

DHS - Children & Family Services

State Contracts Over \$50,000 Awarded To Minority Owned Businesses Fiscal Year 2018

None

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				
Arkansas Child Welfare Report Card	Act 1222 of 1995	N	Y	200	AR Child Welfare Public Accountability Act Mandated	40	384.00
Compliance Outcome Report	COR	N	N	50	Continuation monitoring objectives of Angela R Settlement	10	144.00
Family Preservation	Act 1025 of 1991	N	Y	50	Arkansas Family Preservation Services Program Act	4	10.00
Garrett's Law Report	Act 1176 of 2005	N	Y	50	Mandated	20	108.00

Department Appropriation Summary

Appropriation	Historical Data						Agency Request and Executive Recommendation							
	2017-2018		2018-2019		2018-2019		2019-2020				2020-2021			
	Actual	Pos	Budget	Pos	Authorized	Pos	Agency	Pos	Executive	Pos	Agency	Pos	Executive	Pos
882 State Residential Treatment	3,192,539	0	10,647,249	0	13,953,656	0	10,647,249	0	10,647,249	0	10,647,249	0	10,647,249	0
883 Foster Care	34,944,610	0	45,035,428	0	48,736,982	0	48,736,982	0	48,736,982	0	48,736,982	0	48,736,982	0
896 Division of Children & Family Services	84,536,140	1,200	98,394,609	1,261	93,319,037	1,282	107,286,610	1,280	107,286,610	1,280	107,313,275	1,280	107,313,275	1,280
896 DHS-Admin Paying Account	53,863	0	475,581	0	524,884	1	0	0	0	0	0	0	0	0
898 TANF/Foster Care	62,003,144	0	69,725,891	0	85,817,193	0	83,817,193	0	83,817,193	0	83,817,193	0	83,817,193	0
V83 DHS - Children's Trust Fund	76,836	1	276,721	1	274,238	1	276,638	1	276,638	1	276,638	1	276,638	1
Total	184,807,132	1,201	224,555,479	1,262	242,625,990	1,284	250,764,672	1,281	250,764,672	1,281	250,791,337	1,281	250,791,337	1,281

Funding Sources			%		%		%		%		%		%
Fund Balance	4000005	2,400,128	1.3	2,600,958	1.1	2,600,958	1.1	2,600,958	1.1	2,600,958	1.1	2,600,958	1.1
General Revenue	4000010	114,195,882	60.9	123,951,648	54.6	125,202,457	55.1	125,202,457	55.1	125,216,852	55.1	125,216,852	55.1
Federal Revenue	4000020	69,703,661	37.2	85,979,449	37.9	86,029,126	37.9	86,029,126	37.9	86,029,126	37.9	86,029,126	37.9
Special Revenue	4000030	277,666	0.1	276,721	0.1	276,638	0.1	276,638	0.1	276,638	0.1	276,638	0.1
Performance Fund	4000055	1,000,000	0.5	1,231,549	0.5	0	0.0	0	0.0	0	0.0	0	0.0
Transfer to State Police	4000675	(1,441,737)	(0.8)	(1,557,972)	(0.7)	(1,557,972)	(0.7)	(1,557,972)	(0.7)	(1,557,972)	(0.7)	(1,557,972)	(0.7)
Various Program Support	4000730	1,272,490	0.7	14,674,084	6.5	14,674,084	6.5	14,674,084	6.5	14,674,084	6.5	14,674,084	6.5
Total Funds		187,408,090	100.0	227,156,437	100.0	227,225,291	100.0	227,225,291	100.0	227,239,686	100.0	227,239,686	100.0
Excess Appropriation/(Funding)		(2,600,958)		(2,600,958)		23,539,381		23,539,381		23,551,651		23,551,651	
Grand Total		184,807,132		224,555,479		250,764,672		250,764,672		250,791,337		250,791,337	

FY19 Budget amount in Regular Salaries and Personal Services Matching exceeds the authorized amount due to salary and matching rate adjustments during the 2017-2019 Biennium. Variance in fund balance is due to unfunded appropriation in fund centers 882, 883, 896, and 898.

Analysis of Budget Request

Appropriation: 882 - State Residential Treatment

Funding Sources: DCF - Children and Family Services Fund Account

This appropriation provides residential treatment services to children in need of placement and treatment. These services are purchased through private provider contracts and Medicaid Eligible service providers and are targeted for children who have been diagnosed as having serious emotional and/or behavioral problems and are in need of placement and treatment.

