

ARKANSAS DEPARTMENT OF HEALTH

Enabling Laws

Act 246 of 2016
Act 127 of 2016
Act 4 of 2009
Act 393 of 2009
Act 384 of 2007
EO 07-05, PROCLAMATION of Governor Mike Beebe, May 2, 2007
Act 2306 of 2005
Act 2310 of 2005
Act 1954 of 2005

A.C.A 20-7-101 et seq. (Act 96 of 1913), 20-13-201 et seq., 20-15-101 et seq., 20-16-101 et seq., 20-30-101 et seq., 20-56-200 et seq., 20-57-101 et seq., 20-59-101 et seq., 20-60-101 et seq., 20-64-101 et seq., 20-76-101 et seq., 25-9-101 et seq., 27-101-102 et seq., 5-64-101 et seq., 5-65-101 et seq., 5-75-101 et seq., 5-76-101 et seq., 11-5-201 et seq., 14-236-101 et seq., 14-262-101 et seq., 17-33-101 et seq., 17-38-101 et seq., 17-92-101 et seq., 17-104-101 et seq., 17-106-101 et seq., 19-12-101 et seq., 20-8-101 et seq., 20-9-101 et seq., 20-10-801 et seq., 20-27-201 et seq., 20-27-1501 et seq., 20-28-101 et seq., 20-30-101 et seq., 23-85-137 et seq., 23-86-118 et seq., 23-99-701 et seq., and 27-23-112 et seq.

History and Organization

The State Board of Health was created by Act 96 of 1913. Act 38 of 1971 created the Arkansas Department of Health as a cabinet level agency and established the current department's structure. Act 1954 of 2005 merged the Arkansas Department of Health into the Department of Human Services and renamed the Agency the Department of Health and Human Services. Act 384 of 2007 gave the Governor the authority to separate the Division of Health out of the Arkansas Department of Health and Human Services and reestablish an Arkansas Department of Health [Department]. The Governor executed the final separation in Executive Order 07-05 on May 2, 2007. The Arkansas Board of Health [Board] serves as the rule making authority for the Department and policy advisory body, and has specific statutory authority in issues related to public health. The Director of the Department of Health serves at the pleasure of the Governor and acts as the Secretary of the Board and State Health Officer.

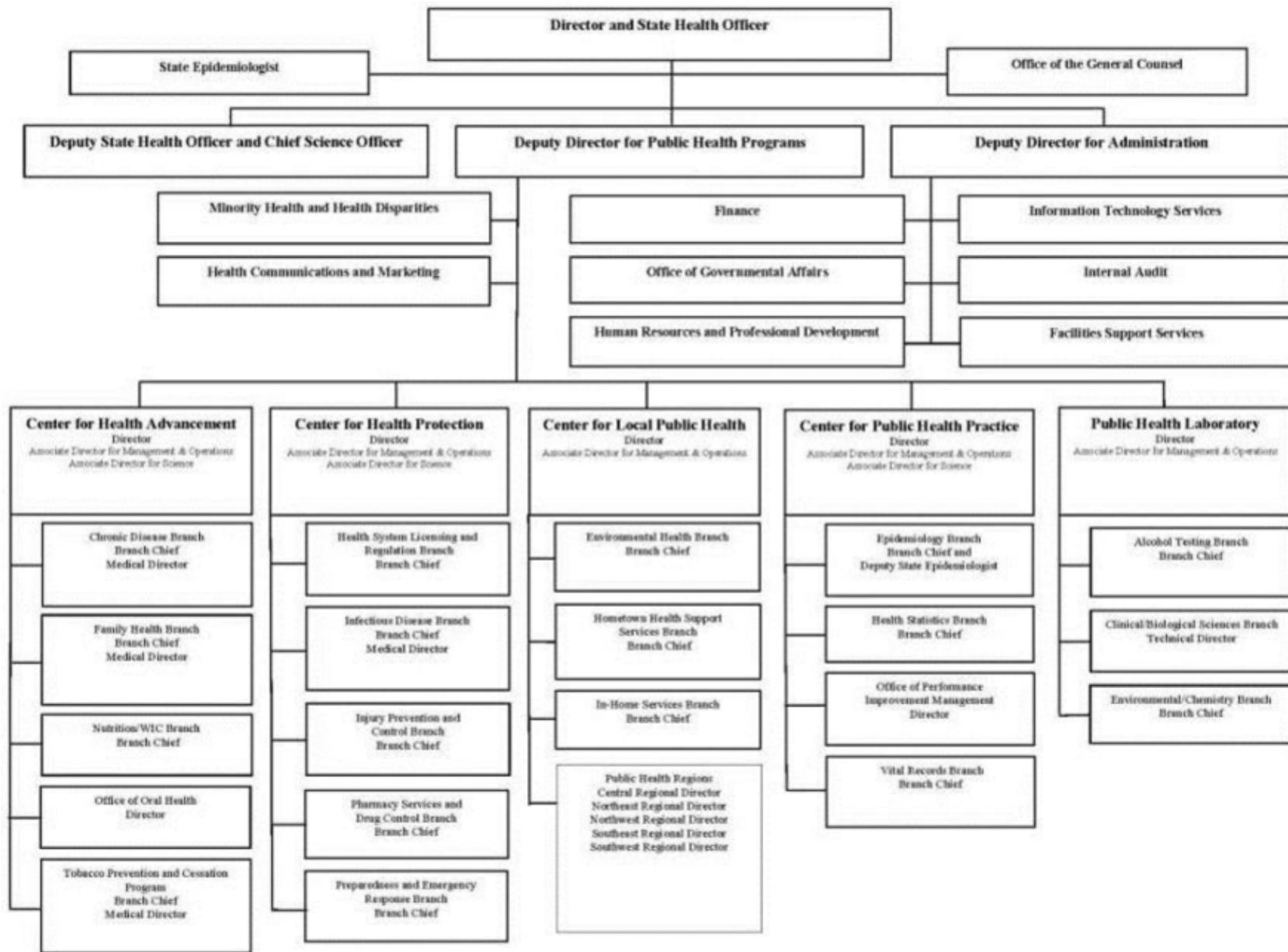
The Department delivers a broad range of public health preventive and regulatory services statewide. Approximately 3,000 public health workers across Arkansas are employed by the Department to provide these services.

In addition to two central office locations, the agency has 94 Local Health Units. Local Health Units are established and maintained through joint efforts of state, county and local governments. The Department is organized into five organization units called *Centers*: Center for Health Advancement, Center for Health Protection, Center for Local Public Health, Center for Public Health Practice and the Public Health Laboratory.

- The Center for Health Advancement programs include Chronic Disease Prevention and Control, Tobacco Prevention and Cessation, Family Health, Women, Infants and Children (WIC), and Oral Health.
- The Center for Health Protection manages Infectious Disease, Immunizations and Outbreak Control, Preparedness and Emergency Response, Health Systems Licensing and Regulations, Pharmacy Services and Drug Control, and Trauma/Injury, and Violence Prevention programs.
- The Center for Local Public Health is responsible for Hometown Health Improvement, Engineering, Environmental Health, and Local Health Units administered through regional offices.
- The Center for Public Health Practice includes branches for Epidemiology and Health Statistics, which includes Vital Records.

In addition, the Public Health Laboratory provides laboratory analysis and reporting of clinical and environmental samples, alcohol testing, microbiological testing of water for private individuals, neonatal screening of newborns, identification of organisms referred from clinical laboratories, certification of municipal water laboratories for microbiological testing, FDA compliance certification of milk industry dairy laboratories and unknown biological and chemical substance testing.

The mission of the Arkansas Department of Health is to protect and improve the health and well-being of all Arkansans.



Agency Commentary

During the last year, the Department has achieved national accreditation through the Public Health Accreditation Board (PHAB). The national accreditation program works to improve and protect the health of the public by advancing and ultimately transforming the quality and performance of the nation's state, local, Tribal, and territorial public health departments. ADH is one of fewer than 200 health departments that have thus far achieved accreditation through PHAB since the organization began accrediting in 2011. The national accreditation program, jointly supported by the Centers for Disease Control and Prevention and the Robert Wood Johnson Foundation, sets standards against which the nation's nearly 3,000 governmental public health departments can continuously improve the quality of their services and performance. To receive accreditation, a health department must undergo a rigorous, multi-faceted, peer-reviewed assessment process to ensure it meets or exceeds a set of quality standards and measures.

Over the past year, the Department has made significant changes to be more operationally efficient. One of the most important changes is that the Department transitioned the ADH In Home Services Program to a private provider. This change allowed for a continuity of care for home health, hospice and care services in Arkansas. Based on this change, the Department is requesting 506 positions be eliminated from the number of the FY17 authorized positions.

Additional FY18 requests include reducing regular salary and associated fringe appropriation. The Department requests also realign operational appropriation to meet the agency goals and objectives while overall reducing the agency request.

The Department continues to deliver a broad range of public health preventive and regulatory services statewide. Approximately 3,000 public health workers across Arkansas are employed by the Department to provide these services.

