



STATE OF ARKANSAS
**Department of Finance
and Administration**

OFFICE OF THE SECRETARY

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June 2, 2025

Senator Jonathan Dismang, Co-Chair
Representative Jeff Wardlaw, Co-Chair
Performance Evaluation & Expenditure Review Committee
Arkansas Legislative Council
State Capitol Building
Little Rock, AR 72201

RE: Transfer for the Department of Human Services

Dear Co-Chairs:

Enclosed for your review is a request from the Department of Human Services for appropriation transfers for various divisions of the Department under the authority of Section 11(c) of Act 153 of 2024. This is the third request for Reallocation of Resources for FY2025 from a limit of four requests annually.

This transfer will provide adjustments to the Department of Human Services' authorizations for Fiscal Year 2025 needed for the operational requirements of various divisions within the Department.

This request has my approval as Chief Fiscal Officer of the State and is submitted for your review.

Sincerely,

A handwritten signature in black ink, appearing to be 'JLH', written over a horizontal line.

James L. Hudson
Secretary

Attachments



STATE OF ARKANSAS
SARAH HUCKABEE SANDERS
GOVERNOR

May 30, 2025

Ms. Kristi Putnam, Secretary
Department of Human Services
Donaghey Plaza South, Slot #S201
Seventh and Main Streets
Little Rock, AR 72201

Dear Ms. Putnam:

In accordance with Section 11(c) of Act 153 of 2024, I am notifying Jim Hudson, Chief Fiscal Officer of the State, of my approval for you to request the Fiscal Year 2025 transfer items in your letter dated May 2, 2025 providing for the operational needs of various divisions within the Department of Human Services.

Upon the approval of the Chief Fiscal Officer of the State, your requests will be submitted to the PEER Subcommittee of the Arkansas Legislative Council for review.

Sincerely,

A handwritten signature in blue ink that reads "Sarah Sanders".

Sarah Huckabee Sanders
Governor of Arkansas

Attachment



ARKANSAS
DEPARTMENT OF
**HUMAN
SERVICES**

**DHS Secretary Kristi Putnam
Office of the Secretary**

P.O. Box 1437, Slot S201, Little Rock, AR 72203-1437
P: 501.682.8650 F: 501.682.6836 TDD: 501.682.8820

May 2, 2025

The Honorable Sarah Huckabee Sanders
Governor
State Capitol, Room 250
Little Rock, AR 72201

Re: Resource Reallocation #3

Dear Governor Sanders,

The Department of Human Services is submitting its third Reallocation of Resources Request for Fiscal Year 2025 for your approval. This request includes appropriation transfers. Justifications for the request are included with the attachments.

Thank you for your assistance. Please contact me if you need additional information.

Sincerely,

Kristi Putnam, Secretary
Arkansas Department of Human Services

KP:ri

cc: DFA – Office of Budget

Andy Babbitt, Administrator
DFA- Office of Accounting

**DHS REALLOCATION OF RESOURCES
REQUEST #3 OF 4
FY2025
June PEER**

This is the third request by the Department of Human Services for Reallocation of Resources, from a limit of four annually. Section 11(c) of Act 153 of 2024 allows transfer authority to DHS and sets limits for the number of requests, dollar amounts of the total requests, and the purpose for which requests can be submitted.

This set of requests reflects the following impact to the allowances found in Section 11(c):

	MAXIMUM 5% ALLOWANCE	TOTAL REQUEST TO DATE	BALANCE AVAILABLE
Appropriation	\$593,968,405	\$60,053,750	\$533,914,655
Gen. Rev. Funds	\$91,859,145	\$3,328,149	\$88,530,996
Positions	412	11	401
Extra Help Pos.	37	0	37

The following paragraphs outline the need for the transfers as requested by each Division.

DIVISION OF MEDICAL SERVICES

The Division of Medical Services (DMS) is requesting a transfer of \$35,390,426 in appropriation from Hospital and Medical Services to Private Nursing Home Care to realign appropriation as the division is experiencing increases in Private Nursing Home Care expenditures.

DIVISION OF YOUTH SERVICES

The Division of Youth Services (DYS) is requesting a transfer of \$4,100,000 in appropriation from Community Services to Residential Services and Federal Child Youth Service Grants to support increased residential costs directly related to the increases in the juvenile population.

