

**State Contracts Over \$50,000 Awarded To Minority Owned Businesses Fiscal Year 2019**

None

# Department Appropriation Summary

## Historical Data

## Agency Request and Recommendations

Appropriation	2018-2019		2019-2020		2019-2020		2020-2021					
	Actual	Pos	Budget	Pos	Authorized	Pos	Legislative Recommendation	Pos	Agency Request	Pos	Executive Recommendation	Pos
396 Cty-Aid To Aged, Blind, Disabled	0	0	4,000	0	4,000	0	4,000	0	4,000	0	4,000	0
410 Cty-Emergency Food Program	1,189,302	0	0	0	0	0	0	0	0	0	0	0
411 Cty-Low Income Energy Assistance Prgm	27,640,770	0	28,000,000	0	28,000,000	0	28,000,000	0	0	0	0	0
412 Cty-Refugee Resettlement Program	2,025	0	12,000	0	12,000	0	12,000	0	12,000	0	12,000	0
426 Cty-Homeless Assistance Grant	2,106,171	0	2,638,091	0	2,638,091	0	2,638,091	0	2,638,091	0	2,638,091	0
59H Hunger Coalition	995,113	0	995,113	0	995,113	0	995,113	0	995,113	0	995,113	0
642 Medicaid Expansion-County Ops	1,847,863	40	2,256,110	40	2,256,110	40	2,258,703	40	2,258,703	40	2,258,703	40
896 Division of County Operations	122,972,026	1,834	135,644,229	1,753	135,050,188	1,820	135,113,038	1,820	134,780,695	1,815	134,780,695	1,815
897 TANF Block Grant	5,357,823	0	6,893,484	0	6,893,484	0	6,893,484	0	6,893,484	0	6,893,484	0
898 Community Svcs. Block Grant	8,794,809	0	13,794,332	0	9,783,146	0	9,783,146	0	9,783,146	0	9,783,146	0
898 Supplemental Nutrition Assist(SNAP)	929,631	0	841,298	0	841,298	0	841,298	0	841,298	0	841,298	0
930 Cty-Commodity Distrib & Salvage Container	35,819	0	0	0	0	0	0	0	0	0	0	0
<b>Total</b>	<b>171,871,352</b>	<b>1,874</b>	<b>191,078,657</b>	<b>1,793</b>	<b>186,473,430</b>	<b>1,860</b>	<b>186,538,873</b>	<b>1,860</b>	<b>158,206,530</b>	<b>1,855</b>	<b>158,206,530</b>	<b>1,855</b>

Funding Sources		%		%		%		%		%	
General Revenue	4000010	47,163,150	27.4	48,359,052	25.3	48,381,416	26.3	48,381,416	31.1	48,381,416	31.1
Federal Revenue	4000020	115,825,256	67.4	127,839,625	66.9	124,028,422	67.4	95,696,079	61.5	95,696,079	61.5
Cash Fund	4000045	35,819	0.0	0	0.0	0	0.0	0	0.0	0	0.0
Performance Fund	4000055	0	0.0	541,822	0.3	0	0.0	0	0.0	0	0.0
Tobacco Settlement	4000495	462,119	0.3	564,027	0.3	536,797	0.3	536,797	0.3	536,797	0.3
Various Program Support	4000730	8,385,008	4.9	13,774,131	7.2	10,965,693	6.0	10,965,693	7.0	10,965,693	7.0
<b>Total Funds</b>		<b>171,871,352</b>	<b>100.0</b>	<b>191,078,657</b>	<b>100.0</b>	<b>183,912,328</b>	<b>100.0</b>	<b>155,579,985</b>	<b>100.0</b>	<b>155,579,985</b>	<b>100.0</b>
Excess Appropriation/(Funding)		0		0		2,626,545		2,626,545		2,626,545	
<b>Grand Total</b>		<b>171,871,352</b>		<b>191,078,657</b>		<b>186,538,873</b>		<b>158,206,530</b>		<b>158,206,530</b>	

FC 410 Transferred to Division of Child Care and Early Childhood Education FC 890 in FY2020.

FC 411 & 896 Agency Request and Executive Recommendation reflect Act 910, the Transformation and Efficiencies Act of 2019. Low Income Home Energy Assistance Program appropriation and positions moved to Department of Energy & Environment – Division of Environmental Quality.

FC 896 & FC 898 Budget exceeds Authorized Appropriation due to a transfer from the Miscellaneous Federal Grant Holding Account.

FC 930 Transferred to Division of Child Care and Early Childhood Education FC 930 in FY2020.

## **Analysis of Budget Request**

**Appropriation:** 396 - Cty-Aid To Aged, Blind, Disabled

**Funding Sources:** DGF - DHS Grants Fund

In 1974, the Aid to Aged, Blind and Disabled (AABD) program was converted to the Supplemental Security Income (SSI) Program through an amendment to the Medicaid State Plan. This amendment allowed individuals in the AABD categories that were not eligible under SSI criteria, but meet the State Medicaid eligibility criteria to receive SSI benefits. The Aid to Aged, Blind and Disabled appropriation provides cash assistance to individuals residing in Arkansas to supplement their SSI payments. These payments are made in accordance with section 1616 of the Social Security Act and section 212 of P. L. 93-66.