In addition to two central office locations, the agency has 94 Local Health Units. Local Health Units are established and maintained through joint efforts of state, county and local governments. Each of the health units has telehealth capabilities allowing them to have real-time video interfacing to promote access to care particularly in rural areas. In addition, the ADH provides 4 types of services through these statewide units:

Clinical Services are provided to prevent disease, illness and injury; protect against health threats and share knowledge with the community. These services are an essential and cost-effective public investment.

- Infectious Disease Prevention and Control services identify and treat tuberculosis (32,664 visits) and sexually transmitted infections (28,096 visits); provide testing, counseling and prevention education for HIV; maintain surveillance for infectious diseases and intervene to prevent or manage outbreaks.
- Immunizations services include childhood and adult immunizations for diseases such as influenza, tetanus, diphtheria, pertussis,

measles and polio. ADH provided more than 400,000 immunizations during FY16.

- Women's Health Services provides, for women of childbearing age, access to family planning, pregnancy testing, prenatal care and other services designed to avoid unwanted pregnancy, improve birth outcomes and maintain health. ADH provided services to over 46,000 women for family planning services and breast and cervical cancer screenings.
- Women, Infants and Children (WIC) program provides vouchers to purchase nutritious foods to supplement diets, nutrition counseling and breastfeeding education and support to low-income eligible pregnant women, new mothers and children up to age 5. There are 102 WIC clinic sites in 75 counties that served an average of 84,219 participants each month in FY16.

Environmental Health Services works to prevent premature death and avoidable illness and disability that may result from interactions between people and the environment.

- Food and milk programs ensure the safety of consumer products at the manufacturing, wholesale and retail levels. In FY16, the ADH inspected over 30,000 restaurants.
- On-site wastewater programs help ensure the safety of water resources by regulating basic sewage systems, responding to environmental complaints and approving individual sewage systems.
- Swimming pool and swim beach safety programs review plans for recreational facilities and test water quality to prevent waterborne diseases.
- Marine sanitation program ensures safety of water resources by regulating wastewater disposal at marinas and on marine craft.
- Clean Indoor Air program enforces ACT 8 of 2006, which protects patrons of public businesses from secondhand smoke.
- Tattoo and body art programs inspect tattoo facilities and license artists.
- Engineering programs enforce the federal laws for public water systems, inspect facilities and train and certify public water system workers to ensure the safety of drinking water.
- Heating, ventilation, air conditioning and refrigeration (HVAC/R) programs train and license HVAC/R professionals.
- Plumbing programs train and license plumbing professionals.

Community Services assists in improving the health of citizens by promoting healthy behaviors and providing assistance with the development of health services and systems of care.

- Hometown Health Improvement (HHI) initiatives support community-related health development efforts in all 75 counties in the state

and provide support for 73 coalitions. These initiatives do essential work to improve the health of those in their communities. HHI mobilizes community partnerships to identify and solve health problems by promoting and encouraging healthy behaviors and lifestyles. This support includes coalition development, community assessments and program planning. Hometown Health was implemented in 1998.

- Rural Health and Primary Care works with numerous organizations to coordinate rural health resources and activities statewide. This office administers several grant programs for small hospitals and committees seeking to improve or enhance health services in rural areas of our state. Rural Health and Primary Care provides technical assistance to organizations and communities wishing to expand access to primary care for underserved populations. It works to recruit and retain health care professionals in rural areas and underserved areas of Arkansas and provides technical assistance to the 29 Critical Access Hospitals in the state.

The Department is organized into five organization units called Centers: Center for Health Advancement, Center for Health Protection, Center for Local Public Health, Center for Public Health Practice and the Public Health laboratory.

The Center for Health Advancement programs include Chronic Disease Prevention and Control, Tobacco Prevention and Cessation, Family Health, Women, Infants and Children (WIC), and Oral Health.

The Center for Health Protection manages Infectious Disease, Immunizations and Outbreak Control, Preparedness and Emergency Response, Health Systems Licensing and Regulations, Pharmacy Services and Drug Control, and Trauma/Injury, and Violence Prevention programs.

The Center for Local Public Health is responsible for Hometown Health Improvement, Engineering, Environmental Health, and Local Health Units administered through regional offices.

The Center for Public Health Practice includes branches for Epidemiology and Health Statistics, which includes Vital Records (342,710 certified records provided).

In addition, the Public Health Laboratory provides laboratory analysis and reporting of clinical and environmental samples, alcohol testing, microbiological testing of water for private individuals, neonatal screening of newborns, identification of organisms referred from clinical laboratories, certification of municipal water laboratories for microbiological testing, FDA compliance certification of milk industry dairy laboratories and unknown biological and chemical substance testing. There are over 1 million tests conducted each year.

The mission of the Department of Health is to protect and improve the health and well-being of all Arkansans. At the Arkansas Department of Health we work to accomplish that mission by helping Arkansans to improve their own health, protect the public from epidemics, and provide preventive health services in your communities. While improved public health conditions and advances made in modern medicine have eliminated many of the threats we faced in the past, those problems have been replaced by new challenges that pose major obstacles to healthy living in today's world. Numbered among the current significant challenges before us are the obesity epidemic, tobacco use, teen pregnancy, poor dental health, high infant mortality, and poor health literacy. This means as public health professionals we have a huge

vector borne diseases such as Chikungunya and Dengue just to name a few. Dedicated public health professionals working in a variety of scientifically-based disciplines are already working to address these problems. Our public health workforce is working every day at the local level through a statewide service network to provide prevention services and to address threats to the public's health.

Audit Findings

DIVISION OF LEGISLATIVE AUDIT
AUDIT OF :
ARKANSAS DEPARTMENT OF HEALTH
FOR THE YEAR ENDED JUNE 30, 2014

Findings

Agency management discovered a theft of funds totaling \$2,951 from a Johnson County Local Health Unit (LHU) bank account. This bank account received funds from Johnson County for operational expenses of the LHU but was not recorded in the Agency's financial accounting system (AASIS). The Agency reviewed transactions from January 2011 through October 2013 and determined that a Health Services Specialist made cash withdrawals and debit card purchases at various restaurant, retail, and gasoline establishments. The Health Services Specialist's employment was terminated effective November 9, 2013. On January 10, 2014, the Circuit Court of Johnson County issued a sentencing order, requiring the former Health Services Specialist to pay fines, fees, and court costs and to make full restitution to the LHU via \$60 monthly installments beginning February 10, 2014. The Agency has discontinued the use of debit cards for this account, implemented a requirement of two signatures on all disbursements, and incorporated the internal control of the County Clerk's office performing the monthly bank statement reconciliations.

Recommendations

We recommend the Agency continue to be cognizant of theft possibilities regarding LHU operational expense bank accounts. Additionally, we again recommend the Agency strengthen its controls and procedures to ensure proper accountability and reporting of all bank accounts used and controlled by the Agency to carry out its missions and purposes.

Agency Response:

The Agency has provided direction and technical assistance to the Local Health Unit Administrators regarding the proper process for maintaining these types of funds. A review of these funds will be completed by the Agency's Internal Audit Section on a regular basis. Also, the Agency will develop strong policies to ensure accountability and strengthen controls. The Agency will seek the guidance of Legislative Audit to comply with recommendations to properly record these types of accounts.

DIVISION OF LEGISLATIVE AUDIT
AUDIT OF :
ARKANSAS DEPARTMENT OF HEALTH - ARKANSAS STATE BOARD OF MASSAGE THERAPY
FOR THE YEAR ENDED JUNE 30, 2014

Findings

To ensure that certificates are not issued prior to the Board receiving payment, it is essential that the Board maintain strong physical custody over the pre-printed certificate paper used for printing official licenses for massage therapists. Because of a lack of internal controls over the certificate paper, 3 of 60 certificates tested by Division of Legislative Audit (DLA) staff could not be accounted for by the Board.

The Executive Director provided DLA staff with a listing of 2,308 licensed massage therapists that were either "active" or "inactive but still paying license fees." Additionally, the Executive Director maintains a roster of all active licensees on the Board's website located at <http://www.arkansasmassagetherapy.com>. Testing of 60 licensees (30 from each list) revealed six licensees classified as active who had not paid any renewal fees during the prior two years and, therefore, should have been classified as revoked licensees.

Recommendations

Strengthen internal controls related to the custody and printing of official Board certificates.

Agency Response:

We are giving more attention to each certificate to ensure that each certificate has a preprinted number listed. Also, any certificate printed in error will be placed in a secure file with a copy to the file.

Maintain an accurate, current listing of licensed massage therapists.

Agency Response:

We have taken the necessary, corrective action maintaining an accurate, up-to-date listing of all licensed massage therapists both in-house as well as the website. Licensees who have not paid fees in the prior two years are classified as expired.

Comment:

Because the cash flow from revenue receipts and cash reserves from prior fiscal years were insufficient to support the expenditures in fiscal year 2015, the Board received \$60,000 from the Governor's Emergency Fund on January 5, 2015. These funds were provided to the Board under Governor Proclamation EM15-03.