Funding for this appropriation is general revenue (DCF - Children and Family Services Fund Account) and refunds that consist of contract reimbursements for spent general revenue.

The Division is requesting \$10,647,249 for each year of the 2019-2021 Biennium.

The Division Request includes transferring (\$3,306,407) in appropriation to the Operating Appropriation to support the Children's Reporting Information System (CHRIS) upgrade needed for the Division to be federally compliant.

The Division is requesting to be above 10% of actual FY18 expenditures to accommodate for contracts and services which require open contracts for evaluations, placements, and counseling. For example, the contract may allow for a maximum bed capacity however, the utilization may not be at capacity for the full term of the contract. While the contract need may fluctuate based on the children in care, the ability to secure timely placement and service is critical to the DCFS mission.

The Executive Recommendation provides for the Agency Request.

Appropriation Summary

Appropriation: 882 - State Residential Treatment
Funding Sources: DCF - Children and Family Services Fund Account

Historical Data

Agency Request and Executive Recommendation

Commitment Item		2017-2018	2018-2019	2018-2019	2019-2020		2020-2021	
		Actual	Budget	Authorized	Agency	Executive	Agency	Executive
Grants and Aid	5100004	3,192,539	10,647,249	13,953,656	10,647,249	10,647,249	10,647,249	10,647,249
Total		3,192,539	10,647,249	13,953,656	10,647,249	10,647,249	10,647,249	10,647,249
Funding Sources								
General Revenue	4000010	3,093,798	9,612,249		6,936,048	6,936,048	6,936,048	6,936,048
Various Program Support	4000730	98,741	1,035,000		1,035,000	1,035,000	1,035,000	1,035,000
Total Funding		3,192,539	10,647,249		7,971,048	7,971,048	7,971,048	7,971,048
Excess Appropriation/(Funding)		0	0		2,676,201	2,676,201	2,676,201	2,676,201
Grand Total		3,192,539	10,647,249		10,647,249	10,647,249	10,647,249	10,647,249

Analysis of Budget Request

Appropriation: 883 - Foster Care

Funding Sources: DCF - Children and Family Services Fund Account

The Division of Children and Family Services (DCFS) provides selective placement for children in the custody of the Department of Human Services in approved foster homes or licensed facilities for a planned period of time when separation from a birth parent or legal guardian necessitates such separation. Foster Care is an integral part of the service delivery system of the Division of Children and Family Services.

Funding for this appropriation consists of general revenue (DCF - Children and Family Services Fund Account) and other funding, which is indicated as various program support. This includes refunds that consist of board reimbursements for spent general revenue, federal awards, fees, and maximization of federal claiming. These other funds are considered to be non-federal and technically can be expended for any program or service within the Department.

The Division is requesting \$48,736,982 in each year of the 2019-2021 Biennium.

The Division's request to maintain appropriation above 10% of their actual FY18 expenditures includes the following justification:

- This fund supports contract payments, board payments, state adoption subsidies, technical services contracts and various client specific purchases. In SFY19, an additional \$3,825,000 of appropriation was approved. At the end of SFY18, there were \$3.9 million of obligated contracts in outstanding commitments. The full value of each contract must be committed with funding and appropriation regardless of the utilization.
- Substance abuse treatment also continues to increase which may require a contract increase to accommodate the need. The additional appropriation is needed for maintaining contract placement and services to ensure timely delivery of care for DCFS clients.

The Executive Recommendation provides for the Agency Request.

Appropriation Summary

Appropriation: 883 - Foster Care

Funding Sources: DCF - Children and Family Services Fund Account

Historical Data

Agency Request and Executive Recommendation

Commitment Item		2017-2018	2018-2019	2018-2019	2019-2020		2020-2021	
		Actual	Budget	Authorized	Agency	Executive	Agency	Executive
Grants and Aid	5100004	34,944,610	45,035,428	48,736,982	48,736,982	48,736,982	48,736,982	48,736,982
Total		34,944,610	45,035,428	48,736,982	48,736,982	48,736,982	48,736,982	48,736,982
Funding Sources								
General Revenue	4000010	34,944,610	39,410,553		39,410,553	39,410,553	39,410,553	39,410,553
Various Program Support	4000730	0	5,624,875		5,624,875	5,624,875	5,624,875	5,624,875
Total Funding		34,944,610	45,035,428		45,035,428	45,035,428	45,035,428	45,035,428
Excess Appropriation/(Funding)		0	0		3,701,554	3,701,554	3,701,554	3,701,554
Grand Total		34,944,610	45,035,428		48,736,982	48,736,982	48,736,982	48,736,982