Through an agreement entered into between the Social Security Administration (SSA) and the Department of Human Services, the Social Security Administration makes these payments to individuals determined eligible by SSA. The State pays Social Security Administration for making the payments to eligible individuals and for administrative fees for determining eligibility.

Funding for this appropriation is from general revenues through the Department of Human Services Grants Fund Account (DGF-DHS Grants Fund) as authorized in Arkansas Code Annotated §19-5-306(10)(A)(iii).

The Legislative Recommendation reflects the FY21 ALC/JBC recommendation from the 2018 Fall Budget Hearings Summary Manuals, any Governor's Letters adopted and member amendments. The Agency Request and Executive Recommendation reflect Act 910, the Transformation and Efficiencies Act of 2019.

## Appropriation Summary

**Appropriation:** 396 - Cty-Aid To Aged, Blind, Disabled

**Funding Sources:** DGF - DHS Grants Fund

Appropriation	2018-2019	2019-2020	2019-2020	2020-2021		
	Actual	Budget	Authorized	Legislative Recommendation	Agency Request	Executive Recommendation
Grants and Aid 5100004	0	4,000	4,000	4,000	4,000	4,000
<b>Total</b>	0	4,000	4,000	4,000	4,000	4,000
<b>Funding Sources</b>						
General Revenue 4000010	0	4,000		4,000	4,000	4,000
<b>Total Funding</b>	0	4,000		4,000	4,000	4,000
Excess Appropriation/(Funding)	0	0		0	0	0
<b>Grand Total</b>	0	4,000		4,000	4,000	4,000

## **Analysis of Budget Request**

**Appropriation:** 410 - Cty-Emergency Food Program

**Funding Sources:** FWF - DHS Federal

The Emergency Food Program was transferred to the Division of Child Care and Early Childhood Education (DCCECE) in FY2020. The program provides food on an emergency basis for families in need and the homeless. Donated food is also made available for Disaster Assistance. Additionally, the division utilizes surplus USDA commodities to supplement low-income food programs in Arkansas. Agencies such as Food Banks and Community Program Action Agencies have agreements with the agency to provide food through soup kitchens, food pantries and mass distribution to households.

This appropriation also includes the Commodity Supplemental Food Program which provides food to seniors in need on a monthly basis. The caseload level can be adjusted each Federal Fiscal year based on availability of food products and administrative funding. Community Action Agencies throughout the State have agreements with the agency to distribute food to this client base.

Funding for this appropriation is 100% federal from the U. S. Department of Agriculture, Food and Consumer Services.

The Legislative Recommendation reflects the FY21 ALC/JBC recommendation from the 2018 Fall Budget Hearings Summary Manuals, any Governor's Letters adopted and member amendments. The Agency Request and Executive Recommendation reflect Act 910, the Transformation and Efficiencies Act of 2019.

## **Appropriation Summary**

**Appropriation:** 410 - Cty-Emergency Food Program

**Funding Sources:** FWF - DHS Federal

Appropriation	2018-2019	2019-2020	2019-2020	2020-2021		
	Actual	Budget	Authorized	Legislative Recommendation	Agency Request	Executive Recommendation
Grants and Aid 5100004	1,189,302	0	0	0	0	0
<b>Total</b>	<b>1,189,302</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>Funding Sources</b>						
Federal Revenue 4000020	1,189,302	0		0	0	0
<b>Total Funding</b>	<b>1,189,302</b>	<b>0</b>		<b>0</b>	<b>0</b>	<b>0</b>
Excess Appropriation/(Funding)	0	0		0	0	0
<b>Grand Total</b>	<b>1,189,302</b>	<b>0</b>		<b>0</b>	<b>0</b>	<b>0</b>

Transferred to Division of Child Care and Early Childhood Education FC 890 in FY2020.

## **Analysis of Budget Request**

**Appropriation:** 411 - Cty-Low Income Energy Assistance Prgm

**Funding Sources:** FWF - DHS Federal

The Division formally administered the Low Income Home Energy Assistance (LIHEAP) program. This program was transferred to the Department of Energy & Environment - Division of Environmental Quality due to Act 910, the Transformation and Efficiencies Act of 2019.

The Low Income Home Energy Assistance (LIHEAP) program provides federal funds to assist low-income households with the cost of their home energy expenses such as gas, electricity, propane, etc. The agency administers the Winter/Summer Assistance Program and Crisis Intervention Program. Assistance is provided in the form of a one-time per year payment to the energy supplier of an eligible household, or in some cases, directly to the applicant. The Crisis Intervention Program provides assistance to eligible households in energy related emergencies. Eligibility is based on 150% of current Office of Management and Budget (OMB) income poverty guidelines for all households.

Funding for this appropriation is 100% federal from the U. S. Department of Health and Human Services, Administration for Children and Families.

