State of Arizona
Senate
Fifty-fourth Legislature
Second Regular Session
2020

CHAPTER 58

SENATE BILL 1692

AN ACT

APPROPRIATING MONIES.

(TEXT OF BILL BEGINS ON NEXT PAGE)

Be it enacted by the Legislature of the State of Arizona:

Section 1. Subject to applicable laws, the sums or sources of revenue set forth in this act are appropriated for the fiscal years indicated and only from the funding sources listed for the purposes and objects specified. If monies from funding sources in this act are unavailable, no other funding source may be used.

Sec. 2. ARIZONA STATE BOARD OF ACCOUNTANCY

2020-21

FTE positions 14.0

Lump sum appropriation $ 2,045,300

Fund sources:

Board of accountancy fund $ 2,045,300

Sec. 3. ACUPUNCTURE BOARD OF EXAMINERS

2020-21

FTE positions 1.0

Lump sum appropriation $ 176,000

Fund sources:

Acupuncture board of examiners fund $ 176,000

Sec. 4. DEPARTMENT OF ADMINISTRATION

2020-21

FTE positions 551.1

Operating lump sum appropriation $ 96,934,400

Utilities 7,649,900

Arizona financial information system 9,418,700

Risk management administrative expenses 8,747,200

Risk management losses and premiums 46,178,400

Workers' compensation losses and premiums 31,830,300

Statewide information security and privacy operations and controls 6,356,600

Information technology project management and oversight 1,504,300

State surplus property sales agency proceeds 1,810,000

Southwest defense contracts 25,000

Government transformation office 2,008,300

Total appropriation - department of administration $212,463,100

Fund sources:

State general fund $ 7,876,600

Air quality fund 927,300

Arizona financial information system collections fund 9,418,700

Automation operations fund 31,040,900

Capital outlay stabilization fund 18,543,600

Corrections fund 573,700

Federal surplus materials revolving fund 465,200
Information technology fund 8,443,400
Personnel division fund 12,723,800
Motor vehicle pool revolving fund 10,191,200
Risk management revolving fund 94,579,900
Special employee health insurance trust fund 5,291,900
Special services revolving fund 1,169,000
State surplus materials revolving fund 2,977,800
State web portal fund 6,594,500
Telecommunications fund 1,645,600

The amount appropriated for southwest defense contracts shall be distributed to a nonprofit organization that advocates for preserving and enhancing critical defense missions and assets in the southwestern United States.

The appropriation from the automation operations fund established by section 41-711, Arizona Revised Statutes, is an estimate representing all monies, including balance forward, revenues and transfers during fiscal year 2020-2021. These monies are appropriated to the department of administration for the purposes established in section 41-711, Arizona Revised Statutes. The appropriation is adjusted as necessary to reflect monies credited to the automation operations fund for automation operation center projects. Before spending any automation operations fund monies in excess of $31,040,900 in fiscal year 2020-2021, the department shall report the intended use of the monies to the joint legislative budget committee.

On or before September 1, 2021, the department shall submit a report for review by the joint legislative budget committee on the results of pilot projects implemented in fiscal year 2020-2021 for the state employee public transportation service reimbursements pursuant to section 41-710.01, Arizona Revised Statutes, in a vehicle emissions control area as defined in section 49-541, Arizona Revised Statutes, of a county with a population of more than four hundred thousand persons.

The legislature intends that the department not replace vehicles until they have an average of 80,000 miles or more. On or before August 1, 2020, the department shall submit a report to the joint legislative budget committee on the maintenance savings achieved by replacing vehicles that have an average of 80,000 miles or more.

All state surplus materials revolving fund monies received by the department of administration in excess of $2,977,800 in fiscal year 2020-2021 are appropriated to the department. Before spending state surplus materials revolving fund monies in excess of $2,977,800 in fiscal year 2020-2021, the department shall report the intended use of the monies to the joint legislative budget committee.

The department may charge state agencies not more than $10.42 per user per month for the statewide email and calendar service.

Sec. 5. OFFICE OF ADMINISTRATIVE HEARINGS

	2020-21
FTE positions	**12.0**
Lump sum appropriation	**$ 889,800**
Fund sources:	
State general fund	**$ 889,800**

Sec. 6. ARIZONA COMMISSION OF AFRICAN-AMERICAN AFFAIRS

	2020-21
FTE positions	**3.0**
Lump sum appropriation	**$ 128,100**
Fund sources:	
State general fund	**$ 128,100**

Sec. 7. ARIZONA DEPARTMENT OF AGRICULTURE

	2020-21
FTE positions	**206.4**
Operating lump sum appropriation	**$ 11,393,900**
Agricultural employment relations	

board 23,300
Animal damage control 65,000
Red imported fire ant control 23,200
Agricultural consulting and
training 128,500
Total appropriation - Arizona department
of agriculture $ 11,633,900
Fund sources:
State general fund $ 10,185,100
Air quality fund 1,448,800

Sec. 8. ARIZONA HEALTH CARE COST CONTAINMENT SYSTEM

2020-21

FTE positions 2,339.3
Operating lump sum appropriation $ 91,642,300
Administration
ADOA data center 19,325,800
DES eligibility 88,874,500
Proposition 204 - AHCCCS
administration 13,155,200
Proposition 204 - DES eligibility 44,358,700
Medicaid services
Traditional medicaid services 5,743,961,500
Proposition 204 services 4,585,376,000
Adult expansion services 572,108,200
Comprehensive medical and
dental program 197,732,200
KidsCare services 92,088,200
ALTCS services 1,966,345,300
Behavioral health services
in schools 10,003,300
Nonmedicaid behavioral health services
Crisis services 16,391,300
Nonmedicaid seriously mentally
ill services 77,646,900
Supported housing 5,324,800
Hospital payments
Disproportionate share payments 5,087,100
Disproportionate share payments -
voluntary match 27,137,600
Rural hospitals 28,612,400
Graduate medical education 357,621,200
Safety net care pool 0
Targeted investments program 70,000,000
Total appropriation and expenditure
authority - Arizona health
care cost containment system $14,012,792,500
Fund sources:
State general fund $ 1,942,993,600
Budget neutrality compliance fund 4,037,400
Children's health insurance
program fund 81,245,700
Prescription drug rebate
fund - state 148,458,700
Substance abuse services fund 2,250,200
Tobacco products tax fund -
emergency health services
account 16,216,300
Tobacco tax and health care

fund medically needy account 65,627,200

Expenditure authority 11,751,963,400

Operating budget

The amount appropriated for the DES eligibility line item shall be used for intergovernmental agreements with the department of economic security for eligibility determination and other functions. The state general fund share may be used for eligibility determination for other programs administered by the division of benefits and medical eligibility based on the results of the Arizona random moment sampling survey.

The amounts included in the proposition 204 AHCCCS administration, proposition 204 DES eligibility and proposition 204 services line items include all available sources of funding consistent with section 36-2901.01, subsection B, Arizona Revised Statutes.

Of the amount appropriated for the operating lump sum, $100,000 shall be used for a suicide prevention coordinator to assist school districts and charter schools in suicide prevention efforts. The Arizona health care cost containment system administration, in consultation with the department of education, shall report to the governor, the president of the senate, the speaker of the house of representatives, the director of the joint legislative budget committee and the director of the governor's office of strategic planning and budgeting on or before September 1, 2021 on the suicide prevention coordinator's accomplishments in fiscal year 2020-2021.

Medical services and behavioral health services

Before making fee-for-service program or rate changes that pertain to fee-for-service rate categories, the Arizona health care cost containment system administration shall report its expenditure plan for review by the joint legislative budget committee.

The Arizona health care cost containment system administration shall report to the joint legislative budget committee on or before March 1, 2021 on preliminary actuarial estimates of the capitation rate changes for the following fiscal year along with the reasons for the estimated changes. For any actuarial estimates that include a range, the total range from minimum to maximum may not be more than two percent. Before implementing any changes in capitation rates, the administration shall report its expenditure plan for review by the joint legislative budget committee. Before the administration implements any change in policy affecting the amount, sufficiency, duration and scope of health care services and who may provide services, the administration shall prepare a fiscal impact analysis on the potential effects of this change on the following year's capitation rates. If the fiscal impact analysis demonstrates that this change will result in additional state costs of $500,000 or more for any fiscal year, the administration shall submit the policy change for review by the joint legislative budget committee.

The legislature intends that the percentage attributable to administration and profit for the regional behavioral health authorities be nine percent of the overall capitation rate.

The Arizona health care cost containment system administration shall transfer up to $1,200,000 from the traditional medicaid services line item for fiscal year 2020-2021 to the attorney general for costs associated with tobacco settlement litigation.

The Arizona health care cost containment system administration shall transfer $836,000 from the traditional medicaid services line item for fiscal year 2020-2021 to the department of revenue for enforcement costs associated with the March 13, 2013 master settlement agreement with tobacco companies.

On or before June 30, 2021, the Arizona health care cost containment system administration shall report to the joint legislative budget committee on the progress in implementing the Arnold v. Sarn lawsuit settlement. The report shall include, at a minimum, the administration's progress toward meeting all criteria specified in the 2014 joint stipulation, including the development and estimated cost of additional behavioral health service capacity in Maricopa county for supported housing services for 1,200 class members, supported employment services for 750 class members, eight assertive community treatment teams and consumer operated services for 1,500 class members. The administration shall also report by fund source the amounts it plans to use to pay for expanded services.

Long-term care

Any federal monies that the Arizona health care cost containment system administration passes through to the department of economic security for use in long-term care for persons with developmental disabilities do not count against the long-term care expenditure authority above.

Pursuant to section 11-292, subsection B, Arizona Revised Statutes, the county portion of the fiscal year 2020-2021 nonfederal costs of providing long-term care system services is $305,872,000. This amount is included in the expenditure authority fund source.

Any supplemental payments received in excess of $110,814,900 for nursing facilities that serve Arizona long-term care system medicaid patients in fiscal year 2020-2021, including any federal matching monies, by the Arizona health care cost containment system administration are appropriated to the administration in fiscal year 2020-2021. Before spending these increased monies, the administration shall notify the joint legislative budget committee and the governor's office of strategic planning and budgeting of the amount of monies that will be spent under this provision. These payments are included in the expenditure authority fund source.

Payments to hospitals

The $5,087,100 appropriation for disproportionate share payments for fiscal year 2020-2021 made pursuant to section 36-2903.01, subsection O, Arizona Revised Statutes, includes $4,202,300 for the Maricopa

county health care district and $884,800 for private qualifying disproportionate share hospitals.

Any monies received for disproportionate share hospital payments from political subdivisions of this state, tribal governments and any university under the jurisdiction of the Arizona board of regents, and any federal monies used to match those payments, in fiscal year 2020-2021 by the Arizona health care cost containment system administration in excess of $27,137,600 are appropriated to the administration in fiscal year 2020-2021. Before spending these increased monies, the administration shall notify the joint legislative budget committee and the governor's office of strategic planning and budgeting of the amount of monies that will be spent under this provision.

The expenditure authority fund source includes voluntary payments made from political subdivisions for payments to hospitals that operate a graduate medical education program or treat low-income patients and for payments to qualifying providers affiliated with teaching hospitals. The political subdivision portions of the fiscal year 2020-2021 costs of graduate medical education, disproportionate share payments – voluntary match, safety net care pool, traditional medicaid services, proposition 204 services and adult expansion services line items are included in the expenditure authority fund source.

Any monies for graduate medical education received in fiscal year 2020-2021, including any federal matching monies, by the Arizona health care cost containment system administration in excess of $357,621,200 are appropriated to the administration in fiscal year 2020-2021. Before spending these increased monies, the administration shall notify the joint legislative budget committee and the governor's office of strategic planning and budgeting of the amount of monies that will be spent under this provision.

Notwithstanding section 36-2903.01, subsection G, paragraph 9, subdivisions (a), (b) and (c), Arizona Revised Statutes, the amount for graduate medical education includes $3,333,400 from the state general fund and $7,781,700 from expenditure authority for the direct and indirect costs of graduate medical education programs located in a county with a population of less than five hundred thousand persons.– The state general fund amount may supplement, but not supplant, voluntary payments made from political subdivisions for payments to hospitals that operate a graduate medical education program. The administration shall prioritize distribution to programs at hospitals in counties with a higher percentage of persons residing in a health professional shortage area as defined in 42 Code of Federal Regulations part 5.

Notwithstanding section 36-2903.01, subsection G, paragraph 9, subdivisions (a), (b) and (c), Arizona Revised Statutes, the amount for graduate medical education includes $2,666,600 from the state general fund and $6,225,000 from expenditure authority for the direct and indirect costs of graduate medical education programs located in a county with a population of more than five hundred thousand persons.– The state general fund amount may supplement, but not supplant, voluntary payments made from political subdivisions for payments to hospitals that operate a graduate medical education program. The administration shall prioritize distribution to programs at hospitals in counties with a higher percentage of persons residing in a health professional shortage area as defined in 42 Code of Federal Regulations part 5.

Monies appropriated for graduate medical education in this section are exempt from the provisions of section 35-190, Arizona Revised Statutes, relating to lapsing of appropriations until June 30, 2022.

Any monies received for the safety net care pool by the Arizona health care cost containment system administration in fiscal year 2020-2021, including any federal matching monies, are appropriated to the administration in fiscal year 2020-2021.– Before spending these monies, the administration shall notify the joint legislative budget committee and the governor's office of strategic planning and budgeting of the amount of monies that will be spent under this provision.

Other

On or before July 1, 2021, the Arizona health care cost containment system administration shall report to the director of the joint legislative budget committee the total amount of medicaid reconciliation payments and penalties received on or before that date since July 1, 2020.

The nonappropriated portion of the prescription drug rebate fund established by section 36-2930, Arizona Revised Statutes, is included in the federal portion of the expenditure authority fund source.

Sec.|9. BOARD OF ATHLETIC TRAINING

2020-21

FTE positions 1.5
Lump sum appropriation $ 127,000

Fund sources:
Athletic training fund $ 127,000

Sec.|10. ATTORNEY GENERAL – DEPARTMENT OF LAW

2020-21

FTE positions 607.7
Operating lump sum appropriation $ 53,254,200
Capital postconviction prosecution 802,700

Child and family advocacy centers.....100,000
Internet crimes against children
enforcement.....1,250,000
Federalism unit.....1,002,200
Government accountability and
special litigation.....1,208,700
Risk management interagency
service agreement.....9,590,000
State grand jury.....181,100
Southern Arizona law enforcement.....1,525,100
Tobacco enforcement.....821,600
Victims' rights.....3,767,700
Voter fraud unit.....530,000
Total appropriation - attorney general -
department of law.....$ 74,033,300
Fund sources:
State general fund.....$ 24,497,400
Antitrust enforcement revolving
fund.....148,600
Attorney general legal services
cost allocation fund.....2,105,000
Collection enforcement revolving
fund.....6,914,700
Consumer protection-consumer
fund revolving fund.....9,664,400
Interagency service agreements fund.....16,445,500
Internet crimes against children
enforcement fund.....900,000
Risk management revolving fund.....9,590,000
Victims' rights fund.....3,767,700

All monies appropriated to the attorney general legal services line item in the department of child safety budget do not count toward the attorney general's interagency service agreements fund appropriation in fiscal year 2020-2021.