Analysis of Budget Request

Appropriation: 896 - DHS–Admin Paying Account

Funding Sources: PWP - Administration Paying

This appropriation provides administrative support for the Division of Children and Family Services (DCFS). This Division is responsible for the protection of children, the continuation of the family-centered approach to service delivery to help strengthen and maintain natural families when possible, the expansion of programs such as therapeutic services, foster care prevention, management information systems and quality assurance and monitoring.

DCFS provides family support to keep children at home, assist families when the families temporarily can't provide the necessary care for their children and help eliminate child maltreatment. DCFS attempts to keep families together and only separates children from their families as a last alternative. Specific services provided by the Division are: Support Services, Foster Care, Adoption Services and Protective Services.

The Division was operating under a Child Welfare Reform Federal Consent Decree until December 2001. The original lawsuit (commonly known as "Angela R") was filed in 1991, alleging gross abuse and neglect of children of this State and the State's failure to protect those children. The consent decree was approved in 1994 and extended in 1999 and again in October 2001. In December 2001, the decree ended when the plaintiffs to the original lawsuit did not challenge DCFS compliance with the federal consent decree.

Beginning in FY18, Child Abuse Neglect and Prevention Board merged with DCFS.

Funding for this appropriation includes general revenue (DCF - Children and Family Services Fund Account), federal revenues and other revenues, which is identified as various program support. The federal funds are derived from Title IV-E, Title IV-B, TANF, Child Abuse Prevention Treatment Act (CAPTA), Social Service Block Grant, Emergency Assessment funding, and Safe and Stable Families Act funding. Other revenues are derived from many sources including federal awards, fees, third party reimbursements and maximization of federal claiming. These other revenues are considered to be non-federal and technically can be expended for any program or service within the Department.

The Division is requesting \$107,286,610 in FY20 and \$107,313,275 in FY21, with \$57,851,357 in FY20 and \$57,865,752 in FY21 in general revenue.

The Division Request includes the following changes:

- A total transfer of \$5,306,407 to Professional Fees from various areas within the division. DCFS is required by the Federal Children's Bureau to modernize the current electronic case management system, the Children's Reporting and Information System (CHRIS), to be federally compliant. The division will be receiving partial federal funding to support the system modernization;
- Transfer \$1,150,000 from Operating Expenses to Grants & Aid line for better utilization of funds;
- (6) positions transferred to Shared Services; (1) position transferred to Division of Childcare and Early Childhood Education; 2 positions

transferred from Shared Services; the continuation of 9 pool positions who are responsible implementation of the goals and objectives in each area for safety, prevention, and reunification; and a permanent reduction of (7) positions. Regular Salaries increase by \$51,621, but Personal Services Matching decrease by (\$3,013) as a result of these transfers and continuations.

The Division's request to maintain appropriation above 10% of their actual FY18 expenditures includes the following justifications:

- Extra Help - in case of staff shortages due to turnover, it is necessary to ensure sufficient coverage in all areas;
- Overtime - with a high turnover rate for Family Service Workers, the graduated case load implementation is requiring more seasoned staff to work overtime to maintain the safety and well-being of those in the program;
- Operating Expenses - to support increased cost of operational expenses, as well as the additional travel and operations cost associated with the new positions; and
- Conference Fees & Travel - with the implementation of the federally enacted Family First Prevention Act, additional conferences may be required to fully understand the impact of the new law.

The Executive Recommendation provides for the Agency Request.