The Legislative Recommendation reflects the FY21 ALC/JBC recommendation from the 2018 Fall Budget Hearings Summary Manuals, any Governor's Letters adopted and member amendments. The Agency Request and Executive Recommendation reflect Act 910, the Transformation and Efficiencies Act of 2019.

## **Appropriation Summary**

**Appropriation:** 411 - Cty-Low Income Energy Assistance Prgm

**Funding Sources:** FWF - DHS Federal

Appropriation	2018-2019	2019-2020	2019-2020	2020-2021		
	Actual	Budget	Authorized	Legislative Recommendation	Agency Request	Executive Recommendation
Grants and Aid 5100004	27,640,770	28,000,000	28,000,000	28,000,000	0	0
<b>Total</b>	<b>27,640,770</b>	<b>28,000,000</b>	<b>28,000,000</b>	<b>28,000,000</b>	<b>0</b>	<b>0</b>
<b>Funding Sources</b>						
Federal Revenue 4000020	27,640,770	28,000,000		28,000,000	0	0
<b>Total Funding</b>	<b>27,640,770</b>	<b>28,000,000</b>		<b>28,000,000</b>	<b>0</b>	<b>0</b>
Excess Appropriation/(Funding)	0	0		0	0	0
<b>Grand Total</b>	<b>27,640,770</b>	<b>28,000,000</b>		<b>28,000,000</b>	<b>0</b>	<b>0</b>

Agency Request and Executive Recommendation reflect Act 910, the Transformation and Efficiencies Act of 2019. Appropriation moved to Department of Energy & Environment – Division of Environmental Quality.



## **Analysis of Budget Request**

**Appropriation:** 412 - Cty-Refugee Resettlement Program

**Funding Sources:** FWF - DHS Federal

The Refugee Resettlement Program provides temporary assistance to refugees and entrants to the state to help in becoming self-sufficient and self-reliant. This program was established by the 1980 Immigration and Nationality Act and authorizes cash assistance and medical assistance for up to eight months following entry. Social services may be provided to refugees for up to five years. Refugees may apply for cash, medical and the supplemental nutrition assistance program (SNAP) assistance at Department of Human Services offices in their county of residence.

Due to the steady decline in eligibles, Arkansas chose to discontinue the optional Social Services component of the program effective October 1, 2002. Refugee Cash Assistance (RCA) and Refugee Medical Assistance (RMA) will continue to be available through the county offices to any new arrivals entering the state in the future. The federal Office of Refugee Resettlement contracts directly with an agency outside of DHS for the social services aspects of the program.

Funding for this appropriation is 100% federal from the U. S. Department of Health and Human Services, Administration for Children and Families and is available to states as well as non-profit organizations to help offset costs related to resettlement efforts.

The Legislative Recommendation reflects the FY21 ALC/JBC recommendation from the 2018 Fall Budget Hearings Summary Manuals, any Governor's Letters adopted and member amendments. The Agency Request and Executive Recommendation reflect Act 910, the Transformation and Efficiencies Act of 2019.

## Appropriation Summary

**Appropriation:** 412 - Cty-Refugee Resettlement Program

**Funding Sources:** FWF - DHS Federal

Appropriation	2018-2019	2019-2020	2019-2020	2020-2021		
	Actual	Budget	Authorized	Legislative Recommendation	Agency Request	Executive Recommendation
Grants and Aid 5100004	2,025	12,000	12,000	12,000	12,000	12,000
<b>Total</b>	<b>2,025</b>	<b>12,000</b>	<b>12,000</b>	<b>12,000</b>	<b>12,000</b>	<b>12,000</b>
<b>Funding Sources</b>						
Federal Revenue 4000020	2,025	12,000		12,000	12,000	12,000
<b>Total Funding</b>	<b>2,025</b>	<b>12,000</b>		<b>12,000</b>	<b>12,000</b>	<b>12,000</b>
Excess Appropriation/(Funding)	0	0		0	0	0
<b>Grand Total</b>	<b>2,025</b>	<b>12,000</b>		<b>12,000</b>	<b>12,000</b>	<b>12,000</b>

## **Analysis of Budget Request**

**Appropriation:** 426 - Cty-Homeless Assistance Grant

**Funding Sources:** FWF - DHS Federal

The Homeless Assistance Grant is a federal program through the U. S. Department of Housing and Urban Development. This program is designed to assist local communities in helping to improve the quality of life for the homeless by providing grants for renovation, rehabilitation or conversion of buildings to be used as emergency shelters. Funds can be used for paying for operations, maintenance, insurance, utilities, and furnishings, essential social services that are connected with the shelters and for prevention efforts. The estimated number of people served in 2018 in the State of Arkansas is 28,474. Funding for this appropriation is 100% federal.

The Legislative Recommendation reflects the FY21 ALC/JBC recommendation from the 2018 Fall Budget Hearings Summary Manuals, any Governor's Letters adopted and member amendments. The Agency Request and Executive Recommendation reflect Act 910, the Transformation and Efficiencies Act of 2019.

