

**House and Senate Budget Bills  
As Approved**

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Prepared by JLBC Staff  
Memorial Day  
May 27, 2019

# GENERAL FUND BUDGET 4-YEAR ANALYSIS

\$ in Millions

	A	B	C	D
	FY 2019 5/27	FY 2020 5/27	FY 2021 5/27	FY 2022 5/27
<b>1 Beginning Balance</b>	\$ 449.6	\$ 764.3	\$ 64.0	\$ 41.6
<b>Ongoing Revenues</b>				
2 Ongoing Revenues - January Baseline	10,789.3	11,175.8	11,527.4	11,956.7
3 Base Revenue Adjustment	(66.0)	(16.9)	(23.5)	(31.4)
4 Conformity/Wayfair (FY 19 Used for 2010B / FY 20 Used For Offsetting Tax Reduction)	155.0			
5 25% Charitable Deduction for Standard Deduction Filers		(24.0)	(24.0)	(24.0)
6 HSF Revenue Changes - (FY 20 - \$32/FY 21 - \$32/FY 22 - Repealed)		(24.1)	(24.1)	(47.5)
7 Index Dependent Exemption (Starts in '21)		No - Conformity		
8 Charitable Tax Credit (SB 1027)		(1.2)	(1.2)	(1.2)
9 Property Taxes Valuation (Rule B) - (SB 1248)		(0.8)	(0.8)	(0.8)
10 Alternative Fuels; VLT (SB 1332)		Yes - Other Funds		
11 Fertilizer TPT Exemption (Half Year Impact in '20) - (HB 2275 - Amend)		(7.4)	(14.7)	(14.7)
12 Corporate STO Deceleration (SB 1485)		See '21	5.3	18.7
13 Liquor License Fees (Liquor Dept. Issues - Legal, IT, 1 FTE)		(0.2)	(0.2)	(0.2)
14 Treasurer Issues		(0.4)	(0.4)	(0.4)
<b>15 Subtotal - Ongoing Revenues</b>	<b>\$ 10,878.3</b>	<b>\$ 11,100.8</b>	<b>\$ 11,443.8</b>	<b>\$ 11,855.2</b>
<b>One-Time Revenues</b>				
16 TPT Estimated Payment Threshold (\$1 M to \$4.1 M, Thru '23) (HB 2360 - Amend)		(10.3)	(10.0)	(10.0)
17 One-Time Conformity Offset Loss (Wayfair Partial Year Impact In '20)		(28.0)		
18 DWR \$20 M Water Infrastructure Repayment				20.0
<u>Previously Enacted Fund Transfers</u>				
19 '19/'20 Fund Transfers - Already Enacted	100.7	1.8		
<u>New Proposed Fund Transfers</u>				
20 AHCCCS - Prescription Drug Rebate Transfer to General Fund		69.0	16.7	16.7
21 Wells Fargo Settlement		20.0		
<b>22 Subtotal - Newly Enacted Fund Transfers</b>	<b>\$ -</b>	<b>\$ 89.0</b>	<b>\$ 16.7</b>	<b>\$ 16.7</b>
<b>23 Subtotal - One-Time Revenues (Including Beginning Balance)</b>	<b>\$ 550.3</b>	<b>\$ 816.8</b>	<b>\$ 70.7</b>	<b>\$ 68.3</b>
<b>24 Total Revenues</b>	<b>\$ 11,428.6</b>	<b>\$ 11,917.6</b>	<b>\$ 11,514.5</b>	<b>\$ 11,923.5</b>
<b>25 JLBC Baseline - Ongoing Spending</b>	<b>\$ 10,147.6</b>	<b>\$ 10,629.5</b>	<b>\$ 11,269.6</b>	<b>\$ 11,707.7</b>
<b>Ongoing Changes to JLBC Baseline</b>				

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	FY 2019 5/27	FY 2020 5/27	FY 2021 5/27	FY 2022 5/27
26 Agriculture - Ag Lab Relocation		0.4	0.5	0.5
27 Agriculture - Dairy Inspector Salary Increase (\$137k)		0.1	0.1	0.1
28 AHCCCS - Formula	(8.0)	(65.0)	(83.0)	(117.0)
29 AHCCCS - Federal Match Rate Changes (Begin in FY 21)		Yes	(19.8)	(30.4)
30 AHCCCS - Use PDRF As Transfer Instead of Offset (See Fund Transfers)		53.6	16.7	16.7
31 AHCCCS - Eliminate KidsCare Freeze		1.6	9.4	9.4
32 AHCCCS - DD Behavioral Health Transfer to DES		(26.1)	(26.1)	(26.1)
33 AHCCCS - Prop 206 Funding (Elderly Long-Term Care)		4.8	4.8	4.8
34 AHCCCS - Additional ALTCS Provider Funding		7.0	7.0	7.0
35 AHCCCS - Rural Graduate Medical Education		1.7	3.4	5.0
36 AHCCCS - Urban Graduate Medical Education		1.3	2.7	4.0
37 Charter Board - Additional FTEs (FY 20 5 FTE/FY 21 10 FTE)		0.4	0.8	0.8
38 Commerce Authority - New Trade Offices (2 Mexico/1 Israel) (\$475K)		0.5	0.4	0.4
39 DCS - Kinship Stipend		2.4	2.4	2.4
40 Comm Colleges - Formula Changes		0.2	0.2	0.2
41 Comm Colleges - Dine College Remedial Education		1.0	1.0	1.0
42 Corrections - Inmate Health Care		30.9	30.9	30.9
43 Corrections - Health Care Monitoring Staff (10 FTE)		1.0	1.0	1.0
44 Counties - Rural EORP Assistance		3.0	3.0	3.0
45 DES - Formula Adjustments	3.7		(16.1)	(16.1)
46 DES - Federal Match Rate Changes (Begin in FY 21)		Yes	(6.0)	(9.0)
47 DES - DD FY 19 Cap Rate Increase	6.7	6.7	6.7	6.7
48 DES - Case Management Funding		1.9	1.9	1.9
49 DES - DD Behavioral Health Services Transfer to DES		26.1	26.1	26.1
50 DES - Fund Prop 206 Costs Ongoing		13.0	13.0	13.0
51 DES - Additional DD Provider Funding		13.0	13.0	13.0
52 DES - Local Minimum Wage Increase DD Offsets		BRB		
53 DES - Childcare Block Grant	Other Fund	Other Fund		
54 ADE - Formula Adjustments	(10.0)	(54.7)	(72.0)	(96.0)
55 ADE - Results-Based Funding (\$40 M in Base) - Top 13% AZMerit		30.0	30.0	30.0
56 ADE - SRO/School Counselors Grant Program		20.0	20.0	20.0
57 ADE - Juvenile Detention Education Programs		0.7	0.7	0.7
58 ADE - Excess SFB Debt Service Funds	(6.8)			
59 DEMA - National Guard Tuition Reimbursement (125 - 400 Guardsman)		1.0	1.0	1.0
60 Forestry - Hazardous Vegetation Removal		1.0	1.0	1.0
61 Forestry - Non-Native Vegetation Eradication (Thru FY 29)		1.0	1.0	1.0

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\$ in Millions

	A	B	C	D
	FY 2019 5/27	FY 2020 5/27	FY 2021 5/27	FY 2022 5/27
62 Governor - Foster Youth Education Ongoing		1.5	1.5	1.5
63 Governor - Governor's Budget Staff (OSPB) (\$650k)		0.7	0.7	0.7
64 DHS - ASH Temporary Staffing Contract Increase		Other Fund		
65 IRC - JLBC Baseline Has '21/'22 Funding		Remove 21/22 \$	(0.5)	(3.7)
66 Judiciary - Court of Appeals - General Operating Expenses		0.2	0.2	0.2
67 Judiciary - Superior Court - Health/Dental Cost Adjustment (\$54k)		0.1	0.1	0.1
68 Judiciary - Superior Court - Adult Probation Growth		0.2	0.2	0.2
69 Judiciary - Superior Court - Probation Salary Deficit		1.0	1.0	1.0
70 Judiciary - Judicial Nominating Commissions (2 Counties)		0.1	0.1	0.1
71 Judiciary - Employee Salary Increase		1.1	1.1	1.1
72 DJC - Repeal Non-Maricopa/Pima County Cost Sharing Permanently		2.8	2.8	2.8
73 Legislature - Senate Budget		3.2	3.2	3.2
74 Legislature - House Budget		2.5	2.5	2.5
75 Legislature - Legislative Council Budget		0.5	0.5	0.5
76 Legislature - JLBC Budget		0.3	0.3	0.3
77 Postsecondary Ed - Internal IT System Development (\$34k)		0.1	0.1	0.1
78 DPS - Maricopa Night Highway Patrol (6 FTE)		1.5	1.1	1.1
79 DPS - Southern AZ Highway Patrol (12 FTE)		3.0	2.2	2.2
80 DPS - Loop 202 South Mountain Freeway Patrol (30 FTE)		6.4	4.9	4.9
81 DPS - HSF Spending Changes - (FY 20 - \$32/FY 21 - \$32/FY 22 - Repealed)		(24.1)	(24.1)	136.7
82 PSPRS - Prescott Fire Deposit (Thru FY 26)		1.0	1.0	1.0
83 Sec of State - Pres. Preference Election (Baseline - \$5.0 M)		(0.7)		
84 Sec of State - 2 FTE Positions (IT Staff)		0.2	0.2	0.2
85 Sec of State - Election Services (\$100k Petitions/\$3k Training)		0.1	0.1	0.1
86 Sec of State - Uniform Laws Commission		0.1	0.1	0.1
87 Tourism - Marketing Funding Increase (\$100k Wine Promotion)		1.1	1.1	1.1
88 Universities - ABOR - Teacher's Academy		15.0	15.0	15.0
89 Universities - ABOR - Adaptive Athletics (\$160k)		0.2	0.2	0.2
90 Universities - ABOR - Washington Center		0.3	0.3	0.3
91 Universities - NAU - Continue Biomedical Research Funding		3.0	3.0	3.0
92 Universities - NAU - Ongoing Freedom School Funding		0.5	0.5	0.5
93 Universities - UA Health Sciences Center		8.0	8.0	8.0
94 Veterans' Services - Veteran Suicide Prevention (Incl. \$450k Trauma Training)		1.6	1.6	1.6
95 Water Resources - Staff/Courts Water Master		0.6	0.6	0.6
96 Other - Pay Raise - Agriculture (\$30k)		0.1	0.1	0.1
97 Other - Pay Raise - Attorney General (\$55k)		0.1	0.1	0.1

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	FY 2019 5/27	FY 2020 5/27	FY 2021 5/27	FY 2022 5/27
98 Other - Pay Raise - Child Safety		5.5	5.5	5.5
99 Other - Pay Raise - ADC (Monthly Hiring Report/Quarterly Benchmark/JLBC Review)		40.6	40.6	40.6
100 Other - Pay Raise - Health Services		2.8	2.8	2.8
101 Other - Pay Raise - Insurance (\$20k)		0.1	0.1	0.1
102 Other - Pay Raise - Juvenile Corrections		3.2	3.2	3.2
103 Other - Pay Raise - Dept. of Public Safety		21.5	21.5	21.5
104 Other - 2010 Sale/Leaseback Refinance Savings (2010A Savings Only)		(6.4)	(6.4)	(6.4)
105 Other - 2010 Sale/Leaseback Debt Service Savings - 2010B Payoff		Savings Start in '21	(24.0)	(24.0)
106 Other - ADC/DJC Retirement Adjustments		(3.7)	(3.7)	(3.7)
107 Other - DPS PSPRS Retirement Adjustment		4.1	4.1	4.1
108 Other - Risk Management Adjustments		2.3	2.3	2.3
109 Other - IT Pro Rata Adjustments		1.1	1.1	1.1
110 Other - Agency Rent Adjustments		(0.5)	(0.5)	(0.5)
111 Other - COSF Rental Rate Increase		2.0	2.0	2.0
112 Other - ADOA Shared Services (1740 W Adams)		\$10k	\$10k	\$10k
113 Other - Revertments (Unspent Appropriations)	(21.0)	(22.0)	(18.0)	(22.0)
<b>114 Subtotal - Ongoing Changes to JLBC Baseline</b>	<b>\$ (35.4)</b>	<b>\$ 161.4</b>	<b>\$ 36.1</b>	<b>\$ 121.0</b>
<b>115 Total Ongoing Spending</b>	<b>\$ 10,112.2</b>	<b>\$ 10,790.9</b>	<b>\$ 11,305.7</b>	<b>\$ 11,828.7</b>
<b>116 JLBC Baseline One-Time Spending</b>	<b>\$ 247.0</b>	<b>\$ 154.9</b>	<b>\$ 168.4</b>	<b>\$ 28.5</b>
<b>One-Time Changes to JLBC Baseline</b>				
117 ADOA - Sierra Vista Public Safety Communications (\$271k)		0.3		
118 ADOA/APF - Business OneStop Shop Web Portal Design Costs		1.0		
119 Agriculture - Mariposa Port of Entry Cold Inspection Facility (Capital)		0.7		
120 AHCCCS - Asset Verification System (No '21/'22 Commitment)		PDRF One-Time		
121 AHCCCS - Electronic Visit Verification System (No '21/'22 Commitment)		PDRF One-Time		
122 AHCCCS - Provider Management System (No '21/'22 Commitment)		PDRF One-Time		
123 AHCCCS - North Country Graduate Medical Education (\$750k)		0.8		
124 Arts - One-Time Funding		2.0		
125 Arts - Nonprofit Theater Capital Support		0.2		
126 DCS - Automation (CHILDS)		5.1		
127 Commerce - Rural Broadband Grants		3.0		
128 Comm Colleges - Maricopa CCD Healthcare Specialty Expansion		5.8		
129 Comm Colleges - Pima CCD Aviation Center		15.0		

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	A	B	C	D
	FY 2019 5/27	FY 2020 5/27	FY 2021 5/27	FY 2022 5/27
130 Comm Colleges - One-Time Rural Funding (By Student Count)		14.2		
131 Comm Colleges - Maricopa/Pima STEM Funding (Thru FY 22)		2.0	2.0	2.0
132 Economic Opportunity - WIFA - Small Water Systems Fund		0.5		
133 DES - Food Banks (\$950k)	1.0			
134 DES - Caregiver Grants		1.0		
135 ADE - Reduce K-12 Rollover (FY 22 - Eliminate for < 1,350 ADM)				30.0
136 ADE - High Quality Teacher Scholarships (Thru FY 22)		0.4	0.4	0.4
137 ADE - Mingus Unified Consolidation Costs (\$50k)		0.1		
138 ADE - Yuma Elementary School Construction		0.8		
139 ADE - CTED Incentive (One-Time/Non-Lapsing) - JLBC Review			5.0	5.0
140 ADE - One-Time DAA/CAA Acceleration (\$136 M In FY 20)		67.8		
141 ADE - Gifted Education		1.0		
142 DEMA - West Valley Readiness Center (Capital)		3.9		
143 DEQ - WQARF		Other Fund - \$15 M		
144 DEQ - Nogales Wastewater		Other Fund - \$2.6 M		
145 DEQ - Maricopa County Dust Supression Pilot Program		0.2		
146 Forestry - Adjust BSF Firefighting Loan Limit (Currently \$10 M)		\$20 M BSF Limit		
147 Forestry - Fire Training Center (Taylor)		1.0		
148 Forestry - Non-Native Vegetation Eradication		1.0		
149 Forestry - Mount Lemmon Fire District Water Line (\$750k)		0.8		
150 DHS - Alzheimer's Research		Other Fund - \$2.0 M		
151 DHS - Rural Hospital Prenatal Equipment		1.0	0.5	0.5
152 DHS - Restore Emergency Fund to \$500k		0.1		
153 DHS - Primary Care Clinic - Colorado City		0.7		
154 DHS - Benson and Northern Cochise Hospitals		1.5		
155 DHS - Vulnerable Caregiver Workshops (\$250k)		0.3		
156 DHS - Loan Repayment Program (\$750K)		0.8		
157 Housing - Housing Trust Fund Deposit		15.0		
158 Judiciary - Superior Court - CORP Increase		2.4		
159 DJC - One-Time Maricopa/Pima County Cost Sharing Offset		8.5		
160 Leg. - Auditor General - CTED Study		0.4		
161 Parks - Arizona Trail - \$250k		Yes - Other Fund		
162 DPS - AZ POST Funding (Highway Patrol Fund)		Other Fund - \$1.0 M		
163 DPS - Highway Patrol Vehicle Replacement		4.0		
164 DPS - Interoperability Project		1.5		
165 Racing - County Fair Promotion (\$730k)		0.7	0.7	0.7