Within ten days after receiving a complaint alleging a violation of section 15-511, Arizona Revised Statutes, the attorney general shall forward a copy of the complaint to the governor, the president of the senate and the speaker of the house of representatives.

The amount appropriated for the child and family advocacy centers line item is allocated to the child and family advocacy center fund established by section 41-191.11, Arizona Revised Statutes.

The $900,000 appropriation from the internet crimes against children enforcement fund established by section 41-199, Arizona Revised Statutes, and the $350,000 appropriation from the state general fund for the internet crimes against children enforcement line item are continuing appropriations and are exempt from the provisions of section 35-190, Arizona Revised Statutes, relating to lapsing of appropriations, through June 30, 2022.

Sec. 11. BOARD OF BARBERS

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2020-21.....

FTE positions.....
4.0.....
Lump sum appropriation.....
$ 406,300.....
Fund sources:
Board of barbers fund.....
$ 406,300.....

Sec. 12. BOARD OF BEHAVIORAL HEALTH EXAMINERS

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2020-21.....

FTE positions.....
17.0.....
Lump sum appropriation.....
$ 1,770,000.....

Fund sources:
Board of behavioral health
||examiners fund
$ 1,770,000
Sec. 13. STATE BOARD FOR CHARTER SCHOOLS
2020-21
FTE positions
19.0
Lump sum appropriation
$ 1,714,500
Fund sources:
State general fund
$ 1,714,500
Sec. 14. DEPARTMENT OF CHILD SAFETY
2020-21
FTE positions 3,193.1
Operating lump sum appropriation $113,676,700
Additional operating resources
Attorney general legal services 25,522,800
Caseworkers 105,428,600
General counsel 156,100
Inspections bureau 2,483,200
Litigation expenses 2,602,000
New case aides 3,185,200
Office of child welfare
investigations 9,646,300
Overtime pay 8,407,700
Records retention staff 594,300
Training resources 9,150,000
Out-of-home placements
Congregate group care 89,788,900
Extended foster care 14,437,200
Foster home placement 51,929,500
Foster home recruitment, study
and supervision 32,753,600
Kinship care 5,000,000
Permanent placements
Adoption services 278,258,500
Permanent guardianship subsidy 12,516,900
Support services
DCS child care subsidy 56,559,400
In-home mitigation 28,988,100
Out-of-home support services 153,910,900
Preventive services 15,148,300
Total appropriation and expenditure
authority - department of
child safety $1,020,144,200
Fund sources:
State general fund $ 384,653,400
Federal child care and
development fund block grant 35,400,000
Federal temporary assistance for
needy families block grant 157,428,800
Child abuse prevention fund 1,459,300
Children and family services
training program fund 207,100
Risk management revolving fund 2,602,000

Child safety expenditure authority��� 438,393,600

Additional operating resources

The department of child safety shall provide training to any new child safety FTE positions before assigning any client caseload duties to any of these employees.

The legislature intends that the department of child safety use its funding to achieve a one hundred percent investigation rate.

All expenditures made by the department of child safety for attorney general legal services shall be funded only from the attorney general legal services line item.� Monies in department of child safety line items intended for this purpose shall be transferred to the attorney general legal services line item before expenditure.

The amount appropriated for litigation expenses is exempt from the provisions of section 35-190, Arizona Revised Statutes, relating to lapsing of appropriations, until June 30, 2022.

Out-of-home placements

The department of child safety may transfer up to ten percent of the total amount of federal temporary assistance for needy families block grant monies appropriated to the department of economic security and the department of child safety to the social services block grant.� Before transferring federal temporary assistance for needy families block grant monies to the social services block grant, the department of child safety shall report the proposed amount of the transfer to the director of the joint legislative budget committee.� This report may be in the form of an expenditure plan that is submitted at the beginning of the fiscal year and updated, if necessary, throughout the fiscal year.

The amount appropriated for kinship care shall be used for a stipend of $75 per month for a relative caretaker, including a grandparent, any level of great-grandparent or any nongrandparent relative, or a caretaker of fictive kinship, if a dependent child is placed in the care of a relative caretaker or caretaker of fictive kinship pursuant to department guidelines. The department shall provide the stipend on behalf of all children placed with an unlicensed kinship foster care parent. The unlicensed kinship foster care parent is not required to file an application to receive the stipend.� Before changing the eligibility for the program or the amount of the stipend, the department shall submit a report for review by the joint legislative budget committee detailing the proposed changes.

Departmentwide

The amount appropriated for any line item may not be transferred to another line item or to the operating budget unless the transfer is reviewed by the joint legislative budget committee.

Child safety expenditure authority includes all department funding sources excluding the state general fund, the federal child care and development fund block grant, the federal temporary assistance for needy families block grant, the child abuse prevention fund and the children and family services training program fund.

On or before January 2, 2021, the department of child safety shall submit a report to the joint legislative budget committee on the department's efforts to implement the family first prevention services act of 2018. The report shall quantify the department's efforts in at least the following areas, including any associated fiscal impacts:

1. Reducing the number of children placed for more than two weeks in congregate care settings, excluding qualified residential treatment programs, facilities for pregnant and parenting youth, supervised independent living and specialized programs for victims of sex trafficking.

2. Assisting congregate care providers in attaining status as qualified residential treatment programs.

3. Identifying alternative placements, including therapeutic foster homes, for children who would otherwise be placed in congregate care.

4. Expanding evidence-based, in-home parent skill-based programs and mental health and substance abuse prevention and treatment services.

Benchmarks

For the purposes of this section, "backlog case":

1. Means any nonactive case for which documentation has not been entered in the child welfare automated system for at least sixty days and for which services have not been authorized for at least sixty days and any case that has had an investigation, has been referred to another unit and has had no contact for at least sixty days.

2. Includes any case for which the investigation has been open without any documentation or contact for at least sixty days, any case involving in-home services for which there has been no contact or services authorized for at least sixty days and any case involving foster care in which there has been no contact or any documentation entered in the child welfare automated system for at least sixty days.

For the purposes of this section, "open report" means a report that is under investigation or awaiting closure by a supervisor.

On or before September 30, 2020, and on or before the last day of every calendar quarter through June 30, 2021, the department of child safety shall present a report for review by the joint legislative budget committee on the progress made in meeting the caseload standard and reducing the number of backlog cases and out-of-home children.� The report shall include the number of backlog cases, the number of open reports, the number of out-of-home children and the caseworker workload in comparison to the previous quarter.� The report shall

provide the number of backlog cases by disposition, including the number of backlog cases in the investigation phase, the number of backlog cases associated with out-of-home placements and the number of backlog cases associated with in-home cases.

To determine the caseworker workload, the department shall report the number of case-carrying caseworkers at each field office and the number of investigations, in-home cases and out-of-home children assigned to each field office.

For backlog cases, the department's quarterly benchmark is 1,000 cases.

For open reports, the department's benchmark is fewer than 8,000 open reports.

For out-of-home children, the department's benchmark is 13,964 children.

If the department of child safety has not submitted the quarterly report within thirty days after the last day of the calendar quarter, the director of the joint legislative budget committee shall inform the general accounting office of the department of administration, which shall withhold two percent of the department of child safety's operating lump sum quarterly budget allocation until the department of child safety submits the quarterly report.

Sec. 15. STATE BOARD OF CHIROPRACTIC EXAMINERS

2020-21

FTE positions 5.0

Lump sum appropriation $ 438,600

Fund sources:

Board of chiropractic examiners fund $ 438,600

Sec. 16. ARIZONA COMMERCE AUTHORITY

2020-21

Operating lump sum appropriation $ 10,000,000

Arizona competes fund deposit 5,500,000

Israel trade office 175,000

Mexico trade offices 500,000

Total appropriation – Arizona commerce authority $ 16,175,000

Fund sources:

State general fund $ 16,175,000

Pursuant to section 43-409, Arizona Revised Statutes, of the amounts listed above, $15,500,000 of the state general fund withholding tax revenues is allocated in fiscal year 2020-2021 to the Arizona commerce authority, of which $10,000,000 is credited to the Arizona commerce authority fund established by section 41-1506, Arizona Revised Statutes, and $5,500,000 is credited to the Arizona competes fund established by section 41-1545.01, Arizona Revised Statutes.

Sec. 17. ARIZONA COMMUNITY COLLEGES

2020-21

Equalization aid

Cochise $ 7,227,100

Graham 17,469,100

Navajo 8,444,300

Yuma/La Paz 155,200

Total – equalization aid $ 33,295,700

Operating state aid

Cochise $ 4,690,700

Coconino 1,698,400

Gila
296,300
Graham
2,338,800
Mohave
1,138,900
Navajo
1,554,800
Pinal 1,128,300
Yavapai
585,800
Yuma/La Paz
2,384,800
Total operating state aid $ 15,816,800
STEM and workforce programs state aid
Cochise
$ 1,014,500
Coconino
397,400
Gila 136,000
Graham
627,600
Mohave
441,900
Navajo
334,800
Pinal 96,500
Santa Cruz 23,700
Yavapai
697,500
Yuma/La Paz
1,024,900
Total STEM and workforce programs
state aid $ 4,794,800
Rural county reimbursement subsidy $ 1,273,800
Additional Gila workforce
development aid 200,000
Din college remedial education 1,000,000
Total appropriation Arizona community
colleges
$ 56,381,100
Fund sources:
State general fund $ 56,381,100

Of the $1,273,800 appropriated to the rural county reimbursement subsidy line item, Apache county receives $699,300 and Greenlee county receives $574,500.

On or before October 15, 2021, the Din college board of regents shall submit to the governor, the speaker of the house of representatives, the president of the senate, the secretary of state and the joint legislative budget committee a report that details the course completion rate for students who received remedial education during the 2020-2021 academic year.

Sec. 18. REGISTRAR OF CONTRACTORS
2020-21
FTE positions
105.6
Operating lump sum appropriation $ 11,351,200
Office of administrative hearings
costs
1,017,600
Total appropriation registrar of

contractors$ 12,368,800

Fund sources:

Registrar of contractors fund$ 12,368,800

Sec. 19. CORPORATION COMMISSION

2020-21

FTE positions300.9

Operating lump sum appropriation$ 26,986,800

Corporation filings, same-day service402,000

Utilities audits, studies, investigations and hearings380,000*

Total appropriation - corporation commission$ 27,768,800

Fund sources:

State general fund$ 620,800

Arizona arts trust fund50,700

Investment management regulatory and enforcement fund718,000

Public access fund6,771,800

Securities regulatory and enforcement fund5,115,800

Utility regulation revolving fund14,491,700

The $402,000 appropriated from the public access fund for the corporation filings, same-day service line item reverts to the public access fund established by section 10-122.01, Arizona Revised Statutes, at the end of fiscal year 2020-2021 if the commission has not established a same-day service pursuant to section 10-122, Arizona Revised Statutes.

Sec. 20. STATE DEPARTMENT OF CORRECTIONS

2020-21

FTE positions9,566.0

Operating lump sum appropriation$ 833,439,500

Private prison per diem171,493,300

Community corrections20,747,400

Inmate health care contracted services194,711,700

Total appropriation - state department of corrections$1,220,391,900

Fund sources:

State general fund$1,167,111,300

State education fund for correctional education729,300

Alcohol abuse treatment fund555,500

Penitentiary land fund2,780,300

State charitable, penal and reformatory institutions land fund2,661,800

Corrections fund30,312,300

Transition program fund2,400,100

Prison construction and operations fund12,500,000

Inmate store proceeds fund1,341,300

Of the amount appropriated in the operating lump sum, $408,913,100 is designated for personal services and $247,206,900 is designated for employee-related expenditures.❖ The department shall submit an expenditure plan to the joint legislative budget committee for review before spending these monies other than for personal services or employee-related expenditures.

Before placing any inmates in out-of-state provisional beds, the department shall place inmates in all available prison beds in facilities that are located in this state and that house Arizona inmates, unless the out-of-state provisional beds are of a comparable security level and price.

The state department of corrections shall forward to the president of the senate, the speaker of the house of representatives, the chairpersons of the senate and house of representatives appropriations committees and the director of the joint legislative budget committee a monthly report comparing department expenditures for the month and year-to-date as compared to prior-year expenditures on or before the thirtieth of the following month.❖ The report shall be in the same format as the prior fiscal year and include an estimate of potential shortfalls, potential surpluses that may be available to offset these shortfalls and a plan, if necessary, for eliminating any shortfall without a supplemental appropriation.❖ The report shall include the number of filled and vacant correctional officer and medical staff positions departmentwide and by prison complex.

On or before August 1, 2020, the state department of corrections shall provide a report on bed capacity to the joint legislative budget committee for its review.❖ The report shall reflect the bed capacity for each security classification by gender at each state-run and private institution, divided by rated and total beds.❖ The report shall include bed capacity data for June 30, 2019 and June 30, 2020 and the projected capacity for June 30, 2021, as well as the reasons for any change within that time period. Within the total bed count, the department shall provide the number of temporary and special use beds. The report shall also address the department's rationale for eliminating any permanent beds rather than reducing the level of temporary beds. If the department develops a plan after its August 1 report to open or close state-operated prison rated beds or cancel or not renew contracts for privately operated prison beds, the department shall submit a bed plan detailing the proposed bed closures for review by the joint legislative budget committee before implementing these changes.

One hundred percent of land earnings and interest from the penitentiary land fund shall be distributed to the state department of corrections in compliance with the enabling act and the Constitution of Arizona to be used to support state penal institutions.

On or before August 31, 2020, and on or before the last day of November, February and May in fiscal year 2020-2021, the state department of corrections shall present a report for review by the joint legislative budget committee on the progress made in meeting the staffing needs for correctional officers.❖ The report due on August 31, 2020 shall include the department's recommended benchmarks through June 30, 2021 and how the department plans to reach those benchmarks. Each quarterly report shall include the number of filled correctional officer positions, the number of vacant correctional officer positions, the number of people in training, the number of separations and the number of hours of overtime worked during the quarter. The report shall detail these amounts both departmentwide and by prison complex.