## Appropriation Summary

**Appropriation:** 426 - Cty-Homeless Assistance Grant

**Funding Sources:** FWF - DHS Federal

Appropriation	2018-2019	2019-2020	2019-2020	2020-2021		
	Actual	Budget	Authorized	Legislative Recommendation	Agency Request	Executive Recommendation
Grants and Aid 5100004	2,106,171	2,638,091	2,638,091	2,638,091	2,638,091	2,638,091
<b>Total</b>	<b>2,106,171</b>	<b>2,638,091</b>	<b>2,638,091</b>	<b>2,638,091</b>	<b>2,638,091</b>	<b>2,638,091</b>
<b>Funding Sources</b>						
Federal Revenue 4000020	2,106,171	2,638,091		2,638,091	2,638,091	2,638,091
<b>Total Funding</b>	<b>2,106,171</b>	<b>2,638,091</b>		<b>2,638,091</b>	<b>2,638,091</b>	<b>2,638,091</b>
Excess Appropriation/(Funding)	0	0		0	0	0
<b>Grand Total</b>	<b>2,106,171</b>	<b>2,638,091</b>		<b>2,638,091</b>	<b>2,638,091</b>	<b>2,638,091</b>

## **Analysis of Budget Request**

**Appropriation:** 59H - Hunger Coalition  
**Funding Sources:** DCO - County Operations Account

This appropriation was originally authorized by Act 1385 of 2009. Arkansas food banks have reported an increase in utilization which is attributed to poor economic conditions and local disasters coupled with the increased cost of food storage and transportation. To address this need, the State Food Purchasing Program was created and funded with state general revenues generated from an increase in the tax on cigarettes and other tobacco products provided in Act 180 of 2009. The Division of County Operations grants these funds to the Arkansas Hunger Relief Alliance for distribution to the local food distribution networks to purchase Arkansas products through the State Food Purchasing Program.

Funding for this appropriation is 100% general revenue.

The Legislative Recommendation reflects the FY21 ALC/JBC recommendation from the 2018 Fall Budget Hearings Summary Manuals, any Governor's Letters adopted and member amendments. The Agency Request and Executive Recommendation reflect Act 910, the Transformation and Efficiencies Act of 2019.

## Appropriation Summary

**Appropriation:** 59H - Hunger Coalition

**Funding Sources:** DCO - County Operations Account

Appropriation	2018-2019	2019-2020	2019-2020	2020-2021		
	Actual	Budget	Authorized	Legislative Recommendation	Agency Request	Executive Recommendation
Grants and Aid 5100004	995,113	995,113	995,113	995,113	995,113	995,113
<b>Total</b>	995,113	995,113	995,113	995,113	995,113	995,113
<b>Funding Sources</b>						
General Revenue 4000010	995,113	995,113		995,113	995,113	995,113
<b>Total Funding</b>	995,113	995,113		995,113	995,113	995,113
Excess Appropriation/(Funding)	0	0		0	0	0
<b>Grand Total</b>	995,113	995,113		995,113	995,113	995,113

## **Analysis of Budget Request**

**Appropriation:** 642 - DHS Medicaid Expansion Program

**Funding Sources:** PTA - Medicaid Expansion Program Account

This appropriation is funded by federal and tobacco settlement funds. The goal of the Medicaid Expansion program is to create a separate and distinct component of the Arkansas Medicaid Program that improves the health of Arkansans by expanding health care coverage and benefits to specific populations. The Tobacco Settlement Funds are utilized to expand Medicaid coverage to the following eligibility groups:

- Pregnant Women Expansion - Increased the income eligibility limit from 133% to 214% of the Federal poverty level.
- Hospital Benefit Coverage - Increased the number of benefit days from 20 to 24 and decreased the co-pay on the first day of hospitalization from 22% to 10%.
- 65 and Over Expansion (AR Senior) - Increased coverage to the 65 and over population for persons at 80% of the Qualified Medicare Beneficiary (QMB) Level effective January 1, 2003.
- Adults and Children with intellectual and developmental disabilities - Expanded medical assistance, home and community-based services, and employment supports for those who qualify for services in the Community and Employment Supports Waiver

The Legislative Recommendation reflects the FY21 ALC/JBC recommendation from the 2018 Fall Budget Hearings Summary Manuals, any Governor's Letters adopted and member amendments. The Agency Request and Executive Recommendation reflect Act 910, the Transformation and Efficiencies Act of 2019.

