0
		C07	Total	0	0	0	250,000	0	300,000	0	250,000	0	300,000	0
1	Appropriation only to move Data Processing Service to Operating Expenses	C08 Technology	417600 Dir's Office Adm.	0	0	0	149,599	0	149,599	0	149,599	0	149,599	0
		C08 Technology	Total	0	0	0	149,599	0	149,599	0	149,599	0	149,599	0
		Grand Total	Total	8,152,487	9,945,744	104	10,684,702	111	10,849,351	111	10,684,702	111	10,849,351	111



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**ARKANSAS PERFORMANCE BUDGETING & ACCOUNTABILITY SYSTEM**  
**ANALYSIS OF BUDGET REQUEST**  
**2003 - 2005**

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The passage of the federal Personal Responsibility and Work Opportunity Reconciliation Act of 1996, PL 104-193 established the Child Care Development Fund (CCDF). This fund supports all childcare activities conducted across the state by providing assistance for low-income families and families transitioning off welfare with childcare so they can work or attend training or educational programs. Subsidized childcare is available to eligible parents via the state's day care voucher program with the Division of Child Care and Early Childhood Education. Parents may select any legally operating childcare provider in the state. Childcare providers must meet State basic required health and safety requirements. Included are such requirements as immunizations, building safety and health and safety training. A minimum of four percent (4%) of CCDF funds **must be utilized for the improvement in quality childcare** and offer additional services to parents. Allowable expenditures under the 4% can be used for resource and referral counseling regarding appropriate childcare for meeting children's needs and improvement in health and safety.

In the Personal Responsibility and Work Opportunity Reconciliation Act of 1996, there is specific funding designated for Child Care. Funding received under the Child Care Development Fund by states is in three categories:

- Mandatory - Base allocations for states
- Matching - Additional available funds if states spend base allocations and provide state match above Maintenance of Effort
- Discretionary - Funding designated as the Child Care Development Block Grant  
(Detailed information can be found in Appropriation 320)

States must maintain an expenditure level of General Revenues spent on childcare in FY94 or FY95 whichever is higher, to receive the Mandatory Funding. The state match for Matching Funds is calculated using the Medicaid Match rates for FY95. The Maintenance of Effort (MOE) for TANF child care can be included in the total required MOE for the TANF block grant; however, a separate MOE is required for funds received for childcare under the Child Care Development Fund.

Additionally, the Division of Child Care and Early Childhood Education administers a Head Start Collaboration Grant which supports Head Start, Early Childhood and State initiatives by expanding the emphasis on and impact of collaborative efforts related to the success of children involved in these programs.

AGENCY	APPROPRIATION	TREASURY FUND	ANALYSIS OF BUDGET REQUEST	PAGE
Name: DHS-Division of Child Care and Early Childhood Education	Name: Child Care/Early Childhood Child Care Grant	Name: Grants Paying		135
Code: 710	Code: 898	Code: PWE		

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**ARKANSAS PERFORMANCE BUDGETING & ACCOUNTABILITY SYSTEM**  
**ANALYSIS OF BUDGET REQUEST**  
**2003 - 2005**

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The funding for this appropriation is comprised of General Revenue and Federal funds received through the U. S. Department of Health and Human Services, Administration for Children and Families, Child Care Bureau.

The Agency Base Level request for this appropriation is \$22,391,392 for each year of the biennium.

The Agency Change Level request for this appropriation totals \$4,000,000 for FY2004 and \$6,500,000 for FY2005. The increase represents anticipated growth in federal funds through the Child Care Development Fund dealing with Mandatory, maintenance-of effort and matching aspects of the program. The allocation is used for subsidized child care for families on the Transitional Employment Assistance (TEA) Program, families who have left the program, and low -income working families.

The Executive Recommendation provides for the Agency Request.