Appropriation Summary

Appropriation: 896 - DHS--Admin Paying Account

Funding Sources: PWP - Administration Paying

Historical Data

Agency Request and Executive Recommendation

Commitment Item		2017-2018	2018-2019	2018-2019	2019-2020		2020-2021	
		Actual	Budget	Authorized	Agency	Executive	Agency	Executive
Regular Salaries	5010000	43,420,586	50,372,331	44,426,649	51,076,882	51,076,882	51,098,482	51,098,482
#Positions		1,200	1,261	1,283	1,280	1,280	1,280	1,280
Extra Help	5010001	897,370	895,500	1,231,570	1,231,570	1,231,570	1,231,570	1,231,570
#Extra Help		62	55	65	65	65	65	65
Personal Services Matching	5010003	15,742,299	18,332,121	17,329,406	18,815,455	18,815,455	18,820,520	18,820,520
Overtime	5010006	60,940	500,000	1,200,000	1,200,000	1,200,000	1,200,000	1,200,000
Operating Expenses	5020002	11,320,791	14,355,602	15,241,660	14,091,660	14,091,660	14,091,660	14,091,660
Conference & Travel Expenses	5050009	20,112	39,011	39,011	39,011	39,011	39,011	39,011
Professional Fees	5060010	13,047,042	13,930,055	13,930,055	19,236,462	19,236,462	19,236,462	19,236,462
Data Processing	5090012	0	0	0	0	0	0	0
Grants and Aid	5100004	45,899	445,570	445,570	1,595,570	1,595,570	1,595,570	1,595,570
Capital Outlay	5120011	34,964	0	0	0	0	0	0
Data Processing Services	5900044	0	0	0	0	0	0	0
Total		84,590,003	98,870,190	93,843,921	107,286,610	107,286,610	107,313,275	107,313,275

Funding Sources								
General Revenue	4000010	52,425,406	54,924,347		57,851,357	57,851,357	57,865,752	57,865,752
Federal Revenue	4000020	31,784,495	40,018,301		40,067,978	40,067,978	40,067,978	40,067,978
Performance Fund	4000055	1,000,000	1,231,549		0	0	0	0
Transfer to State Police	4000675	(1,441,737)	(1,557,972)		(1,557,972)	(1,557,972)	(1,557,972)	(1,557,972)
Various Program Support	4000730	821,839	4,253,965		4,253,965	4,253,965	4,253,965	4,253,965
Total Funding		84,590,003	98,870,190		100,615,328	100,615,328	100,629,723	100,629,723
Excess Appropriation/(Funding)		0	0		6,671,282	6,671,282	6,683,552	6,683,552
Grand Total		84,590,003	98,870,190		107,286,610	107,286,610	107,313,275	107,313,275

FY19 Budget amount in Regular Salaries and Personal Services Matching exceeds the authorized amount due to salary and matching rate adjustments during the 2017-2019 Biennium.

Analysis of Budget Request

Appropriation: 898 - DHS-Grants Paying Account

Funding Sources: PWE - Grants Paying

The TANF/Foster Care Program is used to assist with the costs of foster care maintenance for eligible children; administrative costs to manage the program; and training for staff and foster parents. The primary purpose of this program is to fund proper care for children who need placement outside their homes. This appropriation is also used to assist the State in paying maintenance costs for adopted children with special needs, such as children who are older or who have disabilities. The primary purpose of this program is to advance the permanency of hard to place children in adoptive homes and avoid inappropriate and excessive numbers of foster care placements.

This appropriation also provides for Independent Living services for foster children ages 16 and older. This service is intended to provide a transition to independent living by providing encouragement and assistance in obtaining a high school diploma or vocational skill training, as well as training in daily living skills.

Funding for this appropriation includes general revenue (DCF - Children and Family Services Fund Account), federal revenues, and other revenues, which are identified as various program support. Federal revenues include Title IV-E Adoption Subsidies, Title IV-B Family Preservation Funding, SSBG, and TANF. Other revenues, which are indicated as various program support, consists of match out of board reimbursements.

The Division is requesting \$83,817,193 in each year of the 2019-2021 Biennium by transferring (\$2,000,000) in appropriation to their Operating Appropriation for the CHRIS system upgrade.

The Division's request to maintain above 10% of their actual FY18 expenditures is due to the nature of the program. Adoption subsidies have increased approximately \$2.0 million per year for the last three years and with the record number of adoptions occurring, the division anticipates subsidies will continue to rise. The excess appropriation is needed to timely provide services and support the growing number of adoption subsidies. In addition, contracts, regardless of utilization, are also required to be committed at full value.

The Executive Recommendation provides for the Agency Request.