Based on the current revenues generated by the Board and expenditures at the currently-appropriated level, DLA staff have concerns about the Board's ability to meet its future financial obligations.

Agency Response:

The Board along with a state representative is currently working to rectify those concerns. Our goal is to implement yearly renewals rather than the two-year renewals so that the future financial obligations are met.

DIVISION OF LEGISLATIVE AUDIT
 AUDIT OF :
 ARKANSAS DEPARTMENT OF HEALTH - ARKANSAS BOARD OF HEALTH EDUCATION
 FOR THE YEAR ENDED JUNE 30, 2014

Findings	Recommendations
None	None

DIVISION OF LEGISLATIVE AUDIT
 AUDIT OF :
 ARKANSAS DEPARTMENT OF HEALTH - ARKANSAS STATE BOARD OF SANITARIANS
 FOR THE YEAR ENDED JUNE 30, 2014

Findings	Recommendations
None	None

Employment Summary

	Male	Female	Total	%
White Employees	339	1071	1410	72 %
Black Employees	64	422	486	25 %
Other Racial Minorities	16	57	73	3 %
Total Minorities			559	28 %
Total Employees			1,969	100 %

Cash Fund Balance Description as of June 30, 2016

Fund Account	Balance	Type	Location
1632100	\$1,577,043	Checking	Bank of America, Security State Bank-Howard Lake

Statutory/Other Restrictions on use:

None

Statutory Provisions for Fees, Fines, Penalties:

None

Revenue Receipts Cycle:

Same day line credit draws are made to expense Women, Infants, Children (WIC) food instruments presented for payment.

Fund Balance Utilization:

Payment of negotiable WIC food instruments.

Fund Account	Balance	Type	Location
1632200	\$0	Checking	Bank of America; Security State Bank-Howard Lake

Statutory/Other Restrictions on use:

None

Statutory Provisions for Fees, Fines, Penalties:

None

Revenue Receipts Cycle:

Same day line of credit draws are made to expense Women, Infants, Children (WIC) food instruments presented for payment through the Farmer's Market Program.

Fund Balance Utilization:

Payment of negotiable WIC Farmer's Market food instruments.

Publications

A.C.A. 25-1-201 et seq.

Name	Statutory Authorization	Required for		# of Copies	Reason(s) for Continued Publication and Distribution	Unbound Black & White Copies Produced During the Last Two Years	Cost of Unbound Copies Produced During the Last Two Years
		Governor	General Assembly				
Alcohol Test Log	A.C.A. 5-65-204(b)	N	N	300	Provides logbook for law enforcement to document breath tests as is required in Operator and Senior Operator Training Manuals by the Office of Alcohol Testing.	300	900.00
Annual Report State Board of Health	A.C.A. 20-7-121	N	Y	1,000	A.C.A. 20-7-121 requires publication and is distributed to the State Library, State Board of Health members, internally, DHHS Region 6 states (LA,OK,NM, and TX), Arkansas' Congressional delegation, other State agencies, and partner organizations (AE Med. Soc., AR Children's Hosp., AR Hosp. Assn.).	1000	4400.00
Arkansas Regulations for alcohol Testing	A.C.A. 5-65-201	N	N	300	Provide regulatory information to law enforcement, the judicial system and the public. Information is provided on the agency website.	0	0.00
Arkansas Regulations for Breath Alcohol Ignition Interlock Devices	A.C.A. 5-65-118(j)(1)	N	N	100	Provide regulatory information to law enforcement, the judicial system and the public. Information is provided on the agency website.	0	0.00
Blood Alcohol Report Forms	A.C.A. 5-65-204	N	N	5,000	Provides the required form for submission of a blood or other bodily fluid sample for alcohol analysis. These require two pressure sensitive copies of the form attached to the official document.	5000	450.00
Induced Abortions Data	A.C.A. 20-16-904	N	Y	0	A.C.A. 20-16-904 requires data be provided on agency website and paper copies upon request.	0	0.00

A.C.A. 25-1-201 et seq.

Name	Statutory Authorization	Required for		# of Copies	Reason(s) for Continued Publication and Distribution	Unbound Black & White Copies Produced During the Last Two Years	Cost of Unbound Copies Produced During the Last Two Years
		Governor	General Assembly				
Intoximeter EC/IR II Senior Operator Training Manual	A.C.A. 5-65-204(b)	N	N	300	Provides course book for Senior Operator classes for law enforcement in breath testing and provides regulatory information to law enforcement, the judicial system and the public. Information is provided on the agency website.	0	0.00
Intoximeter EC/IRII Operator Training Manual	A.C.A. 5-65-204(b)	N	N	750	Provides course book for Operator classes for law enforcement in breath testing and provides regulatory information to law enforcement, the judicial system and the public. Information is provided on the agency website.	0	0.00
Mechanical Codes	A.C.A. 17-38-101	N	N	1,000	To adopt, publish and revise rules and regulations and to provide the heating and air conditioning industry with code books which outline the minimum standards for HVAC installations. Information is provided on the national website.	0	0.00
Plumbing & Fuel Gas Codes	A.C.A. 17-31-101	N	N	1,000	To adopt, publish and revise rules and regulations and to provide the plumbing industry with code books which outline the minimum standards for plumbing/gas installations. Information is provided on the national website.	0	0.00
Rules and Regulations for Control of Sources of ionizing Radiation	A.C.A. 20-21-207 Item 3	N	N	10	Formulate, adopt, promulgate, and repeal codes, rules, and regulations which may provide for licensing or registration.	74	1477.00
Rules and Regulations Pertaining to Radiologic Technology Licensure	A.C.A. 17-106-105 Item (a)(1)(D)	N	N	20	Adopt, publish, and revise such rules and regulations.	50	0.00

A.C.A. 25-1-201 et seq.

Name	Statutory Authorization	Required for		# of Copies	Reason(s) for Continued Publication and Distribution	Unbound Black & White Copies Produced During the Last Two Years	Cost of Unbound Copies Produced During the Last Two Years
		Governor	General Assembly				
Shaken Baby Syndrome Pamphlet	Act 1128 of 2011	N	N	112,000	Act 1128 of 2011 requires that ADH develop and disseminate to hospitals and free-standing birthing clinics Shaken Baby Syndrome educational materials.	156000	14584.00
State Controlled Substances List	A.C.A. 5-64-216	N	Y	45	List is required by A.C.A. 5-64-216, printed copies are provided upon request and is available on the agency web site.	0	0.00
Urine Adulterant List	A.C.A. 20-7-309	N	Y	12	List is required by A.C.A. 20-7-309 and is available on the agency web site.	0	0.00
Women's Right to Receive Adequate Information before Terminating a Pregnancy; Unborn Pain Awareness Act	A.C.A. 20-16-904, A.C.A. 20-16-1105	N	N	6,000	Requires materials informing women of agencies/services available regarding pregnancy and childbirth. Materials are to be provided in print, on DVD, and on a secure website. Certification that designated materials are given to every patient seeking an abortion is required.	6000	9490.00

ARKANSAS PLANNING BUDGETING & ADMINISTRATIVE SYSTEM
STATE CONTRACTS OVER \$50,000 AWARDED TO MINORITY OWNED BUSINESSES
 Fiscal Year 2016
 Required by A.C.A. 25-36-104

AGENCY: 0645 ARKANSAS DEPARTMENT OF HEALTH

Minority Business	Total Contract Awarded	Minority Type per A.C.A. 15-4-303 (2)					
		African American	Hispanic American	American Indian	Asian American	Pacific Islander American	Disabled Veteran
Advantage Communications	\$222,500	X					

TOTAL NUMBER OF MINORITY CONTRACTS AWARDED	<u>1</u>
TOTAL EXPENDITURES FOR CONTRACTS AWARDED	<u>\$9,598,257</u>
% OF MINORITY CONTRACTS AWARDED	<u>1.61 %</u>