Any monies used to replace the adult inmate management system are subject to review by the Arizona strategic enterprise technology office and the information technology authorization committee pursuant to section 18-121, Arizona Revised Statutes.

Of the amount appropriated for the private prison per diem line item, $17,468,300 shall be used to make a debt service payment on the financing agreement authorized by Laws 2016, chapter 119, section 24.

Twenty-five percent of land earnings and interest from the state charitable, penal and reformatory institutions land fund shall be distributed to the state department of corrections in compliance with the enabling act and the Constitution of Arizona to be used to support state penal institutions.

Before spending any state education fund for correctional education monies in excess of $729,300, the state department of corrections shall report the intended use of the monies to the director of the joint legislative budget committee.❖

On or before August 1, 2O20 and February 1, 2O21, the state department of corrections shall submit a report to the joint legislative budget committee on the status of the performance measures tracked by the department as required by the Parson v. Ryan stipulation agreement, a copy of any court-ordered compliance reports filed by the department or a contracted provider during the reporting period and a copy of any report produced by a court-appointed monitor regarding the delivery of health services during each reporting period.❖ The report shall include the number of performance measures in total and by facility with which the department is not in substantial compliance, an explanation for why the department is not in substantial compliance and the department's plans to comply with the measures.❖ The report shall also list the measures the department is no longer required to track as a result of compliance with the stipulation.

Before implementing any changes in contracted rates for inmate health care contracted services, the state department of corrections shall submit its expenditure plan for review by the joint legislative budget committee.

On or before August 1, 2020, the state department of corrections shall transfer to the public safety personnel retirement system via the department of administration its estimated required annual contribution to the corrections officer retirement plan for fiscal year 2020-2021.

Sec. 21. BOARD OF COSMETOLOGY

2020-21

FTE positions 24.5

Lump sum appropriation $ 1,844,900

Fund sources:

Board of cosmetology fund $ 1,844,900

Sec. 22. ARIZONA CRIMINAL JUSTICE COMMISSION

2020-21

FTE positions 11.0

Operating lump sum appropriation $ 1,268,700

State aid to county attorneys 973,700

Victim compensation and assistance 4,223,000

Total appropriation - Arizona criminal justice commission $ 6,465,400

Fund sources:

Criminal justice enhancement fund $ 655,500

Resource center fund 613,200

State aid to county attorneys fund 973,700

Victim compensation and assistance fund 4,223,000

All victim compensation and assistance fund monies received by the Arizona criminal justice commission in excess of $4,223,000 in fiscal year 2020-2021 are appropriated to the crime victims program. Before spending any victim compensation and assistance fund monies in excess of $4,223,000 in fiscal year 2020-2021, the Arizona criminal justice commission shall report the intended use of the monies to the joint legislative budget committee.

All monies received by the Arizona criminal justice commission in excess of $973,700 in fiscal year 2020-2021 from the state aid to county attorneys fund established by section 11-539, Arizona Revised Statutes, are appropriated to the state aid to county attorneys program. Before spending any state aid to county attorneys fund monies in excess of $973,700 in fiscal year 2020-2021, the Arizona criminal justice commission shall report the intended use of the monies to the joint legislative budget committee.

Sec. 23. ARIZONA STATE SCHOOLS FOR THE DEAF AND THE BLIND

2020-21

FTE positions 562.2

Administration/statewide $ 6,165,600

Phoenix day school for the deaf 10,751,800

Tucson campus 13,638,900

Preschool/outreach programs 5,250,600

School bus/agency vehicle replacement 369,000

Total appropriation - Arizona state schools for the deaf and the blind $ 36,175,900

Fund sources:

State general fund $ 23,214,400

Schools for the deaf and the blind fund 12,961,500

Before spending any schools for the deaf and the blind fund monies in excess of $12,961,500 in fiscal year 2020-2021, the Arizona state schools for the deaf and the blind shall report to the joint legislative budget

committee the intended use of the monies.

Sec. 24. COMMISSION FOR THE DEAF AND THE HARD OF HEARING

2020-21

FTE positions 17.0

Operating lump sum appropriation $ 4,432,900

Support services for the deaf-blind 192,000

Total appropriation - commission for the deaf and the hard of hearing $ 4,624,900

Fund sources:

Telecommunication fund for the deaf $ 4,624,900

Sec. 25. STATE BOARD OF DENTAL EXAMINERS

2020-21

FTE positions 11.0

Lump sum appropriation $ 1,229,800

Fund sources:

Dental board fund $ 1,229,800

Sec. 26. OFFICE OF ECONOMIC OPPORTUNITY

2020-21

FTE positions 5.0

Lump sum appropriation $ 468,300

Fund sources:

State general fund $ 468,300

Sec. 27. DEPARTMENT OF ECONOMIC SECURITY

2020-21

FTE positions 4,377.8

Operating lump sum appropriation $159,159,200

Administration

Attorney general legal services 11,057,700

Aging and adult services

Adult services 8,731,900

Community and emergency services 3,724,000

Coordinated homeless services 2,522,600

Domestic violence prevention 14,003,700

Benefits and medical eligibility

Temporary assistance for needy families - cash benefits 22,736,400

Coordinated hunger services 1,754,600

Tribal pass-through funding 4,680,300

Child support enforcement

County participation 8,740,200

Developmental disabilities

DDD administration 103,453,100

DDD premium tax payment 43,472,900

Case management - medicaid 84,736,500

Home and community based services - medicaid 1,527,565,500

Institutional services -

medicaid 45,255,700
Physical and behavioral health services - medicaid 392,821,600
Medicare clawback payments 4,388,900
Targeted case management - medicaid 11,151,100
Case management - state-only 6,194,600
Home and community based services - state-only 13,589,000
Cost effectiveness study - client services 1,220,000
Arizona early intervention program 6,319,000
State-funded long-term care services 35,409,400

Employment and rehabilitation services

JOBS 11,005,600
Child care subsidy 169,095,000
Independent living rehabilitation services 1,289,400
Rehabilitation services 7,249,100
Workforce investment act services 53,654,600

Total appropriation and expenditure authority - department of economic security $2,754,981,600

Fund sources:

State general fund ..... $ 808,448,100
Federal child care and development fund block grant 181,251,300
Federal temporary assistance for needy families block grant 65,395,900
Long-term care system fund 26,559,600
Public assistance collections fund 423,400
Special administration fund 4,511,200
Spinal and head injuries trust fund 2,326,800
Statewide cost allocation plan fund 1,000,000
Child support enforcement administration fund 17,094,700
Domestic violence services fund 4,000,000
Workforce investment act grant 56,044,500
Child support enforcement administration fund expenditure authority 42,299,500
Developmental disabilities medicaid expenditure authority 1,545,626,600

Aging and adult services

All domestic violence services fund monies in excess of $4,000,000 received by the department of economic security are appropriated for the domestic violence prevention line item. Before spending these increased monies, the department shall report the intended use of monies in excess of $4,000,000 to the joint legislative budget committee.

On or before December 15, 2020, the department of economic security shall report to the joint legislative budget committee the amount of state and federal monies available statewide for domestic violence funding. The report shall include, at a minimum, the amount of monies available and the state fiscal agent receiving those monies.

Benefits and medical eligibility

The operating lump sum appropriation may be spent on Arizona health care cost containment system eligibility determinations based on the results of the Arizona random moment sampling survey.

Child support enforcement

All state shares of retained earnings, fees and federal incentives in excess of $17,094,700 received by the division of child support enforcement are appropriated for operating expenditures. New FTE positions may be authorized with the increased funding. Before spending these increased monies, the department of economic security shall report the intended use of the monies to the joint legislative budget committee.

Before the department may spend any monies to replace the child support information technology system, the Arizona strategic enterprise technology office shall submit, on behalf of the department of economic security, an expenditure plan to the joint legislative budget committee for review. 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 appropriation from the automation projects fund pursuant to section 41-714, Arizona Revised Statutes.

Developmental disabilities

On or before September 1, 2021, the department of economic security shall report to the president of the senate, the speaker of the house of representatives, the chairpersons of the senate and house of representatives appropriations committees and the director of the joint legislative budget committee any new placement into a state-owned ICF-IID or the Arizona training program at the Coolidge campus in fiscal year 2020-2021 and the reason this placement, rather than a placement into a privately run facility for persons with developmental disabilities, was deemed as the most appropriate placement. The department shall also report if no new placements were made.❖ On or before September 1, 2021, the department shall also report to the director of the joint legislative budget committee the total costs associated with the Arizona training program at Coolidge in fiscal year 2020-2021.

The department shall report to the joint legislative budget committee on or before March 1 of each year on preliminary actuarial estimates of the capitation rate changes for the following fiscal year along with the reasons for the estimated changes.❖ For any actuarial estimates that include a range, the total range from minimum to maximum may not be more than two percent.❖ Before implementing any changes in capitation rates for the long-term care system, the department shall submit a report for review by the joint legislative budget committee. Before the department implements any change in policy affecting the amount, sufficiency, duration and scope of health care services and who may provide services, the department shall prepare a fiscal impact analysis on the potential effects of this change on the following year's capitation rates. If the fiscal impact analysis demonstrates that this change will result in additional state costs of $500,000 or more for any fiscal year, the department shall submit the policy change for review by the joint legislative budget committee.

Before implementing developmental disabilities or long-term care statewide provider rate adjustments that are not already specifically authorized by the legislature, court mandates or changes to federal law, the department shall submit a report for review by the joint legislative budget committee that includes, at a minimum, the estimated cost of the provider rate adjustment and the ongoing source of funding for the adjustment, if applicable.

Before transferring any monies in or out of the case management ❖medicaid, case management ❖ state-only and DDD administration line items, the department shall submit a report for review by the joint legislative budget committee.

The department shall submit an expenditure plan to the joint legislative budget committee for review of any new division of developmental disabilities salary adjustments not previously reviewed by the joint legislative budget committee.

On or before August 1, 2020 the department shall report to the joint legislative budget committee the number of filled positions for case managers and non-case managers in the division of developmental disabilities as of June 30, 2020. The department shall submit an expenditure plan of its staffing levels for review by the joint legislative budget committee if the department plans on hiring staff for non-case manager, non-case aide, non-case unit supervisor and non-case section manager positions above the staffing level indicated in the August 1, 2020 report.

Employment and rehabilitation services

The legislature intends that the combined number of children in child care assistance authorized pursuant to section 46-803, subsections D and F, Arizona Revised Statutes, be maintained throughout the year at a minimum of 8,500 children.❖ The department of economic security shall prioritize child care assistance for families that qualify for assistance pursuant to section 46-803, subsection F, Arizona Revised Statutes, on the waiting lists established pursuant to section 46-803, subsection J, Arizona Revised Statutes.

All workforce investment act grant monies that are received by this state in excess of $56,044,500 are appropriated to the workforce investment act services line item. Before spending these increased monies, the department shall report the intended use of monies in excess of $56,044,500 to the joint legislative budget committee.

Before the department of economic security changes child care reimbursement rates, the department shall submit the proposed changes for review by the joint legislative budget committee.

Departmentwide

The above appropriations are in addition to monies granted to this state by the federal government for the same purposes but are deemed to include the sums deposited in the state treasury to the credit of the department

of economic security pursuant to section 42-5029, Arizona Revised Statutes.

The department of economic security shall forward to the president of the senate, the speaker of the house of representatives, the chairpersons of the senate and house of representatives appropriations committees and the director of the joint legislative budget committee a monthly report comparing total expenditures for the month and year-to-date as compared to prior-year totals on or before the thirtieth of the following month. The report shall include an estimate of potential shortfalls in entitlement programs and potential federal and other monies, such as the statewide assessment for indirect costs, and any projected surplus in state-supported programs that may be available to offset these shortfalls and a plan, if necessary, for eliminating any shortfall without a supplemental appropriation.

Sec. 28. STATE BOARD OF EDUCATION

2020-21

FTE positions 6.0

Lump sum appropriation $ 1,158,900

Fund sources:

State general fund $ 1,158,900

Sec. 29. SUPERINTENDENT OF PUBLIC INSTRUCTION

2020-21

FTE positions 195.9

Operating lump sum appropriation $ 13,296,900

Formula programs

Basic state aid 4,037,459,800

Results-based funding 68,600,000

Special education fund 36,029,200

Other state aid to districts 983,900

Classroom site fund 602,511,600

Instructional improvement fund 48,765,400

Property tax relief

Additional state aid 444,211,400

Non-formula programs

Accountability and achievement testing 16,422,500

Adult education 4,634,400

Alternative teacher development program 500,000

Arizona structured English immersion fund 4,960,400

CTED completion grants 1,000,000

CTED soft capital and equipment 1,000,000

College credit by examination incentive program 5,000,000

Computer science pilot program 1,000,000

Early literacy 12,000,000

Education learning and accountability system 5,300,200

Empowerment scholarship account administration 1,283,400

English learner administration 6,509,600

Geographic literacy 100,000

Jobs for Arizona graduates 100,000

School safety program 31,947,000

State block grant for vocational education 11,576,300

Teacher certification 2,387,000

Tribal college dual enrollment program 250,000

Total appropriation and expenditure

authority - superintendent of public instruction $5,357,829,000

Fund sources:

State general fund $4,297,866,200

Proposition 301 fund 7,000,000

Permanent state school fund 300,612,600

Teacher certification fund 2,342,700

Tribal college dual enrollment program fund 250,000

Department of education professional development revolving fund 2,700,000

Expenditure authority 747,057,500

Operating budget

The operating lump sum appropriation includes $683,900 and 8.5 FTE positions for average daily membership auditing and $200,000 and 2 FTE positions for information technology security services.

The amount appropriated for the department's operating budget includes $500,000 for technical assistance and state-level administration of the K-3 reading program established pursuant to section 15-211, Arizona Revised Statutes.

Any monies available to the department of education pursuant to section 42-5029, subsection E, paragraph 8, Arizona Revised Statutes, for the failing schools tutoring fund established by section 15-241, Arizona Revised Statutes, in excess of the expenditure authority amounts are allocated for the purposes of section 42-5029, subsection E, paragraph 8, Arizona Revised Statutes.

Any monies available to the department of education pursuant to section 42-5029, subsection E, paragraph 6, Arizona Revised Statutes, for character education matching grants pursuant to section 15-154.01, Arizona Revised Statutes, in excess of the expenditure authority amounts are allocated for the purposes of section 42-5029, subsection E, paragraph 6, Arizona Revised Statutes.