## Appropriation Summary

**Appropriation:** 642 - DHS Medicaid Expansion Program

**Funding Sources:** PTA - Medicaid Expansion Program Account

Appropriation		2018-2019	2019-2020	2019-2020	2020-2021		
		Actual	Budget	Authorized	Legislative Recommendation	Agency Request	Executive Recommendation
Regular Salaries	5010000	1,324,910	1,508,525	1,463,880	1,465,980	1,465,980	1,465,980
	<b>#Positions</b>	<b>40</b>	<b>40</b>	<b>40</b>	<b>40</b>	<b>40</b>	<b>40</b>
Personal Services Matching	5010003	514,932	556,103	545,033	545,526	545,526	545,526
Operating Expenses	5020002	8,021	186,482	197,197	197,197	197,197	197,197
Conference & Travel Expenses	5050009	0	0	0	0	0	0
Professional Fees	5060010	0	0	0	0	0	0
Data Processing	5090012	0	0	0	0	0	0
Capital Outlay	5120011	0	0	0	0	0	0
Data Processing Services	5900044	0	5,000	50,000	50,000	50,000	50,000
<b>Total</b>		<b>1,847,863</b>	<b>2,256,110</b>	<b>2,256,110</b>	<b>2,258,703</b>	<b>2,258,703</b>	<b>2,258,703</b>
<b>Funding Sources</b>							
Federal Revenue	4000020	1,385,744	1,692,083		1,691,391	1,691,391	1,691,391
Tobacco Settlement	4000495	462,119	564,027		536,797	536,797	536,797
Total Funding		1,847,863	2,256,110		2,228,188	2,228,188	2,228,188
Excess Appropriation/(Funding)		0	0		30,515	30,515	30,515
<b>Grand Total</b>		<b>1,847,863</b>	<b>2,256,110</b>		<b>2,258,703</b>	<b>2,258,703</b>	<b>2,258,703</b>

The FY20 Budget amount in Regular Salaries and Personal Services Matching exceeds the FY20 authorized amount due to pay plan salary and matching rate adjustments.



## **Analysis of Budget Request**

**Appropriation:** 896 - DHS–Admin Paying Account

**Funding Sources:** PWP - Administration Paying

The Division of County Operations was established originally in Act 348 of 1985 in the reorganization of the Department of Human Services under the title of Program Operations. Act 164 of 1995 amended Arkansas Code Annotated §25-10-102 and created the Division of Medical Services, renamed the Division of Program Operations to County Operations and transferred functions that were a part of the Division of Economic and Medical Services to County Operations. Functions transferred to the Division of County Operations were Aid to Families with Dependent Children, Food Stamp Program (now called Supplemental Nutrition Assistance Program - SNAP), Project Success and the Community Services Block Grant.

The Personal Responsibility and Work Opportunity Reconciliation Act of 1996, Public Law 104-193, eliminated the open-ended federal entitlement program of Aid to Families with Dependent Children (AFDC) and created a federal block grant program for states to provide cash assistance to families on a time-limited basis under the Temporary Assistance to Needy Families (TANF) program. The Arkansas Personal Responsibility and Public Assistance Reform Act, Act 1058 of 1997 was enacted during the 81<sup>st</sup> General Assembly and signed by the Governor on April 3, 1997, thereby establishing the Transitional Employment Assistance (TEA) program. With the enactment of these laws, the AFDC and Project Success programs were eliminated and replaced by the TEA program. Enacted during the 85<sup>th</sup> General Assembly and signed by the Governor, Act 1705 of 2005 transferred responsibility for the program to the Department of Workforce Services (DWS) and also created the Work Pays program, which is an extension of the TEA program for former TEA recipients who are working. Pursuant to this Act, responsibility for determining eligibility for the program and delivering cash assistance benefits remains with the Division of County Operations while DWS is responsible for the provision of case management services and overall administration of the program.

The Division of County Operations has the primary responsibility for providing the leadership and support in each of the eighty-six (86) county offices in the 75 counties. The Division of County Operations is responsible for administering the SNAP, TEA, Medicaid and ARKids Programs to citizens across Arkansas. Additional programs administered at the county level through local organizations include the Community Services Block Grant; Homeless and Housing Assistance; and Commodity Distribution. The Division is responsible for the physical office space in each of the counties including rent, utilities, telephone charges, janitorial services and other items needed at the local level. The Division coordinates the services of the various DHS Divisions at the local level and provides clerical support. The Division currently has four (4) distinct areas of operation: Field Operations, Program Planning and Development, Community Services and Administrative Support.

The Low Income Home Energy Assistance Program was transferred to the Department of Energy & Environment - Division of Environmental Quality due to Act 910, the Transformation and Efficiencies Act of 2019. This transfer includes:

- (5) positions to the Division of Environmental Quality; and
- (\$182,827) in Regular Salaries, (\$68,090) in Personal Services Matching, (\$48,380) in Operating Expenses, (\$10,000) Conference & Travel Expenses, and (\$23,046) in Data Processing Services appropriations.

This is all 100% federally funded.

Funding for this appropriation is derived from a mix of sources that includes general revenue (DCO - County Operations Fund Account), federal and other revenues. Federal funding sources include revenues derived from administrative costs for TEA, SNAP, Community Services Block Grant, Refugee Resettlement, Emergency Shelter, Commodities, Child Health Insurance (CHIP) and Medicaid (Regular and Enhanced) programs. Other funding which is indicated as various program support can also include sources such as Title XIX match, miscellaneous collections, federal awards, fees, third party reimbursements 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 Legislative Recommendation reflects the FY21 ALC/JBC recommendation from the 2018 Fall Budget Hearings Summary Manuals, any Governor's Letters adopted and member amendments. The Agency Request and Executive Recommendation reflect Act 910, the Transformation and Efficiencies Act of 2019.