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	A	B	C	D
	FY 2019 5/27	FY 2020 5/27	FY 2021 5/27	FY 2022 5/27
166 SFB - Advance Funding for New School Construction (2 Year)		16.0	16.8	32.1
167 SFB - Final New School Construction Approvals		10.6	(8.6)	(14.5)
168 SFB - Building Renewal Funding	25.0	62.8		
169 Sec of State - FY 19 Supplemental - Record Storage	0.7			
170 ADOT - I-17 Expansion (State Highway Fund) - (\$40 M/\$45 M/\$45 M)		State Highway Fund	State Highway Fund	State Highway Fund
171 Additional Road Infrastructure (\$18 M Locals/\$77 M Projects)		95.3		
172 Universities - ASU - One-Time Operating Funding		18.9		
173 Universities - NAU - One-Time Operating Funding		6.7		
174 Universities - UA - One-Time Operating Funding		9.4		
175 Water Resources - Water System Conservation Funding (Enacted)		30.0		
176 Water Resources - Agriculture Infrastructure Projects (Enacted)	7.0			
177 Water Resources - Additional \$20 M Infrastructure Projects		20.0		
178 Water Resources - Water Protection Fund Deposit		0.5		
179 Water Resources - Digitization/Case Management System		0.5		
180 Other - 2010B Sale/Leaseback Payoff (SB 1215)		190.0		
181 Other - HITF - State Agencies		8.4		
182 Other - HITF - Universities		2.1		
183 Other - Rainy Day Fund Deposit	271.1	271.1		
184 Other - '21 Additional 27th Pay Period (JLBC Baseline - \$98 M)		See '21	(18.0)	
185 Other - Named Claimants (\$307k) (HB 2495)	0.3			
<b>186 Subtotal - One-Time Changes to JLBC Baseline</b>	<b>\$ 305.1</b>	<b>\$ 907.8</b>	<b>\$ (1.2)</b>	<b>\$ 56.2</b>
<b>187 Total One-Time Spending</b>	<b>\$ 552.1</b>	<b>\$ 1,062.7</b>	<b>\$ 167.2</b>	<b>\$ 84.7</b>
<b>188 Total Spending</b>	<b>\$ 10,664.3</b>	<b>\$ 11,853.6</b>	<b>\$ 11,472.9</b>	<b>\$ 11,913.4</b>
<b>189 Cash Balance</b>	<b>\$ 764.3</b>	<b>\$ 64.0</b>	<b>\$ 41.6</b>	<b>\$ 10.1</b>
<b>190 Structural Balance</b>	<b>\$ 766.1</b>	<b>\$ 309.9</b>	<b>\$ 138.1</b>	<b>\$ 26.5</b>

**5/27 Plan**  
**Statement of General Fund Revenues and Expenditures 1/**  
**With One-Time Financing Sources**

	FY 2019 <u>5/27</u>	FY 2020 <u>5/27</u>	FY 2021 <u>5/27</u>	FY 2022 <u>5/27</u>
<b>REVENUES</b>				
Ongoing Revenues	\$11,398,072,000	\$11,896,447,900	\$12,296,178,400	\$12,752,263,400
Newly Enacted Changes		(57,971,800)	(59,972,100)	(69,941,200)
Conformity/Wayfair (Offset In FY 20)	155,000,000			
Urban Revenue Sharing	(674,804,400)	(737,573,600)	(792,281,400)	(827,005,300)
Net Ongoing Revenues	<u>\$10,878,267,600</u>	<u>\$11,100,902,500</u>	<u>\$11,443,924,900</u>	<u>\$11,855,316,900</u>
One-time Financing Sources				
Balance Forward	449,632,000	764,372,400	64,646,400	42,551,900
Wells Fargo Settlement		20,000,000		
Other Tax Law Changes		(38,322,600)	(10,005,000)	(9,974,300)
Water Infrastructure Repayment				20,000,000
Fund Transfers	<u>100,681,700</u>	<u>70,840,700</u>	<u>16,700,000</u>	<u>16,700,000</u>
Subtotal One-time Revenues	\$550,313,700	\$816,890,500	\$71,341,400	\$69,277,600
<b>Total Revenues</b>	<b>\$11,428,581,300</b>	<b>\$11,917,793,000</b>	<b>\$11,515,266,300</b>	<b>\$11,924,594,500</b>
<b>EXPENDITURES</b>				
Operating Budget Appropriations	\$10,200,028,900	\$10,835,879,600	\$11,350,510,300	\$11,873,453,900
FY 2019 Supplementals/Ex-Approp.	(42,838,800)			
Administrative Adjustments	126,000,000	128,000,000	138,000,000	143,000,000
Revertments	(171,000,000)	(173,000,000)	(183,000,000)	(188,000,000)
Subtotal Ongoing Expenditures	<u>\$10,112,190,100</u>	<u>\$10,790,879,600</u>	<u>\$11,305,510,300</u>	<u>\$11,828,453,900</u>
One-time Expenditures				
Capital Outlay	4,959,000	4,575,000		
Transportation Funding		95,310,000		
Reduce K-12 Rollover				30,000,000
Budget Stabilization Fund Deposit	271,107,000	271,107,000		
2010B Debt Payoff		190,000,000		
Operating One-Time Spending	241,996,500	501,275,000	87,204,100	54,837,400
FY 2019 One-Time Supplementals	33,956,300			
Additional (27th) Pay Period			<u>80,000,000</u>	
Subtotal One-time Expenditures	\$552,018,800	\$1,062,267,000	\$167,204,100	\$84,837,400
<b>Total Expenditures</b>	<b>\$10,664,208,900</b>	<b>\$11,853,146,600</b>	<b>\$11,472,714,400</b>	<b>\$11,913,291,300</b>
<b>Ending Balance <u>2/</u></b>	<u><u>\$764,372,400</u></u>	<u><u>\$64,646,400</u></u>	<u><u>\$42,551,900</u></u>	<u><u>\$11,303,200</u></u>
<b>Structural Balance <u>3/</u></b>	<u><u>\$766,077,500</u></u>	<u><u>\$310,022,900</u></u>	<u><u>\$138,414,600</u></u>	<u><u>\$26,863,000</u></u>

1/ Significant one-time revenues and expenditures are separately detailed so as to permit the calculation of ongoing revenue and expenditures.  
2/ This calculation reflects the difference between total revenues and total expenditures. Excludes any Budget Stabilization Fund balance.  
3/ This calculation reflects the difference between ongoing revenues and expenditures and excludes one-time adjustments. Excludes any Budget Stabilization Fund balance.



## DETAILED LIST OF GENERAL FUND CHANGES BY AGENCY

	FY 2019 GF 5/27	FY 20 Baseline 1/ Above FY 19	FY 20 5/27 Chng to FY 20 Baseline	FY 2020 GF 5/27
<b>OPERATING SPENDING CHANGES</b>				
<b>DOA - Arizona Department of Administration</b>	7,939,100			8,210,100
DOA - Sierra Vista Public Safety Communications			271,000	
<b>APF - Automation Projects Fund/ADOA</b>	5,000,000			11,100,000
APF - DCS Automation			5,100,000	
APF - Business OneStop Shop Web Portal			1,000,000	
<b>OAH - Office of Administrative Hearings</b>	868,900			868,900
<b>AAM - Commission of African-American Affairs</b>	127,200			127,200
<b>AGR - Department of Agriculture</b>	9,640,000			10,938,900
AGR - Industrial Hemp Licensing (Enacted)		750,000		
AGR - Dairy Inspector Salary Increase			137,000	
AGR - Mariposa Port of Entry Cold Inspection Facility			See Capital	
AGR - AG Lab Relocation			411,900	
<b>AXS - AHCCCS</b>	1,777,093,500			1,760,699,900
AXS - Formula Changes		38,999,200	(65,000,000)	
AXS - Use PDRF As Fund Transfer Rather Than Offset		(36,927,800)	53,657,900	
AXS - Statutory Adjustments		(150,200)		
AXS - Proposition 206 Rate Increase		1,944,500		
AXS - Asset Verification System			Other Fund	
AXS - Electronic Visit Verification System			Other Fund	
AXS - Provider Management System			Other Fund	
AXS - Eliminate KidsCare Freeze			1,586,900	
AXS - DD Behavioral Health Services Transfer to DES			(26,054,100)	
AXS - Additional ALTCS Provider Funding			7,000,000	
AXS - Make Prop 206 Assistance Ongoing			4,800,000	
AXS - Rural Graduate Medical Education			1,666,700	
AXS - Urban Graduate Medical Education			1,333,300	
AXS - North Country Graduate Medical Education			750,000	
<b>ART - Arizona Commission on the Arts</b>	0			2,200,000
ART - One-Time Funding			2,000,000	
ART - Nonprofit Theater Capital Support			200,000	
<b>ATT - Attorney General</b>	25,940,300			25,940,300
<b>CHA - State Board for Charter Schools</b>	1,209,800			1,602,600

	FY 2019 GF 5/27	FY 20 Baseline 1/ Above FY 19	FY 20 5/27 Chng to FY 20 Baseline	FY 2020 GF 5/27
CHA - Additional FTEs			392,800	
<b>DCS - Department of Child Safety</b>	375,838,700			378,230,700
DCS - Kinship Stipend			2,392,000	
<b>ACA - Arizona Commerce Authority</b>	21,800,000			19,275,000
ACA - Competes Fund Deposit Reduction		(6,000,000)		
ACA - One-Time Rural Development Broadband Grants			3,000,000	
ACA - New Trade Offices (2 Mexico/1 Israel)			475,000	
<b>CCO - Arizona Community Colleges</b>	57,205,500			96,882,200
CCO - Formula Changes		1,431,400	245,300	
CCO - Maricopa CCD Healthcare Specialty Expansion			5,800,000	
CCO - Pima CCD Aviation Center			15,000,000	
CCO - Dine College Remedial Education			1,000,000	
CCO - Maricopa/Pima STEM Funding (Thru FY 22)			2,000,000	
CCO - One-Time Rural Funding (By Student Count)			14,200,000	
<b>COR - Corporation Commission</b>	814,600			618,000
COR - Remove One-Time Railroad Safety Inspector Funding		(196,600)		
<b>ADC - Department of Corrections</b>	1,099,670,000			1,133,566,500
ADC - Remove Lease Purchase Payment		(3,072,900)		
ADC - Inmate Health Care Contract Costs			30,900,000	
ADC - Inmate Health Care Monitoring (10 FTE)			985,900	
ADC - Private Prison CO Salary Increase			5,083,500	
<b>CF - County Funding</b>	20,566,200			10,650,700
CF - Rural EORP Assistance		(1,655,500)	3,000,000	
CF - Remove One-Time DJC Offset		(11,260,000)		
<b>SDB - Arizona State Schools for the Deaf and the Blind</b>	21,659,300			23,259,300
SDB - Early Childhood Services Fund Shift		1,600,000		
<b>OEC - Office of Economic Opportunity</b>	488,800			988,800
OEC - WIFA - Small Water Systems Fund			500,000	
<b>DES - Department of Economic Security</b>	650,936,900			749,115,200
DES - Formula Adjustments		50,962,300		
DES - Case Management Funding			1,861,900	
DES - One-time Proposition 206 Assistance		(11,000,000)	13,000,000	
DES - Additional DD Provider Funding			13,000,000	
DES - FY 19 DD Cap Rate Increase			6,700,000	
DES - Remove One-Time Food Bank Funding		(1,000,000)		

	FY 2019 GF 5/27	FY 20 Baseline 1/ Above FY 19	FY 20 5/27 Chng to FY 20 Baseline	FY 2020 GF 5/27
DES - Remove One-Time Medical Room and Board		(2,000,000)		
DES - Remove One-Time SNAP Benefit Match Funding		(400,000)		
DES - DD Behavioral Health Services Transfer to DES			26,054,100	
DES - Caregiver Grants			1,000,000	
<b>BOE - State Board of Education</b>	1,146,300			1,146,300
<b>ADE - Arizona Department of Education</b>	4,704,652,000			5,200,140,600
ADE - Formula Adjustments		197,489,200	(54,700,000)	
ADE - Additional Assistance Increase (Enacted)		67,774,700		
ADE - Teacher Salary Increases (Enacted)		164,700,000		
ADE - One-Time American Civics Funding (Enacted)		500,000		
ADE - Eliminate One-Time Gifted Education Funding		(1,000,000)		
ADE - Results-Based Funding			30,000,000	
ADE - CTED Incentive Program			FY 21/22 - \$5 M	
ADE - SRO/School Counselors Grant Program			20,000,000	
ADE - One-Time Additional Assistance Increase			67,774,700	
ADE - Payoff K-12 Rollover			FY 22 - \$30 M	
ADE - Juvenile Detention Education Programs			700,000	
ADE - High Quality Teacher Scholarships (Also \$400k in FY 21/22)			400,000	
ADE - Mingus Unified Consolidation Costs			50,000	
ADE - Gifted Education			1,000,000	
ADE - Yuma Elementary School Construction			800,000	
<b>EMA - Department of Emergency &amp; Military Affairs</b>	11,098,200			12,098,200
EMA - National Guard Tuition Reimbursement			1,000,000	
<b>DEQ - Department of Environmental Quality</b>	0			200,000
DEQ - Maricopa County Dust Supression Pilot Program			200,000	
<b>EQU - State Board of Equalization</b>	652,000			652,000
<b>EXE - Board of Executive Clemency</b>	1,137,000			1,137,000
<b>DFI - Dept of Financial Institutions</b>	1,984,800			1,984,800
<b>FOR - Department of Forestry and Fire Management</b>	11,156,700			15,906,700
FOR - Hazardous Vegetation Removal			1,000,000	
FOR - Fire Training Center (Taylor)			1,000,000	
FOR - Non-Native Vegetation Eradication (Thru FY 29)			1,000,000	
FOR - Non-Native Vegetation Eradication (One-Time)			1,000,000	
FOR - Mount Lemmon Fire District Water Line			750,000	
<b>GAM - Department of Gaming</b>	1,779,500			2,509,500

	FY 2019 GF 5/27	FY 20 Baseline 1/ Above FY 19	FY 20 5/27 Chng to FY 20 Baseline	FY 2020 GF 5/27
GAM - County Fair Promotion			730,000	
<b>GOV - Office of the Governor</b>	8,538,800			8,538,800
GOV - Retain Foster Youth Education Funding		(1,500,000)	1,500,000	
<b>OSP - Gov's Office of Strategic Planning &amp; Budgeting</b>	2,022,100			2,672,100
OSP - Additional Funding			650,000	
<b>DHS - Department of Health Services</b>	89,931,200			94,237,800
DHS - Alzheimer's Research (One-Time)			Other Fund	
DHS - Prenatal Services Funding (One-Time)			1,000,000	
DHS - Public Health Emergency Fund Backfill			106,600	
DHS - Benson and Northern Cochise Hospitals			1,500,000	
DHS - Primary Care Clinic - Colorado City			700,000	
DHS - Loan Repayment Program			750,000	
DHS - Vulnerable Caregiver Workshops			250,000	
<b>AZH - Arizona Historical Society</b>	3,195,000			3,075,000
AZH - Risk Management Adjustment		(120,000)		
<b>PAZ - Prescott Historical Society</b>	832,700			832,700
<b>DOH - Department of Housing</b>	0			15,000,000
DOH - Housing Trust Fund Deposit (One-Time)			15,000,000	
<b>INS - Department of Insurance</b>	5,628,400			5,628,400
<b>SPA - Judiciary - Supreme Court</b>	19,870,100			20,422,400
SPA - Judicial Nominating Commissions (2 Counties)			117,500	
SPA - Employee Salary Increase			477,500	
SPA - Risk Management Shift		(42,700)		
<b>COA - Judiciary - Court of Appeals</b>	15,992,400			16,667,200
COA - Risk Management Shift		27,600		
COA - General Operating Expenses			236,100	
COA - Employee Salary Increase			411,100	
<b>SUP - Judiciary - Superior Court</b>	80,714,500			92,076,100
SUP - Risk Management Shift		15,100		
SUP - Maricopa County Judges Phase-In (Enacted)		6,972,000		
SUP - Water Master			39,500	
SUP - Digitization/Case Management System			250,000	
SUP - Adult Probation Growth			243,300	
SUP - Employee Salary Increase			257,800	