Department Appropriation Summary

Historical Data

Agency Request and Executive Recommendation

Appropriation	2015-2016		2016-2017		2016-2017		2017-2018					2018-2019						
	Actual	Pos	Budget	Pos	Authorized	Pos	Base Level	Pos	Agency	Pos	Executive	Pos	Base Level	Pos	Agency	Pos	Executive	Pos
34C Rural Health Facilities	30,076	0	1,654	0	65,500	0	1,654	0	26,901	0	26,901	0	1,654	0	26,901	0	26,901	0
34D Emergency Medical Services	13,490	0	60,000	0	69,728	0	60,000	0	60,000	0	60,000	0	60,000	0	60,000	0	60,000	0
34P Health Operations Paying	253,834,467	2,728	252,045,738	2,481	316,880,026	2,993	245,006,837	2,221	283,295,481	2,487	279,264,217	2,398	245,082,572	2,221	283,372,818	2,487	279,341,430	2,398
38D Nuclear Planning Grants	325,000	0	325,000	0	375,000	0	325,000	0	325,000	0	325,000	0	325,000	0	325,000	0	325,000	0
59T Trauma System	16,468,138	18	19,234,000	18	28,593,514	18	19,160,986	18	25,899,450	18	25,899,450	18	19,162,897	18	25,901,361	18	25,901,361	18
604 Tobacco Prevention & Cessation Programs	10,690,303	32	14,330,592	34	17,383,691	47	14,340,549	34	17,202,894	47	14,340,549	34	14,341,229	34	17,203,574	47	14,341,229	34
803 Health Building & Local Health Grant Trust	238,612	0	1,950,000	0	1,950,000	0	1,950,000	0	1,950,000	0	1,950,000	0	1,950,000	0	1,950,000	0	1,950,000	0
B72 WIC Food Instruments - Cash	60,014,513	0	72,621,171	0	75,813,059	0	72,621,171	0	75,813,059	0	75,813,059	0	72,621,171	0	75,813,059	0	75,813,059	0
N62 Interpreters for Deaf and Hearing Impair	1,304	0	7,800	0	25,000	0	7,800	0	25,000	0	25,000	0	7,800	0	25,000	0	25,000	0
Total	341,615,903	2,778	360,575,955	2,533	441,155,518	3,058	353,473,997	2,273	404,597,785	2,552	397,704,176	2,450	353,552,323	2,273	404,677,713	2,552	397,783,980	2,450

Funding Sources		%		%		%		%		%		%		%		%		%
Fund Balance	4000005	12,176,658	3.4	14,783,138	4.0		9,249,980	2.6	9,249,980	2.6	9,249,980	2.6	8,484,702	2.4	128,402	0.0	128,402	0.0
General Revenue	4000010	78,896,794	22.1	78,896,794	21.3		78,896,794	22.2	78,896,794	22.2	78,896,794	22.2	78,896,794	22.3	78,896,794	22.8	78,896,794	22.8
Federal Revenue	4000020	113,626,515	31.9	151,234,737	40.9		156,234,737	44.0	156,234,737	44.0	156,234,737	44.0	156,234,737	44.1	156,234,737	45.1	156,234,737	45.1
Special Revenue	4000030	3,704,811	1.0	4,240,707	1.1		4,240,707	1.2	4,240,707	1.2	4,240,707	1.2	4,240,707	1.2	4,240,707	1.2	4,240,707	1.2
Special Revenue Restricted	4000031	16,774,052	4.7	17,182,760	4.6		17,182,760	4.8	17,182,760	4.8	17,182,760	4.8	17,182,760	4.8	17,182,760	5.0	17,182,760	5.0
Intra-agency Fund Transfer	4000317	463,092	0.1	0	0.0		0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0
Manufacturer Rebate	4000341	24,750,571	6.9	26,498,551	7.2		26,498,551	7.5	26,498,551	7.5	26,498,551	7.5	26,498,551	7.5	26,498,551	7.7	26,498,551	7.7
Third Party Reimbursement	4000490	77,110,308	21.6	38,337,523	10.4		23,414,601	6.6	23,414,601	6.6	23,414,601	6.6	23,414,601	6.6	23,414,601	6.8	23,414,601	6.8
Tobacco Settlement	4000495	12,149,381	3.4	11,742,088	3.2		11,742,088	3.3	11,742,088	3.3	11,742,088	3.3	11,742,088	3.3	11,742,088	3.4	11,742,088	3.4
Transfer to Medicaid Match	4000660	(555,202)	(0.2)	(689,757)	(0.2)		(689,757)	(0.2)	(689,757)	(0.2)	(689,757)	(0.2)	(689,757)	(0.2)	(689,757)	(0.2)	(689,757)	(0.2)
Transfers / Adjustments	4000683	(2,282,143)	(0.6)	(1,568,000)	(0.4)		(1,568,000)	(0.4)	(1,568,000)	(0.4)	(1,568,000)	(0.4)	(1,568,000)	(0.4)	(1,568,000)	(0.5)	(1,568,000)	(0.5)
Various Program Support	4000730	19,584,204	5.5	29,167,394	7.9		30,071,937	8.5	30,071,937	8.5	30,071,937	8.5	30,071,937	8.5	30,071,937	8.7	30,071,937	8.7
Total Funds		356,399,041	100.0	369,825,935	100.0		355,274,398	100.0	355,274,398	100.0	355,274,398	100.0	354,509,120	100.0	346,152,820	100.0	346,152,820	100.0
Excess Appropriation/(Funding)		(14,783,138)		(9,249,980)			(1,800,401)		49,323,387		42,429,778		(956,797)		58,524,893		51,631,160	
Grand Total		341,615,903		360,575,955			353,473,997		404,597,785		397,704,176		353,552,323		404,677,713		397,783,980	

Variance in fund balance is due to unfunded appropriation in FC- 34C, FC- 34P, FC- 604, FC-803, and FC- B72.

Agency Position Usage Report

FY2014 - 2015						FY2015 - 2016						FY2016 - 2017					
Authorized in Act	Budgeted			Unbudgeted	% of Authorized Unused	Authorized in Act	Budgeted			Unbudgeted	% of Authorized Unused	Authorized in Act	Budgeted			Unbudgeted	% of Authorized Unused
	Filled	Unfilled	Total	Total			Filled	Unfilled	Total	Total			Filled	Unfilled	Total	Total	
3,162	2548	300	2848	314	19.42 %	3,162	2277	543	2820	342	27.99 %	3,058	2250	283	2533	525	26.42 %

Analysis of Budget Request

Appropriation: 34C - Rural Health Facilities

Funding Sources: MRH - Rural Health Services Revolving Fund

The Department of Health's Rural Health Facilities appropriation, in accordance with A.C.A. 20-12-401 et seq., provides matching funds for applicants on a fifty/fifty basis for assisting the stabilization of necessary medical services provided by county, local, commercial or nonprofit organizations. If the applicant completes a community health needs assessment, the applicant shall be eligible to match funds on a 25/75 basis. The state portion shall at no time exceed two hundred thousand dollars (\$200,000) per county, local, commercial, or nonprofit operation.

Funding for this appropriation consists of General Improvement Fund transfers or other funds made available by the General Assembly and held in a revolving fund (A.C.A. 19-5-1039 MRH - Rural Health Services Revolving Fund).

The Agency's Base Level Request is \$1,654 each year of the 2017-2019 Biennium.

The Agency's Change Level Request is \$25,247 each year to restore the appropriation up to the anticipated funding level.

The Executive Recommendation provides for the Agency Request.

Appropriation Summary

Appropriation: 34C - Rural Health Facilities
Funding Sources: MRH - Rural Health Services Revolving Fund

Historical Data

Agency Request and Executive Recommendation

Commitment Item	2015-2016 Actual	2016-2017 Budget	2016-2017 Authorized	2017-2018			2018-2019		
				Base Level	Agency	Executive	Base Level	Agency	Executive
Grants and Aid 5100004	30,076	1,654	65,500	1,654	26,901	26,901	1,654	26,901	26,901
Total	30,076	1,654	65,500	1,654	26,901	26,901	1,654	26,901	26,901
Funding Sources									
Fund Balance 4000005	56,977	26,901		25,247	25,247	25,247	23,593	0	0
Total Funding	56,977	26,901		25,247	25,247	25,247	23,593	0	0
Excess Appropriation/(Funding)	(26,901)	(25,247)		(23,593)	1,654	1,654	(21,939)	26,901	26,901
Grand Total	30,076	1,654		1,654	26,901	26,901	1,654	26,901	26,901

Change Level by Appropriation

Appropriation: 34C - Rural Health Facilities
Funding Sources: MRH - Rural Health Services Revolving Fund

Agency Request

Change Level		2017-2018	Pos	Cumulative	% of BL	2018-2019	Pos	Cumulative	% of BL
BL	Base Level	1,654	0	1,654	100.0	1,654	0	1,654	100.0
C01	Existing Program	25,247	0	26,901	1,626.4	25,247	0	26,901	1,626.4

Executive Recommendation

Change Level		2017-2018	Pos	Cumulative	% of BL	2018-2019	Pos	Cumulative	% of BL
BL	Base Level	1,654	0	1,654	100.0	1,654	0	1,654	100.0
C01	Existing Program	25,247	0	26,901	1,626.4	25,247	0	26,901	1,626.4

Justification

C01	This request is to retore appropriation to funding levels
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Analysis of Budget Request

Appropriation: 34D - Emergency Medical Services

Funding Sources: MEM - Emergency Medical Services Revolving Fund

The Department of Health's Emergency Medical Services appropriation will provide for certification processing and expenses of on-site examinations for Emergency Medical Technicians (EMTs), maintenance of certification software, educational programs, maintenance of EMT-Instructor certification for agency personnel, and other purposes consistent with A.C.A. 20-13-101 et seq.

Funding for this appropriation consists of certification and renewal fees held in the MEM - Emergency Medical Services Revolving Fund.

The Agency is requesting Base Level of \$60,000 each year of the 2017-2019 Biennium.

The Executive Recommendation provides for the Agency Request.