## Appropriation Summary

**Appropriation:** 896 - DHS--Admin Paying Account

**Funding Sources:** PWP - Administration Paying

Appropriation		2018-2019	2019-2020	2019-2020	2020-2021		
		Actual	Budget	Authorized	Legislative Recommendation	Agency Request	Executive Recommendation
Regular Salaries	5010000	62,698,503	67,083,167	67,736,380	67,787,280	67,604,453	67,604,453
	<b>#Positions</b>	<b>1,834</b>	<b>1,753</b>	<b>1,820</b>	<b>1,820</b>	<b>1,815</b>	<b>1,815</b>
Extra Help	5010001	459,689	453,937	453,937	453,937	453,937	453,937
	<b>#Extra Help</b>	<b>29</b>	<b>37</b>	<b>37</b>	<b>37</b>	<b>37</b>	<b>37</b>
Personal Services Matching	5010003	23,792,658	24,642,677	25,106,717	25,118,667	25,050,577	25,050,577
Overtime	5010006	5	25,000	25,000	25,000	25,000	25,000
Operating Expenses	5020002	23,949,996	27,229,536	25,518,242	25,518,242	25,469,862	25,469,862
Conference & Travel Expenses	5050009	119,671	120,000	120,000	120,000	110,000	110,000
Professional Fees	5060010	3,851,221	6,499,735	6,499,735	6,499,735	6,499,735	6,499,735
Data Processing	5090012	0	0	0	0	0	0
Capital Outlay	5120011	0	0	0	0	0	0
Data Processing Services	5900044	8,100,283	9,590,177	9,590,177	9,590,177	9,567,131	9,567,131
<b>Total</b>		<b>122,972,026</b>	<b>135,644,229</b>	<b>135,050,188</b>	<b>135,113,038</b>	<b>134,780,695</b>	<b>134,780,695</b>
<b>Funding Sources</b>							
General Revenue	4000010	46,145,714	47,190,469		47,212,833	47,212,833	47,212,833
Federal Revenue	4000020	68,726,585	74,137,807		74,338,482	74,006,139	74,006,139
Performance Fund	4000055	0	541,822		0	0	0
Various Program Support	4000730	8,099,727	13,774,131		10,965,693	10,965,693	10,965,693
<b>Total Funding</b>		<b>122,972,026</b>	<b>135,644,229</b>		<b>132,517,008</b>	<b>132,184,665</b>	<b>132,184,665</b>
Excess Appropriation/(Funding)		0	0		2,596,030	2,596,030	2,596,030
<b>Grand Total</b>		<b>122,972,026</b>	<b>135,644,229</b>		<b>135,113,038</b>	<b>134,780,695</b>	<b>134,780,695</b>

Agency Request and Executive Recommendation reflect Act 910, the Transformation and Efficiencies Act of 2019. Low Income Home Energy Assistance Program appropriation and positions moved to Department of Energy & Environment – Division of Environmental Quality.

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

## Analysis of Budget Request

**Appropriation:** 897 - DHS-Grants Paying Account

**Funding Sources:** PWD - Grants Paying

With the enactment of Public Law 104-193, the Personal Responsibility and Work Opportunity Reconciliation Act of 1996 and the Arkansas Personal Responsibility and Public Assistance Reform Act of 1997, open-ended entitlement for Aid to Families with Dependent Children (AFDC) was replaced with federal block grant funding to states. The Arkansas program is entitled Transitional Employment Assistance (TEA). The Arkansas 81<sup>st</sup> General Assembly passed Act 1058 of 1997 declaring that welfare reform is one of the major human service priorities of state government and establishes the goals of achieving a significant reduction in the number of citizens who are enrolled in such programs, transforming a "one-size fits all" welfare system that fosters dependence, low self-esteem, and irresponsible behavior to one that rewards work and fosters self-reliance, responsibility and family stability. Act 1567 of 1999 amended Act 1058 of 1997 by establishing the Arkansas Transitional Employment Board. Act 1264 of 2001 and Act 1306 of 2003 enacted other provisions to strengthen the Arkansas TEA Program. Arkansas Act 1705 of 2005 transferred responsibility for the program to the Department of Workforce Services (DWS). Under this Act, responsibility for determining eligibility for the program and delivering cash assistance benefits remains with the Division of County Operations (DCO) while DWS is responsible for the provision of case management services and overall administration of the program. Act 1705 of 2005 also created the Work Pays program, which is an extension of the TEA program for former TEA recipients who are working. DWS has overall responsibility for the Work Pays program with eligibility determination and benefit delivery remaining with DCO.