	FY 2019 GF 5/27	FY 20 Baseline 1/ Above FY 19	FY 20 5/27 Chng to FY 20 Baseline	FY 2020 GF 5/27
SUP - Health/Dental Cost Adjustment			54,100	
SUP - Annualize New Probation Officers		137,500		
SUP - CORP Increase			2,354,000	
SUP - Probation Salary Deficit			1,038,300	
<b>DJC - Department of Juvenile Corrections</b>	22,734,500			33,994,500
DJC - Repeal Rural County Cost Sharing (One-Time Maricopa/Pima)			11,260,000	
<b>LAN - State Land Department</b>	11,733,400			11,605,100
LAN - CAP Rate Adjustment		(128,300)		
<b>Legislature</b>				
<b>AUD - Auditor General</b>	19,709,600			20,607,100
AUD - CTED Study			400,000	
AUD - Increase Staffing for Performance Audit Division (Enacted)		497,500		
<b>HOU - House of Representatives</b>	13,835,000			16,335,000
HOU - Additional Funding			2,500,000	
<b>JLBC - Joint Legislative Budget Committee</b>	2,504,800			2,829,800
JLBC - Additional Funding			325,000	
<b>LEG - Legislative Council</b>	8,304,900			8,804,900
LEG - Additional Funding			500,000	
<b>SEN - Senate</b>	9,747,200			12,922,200
SEN - Additional Funding			3,175,000	
<b>MIN - State Mine Inspector</b>	1,255,800			1,255,800
<b>NAV - Arizona Navigable Steam Adjudication Comm.</b>	127,400			127,400
<b>POS - Commission for Postsecondary Education</b>	1,646,800			1,680,900
POS - Teacher Student Loan Program				
POS - Internal IT System Development			34,100	
<b>DPS - Department of Public Safety</b>	104,241,700			70,690,800
DPS - Highway Safety Fee Fund Shift		(30,000,000)	(24,056,800)	
DPS - Wrong Way Driving Patrol (6 Maricopa FTE)			1,468,800	
DPS - Border Strike Task Force Enhancement (12 FTE Southern AZ)			2,974,600	
DPS - Loop 202 South Mountain Freeway Patrol			6,433,500	
DPS - AZ POST Funding			Other Fund	
DPS - Highway Patrol Vehicle Replacement			4,000,000	
DPS - Retirement Adjustment			4,129,000	

	FY 2019 GF 5/27	FY 20 Baseline 1/ Above FY 19	FY 20 5/27 Chng to FY 20 Baseline	FY 2020 GF 5/27
DPS - Interoperability Project			1,500,000	
<b>PSP - Public Safety Personnel Retirement System</b>	7,000,000			6,000,000
PSP - Expiration of Multi-Year Prescott Fire Dept. Funding		(1,000,000)		
PSP - Retain Prescott Fire Dept. Funding Thru FY 26		(1,000,000)	1,000,000	
<b>REA - State Real Estate Department</b>	2,911,700			2,911,700
<b>REV - Department of Revenue</b>	31,063,800			31,063,800
<b>SFB - School Facilities Board</b>	274,700,300			325,632,500
SFB - New School Funding Completion (FY 18 Starts)		(37,989,800)		
SFB - Continue New School Construction Projects (FY 19 Starts)		(12,910,000)		
SFB - Begin New School Construction Projects (FY 20 Starts)		49,305,000		
SFB - Advance Funding For New School Construction			15,953,600	
SFB - Lease-Purchase Adjustment		(2,416,800)		
SFB - Final New School Construction Approvals			10,617,200	
SFB - One-Time Building Renewal Funding		(34,417,900)	62,790,900	
<b>SOS - Secretary of State</b>	15,568,800			16,995,400
SOS - Presidential Preference Election		1,650,000	(626,400)	
SOS - 2 FTE Positions (IT Staff)			200,000	
SOS - Election Services			103,000	
SOS - Uniform State Laws Commission			100,000	
<b>TAX - State Board of Tax Appeals</b>	280,400			280,400
<b>TOU - Office of Tourism</b>	7,112,000			8,212,000
TOU - Marketing Funding Increase (Includes \$100k Wine Promotion)			1,100,000	
<b>DOT - Department of Transportation</b>	65,000			0
DOT - Remove One-Time Transit Planning Funding		(65,000)		
DOT - Interstate 17 Expansion			See Capital	
<b>TRE - State Treasurer</b>	1,205,100			1,205,100
<b>OTR - Governor's Office on Tribal Relations</b>	60,900			60,900
<b>UNI - Universities</b>				
<b>UNI - Arizona Board of Regents</b>	6,898,100			22,358,100
UNI - Adaptive Athletics			160,000	
UNI - Washington Center			300,000	
UNI - Teacher's Academy			15,000,000	

	FY 2019 GF 5/27	FY 20 Baseline 1/ Above FY 19	FY 20 5/27 Chng to FY 20 Baseline	FY 2020 GF 5/27
<b>UNI - ASU</b>	328,775,800			342,396,900
UNI - Lease Purchase Adjustment		(22,400)		
UNI - Inflation Adjustment (2017 Capital Infrastructure)		238,500		
UNI - Remove '19 One-Time Operating Funding		(4,245,000)		
UNI - New '20 One-Time Operating Funding			18,900,000	
UNI - Remove One-Time Economic Development Funding		(250,000)		
UNI - Remove One-Time Freedom School Funding		(1,000,000)		
<b>UNI - Northern Arizona University</b>	112,095,700			117,249,200
UNI - Lease Purchase Adjustment		3,300		
UNI - Inflation Adjustment (2017 Capital Infrastructure)		90,400		
UNI - Remove Multi-Year Biomedical Research Funding		(3,000,000)		
UNI - Continue Biomedical Research Funding			3,000,000	
UNI - Retain Freedom School Funding		(500,000)	500,000	
UNI - Remove '19 One-Time Operating Funding		(1,590,200)		
UNI - New '20 One-Time Operating Funding			6,650,000	
<b>UNI - UA - Main Campus</b>	208,836,400			215,331,800
UNI - Inflation Adjustment (2017 Capital Infrastructure)		211,000		
UNI - Lease Purchase Adjustment		(800)		
UNI - Remove '19 One-Time Operating Funding		(2,164,800)		
UNI - New '20 One-Time Operating Funding			9,450,000	
UNI - Remove One-Time Freedom School Funding		(1,000,000)		
<b>UNI - UA - Health Sciences Center</b>	68,897,700			76,897,700
UNI - Phoenix Biomedical Center			8,000,000	
<b>VSC - Department of Veterans' Services</b>	6,120,600			7,771,100
VCS - Remove One-Time Hyperbaric Therapy Funding		(25,000)		
VSC - Veteran Suicide Prevention			1,675,500	
<b>WAT - Department of Water Resources</b>	16,169,800			66,909,800
WAT - Additional Staff			540,000	
WAT - Water Protection Fund Deposit			500,000	
WAT - Digitization			200,000	
WAT - Remove One-Time Northwest Basins Study Funding		(100,000)		
WAT - Water System Conservation Funding			30,000,000	
WAT - Agriculture Infrastructure Projects Loan			20,000,000	
WAT - Remove One-Time Water Protection Fund Deposit		(400,000)		
<b>OTH - Other</b>				
OTH - AHCCCS Ex-Appropriation	(36,564,900)	28,564,900		0
OTH - Land Dept Ex-Appropriation	(128,300)	128,300		0
OTH - FY 19 EORP Supplemental	287,800	(287,800)		0

	FY 2019 GF 5/27	FY 20 Baseline 1/ Above FY 19	FY 20 5/27 Chng to FY 20 Baseline	FY 2020 GF 5/27
OTH - ADE Ex-Appropriation	(10,000,000)			0
OTH - ADE Ex-Appropriation (SFB Excess Debt Service Funds)	(6,833,400)			0
OTH - DES FY 19 DD Cap Rate Increase	6,700,000			0
OTH - DES DD Caseload Supplemental	3,700,000			0
OTH - DES Food Bank Funding Supplemental	950,000			0
OTH - Secretary of State Supplemental (Record Storage)	700,000			0
OTH - Named Claimants Supplemental	306,300			0
OTH - DWR - Agriculture Infrastructure Projects Supplemental	7,000,000			0
OTH - SFB Building Renewal Supplemental	25,000,000			0
OTH - Debt Service Payments	84,112,000	(3,500)	(6,399,200)	77,709,300
OTH - Phoenix Convention Center Debt Service	22,996,300	503,700		23,500,000
OTH - 2010B Sale/Leaseback Payoff (SB 1215)	0		190,000,000	190,000,000
OTH - Rio Nuevo District	14,000,000			14,000,000
OTH - Continue FY 2019 EORP Supplemental	0	287,800		287,800
OTH - Risk Management Adjustments	0	0	2,341,700	2,341,700
OTH - IT Pro Rata Adjustments	0	0	1,067,700	1,067,700
OTH - Agency Rent Adjustments	0	0	(549,700)	(549,700)
OTH - COSF Rental Rate Increase	0	0	2,023,000	2,023,000
OTH - ADOA Shared Services (1740 W Adams)	0	0	10,600	10,600
OTH - Pay Raise/Compensation Package	0		68,567,700	68,567,700
OTH - ADC/Judiciary Retirement Rate Adjustment	0		(3,710,100)	(3,710,100)
OTH - Remove One-Time '19 Agency Health Insurance Adjustments	0	(9,967,600)		(9,967,600)
OTH - New Agency Health Insurance Adjustments	0		8,431,600	8,431,600
OTH - New University Health Insurance Adjustments	0		2,112,800	2,112,800
OTH - Budget Stabilization Fund Deposit	271,107,000		271,107,000	271,107,000
OTH - Unallocated IT Pro-Rata Charge Increase	500	(500)		0
OTH - Unallocated Retirement Rate Adjustment	150,500	(150,500)		0
OTH - Unallocated HITF One-Time Employer Premium	32,400	(32,400)		0
OTH - Administrative Adjustments	126,000,000	7,000,000	(22,000,000)	128,000,000
OTH - Revertments	(171,000,000)	(6,000,000)		(173,000,000)
<b>TOTAL - OPERATING SPENDING CHANGES</b>	<b>10,659,249,900</b>	<b>394,789,900</b>	<b>968,851,700</b>	<b>11,753,261,600</b>
<b>CAPITAL SPENDING</b>				
Agriculture - Mariposa Port of Entry Cold Inspection Facility	0		700,000	700,000
DEMA - Tucson Readiness Center - One-Time Funding	3,759,000	(3,759,000)		0
DEMA - West Valley Readiness Center	0		3,875,000	3,875,000
DPS - Modular Housing - One-Time Funding	1,200,000	(1,200,000)		0
DOT - Interstate 17 Expansion	0		Other Fund	Other Fund
ADOA - State Route 24 Bridge	0		6,500,000	6,500,000
DOT - I-10 Widening Study	0		10,000,000	10,000,000
DOT - Aviation Fund Deposit	0		10,000,000	10,000,000
ADOA - Kingman I-40 Interchange	0		20,000,000	20,000,000
DOT - US 95 Yuma Road Widening	0		28,000,000	28,000,000



	FY 2019 GF 5/27	FY 20 Baseline <u>1/</u> Above FY 19	FY 20 5/27 Chng to FY 20 Baseline	FY 2020 GF 5/27
DOT - Local Road Construction Distribution	0		18,000,000	18,000,000
ADOA - Globe Bridge Repair	0		2,810,000	2,810,000
<b>TOTAL - CAPITAL SPENDING</b>	<b>4,959,000</b>	<b>(4,959,000)</b>	<b>99,885,000</b>	<b>99,885,000</b>
<b>TOTAL - ALL SPENDING</b>	<b>10,664,208,900</b>	<b>389,830,900</b>	<b>1,068,736,700</b>	<b>11,853,146,600</b>
<b>REVENUE CHANGES</b>				
<b>Ongoing Revenue</b>				
REV - Ongoing Revenue	10,723,267,600	386,506,700	(16,900,000)	11,158,874,300
REV - Conformity/Wayfair	155,000,000		(24,000,000)	(24,000,000)
REV - Highway Safety Fee Revenue Changes	0		(24,110,500)	(24,110,500)
REV - Charitable Tax Credit	0		(1,200,000)	(1,200,000)
REV - Property Taxes Valuation (Rule B)	0		(750,000)	(750,000)
REV - Fertilizer TPT Exemption	0		(7,350,000)	(7,350,000)
REV - Corporate STO Deceleration	0			FY 21 Impact
REV - Liquor License Fee Diversions	0		(181,300)	(181,300)
REV - Treasurer Other Fund Agency Issues	0		(380,000)	(380,000)
<b>One-Time Revenue</b>				
REV - Beginning Balance	449,632,000	495,370,300	(180,629,900)	764,372,400
REV - Prescription Drug Rebate Transfer	0		69,000,000	69,000,000
REV - Reduce TPT Estimated Payment (Thru FY 23)	0		(10,322,600)	(10,322,600)
REV - One-Time Conformity Offset Loss (Wayfair Partial Year Impact)	0		(28,000,000)	(28,000,000)
REV - Wells Fargo Settlement	0		20,000,000	20,000,000
<u>Prior-Year Enacted Fund Transfers</u>				
REV - FY 2019 Fund Transfers	100,681,700	(100,681,700)		0
REV - DEQ - Air Quality Fund	0	993,900		993,900
REV - DPS - Joint Fund	0	846,800		846,800
<b>TOTAL - REVENUE CHANGES <u>2/</u></b>	<b>11,428,581,300</b>	<b>783,036,000</b>	<b>(204,824,300)</b>	<b>11,917,793,000</b>
<b>ENDING BALANCE</b>	<b>764,372,400</b>	<b>393,205,100</b>	<b>(1,273,561,000)</b>	<b>64,646,400</b>

1/ Represents FY 2020 Baseline cost above FY 2019 Baseline.

2/ Represents all revenue changes, including fund transfers.

## DETAILED LIST OF OTHER FUND CHANGES BY AGENCY

	FY 2019 OF 5/27	FY 20 Baseline 1/ Above FY 19	FY 20 5/27 Chng to FY 20 Baseline	FY 2020 OF 5/27
<b>OPERATING SPENDING CHANGES</b>				
<b>SBA - State Board of Accountancy</b>	2,037,900			2,037,900
<b>ACU - Acupuncture Board of Examiners</b>	171,900			169,700
ACU - Administrative Staff Consolidation			(2,200)	
<b>DOA - Arizona Department of Administration</b>	194,938,400			205,016,600
DOA - Remove One-Time Monument/Memorial Repair Funding		(25,300)		
DOA - Cybersecurity Controls (Funded with New Charge)			2,888,600	
DOA - Enterprise Email and Calendar Solution			4,500,000	
DOA - Government Transformation Office Operations (1 FTE)			1,000,000	
DOA - Government Website Support (One-Time)			250,000	
DOA - Shared Hosted Data Center Operating Costs			1,354,300	
DOA - Central Services Bureau Shared Services			110,600	
<b>APF - Automation Projects Fund/ADOA</b>	23,125,100			17,311,000
APF - ADOA Business OneStop Portal			1,000,000	
APF - Agriculture Weights and Measures IT Assessment			200,000	
APF - Remove One-Time Automation Project Funding		(18,125,100)		
APF - Child Safety - CHILDS Replacement Initiative			5,100,000	
APF - ADE - School Finance System Replacement			3,000,000	
APF - Medical Board - Cloud Migration			300,000	
APF - DPS - Concealed Weapons Tracking System			410,000	
APF - DPS - Criminal Justice System Updates			2,301,000	
<b>AGR - Department of Agriculture</b>	1,720,200			1,746,600
AGR - Nuclear Emergency Management Fund Assessment		26,400		
<b>AXS - AHCCCS</b>	328,044,500			339,294,300
AXS - Formula Changes		5,406,400	(16,730,100)	
AXS - Statutory Adjustments		150,200		
AXS - Prescription Drug Rebate One-Time Fund Shift		36,927,800	(36,927,800)	
AXS - IT System Costs (One-Time)			2,068,000	
AXS - KidsCare			20,355,300	
<b>ART - Arizona Commission on the Arts</b>	2,000,000			0
ART - Remove One-Time Budget Stabilization Fund		(2,000,000)		
<b>BAT - Board of Athletic Training</b>	123,500			123,500