Appropriation Summary

Appropriation: 34D - Emergency Medical Services
Funding Sources: MEM - Emergency Medical Services Revolving Fund

Historical Data

Agency Request and Executive Recommendation

Commitment Item		Historical Data			Agency Request and Executive Recommendation			Agency Request and Executive Recommendation		
		2015-2016 Actual	2016-2017 Budget	2016-2017 Authorized	2017-2018			2018-2019		
					Base Level	Agency	Executive	Base Level	Agency	Executive
Operating Expenses	5020002	11,353	60,000	60,000	60,000	60,000	60,000	60,000	60,000	60,000
Conference & Travel Expenses	5050009	0	0	0	0	0	0	0	0	0
Professional Fees	5060010	0	0	0	0	0	0	0	0	0
Data Processing	5090012	0	0	0	0	0	0	0	0	0
Capital Outlay	5120011	0	0	0	0	0	0	0	0	0
Emerg Medical Srvs/Trauma Sys	5900046	2,137	0	9,728	0	0	0	0	0	0
Total		13,490	60,000	69,728	60,000	60,000	60,000	60,000	60,000	60,000
Funding Sources										
Fund Balance	4000005	79,837	109,748		84,748	84,748	84,748	59,748	59,748	59,748
Special Revenue	4000030	43,401	35,000		35,000	35,000	35,000	35,000	35,000	35,000
Total Funding		123,238	144,748		119,748	119,748	119,748	94,748	94,748	94,748
Excess Appropriation/(Funding)		(109,748)	(84,748)		(59,748)	(59,748)	(59,748)	(34,748)	(34,748)	(34,748)
Grand Total		13,490	60,000		60,000	60,000	60,000	60,000	60,000	60,000

Analysis of Budget Request

Appropriation: 34P - Health Operations Paying

Funding Sources: PHD - Administration Paying

The Department of Health is comprised of the Center for Health Protection, the Center for Health Advancement, the Center for Local Public Health, the Center for Public Health Practice, the Office of Minority Health and Health Disparities, the Arkansas Public Health Laboratory and Health Administration, which includes the Offices of the Director, Chief Financial Officer and the Office of System Technology. The Department has 2 central office locations and 94 Local Health Units located throughout the State. This organizational structure enables the Department to provide public health policy and assessment, as well as preventive and regulatory services for the State's citizens.

This appropriation provides for the operations of the Department of Health. Duties include the operation of the Breast and Cervical Cancer Control programs; the collection, analysis, and communication of data regarding health events, disease incidence, the healthcare system, and health status indicators; the protection of the public's health by ensuring safe food and drinking water and maintaining the quality of health facilities and services through monitoring, laboratory testing, and evaluation; and educating the public concerning healthy behavior and providing accessible personal health services.

Funding for this appropriation consists of general revenue (BAA - Public Health Fund), federal funding, special revenues, Third Party Reimbursement, Tobacco Settlement Funding and other funding. Federal revenues include Immunization and Vaccines for Children, Ryan White Care Act Title II, Public Health Preparedness and Response/BIO, Bioterrorism Hospital Preparedness Program, Epidemiology and Laboratory Capacity for Infectious Diseases, Title X Family Planning Services Program, National Cancer Prevention and Control Program, Chronic Disease Prevention and Health Promotion Programs, Maternal and Child Health, and Women Infants and Children (WIC). Special revenues include the Cigarette Tax; licensing fees for Cosmetology, Radiology, Plumbing, Pharmacy, HVAC, Health Facilities, Waterworks, Athletic Commission, and Massage Therapy; Milk Inspection and Marine Sanitation Fees; and Nuclear Planning and Response Funds. Third Party Reimbursement funding includes Medicaid and Insurance funding. Other Funding, as indicated as Various Program Support, includes fees related to Vital Records, Immunization, Rabies, Swimming Pools, etc.

Base Level Regular Salaries and Personal Services Matching include the continuation of the previously authorized 2017 Salaries and Career Service Payments for eligible employees. Personal Services Matching includes the monthly contribution for State employee's health insurance for a total State match per budgeted employee of \$420 per month. Base Level salaries and matching do not include appropriation for a Cost of Living Adjustment or Merit Pay Increases. The Base Level salary of unclassified positions reflects the FY17 line item maximum plus the previously authorized 2016 1% Cost of Living Adjustment authorized by Act 1007 (3 (B)) of 2015.

The Agency has a total of two thousand nine hundred ninety-three (2,993) positions authorized in FY17 and is requesting to reduce the authorized amount by five hundred six (506) positions for the biennium due to the transition of the In-Home Services Program to a private provider.

The Base Level request is \$245,006,837 in FY18 and \$245,082,572 in FY19 with two thousand two hundred twenty-one (2,221) positions. Base Level also reflects a reduction of two hundred sixty (260) positions from the FY17 budget amount of two thousand four hundred eighty-one (2,481). The Agency is requesting to eliminate these positions due to the transition of the In Home Services Program.

The Agency's Change Level request for appropriation is \$38,288,644 in FY18 and \$38,290,246 in FY19, and consists of the following:

- Regular Salaries and Personal Services Matching totaling \$12,395,019 in FY18 and \$12,396,621 in FY19 that consist of: restoration of two hundred fifty-nine (259) various positions that were not budgeted in FY17, and seven (7) positions established through the Miscellaneous Federal Grant process.
- Extra Help and associated Personal Services Matching totaling \$1,143,269 each year for staffing needs during flu clinics and various staff shortages,
- Operating Expenses totaling \$9,182,536 each year for increased needs for vaccine and medication purchases,
- Conference and Travel totaling \$130,920 each year to restore unfunded appropriation and allow flexibility to utilize additional federal funding,
- Professional Fees totaling \$6,437,227 each year to restore unfunded appropriation and allow flexibility to utilize additional federal funding,
- Grants and Aid totaling \$4,334,117 each year to restore appropriation to support operations,
- Capital Outlay totaling \$2,489,837 each year of the biennium for the normal replacement of necessary equipment for the local health units, and other necessary needs of operation for the Public Health Lab and other branch operations of the Agency, and
- Breast Care Program totaling \$2,175,719 each year to restore appropriation to support operations.

The Executive Recommendation provides for the Agency Request. Subsequent to Agency's initial Budget Request, the Office of Personnel Management and Agency personnel evaluated the Agency's position usage and ongoing staffing needs. The Executive Recommendation reflects position reductions based on the personnel evaluation.

Appropriation Summary

Appropriation: 34P - Health Operations Paying

Funding Sources: PHD - Administration Paying

Historical Data

Agency Request and Executive Recommendation

Commitment Item		Historical Data			Agency Request and Executive Recommendation			Agency Request and Executive Recommendation		
		2015-2016 Actual	2016-2017 Budget	2016-2017 Authorized	2017-2018			2018-2019		
					Base Level	Agency	Executive	Base Level	Agency	Executive
Regular Salaries	5010000	103,540,514	95,661,409	123,148,038	92,524,167	101,496,149	98,588,346	92,580,067	101,553,349	98,645,446
#Positions		2,728	2,481	2,993	2,221	2,487	2,398	2,221	2,487	2,398
Extra Help	5010001	957,001	1,030,209	1,586,737	1,030,209	2,086,737	2,086,737	1,030,209	2,086,737	2,086,737
#Extra Help		113	231	231	231	231	231	231	231	231
Personal Services Matching	5010003	37,356,717	34,073,281	43,444,934	32,516,489	36,026,267	34,902,806	32,535,090	36,045,170	34,921,685
Overtime	5010006	39,268	111,500	120,559	111,500	111,500	111,500	111,500	111,500	111,500
Operating Expenses	5020002	65,321,107	73,337,597	72,034,526	72,034,526	81,217,062	81,217,062	72,034,526	81,217,062	81,217,062
Conference & Travel Expenses	5050009	417,929	1,112,645	1,243,565	1,112,645	1,243,565	1,243,565	1,112,645	1,243,565	1,243,565
Professional Fees	5060010	28,563,912	23,626,684	39,456,027	23,626,684	30,063,911	30,063,911	23,626,684	30,063,911	30,063,911
Data Processing	5090012	0	0	0	0	0	0	0	0	0
Grants and Aid	5100004	10,346,608	13,213,894	23,083,198	13,213,894	17,548,011	17,548,011	13,213,894	17,548,011	17,548,011
Refunds/Reimbursements	5110014	2,777	11,613	11,613	11,613	11,613	11,613	11,613	11,613	11,613
Claims	5110015	27,500	0	0	0	0	0	0	0	0
Capital Outlay	5120011	1,388,663	1,033,710	1,750,000	0	2,489,837	2,489,837	0	2,489,837	2,489,837
Breast Care Program	5900048	5,872,471	8,833,196	11,000,829	8,825,110	11,000,829	11,000,829	8,826,344	11,002,063	11,002,063
Total		253,834,467	252,045,738	316,880,026	245,006,837	283,295,481	279,264,217	245,082,572	283,372,818	279,341,430