TEA Program eligibility is limited to economically needy families with children under the age of 18 who are U.S. citizens or aliens lawfully admitted to the United States under specific criteria and are residing in Arkansas. The parent(s) living with the children must cooperate in child support enforcement activities, if applicable to the family, and must sign and comply with a Personal Responsibility Agreement, which includes ensuring that their children are immunized and that they attend school. All able-bodied parent(s) must actively engage in work related activities as a condition of the family's ongoing eligibility. TEA cash assistance is limited to a maximum of twenty-four (24) months in an adult's lifetime. For those former TEA recipients who are employed at least 24 hours per week and meet the minimum federal work participation rates, an additional twenty-four (24) months of Work Pays benefits are available.

Assistance under the TEA and Work Pays Programs may include: monthly cash assistance payments to help meet the family's basic needs; employment services such as work experience, job search, and job readiness activities; assistance with basic and vocational education; assistance with supportive services such as childcare, transportation and other expenses related to work activity; case management services; and eligibility for extended support services to help the parent retain a job after the cash assistance case closes due to employment.

Congress reauthorized the TANF program through the Deficit Reduction Act of 2005. Although the Act requires States to meet higher rates of

work participation, no significant changes were made in the program design beyond the State initiatives and organizational changes prescribed by Act 1705 of 2005.

Funding for this appropriation is derived from the federal Temporary Assistance for Needy Families (TANF) block grant and general revenue from the Department of Human Services Grants Fund Account (DGF-DHS Grants Fund) as authorized in Arkansas Code Annotated §19-5-306 (10)(A)(iv) and general revenue fund transfers from the Department of Workforce Services as authorized in Section 9 of Act 271 of 2014 for FY2015. Other funding which is indicated as various program support can also include sources such as the payback of the federal share of overpayment collections on AFDC and interest on TEA cash assistance.

The Legislative Recommendation reflects the FY21 ALC/JBC recommendation from the 2018 Fall Budget Hearings Summary Manuals, any Governor's Letters adopted and member amendments. The Agency Request and Executive Recommendation reflect Act 910, the Transformation and Efficiencies Act of 2019.

## Appropriation Summary

**Appropriation:** 897 - DHS-Grants Paying Account

**Funding Sources:** PWD - Grants Paying

Appropriation	2018-2019 Actual	2019-2020 Budget	2019-2020 Authorized	2020-2021		
				Legislative Recommendation	Agency Request	Executive Recommendation
TANF Block Grant 5100004	5,357,823	6,893,484	6,893,484	6,893,484	6,893,484	6,893,484
<b>Total</b>	<b>5,357,823</b>	<b>6,893,484</b>	<b>6,893,484</b>	<b>6,893,484</b>	<b>6,893,484</b>	<b>6,893,484</b>
Funding Sources						
Federal Revenue 4000020	5,074,823	6,893,484		6,893,484	6,893,484	6,893,484
Various Program Support 4000730	283,000	0		0	0	0
<b>Total Funding</b>	<b>5,357,823</b>	<b>6,893,484</b>		<b>6,893,484</b>	<b>6,893,484</b>	<b>6,893,484</b>
Excess Appropriation/(Funding)	0	0		0	0	0
<b>Grand Total</b>	<b>5,357,823</b>	<b>6,893,484</b>		<b>6,893,484</b>	<b>6,893,484</b>	<b>6,893,484</b>

## **Analysis of Budget Request**

**Appropriation:** 898 - DHS-Grants Paying Account

**Funding Sources:** PWE - Grants Paying

The Community Services Block Grant program helps low-income persons become more independent by providing a range of services through local Community Action Agencies. The services are designed to impact the causes of poverty and assist low-income persons gain the skills necessary for employment, offer better educational and training activities to handle finances, improve housing, make use of social services available to them and become involved in community activities. Additionally, the program provides funds for involvement of low-income persons in community development activities, essential services to homeless persons and development of innovative approaches, at both the local and state level, to meet the nutritional needs of low-income persons. Eligibility is based on current OMB poverty income guidelines.

Social Services Block Grant (SSBG) funds are used to provide supportive services to help low-income children and families achieve and maintain self-sufficiency. These services include case management, employment services, nutrition, emergency assistance, and other social services to address the needs of families in crisis. SSBG funds also provide special services and supportive activities for the disabled through job placement, employment counseling, and referrals to community resources and opportunities.

Supplemental Nutrition Assistance Program (SNAP) - The Employment and Training (E & T) Program (formerly the Food Stamp Employment and Training Program) provides Employment and Training activities which promote long term self sufficiency to SNAP recipients classified as an able-bodied adult without dependent children and who live in one of the counties where an E & T Program is operational. Services include independent job search, job search training, education, work experience and vocational training. Client reimbursements for expenses associated with participation in the E & T Program, such as travel reimbursements, are funded with 50% State General Revenue and 50% Federal funds.