	FY 2019 OF 5/27	FY 20 Baseline 1/ Above FY 19	FY 20 5/27 Chng to FY 20 Baseline	FY 2020 OF 5/27
<b>ATT - Attorney General</b>	49,023,800			55,194,300
ATT - Remove One-Time Sec. of State Litigation Funding		(500,000)		
ATT - Remove One-Time Case Management IT Upgrade Funding		(1,489,000)		
ATT - 3 Southern AZ FTEs (CPRF)			319,000	
ATT - Shift Costs from Anti-Racketeering to CPRF			476,000	
ATT - Shift Criminal Division from RICO to CPRF			850,000	
ATT - Criminal Division CPRF: \$950k '21; \$2.3 M '22 & '23			Yes	
ATT - Rent Restoration			884,500	
ATT - 2 GASL FTEs (CPRF)			250,000	
ATT - Police Equipment Grants (One-Time)			2,500,000	
ATT - Child and Family Advocacy Centers (One-Time)			400,000	
ATT - Arizona Peace Officer Memorial Fund Deposit (One-Time)			1,000,000	
ATT - Voter Fraud Unit (4 FTEs)			530,000	
ATT - Survivors of Human Trafficking (One-Time)			300,000	
ATT - First Responder Mental Health Training (One-Time)			400,000	
ATT - Multidisciplinary Youth Program (One-Time)			250,000	
<b>ATA - Automobile Theft Authority</b>	5,308,900			5,308,900
<b>BAR - Board of Barbers</b>	401,100			401,100
<b>BHE - Board of Behavioral Health Examiners</b>	1,772,300			1,772,300
<b>DCS - Department of Child Safety</b>	189,715,700			193,345,700
DCS - Remove One-Time Litigation Funding		(3,770,000)		
DCS - Child Care Development Fund Authority			7,400,000	
DCS - Transfer \$608k from Out of Home to Kinship			Yes	
<b>BCE - State Board of Chiropractic Examiners</b>	429,700			429,700
<b>ACA - Arizona Commerce Authority</b>	0			2,500,000
ACA - Blockchain and Wearable Technology Applied Research (One-Time)			2,000,000	
ACA - Institute for Automated Mobility (One-Time)			500,000	
<b>ROC - Registrar of Contractors</b>	12,300,100			12,300,100
<b>COR - Corporation Commission</b>	26,965,900			26,965,900
<b>ADC - Department of Corrections</b>	53,963,100			53,005,100
ADC - Remove One-Time Equipment Funding		(958,000)		

	FY 2019 OF 5/27	FY 20 Baseline 1/ Above FY 19	FY 20 5/27 Chng to FY 20 Baseline	FY 2020 OF 5/27
<b>COS - Board of Cosmetology</b>	1,926,300			1,921,300
COS - Digitization (One-Time)			70,000	
COS - Remove One-Time Document Scanning Funding		(75,000)		
<b>CF - County Funding</b>	500,000			500,000
<b>JUS - Arizona Criminal Justice Commission</b>	7,258,100			7,808,100
JUS - Remove One-time Criminal Justice Statistics Pilot Funding		(200,000)		
JUS - Appropriate Statistical Analysis Center FTEs (2 FTEs)			Yes	
JUS - Yavapai Felony Pretrial Intervention			750,000	
<b>SDB - AZ State Schools for the Deaf and the Blind</b>	13,607,900			12,799,200
SDB - Base Level Increase - Formula		1,261,300		
SDB - Early Childhood Services Fund Shift		(1,600,000)		
SDB - Remove One-Time Equipment Funding		(470,000)		
<b>HEA - Comm for the Deaf &amp; the Hard of Hearing</b>	4,613,500			4,613,500
HEA - Public Research/Policy FTE			Yes	
<b>DEN - Board of Dental Examiners</b>	1,300,500			1,212,700
DEN - Remove One-Time Document Scanning		(87,800)		
<b>DES - Department of Economic Security</b>	290,774,900			336,103,900
DES - Child Care Development Fund Authority			48,400,000	
DES - Remove One-Time Early Intervention Funding		(1,900,000)		
DES - Replace One-Time Adult Services Funding with Federal \$		(1,171,000)		
<b>ADE - Arizona Department of Education</b>	291,154,100			304,027,900
ADE - Land Trust Distribution		12,800,000	573,800	
ADE - Remove One-Time Code Writing Funding		(500,000)		
<b>EMA - Department of Emergency &amp; Military Affairs</b>	1,461,600			1,458,800
EMA - Nuclear Emergency Management Fund Assessment		(2,800)		
<b>DEQ - Department of Environmental Quality</b>	82,063,500			84,632,800
DEQ - Wastewater Infrastructure - Nogales (VEI/Air Quality)			2,569,300	
<b>OEO - Governor's Office of Equal Opportunity</b>	190,700			190,700
<b>COL - Arizona Exposition and State Fair Board</b>	12,549,300			13,204,900

	FY 2019 OF 5/27	FY 20 Baseline 1/ Above FY 19	FY 20 5/27 Chng to FY 20 Baseline	FY 2020 OF 5/27
COL - Prop 206 Minimum Wage Increase			90,600	
COL - Security			565,000	
<b>DFI - Dept of Financial Institutions</b>	4,012,600			4,000,600
DFI - Remove One-Time Equipment Funding		(12,000)		
<b>EMB - Board of Funeral Directors and Embalmers</b>	443,400			379,700
EMB - Remove One-Time IT Funding (Add 20 lapsing)		(75,000)		
EMB - Retirement Payout			11,300	
<b>FIS - Arizona Game and Fish Department</b>	42,752,600			42,752,600
<b>GAM - Department of Gaming</b>	15,657,700			16,009,700
GAM - Unarmed Combat Subaccount (Now Appropriated Fund)		126,500	(26,500)	
GAM - Yavapai Racetrack Staffing			252,000	
<b>DHS - Department of Health Services</b>	51,203,700			56,060,200
DHS - COSF/Indirect Fund Lab Cost Shift (\$230.1K)			Yes	
DHS - 25 FTEs Licensing (2018 Opioid Bill)			2,686,500	
DHS - Radiation Reg Salaries/Other			660,000	
DHS - Licensing Indirect Cost Charge			1,200,000	
DHS - Retain One-Time Alzheimer's Funding		(2,000,000)	2,000,000	
DHS - Retain Multi-Year Biomedical Research Funding		(2,000,000)	2,000,000	
DHS - ASH Temporary Staff Cost Increase			310,000	
<b>HOM - Board of Homeopathic &amp; Integrated Medicine Examiners</b>	90,700			40,200
HOM - Share Staff with Acupuncture			(50,500)	
<b>DOH - Department of Housing</b>	322,200			322,200
<b>IND - Industrial Commission</b>	20,001,800			20,001,800
<b>SPA - Judiciary - Supreme Court</b>	30,446,900			30,426,900
SPA - Remove One-Time IT Programming Funding		(20,000)		
<b>SUP - Judiciary - Superior Court</b>	11,958,100			11,958,100
<b>DJC - Department of Juvenile Corrections</b>	17,657,400			6,397,400
DJC - Eliminate County Cost Sharing (Non-Maricopa/Pima Permanent)			(11,260,000)	
<b>LAN - State Land Department</b>	8,048,800			8,048,800

	FY 2019 OF 5/27	FY 20 Baseline 1/ Above FY 19	FY 20 5/27 Chng to FY 20 Baseline	FY 2020 OF 5/27
<b>LIQ - Department of Liquor Licenses &amp; Control</b>	3,086,000			3,267,300
LIQ - Litigation Costs/General Operating			20,000	
LIQ - Increase AG Assignment to Full Time			69,600	
LIQ - Information Technology Funding			50,000	
LIQ - Add Customer Service FTE			41,700	
<b>LOT - Arizona State Lottery Commission</b>	138,586,200			146,787,100
LOT - Tab Ticket Increase		175,900		
LOT - On-Line Sales Decrease		(1,301,100)		
LOT - Instant Ticket Sales Increase		2,693,100		
LOT - Retailer Commissions Increase		6,633,000		
<b>BMT - Board of Massage Therapy</b>	460,900			460,900
<b>MED - Arizona Medical Board</b>	6,987,100			6,987,100
<b>MIN - State Mine Inspector</b>	112,900			112,900
<b>NAT - Naturopathic Physicians Medical Board</b>	187,400			187,400
<b>NAV - Navigable Stream Adjudication Commission</b>	200,000			200,000
<b>NUR - State Board of Nursing</b>	4,738,200			4,738,200
NUR - FTE Position Increase (6.3 FTEs)			Yes	
<b>NCI - Nursing Care Inst. Administrators Board</b>	443,600			443,600
<b>OCC - Board of Occupational Therapy Examiners</b>	190,100			197,200
OCC - Contract with Athletic Training Board			7,100	
<b>DIS - State Board of Dispensing Opticians</b>	149,100			149,100
<b>OPT - State Board of Optometry</b>	243,800			233,800
OPT - Remove One-Time Document Scanning Funding		(10,000)		
<b>OST - AZ Board of Osteopathic Examiners in Medicine/Surgery</b>	903,500			997,200
OST - Increased Investigation Staff Hours			93,700	
<b>SPB - Arizona State Parks Board</b>	14,771,400			16,630,600
SPB - Eliminate OHV Fund for Operating/Backfill with Park Fees			692,100	

	FY 2019 OF 5/27	FY 20 Baseline 1/ Above FY 19	FY 20 5/27 Chng to FY 20 Baseline	FY 2020 OF 5/27
SPB - Great Western Trail (OHV)			692,100	
SPB - Arizona Trail			250,000	
SPB - Buckskin Fire District Equipment			225,000	
<b>PER - Personnel Board</b>	361,000			361,000
PER - Reduction in FTE Position		(42,200)	42,200	
<b>PHA - Arizona State Board of Pharmacy</b>	2,190,000			2,642,200
PHA - Compliance Officer and Investigators (3 FTEs)			329,000	
PHA - Full-Time Assistant Attorney General			68,200	
PHA - New Office Equipment (One-Time)			55,000	
<b>PHY - Board of Physical Therapy Examiners</b>	499,600			494,600
PHY - Remove One-Time Document Scanning Funding		(5,000)		
<b>PIO - Arizona Pioneers' Home</b>	6,684,000			6,552,200
PIO - Remove One-Time Equipment Funding			(131,800)	
<b>POD - State Board of Podiatry Examiners</b>	161,900			161,900
<b>POS - Commission for Postsecondary Education</b>	1,537,200			1,537,200
<b>PRI - Board for Private Postsecondary Education</b>	417,800			417,800
<b>PSY - State Board of Psychologist Examiners</b>	495,000			507,000
PSY - E-Licensing System Enhancements			12,000	
<b>DPS - Department of Public Safety</b>	188,320,300			239,172,400
DPS - Remove One-Time Maricopa County Troopers Funding		(397,000)		
DPS - Remove One-Time Southern Arizona Troopers Funding		(793,900)		
DPS - Continue One-Time AZPOST Funding (Highway Patrol Fund)		(837,000)	1,027,300	
DPS - Adjust Peace Officer Training Equipment Funding		(2,005,500)		
DPS - Highway Safety Fee Fund Shift		30,000,000	24,056,800	
DPS - HURF Reduction/Highway Safety Fee Shift (\$15.5 M)		Yes	Yes	
DPS - State Highway Fund/Highway Safety Fee Shift		Yes	Yes - \$7.8 M	
DPS - Remove One-Time Phar. Diversion Task Force Funding		(198,600)		
DPS - Shift Drug Task Force to Highway Patrol (\$559k)			Yes	
<b>RUC - Residential Utility Consumer Office</b>	1,342,600			1,342,600
<b>RES - Board of Respiratory Care Examiners</b>	314,400			314,400

	FY 2019 OF 5/27	FY 20 Baseline 1/ Above FY 19	FY 20 5/27 Chng to FY 20 Baseline	FY 2020 OF 5/27
<b>RET - Arizona State Retirement System</b>	25,030,300			24,130,300
RET - 5 FTE Positions Reduction			Yes	
RET - Long Term Disability Contract Savings		(400,000)		
RET - Remove One-Time IT Funding		(500,000)		
<b>REV - Department of Revenue</b>	47,323,200			49,348,500
REV - Remove ESA Administration Funding (Prop 305)		(50,000)		
REV - Increase Unclaimed Property Audit Funding		150,300		
REV - Remove One-Time TPT Contracting Study Funding		(75,000)		
REV - Formalize ISA from AHCCCS for Tobacco Tax Unit			Yes	
REV - Wayfair Administration (One-Time)			2,000,000	
<b>SOS - Secretary of State</b>	8,823,600			744,400
SOS - Reduction of Elections Services Line Item			(615,500)	
SOS - Remove Voter Registration System Funding		(2,063,300)		
SOS - Remove Unallocated HAVA Funding		(5,400,400)		
<b>TEC - State Board of Technical Registration</b>	2,291,700			2,189,700
TEC - Remove One-Time e-Licensing			(102,000)	
<b>DOT - Department of Transportation</b>	414,458,300			431,674,700
DOT - Remove One-Time Equipment Funding		(2,434,200)		
DOT - Shift \$25.6M from Highway Maintenance to Preventative Trtmt			Yes	
DOT - Increase Preventative Road Treatment			10,535,200	
DOT - New South Mountain Freeway Maintenance			2,173,000	
DOT - Highway Maintenance Workload			514,900	
DOT - Security Systems - Ports of Entry			951,500	
DOT - Highway Damage Recovery Appropriation Adjustment			4,000,000	
DOT - Second Special License Plate			122,500	
DOT - Driver License and License Plate Volume Increase			297,700	
DOT - Rent Appropriation Correction			127,800	
DOT - New Flagstaff Office Appropriation Extension			Yes	
DOT - SETIF and VITEF \$600K Shift			Yes	
DOT - Weigh Scales Line Item Shift			Yes	
DOT - Interlock and DUI Fund \$170K Shift			Yes	
DOT - Create ADOT Motor Pool Fund			In FY 21	
DOT - Aeronautics Program Grant Management (2 FTEs)			178,000	
DOT - License Plate/Signage			750,000	
<b>TRE - State Treasurer</b>	5,429,600			5,809,600



	FY 2019 OF 5/27	FY 20 Baseline 1/ Above FY 19	FY 20 5/27 Chng to FY 20 Baseline	FY 2020 OF 5/27
TRE - 3 FTEs/IT Upgrades			380,000	
<b>UNI - Universities</b>				
<b>UNI - ASU</b>	663,674,600			663,674,600
<b>UNI - Northern Arizona University</b>	160,958,900			160,958,900
<b>UNI - UA - Main Campus</b>	385,101,700			385,101,700
<b>UNI - UA - Health Sciences Center</b>	53,623,800			53,623,800
<b>VSC - Department of Veterans' Services</b>	35,414,100			35,414,100
<b>VME - Veterinary Medical Examining Board</b>	605,500			591,100
VME - Remove One-Time E-Licensing Upgrade Funding		(14,400)		
<b>WAT - Department of Water Resources</b>	2,427,100			2,427,100
<b>OTH - Other</b>				
OTH - ADOA Federal Financial Participation Repayment Supplemental	9,168,400	(9,168,400)		0
OTH - ADOA - APF - e-Licensing Project Supplemental	(450,000)	450,000		0
OTH - DCS Child Care Subsidy Rate Supplemental	7,400,000	0		0
OTH - DES Child Care Subsidy Rate Supplemental	48,400,000	0		0
OTH - DES DD State-Only Caseload Growth Supplemental	1,000,000	0		0
OTH - ADE Basic State Aid Supplemental	6,833,400	0		0
OTH - Named Claimants Supplemental	298,600	0		0
OTH - Risk Management Adjustments (No Change to ADOT)	0	0	623,400	623,400
OTH - IT Pro Rata Adjustments	0	0	900,000	900,000
OTH - Retirement Adjustments	0	0	4,000,000	4,000,000
OTH - Salary Adjustments	0	0	1,196,000	1,196,000
OTH - HITF Premiums - Eliminate One-Time '19	0	(10,000,000)	0	(10,000,000)
OTH - HITF '20 Premium One-Time Adjustments	0	0	10,000,000	10,000,000
OTH - Agency Rent Adjustments	0	0	(70,000)	(70,000)
OTH - COSF Rental Rate Increase	0	0	900,000	900,000
OTH - Shared Services Adjustments	0	0	100,000	100,000
OTH - Unallocated HITF One-Time Employer Premium	1,306,900	(1,306,900)		0
OTH - Unallocated State Rent - Agency Relocation	(3,700)	3,700		0
OTH - Unallocated State Rent Increase	246,500	(246,500)		0
OTH - Unallocated IT Rate Increase	72,200	(72,200)		0
OTH - Unallocated Retirement Adjustments	416,000	(416,000)		0
OTH - Unallocated Elected Officials Retirement Adjustments	22,300	(22,300)		0