Appropriation Summary

Appropriation: 898 - DHS-Grants Paying Account

Funding Sources: PWE - Grants Paying

Historical Data

Agency Request and Executive Recommendation

Commitment Item		2017-2018	2018-2019	2018-2019	2019-2020		2020-2021	
		Actual	Budget	Authorized	Agency	Executive	Agency	Executive
Grants and Aid	5100004	62,003,144	69,725,891	85,817,193	83,817,193	83,817,193	83,817,193	83,817,193
Total		62,003,144	69,725,891	85,817,193	83,817,193	83,817,193	83,817,193	83,817,193
Funding Sources								
General Revenue	4000010	23,732,068	20,004,499		21,004,499	21,004,499	21,004,499	21,004,499
Federal Revenue	4000020	37,919,166	45,961,148		45,961,148	45,961,148	45,961,148	45,961,148
Various Program Support	4000730	351,910	3,760,244		3,760,244	3,760,244	3,760,244	3,760,244
Total Funding		62,003,144	69,725,891		70,725,891	70,725,891	70,725,891	70,725,891
Excess Appropriation/(Funding)		0	0		13,091,302	13,091,302	13,091,302	13,091,302
Grand Total		62,003,144	69,725,891		83,817,193	83,817,193	83,817,193	83,817,193

Analysis of Budget Request

Appropriation: V83 - DHS - Children's Trust Fund

Funding Sources: TCT - Children's Trust Fund

Starting FY18, the Child Abuse and Neglect Prevention Board merged with the Division of Children and Family Services. The Board administers the Arkansas Children's Trust Fund created by Act 397 of 1987 which provides funds for programs to prevent child abuse and neglect. The Children's Trust Fund is supported by a \$10 surcharge on the sale of marriage licenses and interest income pursuant to Arkansas Code Annotated § 9-30-101 et. seq. Currently the Board contracts with Arkansas Child Abuse Prevention, a local non-profit organization to carry out the functions and directions of the Board. This includes fiscal activities of the Board, with a primary emphasis on the technical assistance, program monitoring and financial oversight of the grantees receiving funding from the Children's Trust Fund. Grants are awarded to local organizations and individuals each year for programs designed to prevent child abuse and neglect.

The Division is requesting \$276,638 for each year of the 2019-2021 Biennium.

The Division is requesting to maintain appropriation above 10% of their actual FY18 expenditures to continue to better serve the community. Due to the merger at the beginning of FY18, expenses were under budgeted. The program has since strengthened and the expenditures are expected to increase.

The Executive Recommendation provides for the Agency Request.

Appropriation Summary

Appropriation: V83 - DHS - Children's Trust Fund

Funding Sources: TCT - Children's Trust Fund

Historical Data

Agency Request and Executive Recommendation

Commitment Item		2017-2018	2018-2019	2018-2019	2019-2020		2020-2021		
		Actual	Budget	Authorized	Agency	Executive	Agency	Executive	
Regular Salaries	5010000	44,753	46,096	44,332	46,006	46,006	46,006	46,006	
#Positions		1	1	1	1	1	1	1	
Personal Services Matching	5010003	20,353	15,826	15,107	15,833	15,833	15,833	15,833	
Operating Expenses	5020002	3,730	17,770	17,770	17,770	17,770	17,770	17,770	
Conference & Travel Expenses	5050009	0	0	0	0	0	0	0	
Professional Fees	5060010	0	0	0	0	0	0	0	
Data Processing	5090012	0	0	0	0	0	0	0	
Grants and Aid	5100004	8,000	197,029	197,029	197,029	197,029	197,029	197,029	
Capital Outlay	5120011	0	0	0	0	0	0	0	
Total		76,836	276,721	274,238	276,638	276,638	276,638	276,638	
Funding Sources									
Fund Balance	4000005	2,400,128	2,600,958		2,600,958	2,600,958	2,600,958	2,600,958	
Special Revenue	4000030	277,666	276,721		276,638	276,638	276,638	276,638	
Total Funding		2,677,794	2,877,679		2,877,596	2,877,596	2,877,596	2,877,596	
Excess Appropriation/(Funding)		(2,600,958)	(2,600,958)		(2,600,958)	(2,600,958)	(2,600,958)	(2,600,958)	
Grand Total		76,836	276,721		276,638	276,638	276,638	276,638	

FY19 Budget amount in Regular Salaries and Personal Services Matching exceeds the authorized amount due to salary and matching rate adjustments during the 2017-2019 Biennium.