Basic state aid

The appropriation for basic state aid provides basic state support to school districts for maintenance and operations funding as provided by section 15-973, Arizona Revised Statutes, and includes an estimated $300,612,600 in expendable income derived from the permanent state school fund and from state trust lands pursuant to section 37-521, subsection B, Arizona Revised Statutes, for fiscal year 2020-2021.

Monies derived from the permanent state school fund and any other non-state general fund revenue source that is dedicated to fund basic state aid shall be spent, whenever possible, before spending state general fund monies.

Except as required by section 37-521, Arizona Revised Statutes, all monies received during the fiscal year from national forests, interest collected on deferred payments on the purchase of state lands, income from investing permanent state school funds as prescribed by the enabling act and the Constitution of Arizona and all monies received by the superintendent of public instruction from whatever source, except monies received pursuant to sections 15-237 and 15-531, Arizona Revised Statutes, when paid into the state treasury are appropriated for apportionment to the various counties in accordance with law. An expenditure may not be made except as specifically authorized above.

Other programs

Any monies available to the department of education pursuant to section 42-5029, subsection E, paragraph 5, Arizona Revised Statutes, for the increased cost of basic state aid due to added school days in excess of the expenditure authority amounts are allocated for the purposes of section 42-5029, subsection E, paragraph 5, Arizona Revised Statutes.

The basic state aid appropriation for fiscal year 2020-2021 includes a state general fund increase of $124,500,000, which the legislature and governor intend to be used for teacher salary increases that are in addition to teacher salary increases provided for fiscal year 2019-2020.

Any monies available to the department of education for the classroom site fund pursuant to section 37-521, subsection B, paragraph 4 and section 42-5029, subsection E, paragraph 10, Arizona Revised Statutes, in excess of expenditure authority amounts are allocated for the purposes of section 37-521, subsection B, paragraph 4 and section 42-5029, subsection E, paragraph 10, Arizona Revised Statutes.

Any monies available to the department of education from the instructional improvement fund established by section 15-979, Arizona Revised Statutes, in excess of the expenditure authority amounts are allocated for the purposes of section 15-979, Arizona Revised Statutes.

Before making any changes to the achievement testing program that will increase program costs, the department of education and the state board of education shall submit the estimated fiscal impact of those changes to the joint legislative budget committee for review.

Any monies available to the department of education for accountability purposes pursuant to section 42-5029, subsection E, paragraph 7, Arizona Revised Statutes, in excess of the expenditure authority amounts are allocated for the purposes of section 42-5029, subsection E, paragraph 7, Arizona Revised Statutes.

Monies appropriated for career technical education district completion grants are intended to help fund program completion for students who complete at least fifty percent of a career technical education program before graduating from high school and who successfully complete the career technical education district program after graduating from high school. **The department of education shall develop application procedures for the career technical education district completion grant program.** **The procedures shall award grant funding only after an eligible student has successfully completed a career technical education district program.**

If the appropriated amount for CTED completion grants is insufficient to fund all grant requests from career technical education districts, the department of education shall reduce grant amounts on a proportional basis in order to cap total statewide allocations at $1,000,000.

The appropriated amount for CTED completion grants is exempt from the provisions of section 35-190, Arizona Revised Statutes, relating to lapsing of appropriations through fiscal year 2020-2021.

The department of education shall distribute the appropriated amount for CTED soft capital and equipment to career technical education districts with fewer than two thousand average daily membership pupils for soft capital and equipment expenses. The appropriated amount shall be allocated on a pro rata basis based on the average daily membership of eligible career technical education districts.

The department of education shall use the appropriated amount for English learner administration to provide English language acquisition services for the purposes of section 15-756.07, Arizona Revised Statutes, and for the costs of providing English language proficiency assessments, scoring and ancillary materials as prescribed by the department of education to school districts and charter schools for the purposes of title 15, chapter 7, article 3.1, Arizona Revised Statutes. **The department may use a portion of the appropriated amount to hire staff or contract with a third party to carry out the purposes of section 15-756.07, Arizona Revised Statutes. Notwithstanding section 41-192, Arizona Revised Statutes, the superintendent of public instruction also may use a portion of the appropriated amount to contract with one or more private attorneys to provide legal services in connection with the case of Flores v. State of Arizona, No. CIV 92-596-TUC-RCC.**

The department of education shall use the appropriated amount for geographic literacy to issue a grant to a statewide geographic alliance for strengthening geographic literacy in this state.

The department of education shall use the appropriated amount for jobs for Arizona graduates to issue a grant to a nonprofit organization for a jobs for Arizona graduates program.

Any monies available to the department of education for school safety pursuant to section 42-5029, subsection E, paragraph 6, Arizona Revised Statutes, in excess of the expenditure authority amounts are allocated for the purposes of section 42-5029, subsection E, paragraph 6, Arizona Revised Statutes.

After review by the joint legislative budget committee, in fiscal year 2020-2021, the department of education may use a portion of its fiscal year 2020-2021 state general fund appropriations for basic state aid, additional state aid or the special education fund, to fund a shortfall in funding for basic state aid, additional state aid or the special education fund, if any, that occurred in fiscal year 2019-2020.

The department shall provide an updated report on its budget status every three months for the first half of each fiscal year and every month thereafter to the president of the senate, the speaker of the house of representatives, the chairpersons of the senate and house of representatives appropriations committees, the director of the joint legislative budget committee and the director of the governor's office of strategic planning and budgeting. Each report shall include, at a minimum, the department's current funding surplus or shortfall projections for basic state aid and other major formula-based programs and is due thirty days after the end of the applicable reporting period.

Within fifteen days after each apportionment of state aid that occurs pursuant to section 15-973, subsection B, Arizona Revised Statutes, the department shall post on its website the amount of state aid apportioned to each recipient and the underlying data.

Sec. 30. DEPARTMENT OF EMERGENCY AND MILITARY AFFAIRS

	2020-21
FTE positions	**63.1**
Administration	**$ 1,797,600**
Emergency management	**730,900**
Military affairs	**1,339,800**
Emergency management matching funds	**1,543,300**
National guard matching funds	**1,700,000**
National guard tuition reimbursement	**1,000,000**

Total appropriation – department of emergency and military affairs..... $ 8,111,600

Fund sources:

State general fund..... $ 8,111,600

The $1,700,000 national guard matching funds appropriation is exempt from the provisions of section 35-190, Arizona Revised Statutes, relating to lapsing of appropriations, except that all fiscal year 2020-2021 monies remaining unexpended and unencumbered on December 31, 2021 revert to the state general fund.

Sec. 31. DEPARTMENT OF ENVIRONMENTAL QUALITY

2020-21

FTE positions..... 322.0

Operating lump sum appropriation..... $ 46,822,700

Safe drinking water program..... 1,812,000

Emissions control contractor payment..... 21,119,500

Total appropriation – department of environmental quality..... $ 69,754,200

Fund sources:

Air quality fund..... $ 5,389,800

Emergency response fund..... 132,800

Emissions inspection fund..... 26,588,000

Hazardous waste management fund..... 1,748,200

Indirect cost recovery fund..... 13,615,900

Permit administration fund..... 7,155,700

Recycling fund..... 1,361,800

Safe drinking water program fund..... 1,812,000

Solid waste fee fund..... 1,247,800

Underground storage tank revolving fund..... 126,700

Water quality fee fund..... 10,575,500

Pursuant to section 49-282, subsection G, Arizona Revised Statutes, the director of environmental quality shall submit a fiscal year 2021-2022 budget for the water quality assurance revolving fund before September 1, 2020, for review by the senate and house of representatives appropriations committees.

The department of environmental quality shall report annually on the progress of WQARF activities, including emergency response, priority site remediation, cost recovery activity, revenue and expenditure activity and other WQARF-funded program activity. The department shall submit the fiscal year 2020-2021 report to the joint legislative budget committee on or before September 1, 2020. This report shall also include a budget for the WQARF program that is developed in consultation with the WQARF advisory board. This budget shall specify the monies budgeted for each listed site during fiscal year 2020-2021. In addition, the department and the advisory board shall prepare and submit to the joint legislative budget committee, on or before October 1, 2020, a report in a table format summarizing the current progress on remediation of each listed site on the WQARF registry. The table shall include the stage of remediation for each site at the end of fiscal year 2019-2020, indicate whether the current stage of remediation is anticipated to be completed in fiscal year 2020-2021 and indicate the anticipated stage of remediation at each listed site at the end of fiscal year 2020-2021, assuming fiscal year 2020-2021 funding levels. The department and advisory board may include other relevant information about the listed sites in the table.

All permit administration fund monies received by the department of environmental quality in excess of $7,155,700 in fiscal year 2020-2021 are appropriated to the department. Before spending permit administration fund monies in excess of $7,155,700 in fiscal year 2020-2021, the department shall report the intended use of the monies to the joint legislative budget committee.

All indirect cost recovery fund monies received by the department of environmental quality in excess of $13,615,900 in fiscal year 2020-2021 are appropriated to the department. Before spending indirect cost recovery fund monies in excess of $13,615,900 in fiscal year 2020-2021, the department shall report the intended use of the monies to the joint legislative budget committee.

Sec. 32. GOVERNOR'S OFFICE OF EQUAL OPPORTUNITY

2020-21

FTE positions 4.0

Lump sum appropriation $ 190,200

Fund sources:

Personnel division fund $ 190,200

Sec. 33. STATE BOARD OF EQUALIZATION

2020-21

FTE positions 7.0

Lump sum appropriation $ 659,000

Fund sources:

State general fund $ 659,000

Sec. 34. BOARD OF EXECUTIVE CLEMENCY

2020-21

FTE positions 14.5

Lump sum appropriation $ 1,150,000

Fund sources:

State general fund $ 1,150,000

On or before November 1, 2020, the board of executive clemency shall report to the directors of the joint legislative budget committee and the governor's office of strategic planning and budgeting the total number and types of cases the board reviewed in fiscal year 2019-2020.

Sec. 35. ARIZONA EXPOSITION AND STATE FAIR BOARD

2020-21

FTE positions 184.0

Lump sum appropriation $ 13,282,200

Fund sources:

Arizona exposition and state fair fund $ 13,282,200

Sec. 36. ARIZONA DEPARTMENT OF FORESTRY AND FIRE MANAGEMENT

2020-21

FTE positions 88.0

Operating lump sum appropriation $ 3,092,200

Environmental county grants 250,000

Inmate firefighting crews 693,200

Postrelease firefighting crews 1,010,700

Fire suppression 200,000

State fire marshal 748,600

State fire school 172,700

Hazardous vegetation removal..... 3,000,000
Total appropriation - Arizona department of forestry and fire management..... $ 9,167,400
Fund sources:
State general fund..... $ 9,167,400
The appropriation for the hazardous vegetation removal line item is exempt from the provisions of section 35-190, Arizona Revised Statutes, relating to lapsing of appropriations, through June 30, 2022.

Sec. 37. STATE BOARD OF FUNERAL DIRECTORS AND EMBALMERS

2020-21

FTE positions..... 4.0

Lump sum appropriation..... $ 388,400

Fund sources:
Board of funeral directors' and embalmers' fund..... $ 388,400

Sec. 38. ARIZONA GAME AND FISH DEPARTMENT

2020-21

FTE positions..... 273.5

Operating lump sum appropriation..... $ 40,921,100

Pittman-Robertson/Dingell-Johnson act..... 3,058,000

Total appropriation - Arizona game and fish department..... $ 43,979,100

Fund sources:
Capital improvement fund..... $ 1,001,200
Game and fish fund..... 37,758,600
Wildlife endowment fund..... 16,200
Watercraft licensing fund..... 4,855,400
Game, nongame, fish and endangered species fund..... 347,700

Sec. 39. DEPARTMENT OF GAMING

2020-21

FTE positions..... 155.8

Operating lump sum appropriation..... $ 9,199,200
Arizona breeders' award..... 250,000
Casino operations certification..... 2,098,300
County fairs livestock and agriculture promotion..... 2,509,500
Division of racing..... 2,252,400
Problem gambling..... 2,344,300

Total appropriation - department of gaming..... $ 18,653,700

Fund sources:
State general fund..... $ 2,509,500
Tribal-state compact fund..... 2,098,300
Arizona benefits fund..... 11,243,500

State lottery fund 300,000
Racing regulation fund 2,402,400
Racing regulation fund - unarmed combat subaccount 100,000

The amount appropriated to the county fairs livestock and agriculture promotion line item is for deposit in the county fairs livestock and agriculture promotion fund established by section 5-113, Arizona Revised Statutes, and to be administered by the office of the governor.

Sec. 40. OFFICE OF THE GOVERNOR

	2020-21
Operating lump sum appropriation	$ 7,199,900*
Foster youth education success fund deposit	1,500,000
Total appropriation - office of the governor	$ 8,699,900

Fund sources:
State general fund $ 8,699,900

Included in the lump sum appropriation of $7,199,900 for fiscal year 2020-2021 is $10,000 for the purchase of mementos and items for visiting officials.

Sec. 41. GOVERNOR'S OFFICE OF STRATEGIC PLANNING AND BUDGETING

	2020-21
FTE positions	22.0
Lump sum appropriation	$ 2,684,100*

Fund sources:
State general fund $ 2,684,100

Sec. 42. DEPARTMENT OF HEALTH SERVICES

	2020-21
FTE positions	1,119.5
Operating lump sum appropriation	$ 49,607,400
Public health/family health	
Adult cystic fibrosis care	105,200
AIDS reporting and surveillance	1,000,000
Alzheimer's disease research	1,125,000
Biomedical research support	2,000,000
Breast and cervical cancer and bone density screening	1,369,400
County tuberculosis provider care and control	590,700
Emergency medical services local allocation	442,000
Folic acid program	400,000
High-risk perinatal services	2,543,400
Homeless pregnant women services	100,000
Newborn screening program	7,231,400
Nonrenal disease management	198,000
Nursing care special projects	100,000
Poison control centers funding	990,000
Radiation regulation	2,299,700
Renal dental care and nutrition supplements	300,000
Renal transplant drugs	183,000
State loan repayment program	1,000,000
Arizona state hospital	

Arizona state hospital –
operating – 64,036,700
Arizona state hospital –
restoration to competency – 900,000
Arizona state hospital –
sexually violent persons – 9,710,400
Total appropriation – department of – health services – $146,232,300
Fund sources: –
State general fund – $ 92,851,700
Arizona state hospital fund – 2,592,000
Arizona state hospital land fund – 650,000
Child fatality review fund – 96,100
Disease control research fund – 1,000,000
DHS indirect cost fund – 10,412,800
Emergency medical services
operating fund – 5,740,600
Environmental laboratory licensure
revolving fund – 931,100
Federal child care and development
fund block grant – 882,600
Health services licensing fund – 15,835,400
Health services lottery monies fund – 100,000
Newborn screening program fund – 7,664,200
Nursing care institution resident –
protection revolving fund – 138,200
Tobacco tax and health care fund –
health research account – 3,000,000
Tobacco tax and health care fund –
medically needy account – 700,000
Vital records electronic systems
fund – 3,637,600

Public health/family health

The department of health services may use up to four percent of the amount appropriated for nonrenal disease management for the administrative costs to implement the program.