AGENCY	APPROPRIATION	TREASURY FUND	ANALYSIS OF BUDGET REQUEST	PAGE
Name: DHS-Division of Child Care and Early Childhood Education	Name: Child Care/Early Childhood Child Care Grant	Name: Grants Paying		
Code: 710	Code: 898	Code: PWE		136

ARKANSAS PERFORMANCE BUDGETING & ACCOUNTABILITY SYSTEM  
Biennial Appropriation Summary

Agency Name      DEPARTMENT OF HUMAN SERVICES  
Agency Code      710  
Appropriation Name      Child Care/Early Childhood - Child Care Grant  
Appropriation Code      898  
Fund Name      Grants Paying  
Fund Code      PWE

Character Name	Expenditures					Agency Request												Recommendations			
	2001-02		2002-03		2002-03		2003-04					2004-05					Executive				
	Actual	Budget	Pos.	Authorized	Pos.	Base Level	Pos.	Change Level	Pos.	Total	Pos.	Base Level	Pos.	Change Level	Pos.	Total	Pos.	2003-04	Pos.	2004-05	Pos.
Grants/Aid	16,655,109	22,391,392	0	28,012,702	0	22,391,392	0	4,000,000	0	26,391,392	0	22,391,392	0	6,500,000	0	28,891,392	0	26,391,392	0	28,891,392	0
Grand Total	16,655,109	22,391,392	0	28,012,702	0	22,391,392	0	4,000,000	0	26,391,392	0	22,391,392	0	6,500,000	0	28,891,392	0	26,391,392	0	28,891,392	0

Funding Sources																					
Name																					
General Revenue	5,997,171	6,264,998	*****	*****	*****	6,264,998	*****	0	*****	6,264,998	*****	6,264,998	*****	0	*****	6,264,998	*****	6,264,998	*****	6,264,998	*****
Federal Revenue	10,657,938	16,126,394	*****	*****	*****	16,126,394	*****	4,000,000	*****	20,126,394	*****	16,126,394	*****	6,500,000	*****	22,626,394	*****	20,126,394	*****	22,626,394	*****
Total Funding	16,655,109	22,391,392	*****	*****	*****	22,391,392	*****	4,000,000	*****	26,391,392	*****	22,391,392	*****	6,500,000	*****	28,891,392	*****	26,391,392	*****	28,891,392	*****
Excess Appr(Funding)	0	0	*****	*****	*****	0	*****	0	*****	0	*****	0	*****	0	*****	0	*****	0	*****	0	*****
Grand Total	16,655,109	22,391,392	*****	*****	*****	22,391,392	*****	4,000,000	*****	26,391,392	*****	22,391,392	*****	6,500,000	*****	28,891,392	*****	26,391,392	*****	28,891,392	*****



# ARKANSAS PERFORMANCE BUDGETING & ACCOUNTABILITY SYSTEM

## Biennial Appropriation Summary

Agency Name                      DEPARTMENT OF HUMAN SERVICES  
 Agency Code                      710  
 Appropriation Name              Child Care/Early Childhood - Child Care Grant  
 Appropriation Code              898  
 Fund Name                        Grants Paying  
 Fund Code                        PWE

Character		Expenditures				
		2001-02	2002-03	2002-03		
Name	Code	Actual	Budget	Pos.	Authorized	Pos.
Grants/Aid	5100004	16,655,109	22,391,392	0	28,012,702	0
Grand Total		16,655,109	22,391,392	0	28,012,702	0

Funding Sources						
Name	Code					
General Revenue	4000010	5,997,171	6,264,998	*****	*****	*****
Federal Revenue	4000020	10,657,938	16,126,394	*****	*****	*****
Total Funding		16,655,109	22,391,392	*****	*****	*****
Excess Appro/(Funding)		0	0	*****	*****	*****
Grand Total		16,655,109	22,391,392	*****	*****	*****



ARKANSAS PERFORMANCE BUDGETING & ACCOUNTABILITY SYSTEM  
Biennial Appropriation Summary

Agency Name           DEPARTMENT OF HUMAN SERVICES  
Agency Code         710  
Appropriation Name   Child Care/Early Childhood - Child Care Grant  
Appropriation Code   898  
Fund Name            Grants Paying  
Fund Code            PWE

Character		Agency Request											
		2003-04						2004-05					
Name	Code	Base Level	Pos.	Change Level	Pos.	Total	Pos.	Base Level	Pos.	Change Level	Pos.	Total	Pos.
Grants/Aid	5100004	22,391,392	0	4,000,000	0	26,391,392	0	22,391,392	0	6,500,000	0	28,891,392	0
Grand Total		22,391,392	0	4,000,000	0	26,391,392	0	22,391,392	0	6,500,000	0	28,891,392	0