Funding Sources										
General Revenue	4000010	59,662,794	59,662,794		59,662,794	59,662,794	59,662,794	59,662,794	59,662,794	59,662,794
Federal Revenue	4000020	78,063,253	105,112,117		110,112,117	110,112,117	110,112,117	110,112,117	110,112,117	110,112,117
Special Revenue	4000030	3,195,058	3,272,907		3,272,907	3,272,907	3,272,907	3,272,907	3,272,907	3,272,907
Special Revenue Restricted	4000031	16,774,052	17,182,760		17,182,760	17,182,760	17,182,760	17,182,760	17,182,760	17,182,760
Third Party Reimbursement	4000490	77,110,308	38,337,523		23,414,601	23,414,601	23,414,601	23,414,601	23,414,601	23,414,601
Transfer to Medicaid Match	4000660	(555,202)	(689,757)		(689,757)	(689,757)	(689,757)	(689,757)	(689,757)	(689,757)
Various Program Support	4000730	19,584,204	29,167,394		30,071,937	30,071,937	30,071,937	30,071,937	30,071,937	30,071,937
Total Funding		253,834,467	252,045,738		243,027,359	243,027,359	243,027,359	243,027,359	243,027,359	243,027,359
Excess Appropriation/(Funding)		0	0		1,979,478	40,268,122	36,236,858	2,055,213	40,345,459	36,314,071
Grand Total		253,834,467	252,045,738		245,006,837	283,295,481	279,264,217	245,082,572	283,372,818	279,341,430

The total number of positions in Base Level each year of the 2017-2019 Biennium reflect a reduction of 260 positions from the FY17 Budget amount of 2,481 to 2,221 due to the transition of the In Home Services program.

Budget exceeds Authorized Appropriation in Operating Expenses due to a transfer from the Miscellaneous Federal Grant Holding Account.

Change Level by Appropriation

Appropriation: 34P - Health Operations Paying
Funding Sources: PHD - Administration Paying

Agency Request

Change Level		2017-2018	Pos	Cumulative	% of BL	2018-2019	Pos	Cumulative	% of BL
BL	Base Level	245,006,837	2,221	245,006,837	100.0	245,082,572	2,221	245,082,572	100.0
C01	Existing Program	31,275,814	259	276,282,651	112.8	31,277,416	259	276,359,988	112.8
C05	Unfunded Appropriation	6,568,147	0	282,850,798	115.4	6,568,147	0	282,928,135	115.4
C06	Restore Position/Approp	444,683	7	283,295,481	115.6	444,683	7	283,372,818	115.6

Executive Recommendation

Change Level		2017-2018	Pos	Cumulative	% of BL	2018-2019	Pos	Cumulative	% of BL
BL	Base Level	245,006,837	2,221	245,006,837	100.0	245,082,572	2,221	245,082,572	100.0
C01	Existing Program	28,368,011	170	273,374,848	111.6	28,369,513	170	273,452,085	111.6
C05	Unfunded Appropriation	6,568,147	0	279,942,995	114.3	6,568,147	0	280,020,232	114.3
C06	Restore Position/Approp	444,683	7	280,387,678	114.4	444,683	7	280,464,915	114.4
C13	Not Recommended	(1,123,461)	0	279,264,217	114.0	(1,123,485)	0	279,341,430	114.0

Justification

C01	This request restores 259 currently authorized positions. The increase in Extra Help appropriation is needed for staffing needs during flu clinics and various staff shortages. The increase in Operating Expenses is to restore FY17 MFG amounts. The agency has increased needs for vaccine and medication purchases. The capital outlay request is for the normal replacement of equipment for the local health units, and other needs for the operation of the Public Health Lab and other branch operations of the Agency. Restoration of appropriation in the Grants & Aid commitment item is requested to support operations of the agency.
C05	This request is to restore appropriation in Conference & Travel and Professional Fees allowing flexibility to utilize additional federal and other funding opportunities.
C06	This request is to restore 7 positions and appropriation authorized through the MFG process in FY17.

**CARRY FORWARD OF ANY REMAINING FUND BALANCES
FROM FISCAL YEAR 2016 TO FISCAL YEAR 2017**

Agency: AR Department of Health

Program: Health Operations Paying

Act #: 930 of 2015

Section(s) #: 5 & 13

Estimated Carry Forward Amount \$ 350,000.00 Funding Source: Third Party Reimbursement

Accounting Information:

Business Area: 0645

Funds Center: 34P

Fund: BAA

Functional Area: HHS

Current law requires a written statement be submitted to the DFA Office of Budget stating the reason(s) to carry forward funding for a program or a specific line item within a program remaining on June 30th of a fiscal year.

Justification for carry forward of fund balance:

The funds will be used to support the operations for In-Home Services Program.

Actual Funding Carry Forward Amount \$ 88.00

Current status of carry forward funding:

The In-Home Services Program is being transitioned over to a private sector provider. The funds will be used to cover any remaining expenses.

Dr. Nathaniel Smith

Director

08-12-2016

Date

Analysis of Budget Request

Appropriation: 38D - Nuclear Planning Grants

Funding Sources: SNP - Arkansas Nuclear Planning and Response Fund

The grants for Nuclear Planning appropriation provides grants to the Arkansas Department of Emergency Management for local governments located in close proximity to nuclear-powered electricity generating facilities in the State. These grants are used to maintain nuclear disaster response procedures and precautions as a part of the Division of Health's Nuclear Planning and Response Program, A.C.A. 20-21-401 et seq., which provides for the following:

- Continuous radiation surveillance
- Training and education of residents in the affected areas
- Protective measures/procedures/plans and such other actions to be taken in the event of a radiation incident or accident

Funding for this appropriation consists of Special Revenue (A.C.A. 19-6-435 SNP - Arkansas Nuclear Planning and Response Fund), including assessments against utilities operating nuclear generating facilities within the State.

The Agency is requesting Base Level of \$325,000 each year of the 2017-2019 Biennium.

The Executive Recommendation provides for the Agency Request.

Appropriation Summary

Appropriation: 38D - Nuclear Planning Grants

Funding Sources: SNP - Arkansas Nuclear Planning and Response Fund

Historical Data

Agency Request and Executive Recommendation

Commitment Item		Historical Data			2017-2018			2018-2019		
		2015-2016 Actual	2016-2017 Budget	2016-2017 Authorized	Base Level	Agency	Executive	Base Level	Agency	Executive
Grants and Aid	5100004	325,000	325,000	375,000	325,000	325,000	325,000	325,000	325,000	325,000
Total		325,000	325,000	375,000	325,000	325,000	325,000	325,000	325,000	325,000
Funding Sources										
Special Revenue	4000030	325,000	325,000		325,000	325,000	325,000	325,000	325,000	325,000
Total Funding		325,000	325,000		325,000	325,000	325,000	325,000	325,000	325,000
Excess Appropriation/(Funding)		0	0		0	0	0	0	0	0
Grand Total		325,000	325,000		325,000	325,000	325,000	325,000	325,000	325,000

Analysis of Budget Request

Appropriation: 59T - Trauma System

Funding Sources: BAA - Public Health Fund

The Trauma System appropriation provides for operations as established by Act 393 of 2009 (A.C.A. 20-13-801 et. seq.) in which the legislature created a comprehensive trauma care system under the auspices of the Department and Board of Health. This system provides guidelines for the care of trauma victims and is fully integrated with all available resources, including, but not limited to, existing emergency medical services providers, hospitals, or other health care providers that would like to participate in the program. Funding for this appropriation is 100% General Revenue.

Base Level Regular Salaries and Personal Services Matching include the continuation of the previously authorized 2017 Salaries and Career Service Payments for eligible employees. Personal Services Matching includes the monthly contribution for State employee's health insurance for a total State match per budgeted employee of \$420 per month. Base Level salaries and matching do not include appropriation for a Cost of Living Adjustment or Merit Pay Increases.

The Agency's Base Level request is \$19,160,986 in FY18 and \$19,162,897 in FY19 with eighteen (18) positions.

The Agency's Change Level Request is \$6,738,464 in unfunded appropriation each year in the Trauma System Expenses line item to restore appropriation close to the FY17 authorized level.

The Executive Recommendation provides for the Agency Request.