	FY 2019 OF 5/27	FY 20 Baseline 1/ Above FY 19	FY 20 5/27 Chng to FY 20 Baseline	FY 2020 OF 5/27
<b>TOTAL - OPERATING SPENDING CHANGES</b>	<b>\$4,055,295,400</b>	<b>22,063,700</b>	<b>126,601,200</b>	<b>\$4,140,028,300</b>
<b>CAPITAL SPENDING CHANGES</b>				
<b>Building Renewal</b>				
Arizona Department of Administration	11,000,000		6,000,000	17,000,000
ADC Building Renewal	5,464,300		1,400,000	6,864,300
Game & Fish Department	981,400	62,300	See Below	1,043,700
Arizona Lottery Commission	126,300	7,800		134,100
Arizona Department of Transportation	5,492,000		7,789,700	13,281,700
<b>New Projects</b>				
ADOA - 1275 W. Washington Demolition	1,000,000	(1,000,000)		0
ADOA - Capitol Mall Consolidation Fund	10,000,000	(10,000,000)		0
ADOA - Air Handler Units	0		1,000,000	1,000,000
ADOA - Capitol Mall Elevator Replacement Supplemental	4,100,000			0
State Fair Civic Building Roof	0		400,000	400,000
Arizona Exposition and State Fair	1,000,000	(1,000,000)	1,300,000	1,300,000
Game & Fish Department - Dam Maintenance	150,000	(150,000)	150,000	150,000
Game & Fish Department - Property Maintenance	300,000	(300,000)	300,000	300,000
Game & Fish Department - Hatchery Maintenance	0		400,000	400,000
State Parks Board Capital Projects	2,000,000	(2,000,000)		0
State Parks Board - Buckskin Mountain (+ \$1M SLIF)	1,500,000	(1,500,000)		0
State Parks Board - Oracle State Park	4,000,000	(4,000,000)		0
State Parks Board - Tonto Bridge Repairs	0		1,250,000	1,250,000
Pioneers' Home - Building Repairs	600,000	(600,000)	414,000	414,000
DPS - 202 Radio Tower	0	0	309,000	309,000
DPS - Remote Officer Housing (Highway Patrol)	800,000	(800,000)	2,400,000	2,400,000
ADOT - Statewide Highway Construction	114,952,000	14,536,000		129,488,000
ADOT - Controlled Access	103,833,000	9,609,000		113,442,000
ADOT - Debt Service	144,232,000	6,270,000		150,502,000
ADOT - Airport Planning	18,798,500	4,321,500	10,000,000	33,120,000
ADOT - Seligman/Williams Maintenance Bldgs	0	0	2,300,000	2,300,000
ADOT - Wickenburg Maintenance Yard	0	0	4,600,000	4,600,000
ADOT - Spreader Racks - Replacing 17	1,720,000	(1,720,000)		0
ADOT - Keams Canyon Truck Barn/Office	1,790,000	(1,790,000)		0
ADOA - Interstate 17 Expansion	0		40,000,000	40,000,000
ADOT - New Materials Test Lab	2,250,000	(2,250,000)		0
Veterans' Services - Flagstaff/Yuma Homes Additional Costs	8,000,000	(8,000,000)		0
<b>TOTAL - CAPITAL SPENDING CHANGES</b>	<b>\$444,089,500</b>	<b>(303,400)</b>	<b>80,012,700</b>	<b>\$519,698,800</b>

	FY 2019 OF 5/27	FY 20 Baseline 1/ Above FY 19	FY 20 5/27 Chng to FY 20 Baseline	FY 2020 OF 5/27
<b>TOTAL - OPERATING &amp; CAPITAL SPENDING</b>	<b>\$4,499,384,900</b>		<b>21,760,300</b>	<b>\$4,659,727,100</b>
<b>FUND TRANSFERS</b>				
<u>APF/DOA - Automation Projects Fund - All For IT Projects</u>				
APF/DOA - ADOA Automation Operations for IT	5,330,000	(5,330,000)		0
APF/DOA - ADOA State Web Portal for IT	3,517,000	(3,517,000)		0
APF/DOA - ADOA Personnel Fund for IT	171,900	(171,900)		0
APF/DOA - Behavioral Health Examiners for e-Licensing	450,000	(450,000)		0
APF/DOA - DEQ Permit Administration for IT	1,800,000	(1,800,000)		0
APF/DOA - DEQ Underground Storage Tank for IT	1,400,000	(1,400,000)		0
APF/DOA - Public Safety Equipment Fund for DPS IT	1,250,000	(1,250,000)		0
APF/DOA - DPS Highway Patrol Fund for IT	2,806,200	(2,806,200)		0
APF/DOA - DFI Receivership Revolving Fund for e-Licensing	1,400,000	(1,400,000)		0
APF/DOA - ADE Empowerment Scholarship Account Fund for AELAS			3,000,000	3,000,000
APF/DOA - Medical Examiners Board Fund for IT			300,000	300,000
APF/DOA - DPS Highway Patrol Fund for IT			2,301,000	2,301,000
APF/DOA - DPS Concealed Weapons Permit Fund for IT			410,000	410,000
APF/DOA - Agriculture Air Quality Fund for IT			200,000	200,000
<u>Other Transfers</u>				
DPS - Highway Patrol Fund to Highway Fund (Highway Safety Fee)	0		15,492,300	15,492,300
<b>TOTAL - FUND TRANSFERS</b>	<b>\$18,125,100</b>	<b>(18,125,100)</b>	<b>21,703,300</b>	<b>\$21,703,300</b>

1/ Represents FY 2020 Baseline cost above FY 2019 Baseline.

## FY 2020 BUDGET RECONCILIATION BILL PROVISIONS

The budget includes the enactment of statutory changes associated with its funding amount. The following provisions would be grouped by subject into Budget Reconciliation Bills (BRBs).

### BUDGET PROCEDURES (HB 2751/SB 1550)

<b>Statewide</b>	<b><u>Section</u></b>
1. As session law, increase the FY 2020 Capital Outlay Stabilization Fund (COSF) rental rate charged by the Arizona Department of Administration (ADOA) at \$17.87/square foot for rentable office space and \$6.43/square foot for rentable storage space.	14
2. As session law, continue to require unrestricted Federal Funds to be deposited in the General Fund for the payment of essential government services.	13
3. As permanent law, change the Information Technology pro rata rate from 0.3% to 0.43% beginning July 1, 2019.	3,20
4. As permanent law, change the deadline, from June 1 to July 1, for the Governor to provide the forms to be used by budget units in submitting their budget estimates and request for appropriations. (Session law last year).	6
5. As session law, continue to notwithstanding the requirements for any deposit to or any withdrawals from the Budget Stabilization Fund through FY 2022.	15
6. As permanent law, reduce the number of hard copies of budget submissions from state agencies from 5 to 2.	7
7. As permanent law, require agencies to seek approval from OSPB and ADOA prior to implementing line item transfers.	2,8
 <b>Arizona Department of Administration</b>	
8. As permanent law, eliminate the JLBC review requirement for the AFIS transaction fee.	10
9. As permanent law, modify requirement that ADOA annually report on the Emergency Telecommunication Services Revolving Fund to include all expenditures and eliminate JLBC review requirement. Previous session law required ADOA to submit a report for review on wireless expenditures.	9
10. As permanent law, amend A.R.S. § 18-421 to expand the allowable uses of the State Web Portal Fund to include operations of the Government Transformation Office.	4
 <b>Office of Economic Opportunity</b>	
11. As permanent law, require the Arizona Industrial Development Authority to report on its annual revenues, expenditures, and program activity by October 1 annually.	11
 <b>Public Safety Personnel Retirement System</b>	
12. As session, notwithstanding statute to require PSPRS to submit a final report on contribution rate for the ensuing fiscal year on December 1 <sup>st</sup> instead of December 31 <sup>st</sup> .	18
 <b>Department of Revenue</b>	
13. As permanent law, continue to allow the Liability Setoff Program Revolving Fund to be used for general operating expenditures of the department. This provision had previously been authorized as session law.	12

**Secretary of State**

- 14. As permanent law, create a county contributions fund for the operational costs of the state's voter registration system. County contributions currently comingled with other monies. 1
- 15. As session law, allow political parties to opt out of participating in the 2020 presidential preference election by submitting written notice to the Secretary of State by September 16, 2019. 19

**Department of Transportation**

- 16. As permanent law, establish an appropriated Motor Pool Fund for the purposes of reimbursing the Department of Transportation for costs related to implementing an intergovernmental agreement with the Department of Administration. The fund would become effective July 1, 2020. As session law, require a joint report of ADOA and ADOT to the JLBC and OSPB by October 1, 2019 and October 1, 2020 on the progress in transitioning the state motor pool operations to the ADOT and necessary legislative changes to fully implement the transfer. 5,16

**State Treasurer**

- 17. As session law, when merging the Treasurer’s Operating and Management Funds, include language to transfer the unexpended and unencumbered balance 17

**CRIMINAL JUSTICE(HB 2752/SB 1557)**

**Section**

**Attorney General – Department of Law**

- 18. As session law, on June 30, 2019, transfer to the General Fund any unobligated balance from the Colorado River Land Claims Revolving Fund. 7
- 19. As permanent law, prohibit the use of the Anti-Racketeering Revolving Fund (ARRF) for more than 16 FTE Positions within the Attorney General’s office. 1
- 20. As permanent law, increase the non-appropriated expenditure authority of the Consumer Remediation Subaccount from \$3,500,000 to \$4,000,000. 5

**State Department of Corrections**

- 21. As session law, continue to require the department to report actual FY 2019, estimated FY 2020, and requested FY 2021 expenditures as delineated in the prior year when the department submits its FY 2021 budget request pursuant to A.R.S. § 35-113. 12
- 22. As permanent law, exempt correctional officers from jury duty until January 1, 2022. 2

**Department of Emergency and Military Affairs**

- 23. As session law, extend to FY 2020 the lapsing date of the FY 2019 appropriation of \$1.25 million from the Military Installation Fund for the construction of a new Readiness Center. 6

**Department of Juvenile Corrections**

- 24. As permanent law, repeal the requirement for all counties except Maricopa and Pima to pay an assessed amount determined by the county’s proportional share by population of \$11,260,000 for the costs of the Department of Juvenile Corrections. As session law, suspend the \$8,450,900 in county cost sharing for Maricopa and Pima Counties on a one-time basis in FY 2020. 4,15

**Department of Public Safety**

- |     |   |    |
|-----|---|----|
| 25. | As session law, continue to require the Department of Public Safety (DPS) to receive JLBC review of the expenditure plan for the Gang and Immigration Intelligence Team Enforcement Mission (GIITEM) Border Security and Law Enforcement Subaccount FY 2020 appropriation prior to its expenditure. | 10 |
| 26. | As session law, continue to allow the use of the Concealed Weapons Permit Fund and the State Aid to Indigent Defense Fund for DPS operating expenses.   | 13 |
| 27. | As session law, continue to allow DPS to utilize \$144,900 from the FY 2020 GIITEM Subaccount appropriation for costs related to an increase in the PSPRS employer contribution rate.   | 11 |
| 28. | As session law, continue to allocate \$400,000 from the GIITEM General Fund distribution to the Pima County Sheriff's Office.   | 9  |
| 29. | As session , allow DPS to use the Highway Patrol Fund for the Pharmaceutical Diversion and Drug Theft Task Force on a one-time basis in FY 2020. The Task Force had previously been funded by the Arizona Drug and Gang Resource Center Fund.   | 14 |
| 30. | As session law, allow the Department of Public Safety to use the Board of Fingerprinting Fund for capital expenditures.   | 8  |
| 31. | As permanent law, repeal the highway safety fee effective June 30, 2021. Eliminate the rulemaking exemption for setting the fee.  | 3  |
| 32. | As permanent law, repeal the requirement that the ADOT director establish the Highway Safety Fee at 110% of the cost of the Highway Patrol budget.  | 3  |

**ENVIRONMENT (HB 2753/SB 1556)**

Section

**Department of Agriculture**

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| 33. | As permanent law, authorize the department to re-record livestock brands of the same design that were issued prior to August 3, 2017 without protest. | 1 |
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**Department of Environmental Quality**

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| 34. | As session law, continue to allow the department to utilize up to \$6,531,000 from the Underground Storage Tank (UST) Fund in FY 2020 for department administrative expenses and for sewage remediation.  | 8  |
| 35. | As session law, continue to suspend the requirement to appropriate \$15,000,000 from the state General Fund to the Water Quality Assurance Revolving Fund (WQARF). The fund sources for WQARF in FY 2020 would be as follows: \$5,000,000 from the Underground Storage Tank Revolving Fund, \$2,800,000 from the Vehicle Emissions Inspection Fund, \$2,600,000 from the Air Quality Fund, \$2,152,000 from the Recycling Fund, and \$1,000,000 from the Permit Administration Fund for a total of \$13,552,000. With \$2,000,000 of non-appropriated funds, total WQARF funding would be \$15,552,000. | 10 |
| 36. | As session law, continue to include a legislative intent statement that the WQARF appropriations are being supplemented by \$2,000,000 of non-appropriated monies directly deposited into WQARF, which consists of other revenue generated from various license and registration fees.  | 10 |
| 37. | As session law, continue the FY 2019 level of vehicle emissions inspection fees in FY 2020 (FY 2019 fees are \$3 less than FY 2016 in Area A, which includes Maricopa County and portions of Pinal and Yavapai Counties.)   | 11 |
| 38. | As permanent law, amend A.R.S. § 49-544 to allow the department to use the Vehicle Emissions Inspections Fund to pay for the travel reduction programs in Maricopa and Pima Counties.   | 5  |
| 39. | As permanent law, allow monies in the Permit Administration Fund to be used for staff support to the Oil and Gas Conservation Commission.   | 4  |

**Department of Forestry and Fire Management**

- 40. As permanent law, increase the maximum loan that the Department of Forestry and Fire Management may receive from the Budget Stabilization Fund for federal wildland fire claims expenses awaiting reimbursement from the federal government from \$10,000,000 to \$20,000,000. 2
- 41. As permanent law, establish the Nonnative Vegetative Species Eradication Fund to provide grants to other state agencies, cities, towns, counties, Indian tribes, other political subdivisions, and nonprofit organizations for projects that will assist in preventing fire and flooding, conserving water, replacing nonnative vegetative species with native vegetative species and restoring habitat to wildlife. The fund would be non-appropriated and would consist of legislative appropriations. Requires a September 1, 2020 report from the department to the Legislature on the use of the funds from the prior year. 3

**Arizona Navigable Stream Adjudication Commission**

- 42. As session law, continue to allow use of the Water Banking Fund for the commission’s legal obligations. 9

**Arizona State Parks Board**

- 43. As session law, require the board to allocate \$692,100 from the Off-Highway Vehicle Recreation Fund for the Great Western Trail instead of the agency operating budget. The agency’s operating budget is increased by a corresponding \$692,100 from the State Parks Revolving Fund. 6

**Department of Water Resources**

- 44. As session law, continue to allow the department’s Water Protection Fund Commission to spend up to \$336,000 on administrative functions out of their unobligated balances in FY 2020. 7
- 45. As session law, continue to allow the department non-municipality special fee authority, including an intent clause that limits additional revenue up to \$100,200, and exempt the department from rulemaking for this purpose. 12

**HEALTH (HB 2754/SB 1553)**

**AHCCCS**

*Rates and Services*

- 46. As session law, continue the FY 2010 risk contingency rate reduction for all managed care organizations. Continue to impose a reduction on funding for all managed care organizations administrative funding levels. 20
- 47. As permanent law, repeal the requirement that AHCCCS freeze enrollment in the KidsCare program when the match rate falls below 100%. Restores AHCCCS authority to freeze enrollment if the director determines that state and federal funding for the program is insufficient. 10
- 48. As permanent law, allows monies in the Seriously Mentally Ill Housing Trust Fund to be expended on rental assistance for seriously mentally ill persons. 11

*Counties*

- 49. As session law, set the FY 2020 county Arizona Long Term Care System (ALTCs) contributions at \$290,276,100. 14
- 50. As session law, set the County Acute Care contribution at \$46,161,700. This amount includes an inflation indexing of the Maricopa County contribution as required by Laws 2005, Chapter 328. 17
- 51. As session law, continue to exclude Proposition 204 administration costs from county expenditure limitations. 18