Supplemental Nutrition Assistance Program (SNAP) - The Farmers Market Program has been established by U.S. Department of Agriculture (USDA) to allow consumers to have access to locally grown farm fresh produce, enable farmers the opportunity to expand their customer base, and cultivate consumer loyalty with the farmers who grow the produce. In order to participate in the Electronic Benefits Transfer (EBT) Farmers Market Program, each market must be authorized by the USDA Food and Nutrition Service (FNS) to accept Supplemental Nutrition Assistance Program (SNAP) benefits. The USDA provides funds for the purchase of Point of Sale devices and monthly wireless fees so fruits and vegetables can be purchased by SNAP recipients with their Electronic Benefits Transfer card. The grants are paid with 100% Federal funds.

Funding for this appropriation is derived from the federal Community Services Block Grant, U. S. Department of Health and Human Services,

Administration for Children and Families, federal Social Services Block Grant (SSBG) funds, federal USDA funds and general revenue from the Department of Human Services Grants Fund Account (DGF-DHS Grants Fund) as authorized in Arkansas Code Annotated §19-5-306(10)(A)(ii) and §19-5-306(10)(A)(xi).

The Legislative Recommendation reflects the FY21 ALC/JBC recommendation from the 2018 Fall Budget Hearings Summary Manuals, any Governor's Letters adopted and member amendments. The Agency Request and Executive Recommendation reflect Act 910, the Transformation and Efficiencies Act of 2019.



## Appropriation Summary

**Appropriation:** 898 - DHS-Grants Paying Account

**Funding Sources:** PWE - Grants Paying

Appropriation		2018-2019	2019-2020	2019-2020	2020-2021		
		Actual	Budget	Authorized	Legislative Recommendation	Agency Request	Executive Recommendation
Suppl Nutrition Assist(SNAP)	5100004	929,631	841,298	841,298	841,298	841,298	841,298
Community Srvs. Block Grant	5100004	8,794,809	13,794,332	9,783,146	9,783,146	9,783,146	9,783,146
<b>Total</b>		<b>9,724,440</b>	<b>14,635,630</b>	<b>10,624,444</b>	<b>10,624,444</b>	<b>10,624,444</b>	<b>10,624,444</b>
Funding Sources							
General Revenue	4000010	22,323	169,470		169,470	169,470	169,470
Federal Revenue	4000020	9,699,836	14,466,160		10,454,974	10,454,974	10,454,974
Various Program Support	4000730	2,281	0		0	0	0
<b>Total Funding</b>		<b>9,724,440</b>	<b>14,635,630</b>		<b>10,624,444</b>	<b>10,624,444</b>	<b>10,624,444</b>
Excess Appropriation/(Funding)		0	0		0	0	0
<b>Grand Total</b>		<b>9,724,440</b>	<b>14,635,630</b>		<b>10,624,444</b>	<b>10,624,444</b>	<b>10,624,444</b>

Budget exceeds Authorized Appropriation in Community Srvs. Block Grant due to a transfer from the Miscellaneous Federal Grant Holding Account.

## **Analysis of Budget Request**

**Appropriation:** 930 - Cty-Commodity Distrib & Salvage Container

**Funding Sources:** NHS - Cash in Treasury

The Commodity Distribution and Salvage Container Program was transferred to the Division of Child Care and Early Childhood Education in FY2020. The Program receives United States Department of Agriculture (USDA) donated foods for distribution to school districts, food banks, soup kitchens and food pantries, etc. The donated foods are distributed through a contract with a local warehouse. In the event, that the donated food is damaged or destroyed from improper storage, care or handling, it is classified as a "food loss" claim. Compensation of the value of the donated food is provided by the contractor and/or recipient agency, to the distributing agency, DHS. Compensation is deposited in the Salvage and Container Cash Fund. Upon approval by USDA, these funds may be used for training, equipment and vehicle purchases utilized by the Commodity Distribution Program for enhancements to the program.

The Legislative Recommendation reflects the FY21 ALC/JBC recommendation from the 2018 Fall Budget Hearings Summary Manuals, any Governor's Letters adopted and member amendments. The Agency Request and Executive Recommendation reflect Act 910, the Transformation and Efficiencies Act of 2019.

## Appropriation Summary

**Appropriation:** 930 - Cty-Commodity Distrib & Salvage Container

**Funding Sources:** NHS - Cash in Treasury

Appropriation		2018-2019	2019-2020	2019-2020	2020-2021		
		Actual	Budget	Authorized	Legislative Recommendation	Agency Request	Executive Recommendation
Operating Expenses	5020002	30,539	0	0	0	0	0
Conference & Travel Expenses	5050009	5,280	0	0	0	0	0
Professional Fees	5060010	0	0	0	0	0	0
Data Processing	5090012	0	0	0	0	0	0
Capital Outlay	5120011	0	0	0	0	0	0
<b>Total</b>		<b>35,819</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
Funding Sources							
Cash Fund	4000045	35,819	0		0	0	0
<b>Total Funding</b>		<b>35,819</b>	<b>0</b>		<b>0</b>	<b>0</b>	<b>0</b>
Excess Appropriation/(Funding)		0	0		0	0	0
<b>Grand Total</b>		<b>35,819</b>	<b>0</b>		<b>0</b>	<b>0</b>	<b>0</b>

Transferred to Division of Child Care and Early Childhood Education FC 930 in FY2020