

August 29, 2022

The Honorable Karen Fann
Arizona State Senate
1700 West Washington
Phoenix, Arizona 85007

The Honorable Russell Bowers
Arizona House of Representatives
1700 West Washington
Phoenix, Arizona 85007

Dear President Fann and Speaker Bowers:

A.R.S. § 41-3955.01(D) requires AHCCCS to submit a report on the status of the Seriously Mentally Ill (SMI) Housing Trust Fund (HTF), including a summary of facilities, the cost and location of each facility, and the number of individuals benefiting from operation, construction, or renovation of the facilities.

In State Fiscal Year (SFY) 2022, SMI HTF expenditures totaled \$1,346,014.66 for facility-specific costs. Table 1 below displays the location of each facility and the associated expenditures and number of individuals served by location:

Table 1:

Location of Project	Individuals Served	SFY 2022 Expenditures
Yuma	9 ¹	\$ 1,286,849.63
Tucson (Pascua Yaqui TRBHA)	3	\$ 59,165.03
TOTAL	12	\$ 1,346,014.66

In addition to the above facility funds expended in SFY 2022, an additional \$1,034,959.60 was allocated in SFY 2022 that will be expended in SFY 2023 due to timing of project completion; these projects are listed in Table 2 below. Please note, both unspent SFY 2022 funding and SFY 2023 allocated funding will be included in the SFY 2023 report.

¹ The Yuma HACY II Project consists of three (3) three-bedroom houses. Each home can house a family with an eligible member(s) with an SMI determination or up to three single adult members with an SMI determination. The Housing Authority of the City of Yuma has provided nine (9) HUD Housing Choice Vouchers for residents of these houses. If all nine Housing Choice Vouchers cannot be used in the designated houses (i.e.; house serves 1 family with 1 voucher instead of three single adults), the remaining Housing Choice Vouchers shall be used for community based subsidy for members with an SMI determination. Currently all three houses are occupied by families and up to six (6) remaining subsidy vouchers are available in the community.

Table 2:

Entity	Expected SFY 2023 Expenditure
AZCH - Yuma Closeout (see above) ²	\$ 73,160.87
Pascua Yaqui TRBHA	\$ 111,580.73
White Mountain Apache TRBHA	\$ 35,000.00
ADOH - Center of Hope ³	\$ 815,218.00
TOTAL	\$ 1,034,959.60

Additionally, the SFY 2022 General Appropriations Act appropriated \$200,000 of SMI HTF monies to AHCCCS to fund full time positions to assist in the operation and oversight of AHCCCS' state funded housing programs, including the SMI HTF. These positions were filled in SFY 2022 and the entirety of the \$200,000 was expended. The positions are expected to remain filled for the entirety of SFY 2023.

If you have any questions regarding this report, please feel free to contact me at (602) 417-4711.

Sincerely,



Jami Snyder
Director

cc: Art Harding, Director of Legislative Affairs, Governor's Office
Matthew Gress, Director, Governor's Office of Strategic Planning and Budgeting
Richard Stavneak, Director, Joint Legislative Budget Committee

² The AZCH Yuma HACY II project was completed in Q4 of SFY 2022. Final funding to close the project was paid in July 2022, which is part of SFY 2023.

³ The La Frontera Center of Hope Project in Tucson that AHCCCS contributed to, in collaboration with the Arizona Department of Housing, and which provides twelve (12) units of housing for members with an SMI determination in Tucson, was completed in SFY 2022; however, the final fund distribution to close out the project will occur in SFY 2023.