**Section**

52.	As session law, continue to require AHCCCS to transfer any excess monies back to the counties by December 31, 2020 if the counties' proportion of state match exceeds the proportion allowed in order to comply with the Federal Affordable Care Act.	16
<i>Hospitals</i>		
53.	As session law, continue to establish FY 2020 disproportionate share (DSH) distributions to the Maricopa Special Healthcare District (MIHS), the Arizona State Hospital, private qualifying disproportionate share hospitals, and Yuma Regional Medical Center. Keep the MIHS distribution of \$113,818,500 in FY 2020.	15
54.	As session law, continue to require AHCCCS to give priority to rural hospitals in Pool 5 distribution, and allow MIHS to be eligible for Pool 5 allocations. Permit local jurisdictions to provide additional local match for Pool 5 distributions.	15
<i>Available Funding</i>		
55.	As session law, continue to state that it is the intent of the Legislature that AHCCCS implement a program within its available appropriation.	24
<i>Reports</i>		
56.	As permanent law, continue to require AHCCCS and the Department of Health Services (DHS) to submit a joint report to the Legislature and the Governor by January 2 of each year on hospital costs and charges. This provision had previously been authorized as session law.	9
57.	As permanent law, continue to require AHCCCS to report to JLBC on or before January 2 of each year on the availability of inpatient psychiatric treatment and "psychiatric boarding" in emergency rooms for children and adults enrolled in Arizona's Regional Behavioral Health Authorities. This provision had previously been authorized as session law.	9
58.	As session law, require AHCCCS to complete a study with a contracted third party entity on or before January 31, 2022 on the costs and effectiveness of secure behavioral health residential facilities for individuals with a serious mental illness. The study must take into account impacts on outcomes related to health, employment, and interactions with the criminal justice system for such individuals.	23
<b>Department of Economic Security</b>		
59.	As permanent law, establish the Family Caregiver Grant Program beginning January 1, 2020 within the Department of Economic Security to provide grants of up to \$1,000 for expenses that relate directly to caring for or supporting a family member requiring assistance with activities of daily living.	12,13
60.	As session law, notwithstanding A.R.S. § 36-108.01 in order to allow the Department of Economic Security to use the Health Services Lottery Fund for a Division of Developmental Disabilities (DDD) State-Only shortfall in FY 2019.	22
<b>Department of Health Services</b>		
61.	As permanent law, continue to require all cities and counties to pay 100% of cost of Restoration to Competency treatment at the Arizona State Hospital. Allow counties to use any source of county revenue to make the transfers. This provision had previously been authorized as session law.	1
62.	As session law, continue to exempt county expenditures on Restoration to Competency treatment at the Arizona State Hospital from county expenditure limitations.	19
63.	As permanent law, permit DHS to use Tobacco Tax and Health Care Fund - Health Research Account for Alzheimer's disease research. This provision had previously been authorized as session law.	8
64.	As session law, continue to notwithstanding A.R.S. § 5-572 and A.R.S. § 36-108.01 to allow the Health Services Lottery monies to be used for homeless pregnant women services.	22
65.	As session law, continue fee raising authority and an exemption relating to establishing fees for the Bureau of Radiation Control in FY 2020. Includes an intent clause that limits additional revenues to \$1,900,000.	21
66.	As permanent law, continue to allow DHS to use the Disease Control Research Fund for AIDS reporting and surveillance. This provision had previously been authorized as session law.	2



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| 67. | As permanent law, require the Department of Health Services to license a new class of secure behavioral health residential facilities that provide 24-hour onsite supervision to individuals with a serious mental illness who are chronically resistant to treatment and are placed in the facility pursuant to a court order. | 4,5,6,7 |
| 68. | As permanent law, only permit unlicensed behavioral health workers ages 18-20 to serve individuals receiving outpatient behavioral health services. Inpatient behavioral health care would require unlicensed behavioral health workers to be age 21 or older.  | 3       |

## HIGHER EDUCATION (HB 2750/SB 1552)

		<u>Section</u>
<b>Community Colleges</b>		
69.	As session law, continue to suspend the Operating State Aid funding formula in FY 2020 for Maricopa and Pima Counties.	10
70.	As session law, continue to suspend Science, Technology, Engineering and Mathematics and Workforce Programs funding formula for FY 2020 and specify the funding in the General Appropriation Act, which for Pinal would again equal \$96,500.	9
71.	As permanent law, prohibit community college district employees from being compensated for work performed on behalf of an elected employee representative organization.	1
<b>Universities</b>		
72.	As session law, continue to suspend the statutory requirement that the state provide a 2:1 ratio of state funding to student fees deposited into Arizona Financial Aid Trust (AFAT).	8
73.	As permanent law, amend A.R.S. § 35-146 to allow each university to retain revenue from tuition and fees instead of remitting those monies to the State Treasurer.	7
74.	As permanent law, expand eligibly for the Arizona Teachers Academy to include resident and non-resident university students enrolled in education and non-education majors, community college students enrolled in a post-baccalaureate teacher certification program, and teachers seeking a national board certification.	4
75.	As permanent law, in addition to STEM programs, require the Arizona Teachers Academy to include accelerated models for special education and students committed to teaching in critical need areas of the state.	4
76.	As permanent law, set Arizona Teachers Academy scholarships at \$10,000 for graduate students, \$5,000 for undergraduate students, \$3,000 for community college post-baccalaureate students, and \$2,500 for teachers seeking national board certification, and require scholarships to be awarded after all other aid received.	4
77.	As permanent law, require ABOR, in consultation with eligible postsecondary institutions, to develop centralized administrative processes for the Arizona Teachers Academy.	4
78.	As permanent law, require ABOR to establish criteria for distributing monies appropriated for the Arizona Teachers Academy to eligible institutions.	4
79.	As permanent law, limit expenditures of monies appropriated for the Arizona Teachers Academy to scholarships, induction services, marketing and promotion and administration of the program. Caps spending for administrative and marketing expenses at 3%.	4
80.	As permanent law, cap tuition waivers for the Arizona Teachers Academy at 4 years (8 semesters) for university students and 2 years (4 semesters) for community college students in post-baccalaureate programs.	4
81.	As permanent law, require non-Education majors in the Arizona Teachers Academy to complete one or more teacher preparation courses prior to graduation.	4

82.	As permanent law, not allow universities and community colleges to charge the remaining balance of tuition and fees if the waiver provided does not cover the total cost.	4
83.	As permanent law, require the Arizona Teachers Academy teaching commitment (one year of support for every one year of teaching) for students concurrently teaching and receiving support to begin after completion of the program.	4
84.	As permanent law, require ABOR to establish repayment processes for students who fail to meet Arizona Teachers Academy service requirements.	4
85.	As permanent law, establish the non-appropriated Arizona Teachers Academy Fund consisting of legislative appropriations. The fund will be administered by ABOR and the monies in the fund will be non-lapsing.	4
86.	As permanent law, require that the General Fund appropriation for the Arizona Teachers Academy be reduced each fiscal year by the amount of unexpended monies in the Arizona Teachers Academy Fund from the prior fiscal year.	4
87.	As permanent law, require ABOR to submit a report to JLBC and OSPB by March 1 of each year including information on Arizona Teachers Academy enrollment and the number of graduates receiving induction services in the current academic year, and information for monies committed from the fund in the current fiscal year.	4
88.	As permanent law, require ABOR to include in the Arizona Teachers Academy annual report information on enrollment by program type and year of enrollment, the number of students receiving induction services, the number of students who have completed repayment agreements, and ABOR's annual funding distribution by eligible institution. Change annual report date from July to September 1.	4
89.	As permanent law, repeals a section of the FY 2019 Higher Education BRB that continued the Arizona Teachers Academy after the 2017-2018 academic year. The FY 2020 Higher Education BRB makes the program permanent.	5
90.	As permanent law, require universities to deposit 20% of cumulative net income exceeding \$1.0 million for licensure and royalty agreements to the Arizona Financial Aid Trust. Universities previously deposited 20% of net income to the General Fund for the first 3 years of an agreement and 20% of gross revenues to the General Fund after the first 3 years.	2,3,6
91.	As permanent law, require universities to deposit 20% of cumulative net income exceeding \$1.0 million for the sale of intellectual property to the Arizona Financial Aid Trust. Universities previously deposited 25% of gross revenues to the General Fund.	2,3,6

## **HUMAN SERVICES (HB 2755/SB 1554)**

	<u>Section</u>	
<b>Department of Child Safety</b>		
92.	As permanent law, continue to require the department to report to the JLBC on or before February 1 of each year with the Early Childhood Development and Health Board on collaborative efforts on child welfare issues. This provision had previously been authorized as session law.	1
<b>Department of Economic Security</b>		
93.	As session law, continue to require recipients of Temporary Assistance for Needy Families (TANF) Cash Benefits to pass a drug test in order to be eligible for benefits if the Department of Economic Security (DES) has reasonable cause to believe that the recipient uses illegal drugs.	7
94.	As permanent law, continue to permit DES to reduce income eligibility levels for all child care programs. Require DES to report to the JLBC within 15 days of any change in levels. This provision had previously been authorized as session law.	5
95.	As session law, continue to allow the Special Administration Fund to be used for purposes other than administration of unemployment benefits.	6

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| 96. | As permanent law, repeal the requirement in A.R.S. § 36-2960B to provide an inflation adjustment to the appropriation for DD High Cost/High Need client services. | 3 |
| 97. | As permanent law, increase the annual fee for never-assisted child support cases from \$25 to \$35 pursuant to federal Bipartisan Budget Act of 2018.             | 2 |

**Department of Housing**

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| 98. | As permanent law, allow the Department of Housing to expend Housing Trust Fund monies on constructing or renovating facilities and housing assistance, including support services, for individuals with a serious mental illness and who are chronically resistant to treatment. | 4 |
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**K-12 EDUCATION (HB 2749/SB 1551)**

		<u>Section</u>
<b>Arizona State Schools for the Deaf and Blind</b>		
99.	As permanent law, remove the requirement that monies from the Enterprise Fund be used exclusively for operating ASDB facilities.	13
<b>Department of Education</b>		
<i>Formula Requirements</i>		
100.	As permanent law, increase the base level (A.R.S. § 15-901B2), the transportation funding levels (A.R.S. § 15-945A5) and the charter school "Additional Assistance" amounts (A.R.S. § 15-185B4) by 2.0% for standard inflation.	3,7,10
101.	As permanent law, increase the base level by an additional \$111.16 (2.8%) to incorporate into Basic State Aid \$164,700,000 for teacher salary increases already appropriated for FY 2020 by Section 136 of the FY 2019 General Appropriation Act.	7
102.	As permanent law, modify the Basic State Aid funding formula for education programs in county juvenile detention centers to increase the "base amount" to \$100,000 per county versus \$20,000 currently and the "variable" amount per student within each county program to \$25 per day versus \$15 per day currently. As permanent law, require any excess monies in a county's Detention Center Education Fund to be used to supplement classroom spending.	9
103.	As session law, amend Laws 2018, Chapter 285, Sections 27 and 28 to reduce the District Additional Assistance suspension for FY 2020 by an additional \$(64,366,500) and the Charter Additional Assistance suspension for FY 2020 by an additional \$(3,407,200).	20,21
<i>Results-Based Funding</i>		
104.	As session law, allocate Results-Based Funding using the same formula that was used in FY 2019, but based on AzMERIT test results from spring 2018 rather than spring 2017. Under permanent law, the Results-Based Funding instead would be distributed in FY 2020 to schools with a letter grade A under the A-F performance rating developed by the State Board of Education.	25
105.	As session law, expand eligibility to schools with AzMERIT test results in the top 13% versus top 10% currently for schools with less than 60% of students eligible for free and reduced-price lunch (FRPL) and to the top 27% versus top 10% currently for schools with more than 60% FRPL eligibility.	25
106.	As session law, establishes per-pupil funding levels of \$225 for qualifying schools with less than 60% FRPL eligibility and for schools with more than 60% FRPL eligibility that have AzMERIT results in the top 27%, but not the top 13% of schools with more than 60% FRPL eligibility. Qualifying schools with greater than 60% FRPL eligibility and with AzMERIT results in the top 13% of schools with 60% or more FRPL eligibility would receive \$400.	25
107.	As session law, provide an alternative school with \$400 per student if it reported AzMERIT scores for both math and English language arts for spring 2018 testing and its average pass rate for those two tests combined equaled or exceeded the average combined pass rate observed	25

	for the top 27% of schools with 60% or higher free or reduced price lunch eligibility rates. In prior years an alternative school instead received \$400 per student if it was assigned the equivalent of a letter grade of "A" in 2014.	
108.	As permanent law, exclude from free and reduced-price lunch eligibility percentage calculations students who are not eligible to be included in a school's student count (primarily preschool students). Clarifies allowable uses of program funding, and adds reporting requirements.	5
	<i>CTE Industry Credential Incentive Program</i>	
109.	As permanent law, establish the Arizona Industry Credential Incentive Program to provide awards of up to \$1,000 per student for school districts, charter schools or career and technical education districts for high school graduates who obtain a certification, credential, or license that is accepted by a vocation or industry through a career and technical education program. Establishes the Industry Credentials Incentive Fund to be administered by ADE.	6
110.	As permanent law, require the Office of Economic Opportunity to provide a list to the Department of Education by September 1 <sup>st</sup> annually that identifies and ranks the top occupations in each industry that addresses a critical statewide, regional or local economic need. Following publication of the September 1 <sup>st</sup> list, ADE shall align the in-demand list to ADE's credential list and by February 1 <sup>st</sup> , the Quality Skills Commission shall review the list.	6
111.	As permanent law, require the department to report by February 1 <sup>st</sup> annually to the President of the Senate, the Speaker of the House, the Governor and the Secretary of State on student participation in the program and the distribution of awards by school.	6
112.	As permanent law, require the department to publish by March 1 annually the list of CTE certificates, credentials or licenses qualifying for a \$1,000 award from the program in the subsequent fiscal year and submit it to the JLBC for review.	6
113.	As permanent law, allow program awards to school districts, charter schools, and career and technical education districts to be expended on instructional costs and professional development for a CTE teacher, offset the costs of the certification to the student, development costs related to creating, expanding or improving an approved site of a certificate, credential license career and technical program courses, instructional hardware, software or supplies required for the certification, and career exploration and awareness activities for parents students and the community.	6
	<i>Other</i>	
114.	As session law, continue stating that it is the intent of the Legislature and Governor that school districts increase the total percentage of classroom spending in the combined categories of instruction, student support and instructional support as defined by the Auditor General.	27
115.	As permanent law, make the American Civics Education Fund a non-appropriated fund to eliminate the need for the Legislature to appropriate monies both into and out of it.	22
116.	As permanent law, delete the definition of "base level" for FY 2017 and prior years from A.R.S. § 15-901B2, as they are no longer needed. (A new definition of "base level" is added to A.R.S. § 15-901B2 each year for the upcoming fiscal year.)	7
117.	As permanent law, replace obsolete references to the Homeowners Rebate percentage in A.R.S. § 15-972B with the current rebate percentage of 47.19% that was established by DOR for FY 2017 and subsequent years pursuant to Laws 2011, 2 <sup>nd</sup> Special Session, Chapter 1, Section 127.	11
118.	As permanent law, update the Qualifying Tax Rate and State Equalization Tax Rate cited in A.R.S. § 41-1276 to reflect the Truth in Taxation rates established for FY 2020 under it.	18
119.	As permanent law, amend A.R.S. § 15-249.06B and F to make the annual report on the College Credit by Examination Incentive Program not subject to JLBC review.	4
120.	As permanent law, modify A.R.S. 15-249.06 to require ADE to make payments to schools no later than March 1 each year. Permit schools to appeal allocation of bonus monies no later than August 1 each year. Permit ADE to withhold up to \$10,000 of bonus monies to address allocation appeals. Retroactive to July 1, 2018.	4,26
121.	As permanent law, amend A.R.S. § 15-154 to allow school safety monies to also be used for school counselors or social workers and add program definitions.	1,2

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| 122. | As session law, amend Laws 2017, Chapter 284 to 1) extend the High-Quality Teacher Professional Development Pilot Program, which provides scholarships and grants of up to \$2,000 for teachers in high-need content areas, until July 1, 2025 versus July 1, 2022 currently, and 2) allow the Department of Education to retain up to 3% of monies appropriated for the pilot program to offset administrative costs.  | 19 |
| 123. | As session law, notwithstanding A.R.S. §15-185 to require the Department of Education to allocate the full amount of the small school weight through FY 2020 to charter schools sponsored by entities other than the State Board for Charter Schools. Prohibits the department from seeking repayment of small school weight monies paid to such schools in prior years. The department would pay 67% of the small school weight to such schools in FY 2021 and 33% of the weight in FY 2022. Addresses ASU Preparatory Charter School. | 23 |
| 124. | As permanent law, set the K-12 State Equalization Tax Rate (SETR) for a county for a given fiscal year at the lesser of the “normal” statutory rate or the rate that would have generated for its school districts collectively in the prior fiscal year the amount needed to backfill any of their K-12 formula costs not funded by Qualifying Tax Rate (QTR) revenues.  | 12 |
| 125. | As session law, give Duncan Unified and Blue Elementary additional “budget capacity” (spending authority) for FY 2020 and require them to fund that additional budget capacity with carry-forward monies rather than through tax rate increases. The additional capacity could only be expended upon capital.   | 24 |
| 126. | As permanent law, stipulate for purposes of concurrent enrollment that every three credits that a K-12 student earns at a community college or university course shall generate one-eighth of an Average Daily Membership under the Basic State Aid funding formula.  | 8  |
| 127. | As permanent law, require the department to hire a third-party administrator to assist it in the financial administration of Arizona Empowerment Scholarship Accounts.  | 17 |