Of the $1,125,000 for Alzheimer's disease research, $1,000,000 is from the tobacco tax and health care fund – health research account established by section 36-773, Arizona Revised Statutes.

The department of health services shall distribute monies appropriated for homeless pregnant women services to nonprofit organizations that are located in a county with a population of more than three million persons and whose primary function is to provide shelter, food, clothing and transportation for health services and support to homeless pregnant women and their children who are under the age of one year. Monies may not be granted for abortion referral services or distributed to entities that promote, refer or perform abortions.

The department of health services shall distribute monies appropriated for the biomedical research support line item to a nonprofit medical research institute headquartered in this state that specializes in biomedical research focusing on applying genomic technologies and sequencing to clinical care, that has served as a resource to this state to conduct molecular epidemiologic analyses to assist with disease outbreak investigations and that collaborates with universities, hospitals and health science research centers and other public and private bioscience and related industries in this state.– The recipient of these monies shall commission an audit of the expenditure of these monies and shall submit a copy of the audit to the department of health services on or before February 1, 2022.

The department of health services shall distribute monies appropriated for Alzheimer's disease research through a grant to a charitable organization that is qualified under section 501(c)(3) of the internal revenue code and that meets the following criteria:

1. Is headquartered in this state.
2. Has been operating in this state for at least the last ten years.
3. Has participating member institutions that work together to end Alzheimer's disease within a statewide collaborative model by using their complementary strengths in brain imaging, computer science, genomics, basic and cognitive neurosciences and clinical and neuropathology research.
4. Has participating member institutions that educate residents of this state about Alzheimer's disease, research progress and resources to help patients, families and professionals manage the disease.

The terms of the grant made to the charitable organization may not impose any requirements that were not imposed in prior grant agreements entered into between the department of health services and the charitable organization.

Arizona state hospital

In addition to the appropriation for the department of health services, earnings on state lands and interest on the investment of the permanent state land funds are appropriated to the Arizona state hospital in compliance with the enabling act and the Constitution of Arizona.

Departmentwide

The department of health services shall electronically forward to the president of the senate, the speaker of the house of representatives, the chairpersons of the senate and house of representatives appropriations committees and the director of the joint legislative budget committee a monthly report comparing total expenditures for the month and year-to-date as compared to prior-year totals on or before the thirtieth of the following month. The report shall include an estimate of potential shortfalls in programs, potential federal and other monies, such as the statewide assessment for indirect costs, that may be available to offset these shortfalls, and a plan, if necessary, for eliminating any shortfall without a supplemental appropriation.

On or before May 31, 2021, the department of health services shall submit a report to the joint legislative budget committee for review on the progress of the department's implementation of recommendations included in the auditor general's September 2019 report regarding the investigation of long-term care facility complaints and self-reports.• The report shall include information regarding staff allocated to long-term care investigations since publication of the September 2019 audit, a summary of the department's implemented investigation time frames and updates to its investigation policies and procedures, and an assessment of the department's performance in investigating long-term care facility complaints and self-reports according to audit recommendations and the implemented investigation time frames.

Sec. 43. ARIZONA HISTORICAL SOCIETY

2020-21

FTE positions 50.9

Operating lump sum appropriation $ 2,501,300

Field services and grants 65,900

Papago park museum 540,500

Total appropriation • Arizona historical society $ 3,107,700

Fund sources:

State general fund $ 3,107,700

Sec. 44. PRESCOTT HISTORICAL SOCIETY

2020-21

FTE positions 13.0

Lump sum appropriation $ 837,200

Fund sources:

State general fund $ 837,200

Sec. 45. BOARD OF HOMEOPATHIC AND INTEGRATED MEDICINE EXAMINERS

2020-21

FTE positions 1.0

Lump sum appropriation $ 46,100

Fund sources:

Board of homeopathic and integrated medicine examiners' fund $ 46,100

Sec. 46. ARIZONA DEPARTMENT OF HOUSING

2020-21

FTE positions 3.0

Lump sum appropriation $ 322,200

Fund sources:

Housing trust fund 322,200

Sec. 47. INDEPENDENT REDISTRICTING COMMISSION

2020-21

FTE positions 3.0

Lump sum appropriation $ 500,000

Fund sources:

State general fund $ 500,000

Sec. 48. INDUSTRIAL COMMISSION OF ARIZONA

2020-21

FTE positions 235.6

Lump sum appropriation $ 20,055,500

Fund sources:

Administrative fund $ 20,055,500

Sec. 49. DEPARTMENT OF INSURANCE AND FINANCIAL INSTITUTIONS

	2020-21
FTE positions	151.4
Operating lump sum appropriation	$ 12,335,700
Arizona vehicle theft task force	3,650,000
Local grants	957,700
Reimbursable programs	50,000
Total appropriation - department of insurance and financial institutions	$ 16,993,400
Fund sources:	
State general fund	$ 7,644,100
Automobile theft authority fund	5,312,100
Financial services fund	3,986,600
Department revolving fund	50,600

Monies in the Arizona vehicle theft task force line item shall be used by the department of insurance and financial institutions to pay seventy-five percent of the personal services and employee related expenditures for city, town and county sworn officers who participate in the Arizona vehicle theft task force.

Local grants shall be awarded with consideration given to areas with greater automobile theft problems and shall be used to combat economic automobile theft operations.

The department of insurance and financial institutions shall submit a report to the joint legislative budget committee before spending any monies for the reimbursable programs line item. The department shall show sufficient monies collected to cover the expenses indicated in the report.

Of the department fees required to be deposited in the state general fund by statute, the department of insurance and financial institutions shall assess and set the fees at a level to ensure that the monies deposited in the state general fund will equal or exceed the department's expenditure from the state general fund.

Sec. 50. ARIZONA JUDICIARY

2020-21

Supreme court

FTE positions 184.0
Operating lump sum appropriation $ 15,660,900
Automation 20,212,700
County reimbursements 187,900
Court appointed special advocate 3,520,700
Courthouse security 750,000
Domestic relations 640,600
State foster care review board 3,265,100
Commission on judicial conduct 521,900
Judicial nominations and performance review 542,500
Model court 438,700
State aid 5,670,600
Total appropriation - supreme court $ 51,411,600
Fund sources:
State general fund $ 20,875,000
Confidential intermediary and fiduciary fund 492,100
Court appointed special advocate fund 3,601,300
Criminal justice enhancement fund 4,399,700
Defensive driving school fund 4,226,100
Judicial collection enhancement fund 14,872,100
State aid to the courts fund 2,945,300

On or before September 1, 2020, the supreme court shall report to the joint legislative budget committee and the governor's office of strategic planning and budgeting on current and future automation projects coordinated by the administrative office of the courts. The report shall include a list of court automation projects that receive or are anticipated to receive state monies in the current or next two fiscal years as well as a description of each project, the number of FTE positions, the entities involved and the goals and anticipated results for each automation project. The report shall be submitted in one summary document. The report shall indicate each project's total multiyear cost by fund source and budget line item, including any prior-year, current-year and future-year expenditures.

Automation expenses of the judiciary shall be funded only from the automation line item. Monies in the operating lump sum appropriation or other line items intended for automation purposes shall be transferred to the automation line item before expenditure.

Included in the operating lump sum appropriation for the supreme court is $1,000 for the purchase of mementos and items for visiting officials.

Of the $187,900 appropriated for county reimbursements, state grand jury is limited to $97,900 and capital postconviction relief is limited to $90,000.

Court of appeals
FTE positions 136.8
Division one $ 11,596,900
Division two 5,168,100
Total appropriation - court of appeals $ 16,765,000
Fund sources:
State general fund $ 16,765,000

Of the 136.8 FTE positions for fiscal year 2020-2021, 98.3 FTE positions are for division one and 38.5 FTE positions are for division two.

Superior court
FTE positions 235.5
Operating lump sum appropriation $ 4,754,400
Judges' compensation 23,811,000
Centralized service payments 3,575,100
Adult standard probation 20,055,500
Adult intensive probation 11,528,900
Community punishment 2,310,300
Court-ordered removals 315,000

Interstate compact..... 473,800
Drug court..... 1,033,100
Juvenile standard probation..... 3,674,700
Juvenile intensive probation..... 5,635,500
Juvenile treatment services..... 20,134,500
Juvenile family counseling..... 500,000
Juvenile crime reduction..... 3,312,800
Juvenile diversion consequences..... 8,559,700
Special water master..... 239,700
Total appropriation - superior court..... $109,914,000
Fund sources:
State general fund..... $ 97,940,800
Criminal justice enhancement fund..... 5,455,100
Drug treatment and education fund..... 502,900
Judicial collection enhancement fund..... 6,015,200

Operating budget

All expenditures made by the administrative office of the courts to administer superior court line items shall be funded only from the superior court operating budget. Monies in superior court line items intended for this purpose shall be transferred to the superior court operating budget before expenditure.

Judges

Of the 235.5 FTE positions, 180 FTE positions represent superior court judges. This FTE position clarification does not limit the counties' ability to add judges pursuant to section 12-121, Arizona Revised Statutes.

All monies in the judges' compensation line item shall be used to pay for fifty percent of superior court judges' salaries, elected officials' retirement plan costs and related state benefit costs for judges pursuant to section 12-128, Arizona Revised Statutes. Monies in the operating lump sum appropriation or other line items intended for this purpose shall be transferred to the judges' compensation line item before expenditure.

Probation

Monies appropriated to juvenile treatment services and juvenile diversion consequences shall be deposited in the juvenile probation services fund established by section 8-322, Arizona Revised Statutes.

Receipt of state probation monies by the counties is contingent on the county maintenance of fiscal year 2003-2004 expenditure levels for each probation program. State probation monies are not intended to supplant county dollars for probation programs.

On or before November 1, 2020, the administrative office of the courts shall report to the joint legislative budget committee and the governor's office of strategic planning and budgeting the fiscal year 2019-2020 actual, fiscal year 2020-2021 estimated and fiscal year 2021-2022 requested amounts for each of the following:

1. On a county-by-county basis, the number of authorized and filled case carrying probation positions and non-case carrying probation positions, distinguishing between adult standard, adult intensive, juvenile standard and juvenile intensive. The report shall indicate the level of state probation funding, other state funding, county funding and probation surcharge funding for those positions.

2. Total receipts and expenditures by county and fund source for the adult standard, adult intensive, juvenile standard and juvenile intensive probation line items, including the amount of personal services spent from each revenue source of each account.

All centralized service payments made by the administrative office of the courts on behalf of counties shall be funded only from the centralized service payments line item. Centralized service payments include only training, motor vehicle payments, CORP review board funding, LEARN funding, research, operational reviews and GPS vendor payments. This footnote does not apply to treatment or counseling services payments made from the juvenile treatment services and juvenile diversion consequences line items. Monies in the operating lump sum appropriation or other line items intended for centralized service payments shall be transferred to the centralized service payments line item before expenditure.

All monies in the adult standard probation, adult intensive probation, community punishment, interstate compact, juvenile standard probation, juvenile intensive probation, juvenile treatment services, juvenile diversion consequences and juvenile crime reduction line items shall be used only as pass-through monies to county probation departments. Monies in the operating lump sum appropriation or other line items intended as pass-through for the purpose of administering a county probation program shall be transferred to the appropriate probation line item before expenditure.

On or before November 1, 2020, the administrative office of the courts shall submit a report for review by the joint legislative budget committee on the county-approved salary adjustments provided to probation officers since the last report on November 1, 2019. The report shall include, for each county, the:

1. Approved percentage salary increase by year.

2. Net increase in the amount allocated to each probation department by the administrative office of the courts for each applicable year.

3. Average number of probation officers by applicable year.

4. Average salary of probation officers for each applicable year.

Sec. 51. DEPARTMENT OF JUVENILE CORRECTIONS

2020-21

FTE positions 738.5

Lump sum appropriation $ 43,332,100

Fund sources:

State general fund $ 28,475,600

State charitable, penal and reformatory institutions land fund 4,012,400

Criminal justice enhancement fund 531,500

State education fund for committed youth 1,861,700

Department of juvenile corrections local cost sharing fund 8,450,900

Twenty-five percent of land earnings and interest from the state charitable, penal and reformatory institutions land fund shall be distributed to the department of juvenile corrections, in compliance with section 25 of the enabling act and the Constitution of Arizona, to be used to support state juvenile institutions and reformatories.

Sec. 52. STATE LAND DEPARTMENT

2020-21

FTE positions 129.7

Operating lump sum appropriation $ 16,211,400

Natural resource conservation districts 650,000

CAP user fees 1,796,300

Due diligence fund deposit 500,000

Fire suppression 800,000

Streambed navigability litigation 220,000

Total appropriation - state land department $ 20,177,700

Fund sources:

State general fund $ 12,135,400

Environmental special plate fund 260,600

Due diligence fund 500,000

Trust land management fund 7,281,700

The appropriation includes $1,796,300 for CAP user fees in fiscal year 2020-2021. For fiscal year 2020-2021, from municipalities that assume their allocation of central Arizona project water for every dollar received as reimbursement to the state for past central Arizona water conservation district payments, $1 reverts to the state general fund in the year that the reimbursement is collected.

Of the amount appropriated for natural resource conservation districts in fiscal year 2020-2021, $30,000 shall be used to provide grants to natural resource conservation districts environmental education centers.

Sec. 53. LEGISLATURE

2020-21

Senate

Lump sum appropriation $ 12,948,900*

Fund sources:

State general fund
$ 12,948,900

Included in the lump sum appropriation of $12,948,900 for fiscal year 2020-2021 is $1,000 for the purchase of mementos and items for visiting officials.

House of representatives

Lump sum appropriation
$ 16,407,500*

Fund sources:

State general fund
$ 16,407,500

Included in the lump sum appropriation of $16,407,500 for fiscal year 2020-2021 is $1,000 for the purchase of mementos and items for visiting officials.

Legislative council

FTE positions
55.0

Operating lump sum appropriation $ 7,942,000
Ombudsman-citizens aide office 872,900
Total appropriation - legislative council
$ 8,814,900*

Fund sources:

State general fund
$ 8,814,900

Dues for the council of state governments may be expended only on an affirmative vote of the legislative council.