Appropriation Summary

Appropriation: 59T - Trauma System

Funding Sources: BAA - Public Health Fund

Historical Data

Agency Request and Executive Recommendation

Commitment Item		Historical Data			2017-2018			2018-2019		
		2015-2016 Actual	2016-2017 Budget	2016-2017 Authorized	Base Level	Agency	Executive	Base Level	Agency	Executive
Regular Salaries	5010000	703,680	946,333	971,396	883,030	883,030	883,030	884,230	884,230	884,230
#Positions		18	18	18	18	18	18	18	18	18
Extra Help	5010001	1,115	75,000	75,000	75,000	75,000	75,000	75,000	75,000	75,000
#Extra Help		1	2	2	2	2	2	2	2	2
Personal Services Matching	5010003	250,350	308,295	318,541	298,584	298,584	298,584	299,295	299,295	299,295
Operating Expenses	5020002	45,166	355,545	355,545	355,545	355,545	355,545	355,545	355,545	355,545
Conference & Travel Expenses	5050009	20,799	50,000	50,000	50,000	50,000	50,000	50,000	50,000	50,000
Professional Fees	5060010	0	0	0	0	0	0	0	0	0
Data Processing	5090012	0	0	0	0	0	0	0	0	0
Capital Outlay	5120011	0	0	0	0	0	0	0	0	0
Trauma System Expenses	5900046	15,447,028	17,498,827	26,823,032	17,498,827	24,237,291	24,237,291	17,498,827	24,237,291	24,237,291
Total		16,468,138	19,234,000	28,593,514	19,160,986	25,899,450	25,899,450	19,162,897	25,901,361	25,901,361

Funding Sources										
Fund Balance	4000005	4,079,269	6,704,541		6,704,541	6,704,541	6,704,541	6,777,555	39,091	39,091
General Revenue	4000010	19,234,000	19,234,000		19,234,000	19,234,000	19,234,000	19,234,000	19,234,000	19,234,000
Transfers / Adjustments	4000683	(140,590)	0		0	0	0	0	0	0
Total Funding		23,172,679	25,938,541		25,938,541	25,938,541	25,938,541	26,011,555	19,273,091	19,273,091
Excess Appropriation/(Funding)		(6,704,541)	(6,704,541)		(6,777,555)	(39,091)	(39,091)	(6,848,658)	6,628,270	6,628,270
Grand Total		16,468,138	19,234,000		19,160,986	25,899,450	25,899,450	19,162,897	25,901,361	25,901,361

Fund transfers consist of Workers Comp transfer per A.C.A. 11-9-307 and transfers of General Revenue between appropriate funds per A.C.A. 19-5-106.

Change Level by Appropriation

Appropriation: 59T - Trauma System
Funding Sources: BAA - Public Health Fund

Agency Request

Change Level		2017-2018	Pos	Cumulative	% of BL	2018-2019	Pos	Cumulative	% of BL
BL	Base Level	19,160,986	18	19,160,986	100.0	19,162,897	18	19,162,897	100.0
C01	Existing Program	6,738,464	0	25,899,450	135.2	6,738,464	0	25,901,361	135.2

Executive Recommendation

Change Level		2017-2018	Pos	Cumulative	% of BL	2018-2019	Pos	Cumulative	% of BL
BL	Base Level	19,160,986	18	19,160,986	100.0	19,162,897	18	19,162,897	100.0
C01	Existing Program	6,738,464	0	25,899,450	135.2	6,738,464	0	25,901,361	135.2

Justification

C01	This request is restore appropriation to current funding levels for the Trauma System Expenses
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**CARRY FORWARD OF ANY REMAINING FUND BALANCES
FROM FISCAL YEAR 2016 TO FISCAL YEAR 2017**

Agency: AR Department of Health

Program: Trauma System

Act #: 930 of 2015 Section(s) #: 6, 22

Estimated Carry Forward Amount \$ 4,508,394.00 Funding Source: General Revenue/Tobacco Tax

Accounting Information:

Business Area: 0645 Funds Center: 59T Fund: BAA Functional Area: HHS

Current law requires a written statement be submitted to the DFA Office of Budget stating the reason(s) to carry forward funding for a program or a specific line item within a program remaining on June 30th of a fiscal year.

Justification for carry forward of fund balance:

These funds will be used to support expenses according to the authorization established in the act.

Actual Funding Carry Forward Amount \$ 6,704,541.00

Current status of carry forward funding:

The funds will be used to support the operations of the Trauma System program for FY17.

Dr. Nathaniel Smith

Director

08-12-2016

Date

Analysis of Budget Request

Appropriation: 604 - Tobacco Prevention & Cessation Programs

Funding Sources: TSD - Tobacco Prevention & Cessation Program Account

The Tobacco Prevention and Cessation program, created by Initiated Act 1 of 2000 (A.C.A. 19-12-101 et seq.), develops, integrates, and monitors tobacco prevention and cessation programs and provides administrative oversight and management of those programs. Program components approved by the Board of Health include community prevention youth programs, school education and prevention programs, enforcement of tobacco control laws, tobacco cessation programs, tobacco related disease prevention programs, public awareness and health promotion campaign, as well as grants and contracts for monitoring and evaluation. This appropriation is funded from Tobacco Settlement proceeds (TSD - Prevention and Cessation Program Account).

Base Level Regular Salaries and Personal Services Matching include the continuation of the previously authorized 2017 Salaries and Career Service Payments for eligible employees. Personal Services Matching includes the monthly contribution for State employee's health insurance for a total State match per budgeted employee of \$420 per month. Base Level salaries and matching do not include appropriation for a Cost of Living Adjustment or Merit Pay Increases.

The Agency's Base Level request is \$14,340,549 in FY18 and \$14,341,229 in FY19 with thirty-four (34) positions.

The Agency's Change Level request is \$2,862,345 each year of the biennium and consists of the following:

- Regular Salaries and Personal Services Matching increase of \$602,762 for restoration of thirteen (13) positions that were not budgeted in FY17,
- Operating Expenses increase of \$140,000 each year to restore appropriation to the FY17 authorized level,
- Tobacco Prevention & Cessation Expenses increase of \$2,002,163 each year to restore appropriation close to the FY17 authorized level, and
- Nutrition and Physical Activity Expenses increase of \$117,420 each year to restore appropriation close to the FY17 authorized level.

The Executive Recommendation provides for Base Level.

Appropriation Summary

Appropriation: 604 - Tobacco Prevention & Cessation Programs

Funding Sources: TSD - Tobacco Prevention & Cessation Program Account

Historical Data

Agency Request and Executive Recommendation

Commitment Item		Historical Data			2017-2018			2018-2019		
		2015-2016 Actual	2016-2017 Budget	2016-2017 Authorized	Base Level	Agency	Executive	Base Level	Agency	Executive
Regular Salaries	5010000	1,387,874	1,495,218	1,931,705	1,495,834	1,931,872	1,495,834	1,495,934	1,931,972	1,495,934
#Positions		32	34	47	34	47	34	34	47	34
Extra Help	5010001	14,980	50,000	50,000	50,000	50,000	50,000	50,000	50,000	50,000
#Extra Help		4	4	4	4	4	4	4	4	4
Personal Services Matching	5010003	460,318	476,851	649,508	484,717	651,441	484,717	485,174	651,898	485,174
Operating Expenses	5020002	87,229	185,000	325,000	185,000	325,000	185,000	185,000	325,000	185,000
Conference & Travel Expenses	5050009	17,624	25,000	25,000	25,000	25,000	25,000	25,000	25,000	25,000
Professional Fees	5060010	1,405,952	2,278,900	2,279,633	2,278,900	2,278,900	2,278,900	2,278,900	2,278,900	2,278,900
Data Processing	5090012	0	0	0	0	0	0	0	0	0
Capital Outlay	5120011	0	0	0	0	0	0	0	0	0
Tobacco Prevention & Cessation	5900046	6,695,106	9,221,071	11,405,398	9,221,071	11,223,234	9,221,071	9,221,071	11,223,234	9,221,071
Exp. Nutrition & Physical Activity	5900047	621,220	598,552	717,447	600,027	717,447	600,027	600,150	717,570	600,150
Total		10,690,303	14,330,592	17,383,691	14,340,549	17,202,894	14,340,549	14,341,229	17,203,574	14,341,229
Funding Sources										
Fund Balance	4000005	5,540,519	4,858,044		701,540	701,540	701,540	0	0	0
Tobacco Settlement	4000495	12,149,381	11,742,088		11,742,088	11,742,088	11,742,088	11,742,088	11,742,088	11,742,088
Transfers / Adjustments	4000683	(2,141,553)	(1,568,000)		(1,568,000)	(1,568,000)	(1,568,000)	(1,568,000)	(1,568,000)	(1,568,000)
Total Funding		15,548,347	15,032,132		10,875,628	10,875,628	10,875,628	10,174,088	10,174,088	10,174,088
Excess Appropriation/(Funding)		(4,858,044)	(701,540)		3,464,921	6,327,266	3,464,921	4,167,141	7,029,486	4,167,141
Grand Total		10,690,303	14,330,592		14,340,549	17,202,894	14,340,549	14,341,229	17,203,574	14,341,229

Transfers include \$500,000 to the Breast Cancer Control Fund per Act 265 of 2015 and Act 127 of 2016 and various other transfers as allowed by A.C.A. 19-5-106.