**School Facilities Board**

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| 128. | As permanent law, require SFB to report to JLBC within 30 days of making a transfer into the Emergency Deficiencies Corrections Fund.  | 15    |
| 129. | As permanent law, require the SFB to fund the construction of new schools, if needed, in 2 years for an elementary school, middle school or high school.   | 14,16 |
| 130. | As permanent law, at the point when the SFB approves the distribution of new school construction funding, allow the SFB to decline a portion of the funding if the square footage is no longer needed due to revised enrollment projections. | 16    |
| 131. | As permanent law, change the date, from July 1 to September 1, for school districts to submit their capital plans to SFB.  | 16    |
| 132. | As permanent law, change the date, from December 1 to December 15, for the SFB to approve new school construction projects.  | 16    |

**REVENUE (HB 2756/SB 1555)**

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|------------------|--|-----------------------|
|                  |  | <b><u>Section</u></b> |
| <b>Statewide</b> |  |                       |
| 133.             | As permanent law, require state agencies to include cost estimates associated with local minimum wages exceeding the statewide minimum wage in their budget submissions. The Legislature may allocate an amount to be collected by ADOA from counties, cities, and towns that raise their minimum wage above the statewide minimum wage, which would reimburse the state for cost increases of state services resulting from local minimum wages. Counties, cities, and towns that do not comply with ADOA's collection would have the monies withheld from their Transaction Privilege Tax (TPT) distributions. | 2,3                   |

**Department of Agriculture**

134. As session law, continue fee changing authority and an exemption relating to establishing fees for the Arizona Department of Agriculture in FY 2020. The bill continues an intent clause that limits additional revenues to \$357,000. 11

**Counties and Cities & Towns**

135. As session law, continue to allow counties with a population below 250,000 in the 2010 decennial census to use any source of county revenue to meet a county fiscal obligation for FY 2020, up to \$1,250,000 of county revenue for each county. Requires counties using this authority to report to the Director of JLBC on the intended amount and sources of funds by October 1, 2019. 12

**Department of Gaming**

136. As session law, continue to set the Racing Wagering Assessment at 0.5% in FY 2020 only. 9

**Department of Housing**

137. As permanent law, as it relates to the Office of Manufactured Housing within the Department of Housing, modifies the definition of factory-built building and defines in statute the terms: closed construction, open construction, commercial, residential. 1,4

**Department of Insurance**

138. As session law, continue to suspend the requirement that fees collected by the department be between 95% and 110% of the department's appropriation. 13

**Department of Public Safety**

139. As permanent law, establish the Public Safety Interoperability Fund which shall be used for DPS interoperable communication systems. The fund is subject to legislative appropriation. 5

**Department of Revenue**

140. As session law, continue legislative intent statement that local fees to fund the Department of Revenue (DOR) are not to exceed \$20,755,835 and are to be allocated between cities and towns, counties, the Maricopa Association of Governments and the Pima Association of Governments based on the prorated share of all revenues distributed to them (excluding Highway User Revenue Fund money). 10
141. As permanent law, expand the definition of "multistate service providers" used to determine the allocation of the sales of services for corporate income tax purposes to include a taxpayer with more than 2,000 employees in this state and that derives more than 85% of its sales from support services provided to a regionally accredited institution of higher education. Addresses Grand Canyon University. 7,8,14,15
142. As permanent law, require that licensed escrow agents file an information return for sales of real property located in Arizona with the Department of Revenue. Licensed escrow agents would be required to submit this return to the Department of Revenue by March 31 for sales closed during the prior calendar year. This provision is intended to increase compliance for capital gains taxes owed by non-residents that sell real estate in the state. Requires that DOR report to JLBC and OSPB annually on the additional estimated revenue collected from nonresident real estate transactions as a result of this new reporting requirement for licensed escrow agents. 6

## OMNIBUS TAX PROVISIONS (CONFORMITY/WAYFAIR) (HB 2757/SB 1546)

### Tax Conformity/Wayfair

143. As session law, conforms Arizona to the federal definition of adjusted gross income as of January 1, 2018 for tax year 2018, and January 1, 2019 for tax year 2019. 2,12,30,31
144. As permanent law, reduces the number of tax brackets from 5 to 4 and reduces tax rates as follows: 17

<b>Marginal Income Tax Rate/Bracket Comparison</b>			
<b><u>Brackets – Current Law</u></b>	<b><u>Rates – Current Law</u></b>	<b><u>Proposed Brackets</u></b>	<b><u>Proposed Rates</u></b>
\$0 - \$10,600	2.59%	\$0 - \$26,500	2.59%
\$10,601 – 26,500	2.88%	Collapsed	2.59%
\$26,501 - \$53,000	3.36%	\$26,501 - \$53,000	3.34%
\$53,001 - \$159,000	4.24%	\$53,001 - \$159,000	4.17%
\$159,001 and over	4.54%	\$159,001 and over	4.50%

145. As permanent law, remove the Arizona subtraction from taxable income for lottery winnings. 18,19,21
146. As permanent law, increases the standard deduction as follows and indexes the standard deduction for inflation. 23

<b>Standard Deduction Comparison</b>		
<b><u>Filing Status</u></b>	<b><u>Standard Deduction - Current Law</u></b>	<b><u>Standard Deduction - Proposed</u></b>
Single/Married Filing Separate	\$5,312	\$12,000
Single Head of Household	\$10,613	\$18,000
Married Filing Jointly	\$10,613	\$24,000

147. As permanent law, eliminates the personal and dependent exemptions shown below. 3,15,16,20,22,  
24,26,28,29

<b>Eliminated Exemptions</b>	
Personal Exemption, No Dependents	\$2,200
Personal Exemption, Married with Dependents	\$6,600
Dependent Exemption	\$2,300

148. As permanent law, allows taxpayers that take the standard deduction to increase their standard deduction by 25% of their charitable contributions that otherwise would have been deductible had they itemized their tax returns. 14,23
149. As permanent law, establishes a dependent tax credit of \$100 for each dependent under 17 years old and \$25 for each dependent age 17 and above. This credit is to be phased out for singles with over \$200,000 of adjusted gross income and \$400,000 for married couples filing jointly. 13,27
150. As permanent law, establish as of October 1, 2019, the economic nexus thresholds under which an out-of-state business be required to collect and remit tax on retail sales in Arizona. If the out-of-state business does not conduct sales through a marketplace facilitator, economic nexus applies if sales in Arizona exceed \$200,000 in calendar year 2019, \$150,000 in calendar year 2020, and \$100,000 in calendar year 2021 and 1,4,5,6,7,8,32,  
33

thereafter. If the out-of-state business is a marketplace facilitator, economic nexus applies if sales in Arizona from the marketplace facilitator's own business or on behalf of at least one marketplace seller exceed \$100,000 in the calendar year.

- 151. As permanent law, require municipal ordinances and other local laws related to the taxation of retail sales be superseded by the state's transaction privilege tax statutes for the retail classification. 10,11
- 152. As permanent law, provides cities and towns the option to levy a transaction privilege tax on the sale of: (1) food for home consumption, (2) textbooks required by a state university or community college sold at bookstores, (3) livestock and poultry feed, salt, vitamins and other additives used in the business of farming and ranching, (4) nonmetalliferous mined materials sold at retail, (5) works of fine art, and (6) motor vehicles sold to nonresidents or enrolled members of an Indian Tribe. 11
- 153. As permanent law, allows a city or town to continue to levy an existing transaction privilege tax, which was levied on or before May 1, 2019, on the sale of: (1) propagative materials, including fertilizers, (2) implants used as growth promotants and injectable medicines for livestock or poultry, and (3) animals such as horses, sheep, and goats used as breeding or production stock. For a city or town with a population of 50,000 or less, the tax is only allowed to be levied through June 30, 2021. For a city or town with a population of more than 50,000, the tax is only allowed to be levied through December 31, 2019. 11
- 154. As permanent law, allows cities and towns the option to exempt from tax the sale of paintings, sculptures, or similar works of fine art if sold by the original artist. 9,11
- 155. As session law, provides that the Legislature will not move any sales tax classifications other than retail from the Model City Tax Code to state statute for a period of 5 years from the effective date of the act. 33



## FY 2020 MAJOR FOOTNOTE CHANGES

The Baseline includes the following major additions, deletions or modifications of footnotes. This list does not typically include footnote changes conforming to enacted policy. All footnotes appear in the General Appropriation Act unless designated with a "CO" for the Capital Outlay Act.

### Arizona Department of Administration

- |    |   |       |
|----|---|-------|
| 1. | Adds footnote extending the lapsing date of the FY 2017 appropriation for the Department of Corrections automation project appropriation through FY 2020.   | 3     |
| 2. | Deletes footnote that limits the subsidy that the department may provide for public transit opportunities to 50%. Adds footnote requiring the department to report on pilot projects implemented in FY 2020 with those monies.  | 8     |
| 3. | Adds footnote to restrict to \$10.42 per user per month the amount that the department may charge for enterprise email and calendar service.  | 8     |
| 4. | Adds footnote specifying that the department shall distribute monies in the Public Safety Regional Communications line item to City of Sierra Vista for technology infrastructure maintenance at the Southeastern Arizona Communications Center.  | 8     |
| 5. | Modifies footnote requiring the department to report semiannually the status of all capital projects and expenditures rather than just building renewal projects. (Capital)   | CO 2  |
| 6. | Adds footnote extending the FY 2019 Capitol Mall Consolidation Fund appropriation through FY 2021. (Capital)  | CO 29 |
| 7. | Adds footnote that conditions the availability of the appropriation for a second State Route 24 Ellsworth Road traffic interchange bridge overpass structure on the Maricopa Association of Governments (MAG) including the first bridge overpass structure in its Regional Transportation Plan: Freeway Program in the ADOT Five Year Program by June 30, 2020. If MAG does not include the project in its plan, the appropriation would lapse on June 30, 2020. (Capital) | CO 19 |
| 8. | Adds footnote that conditions the availability of the appropriation for the I-40 Kingman Interchanges on the City of Kingman raising sufficient funds for the remainder of the project budget otherwise the appropriation lapses on June 30, 2024. (Capital)  | CO 22 |
| 9. | Adds footnote that conditions the availability of the appropriation for the Mariposa Port of Entry cold facility storage on the Greater Nogales Santa Cruz County Port Authority providing sufficient funds for the remainder of the project budget otherwise the appropriation lapses on June 30, 2022. (Capital)  | CO 5  |

### AHCCCS

- |     |   |    |
|-----|---|----|
| 10. | Adds footnote specifying AHCCCS distributions of supplemental payments for graduate medical education programs to hospitals in counties with a population of more than 500,000 people and hospitals in a county with less than 500,000 people. Stipulates that General Fund distributions may supplement, but not supplant voluntary political subdivision payments for graduate medical education programs. Requires AHCCCS to prioritize General Fund distributions to hospitals located in health professional shortage areas. | 12 |
|-----|---|----|

### Department of Agriculture

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| 11. | Adds footnote specifying that \$137,000 is appropriated from the General Fund for personal services, employee-related expenditures, and salary increases and related expenditures for dairy inspectors. | 11 |
|-----|---|----|

### Attorney General

- |     |   |    |
|-----|---|----|
| 12. | Adds footnote appropriating \$950,000 in FY 2021, \$2.3 million in FY 2022, and \$2.3 million in FY 2023 from CPRF. | 14 |
|-----|---|----|

13.	Adds footnote requiring the Attorney General to submit a report on its distribution of police equipment grants to the President of the Senate, Speaker of the House, JLBC Staff, and OSPB Staff on or before March 1, 2020.	14
14.	Adds footnote requiring the Attorney General to submit a report for review to the JLBC on its expenditure plan for the Arizona Peace Officer Memorial Fund prior to expenditure.	14
15.	Adds footnote requiring the Attorney General to forward complaints of the use of school resources to influence elections to the Governor, House and Senate.	14
<b>Department of Child Safety</b>		
16.	Adds footnote requiring the Department of Child Safety to report to JLBC by January 2, 2020 on its efforts to implement the federal Family First Prevention Act of 2018. The report shall provide information, including any fiscal impacts, associated DCS' efforts to address federal funding changes for congregate care placements and in-home preventive services.	19
17.	Modifies footnote for the Kinship Stipend to require the department to provide the stipend to all unlicensed kinship caregivers without requiring the caregiver to file an application.	19
<b>Arizona Commerce Authority</b>		
18.	Adds footnote requiring the ACA report to the Joint Legislative Budget Committee on or before January 31, 2020 on its plan for distributing rural broadband development grants. The appropriation is non-lapsing.	130
19.	Requires ACA to submit an annual expenditure and performance report to JLBC and OSPB concerning applied research centers on blockchain technology as well as the Institute for Automated Mobility	129
<b>Community Colleges</b>		
20.	Adds footnote requiring that the Dine board of regents submit a report by October 15, 2020 which details the course completion rate for students who received remedial education during the 19-20 academic year.	20
<b>Department of Corrections</b>		
21.	Modifies footnote establishing annual bed capacity report to require ADC to provide rationale for 1) closing permanent beds rather than temporary beds or 2) opening new beds.	24
22.	Adds footnote requiring department to report on inmate healthcare performance measures and provides copies of court ordered reports on or before August 1, 2019 and February 1, 2020.	24
23.	Modifies footnote requiring the department to report semiannually the status of all capital projects and expenditures rather than just building renewal projects. (Capital)	CO 2
24.	Adds footnote specifying that the appropriation includes \$5,083,500 from the State General Fund to provide a 10% salary adjustment to correctional officers at private prisons.	24
25.	Adds footnote delineating the department's lump sum includes \$384,534,400 for personal services and \$240,063,200 for employee related expenditures. Requires the department to submit an expenditure plan for JLBC review prior to spending these monies on non-personal services or employee related expenditures.	24
26.	Adds footnote requiring department to submit a report on quarterly benchmarks for correctional officer staffing for JLBC review	24
27.	Modifies existing footnote requiring the department to submit monthly on month and year-to-date expenditures to include correctional officer and medical staff staffing levels.	24
28.	Adds footnote requiring the department to obtain approval from the Arizona Strategic Enterprise Office and the Information Technology Authorization Committee prior to using any monies for the replacement of the adult inmate management system	24

29.	Adds footnote requiring the Arizona Strategic Enterprise Technology (ASET) Office to submit an expenditure plan on behalf of the department to the JLBC for review prior to the expenditure of any monies for the replacement of the adult inmate management system. The expenditure plan shall include the project cost, deliverables, timeline for completion and method of procurement consistent with the department's prior reports for its appropriations from the Automation Project Fund	24
<b>Board of Cosmetology</b>		
30.	Adds footnote extending annual leave payout line item appropriations through FY 2023.	25
<b>Office of Economic Opportunity (Water Infrastructure Finance Authority)</b>		
31.	Adds footnote requiring WIFA to submit a report annually on or before December 31 to the JLBC on the allocation of funds from the Small Drinking Water Systems Fund. The report shall be submitted through fiscal year 2022.	132
<b>Department of Economic Security</b>		
32.	Adds footnote requiring DES to engage with community stakeholders prior to implementing provider rate increases for FY 2020. Requires DES to report to JLBC on its stakeholder engagement efforts and plans to increase provider rates by August 1, 2019.	31
33.	Modifies footnote to authorize DES to receive a loan from the Budget Stabilization Fund on or after April 1, 2020 to provide funding for reimbursement of federal grants as part of the closing process for fiscal year 2020. DES must notify JLBC and OSPB before using the loan authority. The loan must be repaid on or before September 1, 2020.	109
34.	Adds footnote requiring the Arizona Strategic Enterprise Technology (ASET) Office to submit an expenditure plan on behalf of the department to the JLBC for review prior to the expenditure of any monies for the replacement of child support IT system. The expenditure plan shall include the project cost, deliverables, timeline for completion and method of procurement consistent with the department's prior reports for its appropriations from the Automation Project Fund	31
35.	Adds footnote appropriating \$150,000 from political subdivisions funds and \$350,000 from developmental disabilities Medicaid expenditure authority in FY 2019 for assistance to developmental disabilities providers in the city of Flagstaff. Authorizes DES to spend \$2 of developmental disabilities Medicaid expenditure authority for every \$1 of funds provided by the city of Flagstaff. The appropriation is non-lapsing.	108
<b>Department of Education</b>		
36.	Modifies footnote to include the Special Education Fund line item as another potential source of, and recipient of, monies in FY 2020 to resolve FY 2019 formula funding shortfalls.	33
37.	Adds footnote appropriating \$30 million eliminate the K-12 rollover in FY 2022 for districts with a student count of less than 1,350 pupils.	164
38.	Adds footnote that makes non-lapsing until July 1, 2022 the \$50,000 state General Fund appropriation to the department that is for distribution to any new unified school created as the result of an election in 2019 or 2020 pursuant to A.R.S. §15-459, Subsection F.	136
39.	Adds footnotes stipulating that state General Fund monies appropriated in FY 2020 for schools on proving grounds 1) may only be used to demolish an existing or former school that is located on a proving ground operated by the United States Army or to construct a new replacement school on that same proving ground, 2) may be spent only if the United States Department of Defense provides matching monies equivalent to 80% of project costs, and 3) do not lapse until the until the project is completed or abandoned unless no expenditure or encumbrance has been made by October 1, 2029, and 4) revert to the state General Fund on October 1, 2029 if unexpended and unencumbered.	135