The legislature intends that the ombudsman-citizens aide prioritize investigating and processing complaints relating to the department of child safety.

Joint legislative budget committee

FTE positions
29.0

Lump sum appropriation
$ 2,834,200*

Fund sources:

State general fund
$ 2,834,200

Auditor general

FTE positions
200.8

Lump sum appropriation
$ 20,229,300*

Fund sources:

State general fund
$ 20,229,300

Sec. 54. DEPARTMENT OF LIQUOR LICENSES AND CONTROL

2020-21

FTE positions
45.2

Lump sum appropriation
$ 3,331,800

Fund sources:

Liquor licenses fund
$ 3,331,800

Sec. 55. ARIZONA STATE LOTTERY COMMISSION

2020-21

FTE positions 98.8
Operating lump sum appropriation $ 9,221,400
Advertising 15,500,000
Total appropriation - Arizona state

lottery commission$ 24,721,400

Fund source:

State lottery fund$ 24,721,400

An amount equal to twenty percent of tab ticket sales is appropriated to pay sales commissions to charitable organizations. This amount is currently estimated to be $1,643,000 in fiscal year 2020-2021.

An amount equal to 3.6 percent of actual instant ticket sales is appropriated to print instant tickets or to pay contractual obligations concerning instant ticket distribution. This amount is currently estimated to be $30,492,400 in fiscal year 2020-2021.

An amount equal to a percentage of actual online game sales as determined by contract is appropriated to pay online vendor fees. This amount is currently estimated to be $12,070,100, or 4.256 percent of actual online ticket sales, in fiscal year 2020-2021.

An amount equal to 6.5 percent of gross lottery game sales, minus charitable tab tickets, is appropriated to pay sales commissions to ticket retailers. An additional amount not to exceed 0.5 percent of gross lottery game sales is appropriated to pay sales commissions to ticket retailers. The combined amount is currently estimated to be 6.7 percent of total ticket sales, or $78,960,700, in fiscal year 2020-2021.

Sec. 56. BOARD OF MASSAGE THERAPY

2020-21

FTE positions 5.0

Lump sum appropriation $ 471,600

Fund sources:

Board of massage therapy fund $ 471,600

Sec. 57. ARIZONA MEDICAL BOARD

2020-21

FTE positions 61.5

Operating lump sum appropriation $ 6,871,300

Employee performance incentive program 165,600

Total appropriation - Arizona medical board $ 7,036,900

Fund sources:

Arizona medical board fund $ 7,036,900

Sec. 58. STATE MINE INSPECTOR

2020-21

FTE positions 14.0

Operating lump sum appropriation $ 1,074,600

Abandoned mines 194,700

Aggregate mining land reclamation 112,900

Total appropriation - state mine inspector $ 1,382,200

Fund sources:

State general fund $ 1,269,300

Aggregate mining reclamation fund 112,900

All aggregate mining reclamation fund monies received by the state mine inspector in excess of $112,900 in fiscal year 2020-2021 are appropriated to the aggregate mining land reclamation line item. Before spending any aggregate mining reclamation fund monies in excess of $112,900 in fiscal year 2020-2021, the state mine inspector shall report the intended use of the monies to the joint legislative budget committee and the governor's office of strategic planning and budgeting.

Sec. 59. NATUROPATHIC PHYSICIANS MEDICAL BOARD

2020-21

FTE positions 2.0

Lump sum appropriation $ 193,400

Fund sources:
Naturopathic physicians medical
||board fund$ 193,400
Sec. 60. ARIZONA NAVIGABLE STREAM ADJUDICATION COMMISSION
2020-21
FTE positions 2.0
Lump sum appropriation $ 329,000
Fund sources:
State general fund $ 129,000
Arizona water banking fund 200,000
Sec. 61. ARIZONA STATE BOARD OF NURSING
2020-21
FTE positions 48.5
Operating lump sum appropriation $ 4,232,600
Certified nursing assistant
credentialing program 538,400
Total appropriation - Arizona state
board of nursing $ 4,771,000
Fund sources:
Board of nursing fund $ 4,771,000
Sec. 62. BOARD OF EXAMINERS OF NURSING CARE INSTITUTION ADMINISTRATORS AND ASSISTED LIVING FACILITY MANAGERS
2020-21
FTE positions 6.0
Lump sum appropriation $ 455,000
Fund sources:
Nursing care institution
||administrators' licensing and
||assisted living facility
||managers' certification fund $ 455,000
Sec. 63. BOARD OF OCCUPATIONAL THERAPY EXAMINERS
2020-21
FTE positions 1.5
Lump sum appropriation $ 199,000
Fund sources:
Occupational therapy fund $ 199,000
Sec. 64. STATE BOARD OF DISPENSING OPTICIANS
2020-21
FTE positions 1.0
Lump sum appropriation $ 155,900
Fund sources:
Board of dispensing opticians fund $ 155,900
Sec. 65. STATE BOARD OF OPTOMETRY
2020-21

FTE positions 2.0
Lump sum appropriation $ 240,700
Fund sources:
Board of optometry fund $ 240,700

Sec. 66. ARIZONA BOARD OF OSTEOPATHIC EXAMINERS IN MEDICINE AND SURGERY
2020-21
FTE positions 8.0
Lump sum appropriation $ 1,012,300
Fund sources:
Arizona board of osteopathic examiners in medicine and surgery fund $ 1,012,300

Sec. 67. ARIZONA STATE PARKS BOARD
2020-21
FTE positions 163.0
Operating lump sum appropriation $ 13,519,000
Kartchner caverns state park 2,296,700
Total appropriation Arizona state parks board $ 15,815,700
Fund sources:
State parks revenue fund $ 15,815,700
All other operating expenditures include $26,000 from the state parks revenue fund for Fool Hollow state park revenue sharing. If receipts to Fool Hollow exceed $260,000 in fiscal year 2020-2021, an additional ten percent of this increase of Fool Hollow receipts is appropriated from the state parks revenue fund established by section 41-511.21, Arizona Revised Statutes, to meet the revenue sharing agreement with the city of Show Low and the United States forest service.

Sec. 68. STATE PERSONNEL BOARD
2020-21
FTE positions 2.0
Lump sum appropriation $ 325,900
Fund sources:
Personnel division fund personnel board subaccount $ 325,900

Sec. 69. ARIZONA STATE BOARD OF PHARMACY
2020-21
FTE positions 22.4
Operating lump sum appropriation $ 2,560,300
Prescriber report card 50,000
Total appropriation Arizona state board of pharmacy $ 2,610,300
Fund sources:
Arizona state board of pharmacy fund $ 2,610,300

Sec. 70. BOARD OF PHYSICAL THERAPY

2020-21

FTE positions 4.0

Lump sum appropriation $ 503,700

Fund sources:

Board of physical therapy fund $ 503,700

Sec. 71. ARIZONA PIONEERS' HOME

2020-21

FTE positions 106.3

Operating lump sum appropriation $ 6,374,200

Prescription drugs 200,000

Total appropriation - Arizona pioneers' home $ 6,574,200

Fund sources:

Miners' hospital for miners with disabilities land fund $ 2,059,200

State charitable fund 4,515,000

Earnings on state lands and interest on the investment of the permanent land funds are appropriated for the Arizona pioneers' home and the state hospital for miners with disabilities in compliance with the enabling act and the Constitution of Arizona.

Sec. 72. STATE BOARD OF PODIATRY EXAMINERS

2020-21

FTE positions 1.0

Lump sum appropriation $ 168,100

Fund sources:

Podiatry fund $ 168,100

Sec. 73. COMMISSION FOR POSTSECONDARY EDUCATION

2020-21

FTE positions 5.0

Operating lump sum appropriation $ 220,500

Leveraging educational assistance partnership (LEAP) 2,319,500

Arizona college and career guide 21,300

Arizona teacher student loan program 426,000

Arizona minority educational policy analysis center 99,900

Twelve plus partnership 130,500

Total appropriation - commission for postsecondary education $ 3,217,600

Fund sources:

State general fund $ 1,680,900

Postsecondary education fund 1,536,700

In order to be eligible to receive state matching monies under the leveraging educational assistance partnership for grants to students, each participating institution, public or private, shall provide an amount of institutional matching monies that equals the amount of monies provided by this state to the institution for the leveraging educational assistance partnership. Administrative expenses incurred by the commission for postsecondary education shall be paid from institutional matching monies and may not exceed twelve percent of the monies in fiscal year 2020-2021.

Any unencumbered balance remaining in the postsecondary education fund established by section 15-1853, Arizona Revised Statutes, on June 30, 2020, and all grant monies and other revenues received by the commission for postsecondary education, when paid into the state treasury, are appropriated for the specific purposes designated by line items and for additional responsibilities prescribed in sections 15-1851 and 15-1852, Arizona Revised Statutes.

The appropriations for the Arizona college and career guide, Arizona minority educational policy analysis center and twelve plus partnership are estimates representing all monies distributed to these programs, including balance forward, revenue and transfers, during fiscal year 2020-2021. The appropriations shall be adjusted as necessary to reflect actual final monies credited to the postsecondary education fund.

Sec. 74. STATE BOARD FOR PRIVATE POSTSECONDARY EDUCATION

2020-21

FTE positions 4.0
Lump sum appropriation $ 423,300
Fund sources:
Board for private postsecondary education fund $ 423,300

Sec. 75. STATE BOARD OF PSYCHOLOGIST EXAMINERS

2020-21

FTE positions 4.0
Lump sum appropriation $ 516,100
Fund sources:
Board of psychologist examiners fund $ 516,100

Sec. 76. DEPARTMENT OF PUBLIC SAFETY

2020-21

FTE positions 2,014.7
Operating lump sum appropriation $275,710,900
ACTIC 1,450,000
Border strike task force ongoing 7,916,400
Border strike task force local support 1,261,700
Civil air patrol 150,000
GIITEM 24,938,800
GIITEM subaccount 2,396,100
Motor vehicle fuel 5,454,600
Pharmaceutical diversion and drug theft task force 631,200
Public safety equipment 2,890,000
Total appropriation - department of public safety $322,799,700
Fund sources:
State general fund $ 84,153,500
State highway fund 318,200
Arizona highway patrol fund 194,086,300
State aid to indigent defense fund 700,000
Criminal justice enhancement fund 2,936,800
Safety enforcement and transportation infrastructure fund - department of public safety subaccount 1,650,900
Department of public safety forensics fund 22,554,200
Gang and immigration intelligence team enforcement mission border security and law enforcement

subaccount 2,396,100
Motorcycle safety fund 205,000
Motor vehicle liability insurance enforcement fund 1,250,900
Risk management revolving fund 1,349,300
Parity compensation fund 3,990,500
Public safety equipment fund 2,893,700
Concealed weapons permit fund 2,757,900
Fingerprint clearance card fund 1,556,400

Of the $24,938,800 appropriated to the GIITEM line item, $10,356,900 shall be used for one hundred department of public safety GIITEM personnel. The additional staff shall include at least fifty sworn department of public safety positions to be used for immigration enforcement and border security and fifty department of public safety positions to assist GIITEM in various efforts, including:

1. Strictly enforcing all federal laws relating to illegal aliens and arresting illegal aliens.

2. Responding to or assisting any county sheriff or attorney in investigating complaints of employment of illegal aliens.

3. Enforcing Arizona's law known as the Legal Arizona Workers Act, strictly enforcing Arizona's SB 1070, Arizona's "Support Our Law Enforcement and Safe Neighborhoods Act" and investigating crimes of identity theft in the context of hiring illegal aliens and the unlawful entry into this country.

4. Taking strict enforcement action.

Any change in the GIITEM mission or allocation of monies shall be approved by the joint legislative budget committee. The department shall submit an expenditure plan to the joint legislative budget committee for review before expending any monies not identified in the department's previous expenditure plans.

Of the $24,938,800 appropriated to the GIITEM line item, only $1,403,400 is deposited in the GIITEM fund established by section 41-1724, Arizona Revised Statutes, and is appropriated for the purposes of that section. The $1,403,400 is exempt from the provisions of section 35-190, Arizona Revised Statutes, relating to the lapsing of appropriations. This state recognizes that states have inherent authority to arrest a person for any immigration violation.

Any monies remaining in the department of public safety joint account on June 30, 2021 revert to the funds from which they were appropriated. The reverted monies shall be returned in direct proportion to the amounts appropriated.

On or before September 1, 2020, the department of public safety shall submit an expenditure plan for the border strike task force local support line item to the joint legislature budget committee and the governor's office of strategic planning and budgeting.

Of the $1,261,700 appropriated for the border strike task force local support line item, $761,700 shall be used to fund local law enforcement officer positions within the border strike task force. Any city, town, county or other entity that enters into an agreement with the department to participate in the border strike task force shall provide at least twenty-five percent of the cost of the services, and the department shall provide not more than seventy-five percent of personal services and employee-related expenditures for each agreement or contract. The department may fund all capital-related equipment.

Of the $1,261,700 appropriated for the border strike task force local support line item, $500,000 shall be used for grants to cities, towns or counties for costs associated with prosecuting and imprisoning individuals charged with drug trafficking, human smuggling, illegal immigration and other border-related crimes.

Notwithstanding Laws 2019, chapter 263, section 80, the $1,047,500 appropriated to the department of public safety by Laws 2019, chapter 263, section 80 for the peace officer training equipment line item is exempt from the provisions of section 35-190, Arizona Revised Statutes, relating to lapsing of appropriations, until June 30, 2021. Any monies remaining unexpended on June 30, 2021 revert to the fund from which the monies were appropriated.

Sec. 77. STATE REAL ESTATE DEPARTMENT

2020-21

FTE positions 37.0
Lump sum appropriation $ 2,909,500

Fund sources:
State general fund $ 2,909,500

Sec. 78. RESIDENTIAL UTILITY CONSUMER OFFICE

2020-21

FTE positions 11.0
Operating lump sum appropriation $ 1,203,600
Professional witnesses 145,000*
Total appropriation - residential utility consumer office $ 1,348,600
Fund sources:
Residential utility consumer office revolving fund $ 1,348,600

Sec. 79. BOARD OF RESPIRATORY CARE EXAMINERS

2020-21

FTE positions 4.0
Lump sum appropriation $ 322,600
Fund sources:
Board of respiratory care examiners fund $ 322,600

Sec. 80. ARIZONA STATE RETIREMENT SYSTEM

2020-21

FTE positions 240.9
Lump sum appropriation $ 24,194,000
Fund sources:
Arizona state retirement system administration account $ 22,394,000
Long-term disability trust fund administration account 1,800,000

Sec. 81. DEPARTMENT OF REVENUE

2020-21

FTE positions 880.8
Operating lump sum appropriation $ 65,911,900
BRITS operational support 7,560,300
Unclaimed property administration and audit 1,368,800
TPT simplification 984,300
Tax fraud prevention 3,150,000
Total appropriation - department of revenue $ 78,975,300
Fund sources:
State general fund $ 31,245,200
Department of revenue administrative fund 46,243,000
Liability setoff program revolving fund 805,600
Tobacco tax and health care fund 681,500

If the total value of properties retained by unclaimed property contract auditors exceeds $1,368,800, the excess amount is transferred from the state general fund to the department of revenue administrative fund

established by section 42-1116.01, Arizona Revised Statutes, and is appropriated to the department for contract auditor fees.