Funding Sources													
Name	Code												
General Revenue	4000010	6,264,998	*****	0	*****	6,264,998	*****	6,264,998	*****	0	*****	6,264,998	*****
Federal Revenue	4000020	16,126,394	*****	4,000,000	*****	20,126,394	*****	16,126,394	*****	6,500,000	*****	22,626,394	*****
Total Funding		22,391,392	*****	4,000,000	*****	26,391,392	*****	22,391,392	*****	6,500,000	*****	28,891,392	*****
Excess Appr/(Funding)		0	*****	0	*****	0	*****	0	*****	0	*****	0	*****
Grand Total		22,391,392	*****	4,000,000	*****	26,391,392	*****	22,391,392	*****	6,500,000	*****	28,891,392	*****

**ARKANSAS PERFORMANCE BUDGETING & ACCOUNTABILITY SYSTEM**  
**Biennial Appropriation Summary**

Agency Name                    DEPARTMENT OF HUMAN SERVICES  
 Agency Code                   710  
 Appropriation Name           Child Care/Early Childhood - Child Care Grant  
 Appropriation Code           898  
 Fund Name                    Grants Paying  
 Fund Code                    PWE

Character		Recommendations							
		Executive				Legislative			
Name	Code	2003-04	Pos.	2004-05	Pos.	2003-04	Pos.	2004-05	Pos.
Grants/Aid	5100004	26,391,392	0	28,891,392	0	0	0	0	0
Grand Total		26,391,392	0	28,891,392	0	0	0	0	0

Funding Sources									
Name	Code								
General Revenue	4000010	6,264,998	*****	6,264,998	*****	0	*****	0	*****
Federal Revenue	4000020	20,126,394	*****	22,626,394	*****	0	*****	0	*****
Total Funding		26,391,392	*****	28,891,392	*****	0	*****	0	*****
Excess Appro/(Funding)		0	*****	0	*****	0	*****	0	*****
Grand Total		26,391,392	*****	28,891,392	*****	0	*****	0	*****

ARKANSAS PERFORMANCE BUDGETING & ACCOUNTABILITY SYSTEM  
Biennial Rank by Appropriation

Agency Name DEPARTMENT OF HUMAN SERVICES  
Agency Code 710  
Appropriation Name Child Care/Early Childhood - Child Care Grant  
Appropriation Code 898  
Fund Name Grants Paying  
Fund Code PWE

Rank	Justification	Designation		Cost Center	2001-02 Actual	2002-03 Budget	Pos.	Agency Request			Executive Recommendation			Legislative Recommendation						
		BL	Base Level	Total				2003-04	Pos.	2004-05	Pos.	2003-04	Pos.	2004-05	Pos.	2003-04	Pos.	2004-05	Pos.	
1	This request is for appropriation only. The request represents anticipated growth in federal funds allocated through the Child Care Development Fund dealing with Mandatory, Maintenance-of-Effort and Matching aspects of the program. Allocation is used for subsidized child care for families on the Transitional Employment Assistance (TEA) Program and those families who have left the program as well as low-income working families.	C04		417827	CCDF-State MOE	0	0	0	4,000,000	0	8,500,000	0	4,000,000	0	8,500,000	0	0	0	0	0
		C04		Total		0	0	0	4,000,000	0	8,500,000	0	4,000,000	0	8,500,000	0	0	0	0	0
		Grand Total		Total		10,655,109	22,391,392	0	26,391,392	0	28,891,392	0	26,391,392	0	28,891,392	0	0	0	0	0

# ARKANSAS PERFORMANCE BUDGETING & ACCOUNTABILITY SYSTEM

## Biennial Appropriation Summary

Agency Name                      DEPARTMENT OF HUMAN SERVICES  
 Agency Code                      710  
 Appropriation Name              Child Care/Early Childhood - Child Care - Loan Guarantee Grants  
 Appropriation Code              929  
 Fund Name                        Loan Guarantee Grants  
 Fund Code                        NHS

Character		Expenditures				
		2001-02	2002-03		2002-03	
Name	Code	Actual	Budget	Pos.	Authorized	Pos.
Loan Guarantee/Grants	5900046	0	0	0	500,000	0
Grand Total		0	0	0	500,000	0

APPROPRIATION NOT REQUESTED FOR THE 2003-05 BIENNIUM

Funding Sources						
Name	Code					
Total Funding		0	0	*****	*****	*****
Excess Appro/(Funding)		0	0	*****	*****	*****
Grand Total		0	0	*****	*****	*****