**DEPARTMENT OF HUMAN SERVICES
TRANSFER REQUEST SUMMARY
FISCAL YEAR 2025**

	<u>CABINET</u>	<u>SECRETARY'S OFFICE</u>	<u>AGING, ADULT & BEHAVIORAL SERVICES</u>	<u>CHILDREN & FAMILY SERVICES</u>	<u>COUNTY OPERATIONS</u>	<u>DEV. DISABILITIES SERVICES</u>	<u>MEDICAL SERVICES</u>	<u>PROVIDER SRVS & QUALITY ASSURANCE</u>	<u>YOUTH SERVICES</u>	<u>TOTAL</u>
APPROPRIATION TRANSFERS										
A. WITHIN DIVISIONS										
REGULAR SALARIES										-
EXTRA HELP										-
PERSONAL SERVICES MATCHING										-
OVERTIME										-
OPERATING EXPENSE										-
CONFERENCE FEES & TRAVEL										-
PROFESSIONAL FEES & SERVICES										-
CAPITAL OUTLAY										-
DATA PROCESSING SERVICES										-
DMS HOSPITAL/MEDICAL							(35,390,426.00)			(35,390,426.00)
DMS PRIVATE NURSING HOME							35,390,426.00			35,390,426.00
DYS RESIDENTIAL SERVICES									3,500,000.00	3,500,000.00
DYS COMMUNITY SERVICES									(4,100,000.00)	(4,100,000.00)
DYS FEDERAL CHILD AND YOUTH SERVICE GRANTS									600,000.00	600,000.00
										-
A. TOTAL	-	-	-	-	-	-	-	-	-	-
B. BETWEEN DIVISIONS										
REGULAR SALARIES										-
EXTRA HELP										-
PERSONAL SERVICES MATCHING										-
OVERTIME										-
OPERATING EXPENSE										-
CONFERENCE FEES & TRAVEL										-
PROFESSIONAL FEES & SERVICES										-
CAPITAL OUTLAY										-
DATA PROCESSING SERVICES										-
										-
B. TOTAL	-	-	-	-	-	-	-	-	-	-
FUND TRANSFERS										
GENERAL REVENUE-OPERATIONS										-
DAS FUND										-
DCF FUND										-
DBA FUND										-
DCO FUND										-
DEA FUND										-
DPQ FUND										-
DYS FUND										-
DEM FUND										-
DGF FUND										-
										-
TOTAL FUND TRANSFERS	-	-	-	-	-	-	-	-	-	-
POSITION TRANSFERS										
TRANSFERS OUT	0	0	0	0	0	0	0	0	0	0
TRANSFERS IN	0	0	0	0	0	0	0	0	0	0
TOTAL POSITION TRANSFERS	0	0	0	0	0	0	0	0	0	0
EXTRA HELP POSITION TRANSFERS										
TRANSFERS OUT	0	0	0	0	0	0	0	0	0	0
TRANSFERS IN	0	0	0	0	0	0	0	0	0	0
TOTAL POSITION TRANSFERS	0	0	0	0	0	0	0	0	0	0

TRANSFER 3 OF 4
Authority-Section 11(c), Act 153 of 2024

**Department of Human Services
Division of Medical Services
Reallocation of Resources Request #3 Detail - Fiscal Year 2025**

Appropriations

<u>FROM</u>				<u>TO</u>					
Funds Center	Commitment Item	Fund	Qtr	Funds Center	Commitment Item	Fund	Qtr	Amount	Type
897	510:00:04	PWD8600	B	897	510:00:04	PWD7700	4	35,390,426	vii. Redirecting internal resources

Funds

<u>FROM</u>		<u>TO</u>			
Fund	Division	FUND	Division	Amount	Type

Positions

<u>FROM</u>	Position			<u>To:</u>	New Position	
Division	Number	Code	Title	Division	Number (assigned by OPM)	Type

**Department of Human Services
Division of Medical Services
Reallocation of Resources Request #3 Detail - Fiscal Year 2025**

Justification:

Donor Division (From Transfers):

Recipient Division (To Transfers):

For the Medicaid program, DMS is requesting to realign appropriation with the current forecast. Current trends show more spend in Private Nursing facilities due to increasing costs. The transfer from PWD8600 is blocked for SFY2025.

Prepared by:

 4-22-25

CFO

(Date)

Submitted by:

 4-22-25

Director

(Date)

**Department of Human Services
Division of Youth Services
Reallocation of Resources Request #3 Detail - Fiscal Year 2025**

Appropriations									
FROM				TO					
Funds Center	Commitment Item	Fund	Qtr	Funds Center	Commitment Item	Fund	Qtr	Amount	Type
2RB	510:00:04	DYS0200	B	2YH	510:00:04	DYS0200	B	3,500,000	vii. Redirecting internal resources
2RB	510:00:04	DYS0200	B	2RC	510:00:04	FWF0200	B	600,000	vii. Redirecting internal resources

Funds					
FROM		TO			
Fund	Division	FUND	Division	Amount	Type

Positions						
FROM	Position			To:	New Position	Type
Division	Number	Code	Title	Division	Number (assigned by OPM)	

**Department of Human Services
Division of Youth Services
Reallocation of Resources Request #3 Detail - Fiscal Year 2025**

Justification:

Appropriation Transfers:


vii. Redirecting internal resources

DYS is requesting \$3,500,000 in appropriation transfer from DYS0200/2RB-Community Based Providers to DYS0200/2YH-Residential Services to support the increased juvenile population.

DYS is requesting \$600,000 in appropriation transfer from DYS0200/2RB-Community Based Providers to FWF0200/2RC-Federal Grants to support the increased juvenile population.

Position Transfers:

Prepared by:

 4/17/2025

CFO

(Date)

Submitted by:

 4/17/2025

Director

(Date)