The department shall report the department's general fund revenue enforcement goals for fiscal year 2020-2021 to the joint legislative budget committee on or before September 30, 2020. On or before September 30, 2021, the department shall provide an annual progress report to the joint legislative budget committee as to the effectiveness of the department's overall enforcement and collections program for fiscal year 2020-2021. The reports shall compare projected and actual state general fund, total state tax, total county tax and total municipal tax revenue enforcement collections for fiscal year 2019-2020 and fiscal year 2020-2021, including the amount of projected and actual enforcement collections for all tax types. The reports shall also include the total number of transaction privilege tax delinquent accounts, the total dollar value of those accounts classified by age of account and the total dollar amount of delinquent account write-offs determined to be uncollectible for fiscal year 2019-2020.

On or before March 31, 2021, the department shall submit a report to the joint legislative budget committee for its review on the progress of the department's implementation of recommendations included in the auditor general's March 2019 report regarding transaction privilege tax administration and enforcement. The report shall assess the effectiveness of the department's efforts to reduce the risk of misreporting and underreporting transaction privilege tax through information technology controls and data analysis and the department's progress in identifying and fixing errors in the department's tax system TPT licensing information.

The department may not transfer any monies to or from the tax fraud prevention line item without prior review by the joint legislative budget committee.

The operating lump sum appropriation includes $2,000,000 and 25 FTE positions for additional audit and collections staff.

On or before November 1, 2020, the department shall report the results of private fraud prevention investigation services during fiscal year 2019-2020 to the joint legislative budget committee. The report shall include the total number of fraudulent returns prevented and the total dollar amount of fraudulent returns prevented during fiscal year 2019-2020.

Sec. 82. SCHOOL FACILITIES BOARD

	2020-21
FTE positions	17.0
Operating lump sum appropriation	$ 1,718,500
New school facilities debt service	67,177,800
Building renewal grants	107,500,000
New school facilities	12,980,900
Total appropriation - school facilities board	$189,377,200
Fund sources:	
State general fund	$189,377,200

Pursuant to section 35-142.01, Arizona Revised Statutes, any reimbursement received by or allocated to the school facilities board under the federal qualified school construction bond program in fiscal year 2020-2021 shall be deposited in or revert to the state general fund.

At least thirty days before any monies are transferred out of the new school facilities debt service line item, the school facilities board shall report the proposed transfer to the director of the joint legislative budget committee.

Pursuant to section 15-2041, Arizona Revised Statutes, the amount appropriated for new school facilities shall be used only for facilities and land costs for school districts that received final approval from the school facilities board on or before December 15, 2019.

Sec. 83. DEPARTMENT OF STATE - SECRETARY OF STATE

	2020-21
FTE positions	143.1
Operating lump sum appropriation	$ 12,855,200
Election services	4,000,000
Library grants-in-aid	651,400*
Statewide radio reading service for the blind	97,000
Uniform state laws commission	99,000
Total appropriation - department of	

state - secretary of state$ 17,702,600

Fund sources:

State general fund$ 16,959,800

Records services fund 742,800

Included in the operating lump sum appropriation of $12,855,200 for fiscal year 2020-2021 is $5,000 for the purchase of mementos and items for visiting officials.

Notwithstanding section 35-190, Arizona Revised Statutes, the appropriation of $5,400,400 to the secretary of state for other help America vote act projects made by Laws 2018, chapter 276, section 85 that remains unexpended on June 30, 2022 reverts to the fund from which the monies were appropriated.

Before transferring any monies in or out of the election services line item, the secretary of state shall submit a report for review by the joint legislative budget committee.

Sec. 84. STATE BOARD OF TAX APPEALS

2020-21

FTE positions 4.0

Lump sum appropriation $ 281,800

Fund sources:

State general fund $ 281,800

Sec. 85. STATE BOARD OF TECHNICAL REGISTRATION

2020-21

FTE positions 25.0

Lump sum appropriation $ 2,199,500

Fund sources:

Technical registration fund $ 2,199,500

Sec. 86. OFFICE OF TOURISM

2020-21

FTE positions 28.0

Tourism fund deposit $ 7,114,000

Arizona promotion 1,000,000

Wine promotion 100,000

Total appropriation office of tourism $ 8,214,000

Fund sources:

State general fund $ 8,214,000

Sec. 87. DEPARTMENT OF TRANSPORTATION

2020-21

FTE positions 4,554.0

Operating lump sum appropriation $205,265,500

Attorney general legal services 3,623,700

Highway maintenance 142,756,100

Vehicles and heavy equipment 18,654,800

Driver safety and livestock control 800,000

Vehicle replacement 15,300,000

Highway damage recovery account 8,000,000

Preventive surface treatments 36,142,000

Authorized third parties 2,020,200

Total appropriation department of transportation $432,562,300

Fund sources:

Air quality fund 324,200

Arizona highway user revenue fund 658,000

Highway damage recovery account 8,000,000

Ignition interlock device fund 320,300

Motor vehicle liability insurance enforcement fund 1,723,700

Safety enforcement and transportation infrastructure fund – department of transportation subaccount 880,500

State aviation fund 2,010,900

State highway fund 397,921,900

Transportation department equipment fund 18,654,800

Vehicle inspection and certificate of title enforcement fund 2,068,000

Motor vehicle division

The legislature intends that the department of transportation not include any administrative overhead expenditures in duplicate driver license fees charged to the public.

The department shall submit an annual report to the joint legislative budget committee on progress in improving motor vehicle division wait times and vehicle registration renewal by mail turnaround times in a format similar to prior years. The report is due on or before July 31, 2021 for fiscal year 2020-2021.

The department of transportation shall contract with an independent third-party consultant for the duration of the motor vehicle division legacy system replacement project. On or before February 1, 2021, the independent third-party consultant shall submit an annual progress report for review by the joint legislative budget committee. The annual report shall:

1. Evaluate and assess the project's success in meeting and incorporating the tenets of the project investment justification, including the goals and objectives, technology approach, deliverables and outcomes, project scope and timeline.

2. Address any potential project deficiencies, including deficiencies identified in the auditor general's April 2015 recommendations.

3. Provide updated plans for spending the department-dedicated portion of the authorized third-party electronic service partner's fee retention on completion of the motor vehicle modernization project in fiscal year 2O20-2021, including any amounts for stabilization, maintenance, ongoing operations, support and enhancements for the motor vehicle modernization solution, maintenance of legacy mainframe processing and support capability, and other system projects outside the scope of the motor vehicle modernization project.

On or before August 1, 2020, the department shall report to the director of the joint legislative budget committee the state's share of fees retained by the service Arizona vendor in the prior fiscal year. The report shall also include the amount spent by the service Arizona vendor on behalf of this state in the prior fiscal year, as well as a list of the projects funded with those monies.

Other

Of the total amount appropriated, $142,756,100 in fiscal year 2020-2021 for highway maintenance is exempt from the provisions of section 35-190, Arizona Revised Statutes, relating to lapsing of appropriations, except that all unexpended and unencumbered monies of the appropriation revert to their fund of origin, either the state highway fund established by section 28-6991, Arizona Revised Statutes, or the safety enforcement and transportation infrastructure fund – department of transportation subaccount established by section 28-6547, Arizona Revised Statutes, on August 31, 2021.

Of the total amount appropriated, the department of transportation shall pay $15,981,300 in fiscal year 2020-2021 from all funds to the department of administration for its risk management payment.

All expenditures made by the department of transportation for attorney general legal services shall be funded only from the attorney general legal services line item. Monies in the operating lump sum appropriation or other line items intended for this purpose shall be transferred to the attorney general legal services line item before expenditure.

In accordance with section 35-142.01, Arizona Revised Statutes, reimbursements for monies expended from the highway maintenance line item may not be credited to the account out of which the expenditure was incurred. The department shall deposit all reimbursements for monies expended from the highway maintenance line item in the highway damage recovery account established by section 28-6994, Arizona Revised Statutes.

Expenditures made by the department of transportation for vehicle and heavy equipment replacement shall be funded only from the vehicle replacement line item.• Monies in the operating lump sum appropriation or other line items intended for this purpose shall be transferred to the vehicle replacement line item before expenditure.

Sec. 88. STATE TREASURER

2020-21

FTE positions 34.4
Operating lump sum appropriation $ 3,655,200
Justice of the peace salaries 1,205,100
Law enforcement/boating safety fund grants 2,183,800

Total appropriation • state treasurer $ 7,044,100

Fund sources:
State general fund $ 1,509,500
Law enforcement and boating safety fund 2,183,800
State treasurer's operating fund 3,350,800

On or before June 30, 2021, the state treasurer shall report to the joint legislative budget committee staff on the state treasurer's current fiscal year and estimated next fiscal year expenditures of interest earnings spent pursuant to sections 35-315 and 35-318, Arizona Revised Statutes, for the state treasurer's banking service contract, external investment management agreement, administrative and information technology costs and any other costs.

Sec. 89. GOVERNOR'S OFFICE ON TRIBAL RELATIONS

2020-21

FTE positions 3.0
Lump sum appropriation $ 62,900

Fund sources:
State general fund $ 62,900

Sec. 90. ARIZONA BOARD OF REGENTS

2020-21

FTE positions 25.9
Operating lump sum appropriation $ 2,403,000
Adaptive athletics 160,000
Arizona teachers academy 15,000,000
Arizona teachers incentive program 90,000
Arizona transfer articulation support system 213,700
Washington, D.C. internships 300,000
Western interstate commission office 153,000
WICHE student subsidies 4,078,000

Total appropriation - Arizona board of regents $ 22,397,700

Fund sources:
State general fund $ 22,397,700

The Arizona board of regents shall distribute monies appropriated for the adaptive athletics line item to each university under the jurisdiction of the board to maintain and operate an intercollegiate adaptive athletics program that provides opportunities for competitive wheelchair and adaptive sports to students and community members with disabilities.• The monies may be spent only when the university collects matching monies of gifts, grants and donations for the intercollegiate adaptive athletics program from sources other than this state.• Universities may spend the monies only on scholarships, equipment, uniforms, travel expenses and tournament fees for participants in the intercollegiate adaptive athletics program.• The monies may not be used for administrative costs, personal services or employee-related expenditures.

The Arizona board of regents shall distribute monies appropriated for Washington, D.C. internships in equal amounts to each of the three universities under the jurisdiction of the board to provide student internships

in Washington, D.C. in partnership with a third-party organization selected by the Arizona board of regents.

Within ten days after the acceptance of the universities' semiannual all funds budget reports, the Arizona board of regents shall submit a current year expenditure plan to the joint legislative budget committee for review. The expenditure plan shall include the use of all projected tuition and fee revenues by expenditure category, including operating expenses, plant fund, debt service and financial aid. The plan shall include the amount by which each expenditure category is projected to increase over the prior year and shall provide as much detail as the university budget requests. The plan shall include the total revenue and expenditure amounts from all tuition and student fee revenues, including base tuition, differential tuition, program fees, course fees, summer session fees and other miscellaneous and mandatory student fee revenues.

When determining any statewide adjustments, the joint legislative budget committee staff shall use the overall allocation of state general fund and appropriated tuition monies for each university in determining that university's specific adjustment.

Sec. 91. ARIZONA STATE UNIVERSITY

	2020-21
FTE positions	7,790.8
Operating lump sum appropriation	$824,690,000
Biomedical informatics	3,707,200
TRIF lease-purchase payment	3,600,000
School of civic and economic thought and leadership	3,008,900
Arizona financial aid trust	5,985,800
Downtown Phoenix campus	114,599,300
Total appropriation - Arizona state university	$955,591,200

Fund sources:

State general fund	$297,394,600
University collections fund	654,596,600
Technology and research initiative fund	3,600,000

The state general fund appropriation may not be used for alumni association funding.

The increased state general fund appropriation from Laws 2014, chapter 18 may not be used for medical marijuana research.

Other than scholarships awarded through the Arizona financial aid trust, the appropriated monies may not be used for scholarships or any student newspaper.

The appropriated monies may not be used by the Arizona state university college of law legal clinic for any lawsuits involving inmates of the state department of corrections in which this state is the adverse party.

The appropriated amount for the school of civic and economic thought and leadership line item shall be used to operate a single stand-alone academic entity within Arizona state university. The appropriated amount may not supplant any existing state funding or private or external donations to the existing centers or to the school. The appropriated monies and all private and external donations to the school, including any remaining balances from prior fiscal years, shall be deposited in a separate account, shall be used only for the direct operation of the school and may not be used for indirect costs of the university. On or before October 1, 2020, the school shall submit a report to the president of the senate, the speaker of the house of representatives, the chairpersons of the senate education committee and the house of representatives education committee and the director of the joint legislative budget committee that includes at least the following information for the school:

1. The total amount of funding received from all sources.
2. A description of faculty positions and courses offered.
3. The total undergraduate and graduate student enrollment.
4. Significant community events, initiatives or publications.

The chairpersons of the senate education committee and the house of representatives education committee may request the director of the school to appear before the committees to report on the school's annual achievements.

Any unencumbered balances remaining in the university collections fund on June 30, 2020 and all collections received by the university during the fiscal year are appropriated for operating expenditures, capital outlay and fixed charges. Earnings on state lands and interest on the investment of the permanent land funds are appropriated in compliance with the enabling act and the Constitution of Arizona. No part of this appropriation may be expended for supplemental life insurance or supplemental retirement.

Sec. 92. NORTHERN ARIZONA UNIVERSITY

2020-21

FTE positions 2,360.1

Operating lump sum appropriation $246,055,400

NAU - Yuma 3,071,400

Arizona financial aid trust 1,326,000

Teacher training 2,291,800

Economic policy institute 500,000

Biomedical research funding 3,000,000

Total appropriation - Northern Arizona university $256,244,600

Fund sources:

State general fund $100,090,100

University collections fund 156,154,500

The state general fund appropriation may not be used for alumni association funding.