Change Level by Appropriation

Appropriation: 604 - Tobacco Prevention & Cessation Programs
Funding Sources: TSD - Tobacco Prevention & Cessation Program Account

Agency Request

Change Level		2017-2018	Pos	Cumulative	% of BL	2018-2019	Pos	Cumulative	% of BL
BL	Base Level	14,340,549	34	14,340,549	100.0	14,341,229	34	14,341,229	100.0
C01	Existing Program	2,862,345	13	17,202,894	120.0	2,862,345	13	17,203,574	120.0

Executive Recommendation

Change Level		2017-2018	Pos	Cumulative	% of BL	2018-2019	Pos	Cumulative	% of BL
BL	Base Level	14,340,549	34	14,340,549	100.0	14,341,229	34	14,341,229	100.0
C01	Existing Program	166,724	0	14,507,273	101.2	166,724	0	14,507,953	101.2
C13	Not Recommended	(166,724)	0	14,340,549	100.0	(166,724)	0	14,341,229	100.0

Justification

C01	This request is restore appropriation to funding level and to restore 13 previously authorized positions.
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Analysis of Budget Request

Appropriation: 803 - Health Building & Local Health Grant Trust

Funding Sources: THL - Health Bldg and Local Grant Trust

The Department of Health's Health Building and Local Grant Trust appropriation is used for expansion, renovation, construction, or improvement to the State Health Building and for grants for construction, renovation, or other expansion of approved local health unit facilities in the State as proscribed by A.C.A. 20-7-201 et seq.

Funding for this appropriation consists of visit fees to local health units that are held in a trust fund (A.C.A. 19-5-962 THL - Health Building and Local Grant Trust Fund).

The Agency is requesting Base Level Request of \$1,950,000 each year of the 2017-2019 Biennium.

The Executive Recommendation provides for the Agency Request.

Appropriation Summary

Appropriation: 803 - Health Building & Local Health Grant Trust

Funding Sources: THL - Health Bldg and Local Grant Trust

Historical Data

Agency Request and Executive Recommendation

Commitment Item		Historical Data			2017-2018			2018-2019		
		2015-2016 Actual	2016-2017 Budget	2016-2017 Authorized	Base Level	Agency	Executive	Base Level	Agency	Executive
Grants and Aid	5100004	238,612	1,950,000	1,950,000	1,950,000	1,950,000	1,950,000	1,950,000	1,950,000	1,950,000
Total		238,612	1,950,000	1,950,000	1,950,000	1,950,000	1,950,000	1,950,000	1,950,000	1,950,000
Funding Sources										
Fund Balance	4000005	1,109,872	1,460,098		110,098	110,098	110,098	0	0	0
Special Revenue	4000030	125,746	600,000		600,000	600,000	600,000	600,000	600,000	600,000
Intra-agency Fund Transfer	4000317	463,092	0		0	0	0	0	0	0
Total Funding		1,698,710	2,060,098		710,098	710,098	710,098	600,000	600,000	600,000
Excess Appropriation/(Funding)		(1,460,098)	(110,098)		1,239,902	1,239,902	1,239,902	1,350,000	1,350,000	1,350,000
Grand Total		238,612	1,950,000		1,950,000	1,950,000	1,950,000	1,950,000	1,950,000	1,950,000

Analysis of Budget Request

Appropriation: B72 - WIC Food Instruments - Cash

Funding Sources: 163 - Cash Funds

The Department of Health's Women Infants and Children (WIC) Food Instruments appropriation provides for the issuance of vouchers to at-risk persons to improve the nutrition of eligible pregnant, breastfeeding and postpartum women to provide for infants and young children during periods of critical growth. The food instruments are redeemable for specific foods at local grocery stores. The program also provides nutrition education and referral to other services.

Funding for this appropriation consists of funds from the United States Department of Agriculture that are held in a Cash fund to provide electronic benefits transfers to vendors and reimbursements from contracted formula companies.

The Agency's Base Level Request is \$72,621,171 each year of the 2017-2019 Biennium.

The Agency's Change Level Request is \$3,191,888 each year to increase the WIC Food Instruments appropriation up to the anticipated funding level.

The Executive Recommendation provides for the Agency Request.

Appropriation Summary

Appropriation: B72 - WIC Food Instruments - Cash

Funding Sources: 163 - Cash Funds

Historical Data

Agency Request and Executive Recommendation

Commitment Item		Historical Data			Agency Request and Executive Recommendation			Agency Request and Executive Recommendation		
		2015-2016 Actual	2016-2017 Budget	2016-2017 Authorized	2017-2018			2018-2019		
					Base Level	Agency	Executive	Base Level	Agency	Executive
WIC Food Instruments	5900040	60,014,513	72,621,171	75,813,059	72,621,171	75,813,059	75,813,059	72,621,171	75,813,059	75,813,059
Total		60,014,513	72,621,171	75,813,059	72,621,171	75,813,059	75,813,059	72,621,171	75,813,059	75,813,059
Funding Sources										
Fund Balance	4000005	1,277,723	1,577,043		1,577,043	1,577,043	1,577,043	1,577,043	0	0
Federal Revenue	4000020	35,563,262	46,122,620		46,122,620	46,122,620	46,122,620	46,122,620	46,122,620	46,122,620
Manufacturer Rebate	4000341	24,750,571	26,498,551		26,498,551	26,498,551	26,498,551	26,498,551	26,498,551	26,498,551
Total Funding		61,591,556	74,198,214		74,198,214	74,198,214	74,198,214	74,198,214	72,621,171	72,621,171
Excess Appropriation/(Funding)		(1,577,043)	(1,577,043)		(1,577,043)	1,614,845	1,614,845	(1,577,043)	3,191,888	3,191,888
Grand Total		60,014,513	72,621,171		72,621,171	75,813,059	75,813,059	72,621,171	75,813,059	75,813,059

Change Level by Appropriation

Appropriation: B72 - WIC Food Instruments - Cash
Funding Sources: 163 - Cash Funds

Agency Request

Change Level		2017-2018	Pos	Cumulative	% of BL	2018-2019	Pos	Cumulative	% of BL
BL	Base Level	72,621,171	0	72,621,171	100.0	72,621,171	0	72,621,171	100.0
C01	Existing Program	3,191,888	0	75,813,059	104.4	3,191,888	0	75,813,059	104.4

Executive Recommendation

Change Level		2017-2018	Pos	Cumulative	% of BL	2018-2019	Pos	Cumulative	% of BL
BL	Base Level	72,621,171	0	72,621,171	100.0	72,621,171	0	72,621,171	100.0
C01	Existing Program	3,191,888	0	75,813,059	104.4	3,191,888	0	75,813,059	104.4

Justification

C01	This request is to restore appropriation to the anticipated funding level
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Analysis of Budget Request

Appropriation: N62 - Interpreters for Deaf and Hearing Impair

Funding Sources: SDI- Interpreters for Deaf and Hearing Impaired Fund

This appropriation provides for the Advisory Board expenses for the Department's Interpreters for Deaf and Hearing Impaired.

Funding for this appropriation comes from Special Revenues as authorized by A.C.A.19-6-827.

The Agency's Base Level Request is \$7,800 each year of the 2017-2019 Biennium.

The Agency's Change Level Request is \$17,200 each year to restore the appropriation up to the FY17 authorized level.

The Executive Recommendation provides for the Agency Request.

Appropriation Summary

Appropriation: N62 - Interpreters for Deaf and Hearing Impair
Funding Sources: SDI- Interpreters for Deaf and Hearing Impaired Fund

Historical Data

Agency Request and Executive Recommendation

Commitment Item	Historical Data			2017-2018			2018-2019		
	2015-2016 Actual	2016-2017 Budget	2016-2017 Authorized	Base Level	Agency	Executive	Base Level	Agency	Executive
Interpreter for Deaf/Hearing Imp 5900046	1,304	7,800	25,000	7,800	25,000	25,000	7,800	25,000	25,000
Total	1,304	7,800	25,000	7,800	25,000	25,000	7,800	25,000	25,000
Funding Sources									
Fund Balance 4000005	32,461	46,763		46,763	46,763	46,763	46,763	29,563	29,563
Special Revenue 4000030	15,606	7,800		7,800	7,800	7,800	7,800	7,800	7,800
Total Funding	48,067	54,563		54,563	54,563	54,563	54,563	37,363	37,363
Excess Appropriation/(Funding)	(46,763)	(46,763)		(46,763)	(29,563)	(29,563)	(46,763)	(12,363)	(12,363)
Grand Total	1,304	7,800		7,800	25,000	25,000	7,800	25,000	25,000

Change Level by Appropriation

Appropriation: N62 - Interpreters for Deaf and Hearing Impair
Funding Sources: SDI- Interpreters for Deaf and Hearing Impaired Fund

Agency Request

Change Level		2017-2018	Pos	Cumulative	% of BL	2018-2019	Pos	Cumulative	% of BL
BL	Base Level	7,800	0	7,800	100.0	7,800	0	7,800	100.0
C01	Existing Program	17,200	0	25,000	320.5	17,200	0	25,000	320.5

Executive Recommendation

Change Level		2017-2018	Pos	Cumulative	% of BL	2018-2019	Pos	Cumulative	% of BL
BL	Base Level	7,800	0	7,800	100.0	7,800	0	7,800	100.0
C01	Existing Program	17,200	0	25,000	320.5	17,200	0	25,000	320.5

Justification

C01	This request is restore appropriation the authorized amount supported by the existing funding level
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