**Exposition and State Fair Board**

- 40. Adds footnote requiring the Exposition and State Fair Board to allocate from the appropriation for capital improvements an amount sufficient for the repayment of Arizona Department of Administration building renewal. (Capital)

**Department of Forestry and Fire Management**

- 41. Adds footnote stipulating that monies appropriated for the Taylor Fire Training Center line item shall be distributed to the Navajo County Community College District to fund a public safety and emergency training facility. The facility shall be available to both public and private entities for training. The appropriation is non-lapsing. 41
- 42. Adds footnote appropriating \$1,000,000 from the General Fund to the Nonnative Vegetative Species Eradication Fund in FY 2021 through FY 2029. Monies from the line item are used to provide grants for nonnative vegetative species eradication projects that will assist in preventing fire and flooding. 142
- 43. Adds footnote making the appropriation for the Mount Lemmon Fire District non-lapsing through December 31, 2021. 141

**Board of Funeral Directors and Embalmers**

- 44. Adds footnote extending FY 2019 appropriation for document digitization services through FY 2020 111

**Game and Fish Department**

- 45. Modifies footnote requiring the department to report semiannually the status of all capital projects and expenditures rather than just building renewal projects. (Capital) CO 2

**Department of Health Services**

- 46. Continues footnote requiring DHS to distribute biomedical research support funding to a nonprofit medical research institute specializing in genomic technologies and sequencing to clinical care and requires the recipient to commission an annual audit of expenditures to submit to the department by February 1 each year. 47
- 47. Adds footnote specifying that \$700,000 is appropriated from the General Fund to the department to establish a community-based primary care program in a geographically isolated area of the state which is medically underserved, has a health professional shortage, and a population less than 15,000 persons. Specifies the services the program should provide. 144
- 48. Adds footnote requiring DHS to distribute \$1.5 million to Benson Hospital and Northern Cochise Community Hospital to maintain emergency department and trauma services. 143
- 49. Adds footnote specifying that the appropriation for Alzheimer's Disease Research shall be distributed to a nonprofit that has been headquartered in the state for at least 10 years and has participating member institutions that conduct research and education. 47

**Department of Housing**

- 50. Adds footnote specifying that \$3,500,000 of the appropriation for the Housing Trust Fund Deposit line item shall be expended on constructing or renovating facilities and housing assistance, including support services, for persons determined to be seriously mentally ill and to be chronically resistant to treatment. 51

**Judiciary**

- 51. Modifies footnote regarding county probation officer spending to delete duplicative provision. 54
- 52. Adds footnote specifying that the sum of \$1,146,400 is appropriated for salary adjustments for the Administrative Office of the Courts. It is the intent of the Legislature that this amount shall not be annualized in future years. 54

53.	Modifies a footnote to require JLBC review of Administrative Office of the Court's report on county approved-salary adjustments.	54
<b>Legislature- Auditor General</b>		
54.	Adds footnote allowing the Auditor General to use balance of \$31,200 from the FY 2014 appropriation for DCS-affiliated consultant contract (Laws 2014, 2 <sup>nd</sup> Special Session, Chapter 2, Section 9) for general operating expenses in FY 2020.	2
55.	Adds footnote requiring the Auditor General to 1) Identify by January 1, 2020, in collaboration with the Arizona Commerce authority and businesses, industry and higher education leaders, the industry certifications earned by Career Technical Education (CTED) students that are most associated with multi-year Career Technical Education programs that successfully prepare students for jobs in high demand technical fields. 2) Evaluate by December 1, 2020 the effectiveness of CTED districts in preparing students for jobs in high demand technical fields.	160
<b>Arizona State Parks Board</b>		
56.	Adds footnote requiring the Arizona State Parks Board to report semiannually the status of all capital projects and expenditures. (Capital)	CO 27
57.	Adds footnote extending the \$1.3 million FY 2018 appropriation for capital improvements and \$4.0 million FY 2018 appropriation for Rockin' River project. (Capital)	CO 24
58.	Adds footnote specifying that the appropriation for the Arizona Trail is for employment of youth conservation corps to maintain the trail. Requires the Arizona State Parks Board to submit an expenditure plan for review to the JLBC prior to expenditure.	71
<b>Department of Public Safety</b>		
59.	Adds footnote requiring the department to submit an expenditure plan for the Peace Officer Training Equipment to JLBC for review prior to any expenditures in FY 2020.	80
60.	Adds footnote requiring DPS to report to the JCCR on a cost comparison between the provision of housing versus a housing allowance for state troopers stationed in remote areas. (Capital)	CO 15
<b>School Facilities Board</b>		
61.	Modifies footnote stipulating the FY 2020 New School Facility appropriation shall be used for facilities and land costs for school districts that received final approval from the board on or before September 1, 2019.	86
<b>Secretary of State</b>		
62.	Adds footnote extending the FY 2018 appropriation for the Helping America Vote Act through FY 2020.	111
<b>Department of Transportation</b>		
63.	Adds footnote specifying that of the \$205,693,000 appropriated to the lump sum operating budget, \$675,000 is appropriated on a one time basis for special license plate implementation and production costs.	91
64.	Of the \$141,493,000 appropriated to the Highway Maintenance line item, \$75,000 is appropriated on a one time basis for highway signage installation and production.	91
65.	Adds footnote requiring ADOT to report to JLBC Staff by December 31, 2019 on the status of all Aviation Grant awards and distributions. (Capital)	CO 26
66.	Modifies footnote to require ADOT semiannual building renewal status update to also include all non-highway construction capital projects. (Capital)	CO 2
67.	Adds footnote extending FY 2018 appropriation to equip and furnish a new Flagstaff office building through FY 2020.	154

- 68. Adds footnote specifying that of the \$10 million appropriated for deposit into the state aviation fund, at least \$1 million in grants shall be distributed to Ernest A. Love Field Airport in Prescott. (Capital)
- 69. Adds footnote requiring each city and town to receive an equal amount of the \$18.0 million of new General Fund monies for local roads. (Capital) CO 24

**State Treasurer**

- 70. Upon completion of a request for proposal of the General Ledger Information Technology System, the State Treasurer shall report to the JLBC on the total cost of development and ongoing annual operating costs of the system. 92
- 71. Adds footnote requiring the State Treasurer to report to the Joint Legislative Budget Committee Staff and the Office of Budgeting and Strategic Planning on its current fiscal year and estimated next fiscal year expenditures of interest earnings spent pursuant to A.R.S. 35-315 and A.R.S. 35-318 for its banking service contract, external investment management agreement, administrative and information technology costs, and any other costs. The report is due on or before June 30, 2019 and June 30, 2020. 92

**Universities**

- 72. Adds footnote requiring the medical research foundation to submit an expenditure and performance report to Northern Arizona university. The university shall submit the report to the Joint Legislative Budget Committee on or before February 1, 2020. The report shall include the type and amount of expenditures from all state sources of monies, grants received, and performance measures 96
- 73. Adds footnote specifying that \$160,000 is appropriated to ABOR to distribute to universities that maintain and operate an intercollegiate adaptive athletics program. Monies may be spent only: 1) When universities collect matching funds, 2) on scholarships, equipment, travel expenses and tournament fees for participants in the program. Monies cannot be spent on administrative costs. 94
- 74. Adds footnote specifying that monies in the Washington DC Internship line item shall be distributed by ABOR equally to the universities to provide student internships in Washington D.C. in partnership with a third-party organization selected by ABOR. 94
- 75. Continues footnote requiring each university to report to the JLBC on or before August 1, 2019 on the intended use of one-time appropriations. Prior to any expenditure of monies for capital improvements, each university shall submit the scope, purpose, and estimated cost of the capital improvements to the JCCR for review. 155
- 76. Adds footnote specifying that it is the intent of the Legislature that the \$8,000,000 appropriated to the Phoenix Medical Campus line item be used to expand the University of Arizona Phoenix Medical School and to provide tuition waivers to medical students. It is the intent of the legislature that this \$8,000,000 not be annualized in future years. 97

**Department of Veterans' Services**

- 77. Adds footnote specifying that the suicide prevention appropriation includes funding for distribution to a nonprofit veterans' services organization that provides services related to reducing suicides among Arizona's military and veteran population. The department may spend up to \$75,700 of the appropriation to hire a program specialist to liaise between the department and the selected nonprofit. Requires department to submit an expenditure plan including the status of non-state matching grant monies to JLBC for review. 98
- 78. Adds footnote specifying that the trauma treatment services appropriation includes funding for grants to contractors who provide trauma treatment service training to specified licensed health professionals. 98

**Statewide (Statewide Adjustments)**

- 79. Adds footnote allowing the JLBC to allocate General Fund and Other Fund statewide adjustments for adjustments to CORP, EORP, and state agency retirement. 171
- 80. Adds footnote allowing the JLBC to allocate General Fund and Other Fund statewide adjustments for adjustments to state agencies relocating to and within state-owned and lease-purchase buildings. 171
- 81. Adds footnote allowing the JLBC to allocate General Fund and Other Fund statewide adjustments for adjustments to agency rent. The rate increases from \$16.08 to \$17.87 per square foot for office space and from \$5.79 to \$6.43 per square foot for storage space. 171
- 82. Adds footnote allowing the JLBC to allocate General Fund and Other Fund statewide adjustments for adjustments for shared services for agencies located in the 1740 W. Adams building and shared administrative services. 171
- 83. Adds footnote allowing the JLBC to allocate General Fund and Other fund statewide adjustments for employer health insurance contribution adjustments. The adjustments include 1) a one-time reduction to employer contribution rates. and 2) new a one-time increase employer contribution rates. Consistent with the FY 2019 statewide allocation, the JLBC shall use the overall allocation of General Fund and appropriated tuition for each university when determining that university's specific adjustment. 171
- 84. Adds footnote allowing the JLBC to allocate General Fund and Other fund statewide adjustments for adjustments for risk management premiums. 171
- 85. Adds footnote allowing the JLBC to allocate General Fund and Other fund statewide adjustments for adjustments the Information Technology pro-rata. 171

**Statewide (Public Safety Compensation)**

- 86. Adds footnote stating that it is the intent of the legislature that salary adjustments be allocated as outlined. 172
- 87. Requires agencies to adjust salary schedules and step plans as applicable to conform with actual salary adjustments implemented for each agency and position. Except as otherwise noted, the specific pay raise percentages are not specified. 172

<b>Department of Corrections</b>	
Security/Correctional Officers	10.00%
Education/Teachers	9.17%
Correctional Records	5.00%
Counseling/Treatment	13.16%
Religion	5.00%
<b>Department of Juvenile Corrections</b>	
Security/Correctional Officers	14.90%
Education/Teachers	8.45%
<b>Department of Public Safety</b>	
Sworn Positions	10.00%
Civilian Positions	5.00%
(Continued)	

**Arizona Department of Agriculture**

Livestock Officers

**Attorney General - Department of Law**

Investigators

**Department of Child Safety**

Caseworkers

Case Aides

Program Supervisors

Program Specialists

Entry-level Administration

**Corporation Commission**

Securities Division - Special Investigators

**Arizona Game and Fish Department**

Wildlife Law Enforcement

Wildlife Managers

**Department of Health Services**

Behavioral Health Technicians

Nurses

Security

**Department of Insurance**

Insurance Fraud Investigators

**Department of Liquor Licenses and Control**

Investigators

**Arizona State Parks Board**

Park Ranger - Law Enforcement Officers

**Department of Transportation**

Enforcement and Compliance Officers



## FY 2020 GENERAL APPROPRIATION ACT PROVISIONS (HB 2747/SB 1548)

The Baseline includes the following provisions in the General Appropriation Act. These provisions are in addition to the individual agency appropriations, but exclude supplemental appropriations, ex-appropriations, and fund transfers. New provisions in the Baseline are noted with an asterisk (\*).

### Arizona Commerce Authority

- |    |  |     |
|----|--|-----|
| 1. | As session law, in accordance with statute (A.R.S. § 43-409), allocate \$15,500,000 of General Fund withholding tax revenue to the Authority in FY 2020. | 120 |
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### Counties and Cities & Towns

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|----|--|-----|
| 2. | As session law, continue to appropriate \$550,050 to all counties with populations under 900,000 people according to the 2010 Census. As session law, continue to appropriate additional \$500,000 to Graham County. | 115 |
| 3. | As session law, in accordance with A.R.S. § 9-601, appropriate \$23,499,950 from the General Fund in FY 2020 for the Phoenix Convention Center.  | 145 |
| 4. | As session law, in accordance with A.R.S. § 42-5031, continue to provide sales tax revenues, estimated at \$14,000,000 in FY 2020, to the Rio Nuevo Multipurpose Facility District.                                  | 146 |

### Department of Education

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| 5. | As session law, continue to defer \$930,727,700 in Basic State Aid payments for FY 2020 until FY 2021. Appropriate \$930,727,700 in FY 2021 for these deferred Basic State Aid payments. Continue to exempt school districts with less than 600 students from the K-12 rollover. Allow ADE to make the rollover payment no later than July 12, 2020. | 156 |
| 6. | As session law, continue to require school districts to include in the FY 2020 revenue estimates that they use for computing their FY 2020 tax rates the rollover monies that they will receive for FY 2020 in July 2020.  | 156 |

### Debt Service

- |    |  |     |
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| 7. | As session law, appropriate \$77,709,300 from the General Fund to the Arizona Department of Administration in FY 2020 for a debt service payment on the 2010 sale and leaseback of state buildings. The dollar amount consists of 2 separate appropriations of \$53,699,500 and \$24,009,800. The former amount reflects a reduction of \$(6,399,200) from prior years due to a refinancing. | 144 |
|----|--|-----|

### Revenues

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|----|---|-----|
| 8. | As session law, continue to specify revenue and expenditure estimates for FY 2019, FY 2020, FY 2021, and FY 2022.   | 164 |
| 9. | As session law, continue to require the Executive Branch to provide JLBC preliminary estimates of FY 2019 ending balances by September 15, 2019. Require JLBC Staff to report to JLBC by October 15, 2019 as to whether FY 2020 revenues and ending balance are expected to change by more than \$50,000,000 from budgeted projections. | 164 |

### Statewide

- |     |   |     |
|-----|---|-----|
| 10. | As session law, continue to state legislative intent that all budget units receiving appropriations continue to report actual, estimated and requested expenditures in a format similar to prior years. | 160 |
|-----|---|-----|

- 11. As session law, continue to require ADOA to compile a report on Full-Time Equivalent (FTE) Position usage in FY 2020 in all agencies and provide it to the JLBC Director by October 1, 2020. The Universities are exempt from the report but are required to report separately. 162
- 12. As session law, continue to require each agency to submit a report to the JLBC Director by October 1, 2019 on the number of filled appropriated and non-appropriated FTE Positions by fund source as of September 1, 2019. 161
- 13. As session law, continue to require ADOA to report monthly to the JLBC Director on agency transfers of spending authority from one expenditure class to another or between programs. 163

**General**

- 14. As session law, continue to define “\*” as designating an appropriation exempt from lapsing. 165
- 15. As session law, continue to define “expenditure authority” as continuously appropriated monies included in individual line items of appropriations. 166
- 16. As session law, continue to define "review by the Joint Legislative Budget Committee" as a review by a vote of a majority of a quorum of the members. 167