The increased state general fund appropriation from Laws 2014, chapter 18 may not be used for medical marijuana research.

Other than scholarships awarded through the Arizona financial aid trust, the appropriated monies may not be used for scholarships or any student newspaper.

The appropriated amount for the teacher training line item shall be distributed to the Arizona K-12 center for program implementation and mentor training for the Arizona mentor teacher program prescribed by the state board of education.

Any unencumbered balances remaining in the university collections fund on June 30, 2020 and all collections received by the university during the fiscal year are appropriated for operating expenditures, capital outlay and fixed charges. Earnings on state lands and interest on the investment of the permanent land funds are appropriated in compliance with the enabling act and the Constitution of Arizona. No part of this appropriation may be expended for supplemental life insurance or supplemental retirement.

The biomedical research funding shall be distributed to a nonprofit medical research foundation in this state that collaborates with universities, hospitals, biotechnology and health research centers. A nonprofit foundation that receives monies shall submit an expenditure and performance report to Northern Arizona university. The university shall transmit the report to the joint legislative budget committee on or before February 1, 2021. The report must include at least the following:

1. The type and amount of expenditures from all state sources of monies, including the amount leveraged for local, state, federal and private grants.

2. A description of each grant received as well as the percentage and locations of positions funded solely or partly by state monies and the nonprofit foundation's projects with which those positions are associated.

3. Performance measures, including:

(a) Outcomes that are specifically related to the use of state monies.

(b) Progress that has been made toward achieving each outcome, including activities, resources and other evidence of the progress.

(c) Reportable inventions or discoveries related to each outcome.

(d) Publications, presentations and narratives related to each outcome and how the expenditures from all state sources of monies that the nonprofit foundation received have benefited this state.

The appropriated amount for the economic policy institute line item may not supplant any existing state funding or private or external donations to the institute or to the university. The appropriated monies and all private and external donations to the institute, including any remaining balances from prior fiscal years, shall be deposited in a separate account, shall be used only for the direct operation of the institute and may not be used for indirect costs of the university. On or before October 1, 2020, the institute shall submit to the president of the senate, the speaker of the house of representatives, the chairpersons of the senate education committee and the house of representatives education committee and the director of the joint legislative budget committee a report that includes at least the following information for the institute:

1. The total amount of funding received from all sources.

2. A description of the faculty positions and courses offered.

3. The total undergraduate and graduate student participation.

4. Significant community events, initiatives or publications.

The chairpersons of the senate education committee and the house of representatives education committee may request the director of the institute to appear before the committees to report on the institute's annual achievements.

Sec. 93. UNIVERSITY OF ARIZONA

2020-21

Main campus

FTE positions 6,021.3

Operating lump sum appropriation $462,000,100

Agriculture 43,828,700

Arizona cooperative extension 14,563,200

Center for the philosophy of freedom 2,526,500

Sierra Vista campus 7,750,900

Arizona financial aid trust 2,729,400

Mining, mineral and natural resources educational museum 428,800

Arizona geological survey 948,500

Total - main campus $534,776,100

Fund sources:

State general fund $181,346,000

University collections fund 353,430,100

Health sciences center

FTE positions 1,366.4

Operating lump sum appropriation $ 80,961,400

Clinical rural rotation 353,600

Clinical teaching support 8,587,000

Liver research institute 440,400

Phoenix medical campus 40,582,700

Telemedicine network 1,670,000

Total - health sciences center $132,595,100

Fund sources:

State general fund $ 76,897,700

University collections fund 55,697,400

Total appropriation - university of Arizona $667,371,200

Fund sources:

State general fund $258,243,700

University collections fund 409,127,500

The state general fund appropriation may not be used for alumni association funding.

The increased state general fund appropriation from Laws 2014, chapter 18 may not be used for medical marijuana research.

Other than scholarships awarded through the Arizona financial aid trust, the appropriated monies may not be used for scholarships or any student newspaper.

The legislature intends that $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. The legislature intends that the $8,000,000 not be annualized in future years.

The appropriated amount for the center for the philosophy of freedom line item may not supplant any existing state funding or private or external donations to the center or the philosophy department of the university of Arizona. The appropriated monies and all private and external donations to the center, including any remaining balances from prior fiscal years, shall be deposited in a separate account, shall be used only for the direct operation of the center and may not be used for indirect costs of the university. On or before October 1, 2020, the center shall submit a report to the president of the senate, the speaker of the house of representatives, the

chairpersons of the senate education committee and the house of representatives education committee and the director of the joint legislative budget committee that includes at least the following information for the center:

1. The total amount of funding received from all sources.

2. A description of faculty positions and courses offered.

3. The total undergraduate and graduate student participation.

4. Significant community events, initiatives or publications.

The chairpersons of the senate education committee and the house of representatives education committee may request the director of the center to appear before the committees to report on the center's annual achievements.

Any unencumbered balances remaining in the university collections fund on June 30, 2020 and all collections received by the university during the fiscal year are appropriated for operating expenditures, capital outlay and fixed charges. Earnings on state lands and interest on the investment of the permanent land funds are appropriated in compliance with the enabling act and the Constitution of Arizona. No part of this appropriation may be expended for supplemental life insurance or supplemental retirement.

Sec. 94. DEPARTMENT OF VETERANS' SERVICES

2020-21

FTE positions 760.3

Operating lump sum appropriation $ 2,343,700

Arizona state veterans' homes 39,005,200

Arizona state veterans' cemeteries 931,300

Veterans' benefit counseling 2,842,400

Veterans' suicide prevention 1,225,500

Veterans' trauma treatment services 450,000

Total appropriation - department of veterans' services $ 46,798,100

Fund sources:

State general fund $ 7,792,900

State home for veterans trust fund 39,005,200

The amount appropriated for veterans' suicide prevention line item shall be distributed to a nonprofit veterans' services organization that provides services related to reducing suicides among this state's military and veteran population. The department may spend up to $75,700 of this appropriation to hire a program specialist to liaise between the department and the selected nonprofit organization. Before the expenditure of the monies, the department shall submit an expenditure report for review by the joint legislative budget committee that includes the status of non-state matching grant monies.

Monies appropriated for the veterans' trauma treatment services line item shall be used to provide grants to contractors as defined in section 36-2901, Arizona Revised Statutes, that provide trauma treatment services training to any of the following health professionals licensed pursuant to title 32, Arizona Revised Statutes:

1. Physicians.

2. Registered nurse practitioners.

3. Physician assistants.

4. Psychologists.

5. Behavioral health professionals who are either licensed for individual practice or supervised by a psychologist, registered nurse practitioner or behavioral health professional licensed pursuant to title 32, Arizona Revised Statutes, for independent practice.

Sec. 95. ARIZONA STATE VETERINARY MEDICAL EXAMINING BOARD

2020-21

FTE positions 6.0

Lump sum appropriation $ 600,000

Fund sources:

Veterinary medical examining board fund $ 600,000

Sec. 96. DEPARTMENT OF WATER RESOURCES

2020-21

FTE positions 145.0

Operating lump sum appropriation $ 10,207,700

Adjudication support 1,742,900

Arizona water protection fund deposit 250,000

Assured and adequate water supply administration 1,995,100

Rural water studies 1,164,000

Conservation and drought program 410,700

Automated groundwater monitoring 411,800

Colorado River legal expenses 500,000*

Total appropriation - department of water resources $ 16,682,200

Fund sources:

State general fund $ 14,237,700

Water resources fund 963,700

Assured and adequate water supply administration fund 268,600

Arizona water banking fund 1,212,200

Monies in the assured and adequate water supply administration line item may be used only for the exclusive purposes prescribed in sections 45-108 and 45-576 through 45-579, Arizona Revised Statutes. The department of water resources may not transfer any monies into or out of the assured and adequate water supply administration line item.

The legislature intends that monies in the rural water studies line item be spent only to assess local water use needs and to develop plans for sustainable future water supplies in rural areas outside this state's active management areas and not be made available for other department operating expenditures.

Monies in the adjudication support line item may be used only for the exclusive purposes prescribed in section 45-256 and section 45-257, subsection B, paragraph 4, Arizona Revised Statutes. The department of water resources may not transfer any monies into or out of the adjudication support line item.

The department of water resources may not transfer any monies from the Colorado River legal expenses line item without prior review by the joint legislative budget committee.

Fiscal Year 2019-2020 Appropriation Adjustments

Sec. 97. Supplemental appropriation; department of administration; risk management revolving fund; fiscal year 2019-2020; review

A. In addition to any other appropriations made in fiscal year 2019-2020, the sum of $3,933,100 is appropriated from the risk management revolving fund established by section 41-622, Arizona Revised Statutes, in fiscal year 2019-2020 to the department of administration for the following purposes:

1. To pay disallowed costs relating to excess retained earnings.

2. To pay disallowed costs relating to the statewide information technology charges.

3. For fund transfers in fiscal year 2018-2019.

4. To pay interest owed from prior-year disallowed costs.

B. The legislature intends that the department of administration not enter into any agreements to pay for any federal reimbursements related to excess balances in the special employee health insurance trust fund established by section 38-654, Arizona Revised Statutes, unless the proposed agreements have been reviewed by the joint legislative budget committee.

Sec. 98. Supplemental appropriations; Arizona health care cost containment system administration; fiscal year 2019-2020

In addition to any other appropriations made in fiscal year 2019-2020, the sum of $45,978,600 from the state general fund, $5,109,200 from the tobacco tax and health care fund medically needy account established by section 36-771, Arizona Revised Statutes, and $468,181,900 from expenditure authority are appropriated in fiscal year 2019-2020 to the Arizona health care cost containment system administration for adjustments in funding formula requirements.

Sec. 99. Arizona health care cost containment system; graduate medical education; indirect costs; fiscal year 2019-2020

Notwithstanding Laws 2019, chapter 263, section 12:

1. The amount for graduate medical education appropriated by Laws 2019, chapter 263, section 12 includes $1,666,700 from the state general fund and $3,857,700 from expenditure authority for the direct and indirect costs of graduate medical education programs located in a county with a population of less than five hundred thousand persons. **The state general fund amount may supplement, but not supplant, voluntary payments made from political subdivisions for payments to hospitals that operate a graduate medical education program. The Arizona health care cost containment system administration shall prioritize distribution to programs at hospitals in counties with a higher percentage of persons residing in a health professional shortage area as defined in 42 Code of Federal Regulations part 5.**

2. The amount for graduate medical education appropriated by Laws 2019, chapter 263, section 12 includes $1,333,300 from the state general fund and $3,086,000 from expenditure authority for the direct and indirect costs of graduate medical education programs located in a county with a population of more than five hundred thousand persons. **The state general fund amount may supplement, but not supplant, voluntary payments made from political subdivisions for payments to hospitals that operate a graduate medical education program. The Arizona health care cost containment system administration shall prioritize distribution to programs at hospitals in counties with a higher percentage of persons residing in a health professional shortage area as defined in 42 Code of Federal Regulations part 5.**

Sec. 100. Superintendent of public instruction; transfer; fiscal year 2019-2020

Notwithstanding section 15-901.03, Arizona Revised Statutes, the superintendent of public instruction may transfer monies from the state general fund appropriation for basic state aid for fiscal year 2019-2020 to the results-based funding program for fiscal year 2019-2020 without review by the joint legislative budget committee. **Any amount transferred to the results-based funding program under this section that exceeds the amount needed to address a funding shortfall for the results-based funding program for fiscal year 2019-2020 reverts to the state general fund on June 30, 2020.**

Sec. 101. Supplemental appropriation; state land department; fiscal year 2019-2020

In addition to any other appropriations made in fiscal year 2019-2020, the sum of $481,100 is appropriated from the state general fund in fiscal year 2019-2020 to the state land department for a CAP user fee rate adjustment.

Sec. 102. Supplemental appropriation; school facilities board; building renewal grants; fiscal year 2019-2020

In addition to any other appropriations made in fiscal year 2019-2020, the sum of $28,000,000 is appropriated from the state general fund in fiscal year 2019-2020 to the school facilities board for building renewal grants.

Sec. 103. Supplemental appropriation; secretary of state; reimbursements; presidential preference election; fiscal year 2019-2020; report; reversion

A. In addition to monies appropriated pursuant to Laws 2019, chapter 263, section 87, the sum of $2,616,900 is appropriated from the state general fund in fiscal year 2019-2020 to the secretary of state to reimburse expenses incurred by counties to administer the 2020 presidential preference election.

B. The secretary of state shall reimburse counties based on the number of active registered voters in that county on January 2, 2020 as follows:

1. For counties with an official active voter registration total of five hundred thousand persons or more, in the amount of the actual expenses incurred or $1.74 for each active registered voter in the county, whichever is less.

2. For counties with an official active voter registration total of two hundred thousand persons or more and less than five hundred thousand persons, in the amount of the actual expenses incurred or $1.60 for each active registered voter in the county, whichever is less.

3. For counties with an official active voter registration total of one hundred thousand persons or more and less than two hundred thousand persons, in the amount of the actual expenses incurred or $1.90 for each active registered voter in the county, whichever is less.

4. For counties with an official active voter registration total of fifty thousand persons or more and less than one hundred thousand persons, in the amount of the actual expenses incurred or $2.00 for each active registered voter in the county, whichever is less.

5. For counties with an official active voter registration total of twelve thousand persons or more and less than fifty thousand persons, in the amount of the actual expenses incurred or $2.10 for each active registered voter in the county, whichever is less.

6. For counties with an official active voter registration total of less than twelve thousand persons, in the amount of the actual expenses incurred or $2.40 for each active registered voter in the county, whichever is less.

C. A county shall submit its certified claims to the secretary of state not later than May 18, 2020.

D. On or before December 31, 2020, the secretary of state shall submit a report to the joint legislative budget committee and the governor's office of strategic planning and budgeting regarding reimbursements made pursuant to this section.

E. The appropriation and reimbursement rates prescribed in this section do not set a precedent that the costs of administering any process to select party nominees for a presidential election held after March 17, 2020

will be reimbursed by the state at any particular level. **It is the responsibility of future legislatures to determine the appropriate funding levels for any future presidential nominee selection process.**

F. Notwithstanding Laws 2019, chapter 263, section 87, the $4,408,100 appropriated for the presidential preference election line item by Laws 2019, chapter 263, section 87 is exempt from the provisions of section 35-190, Arizona Revised Statutes, relating to lapsing of appropriations, until December 31, 2020.

G. The appropriation made in subsection A of this section is exempt from the provisions of section 35-190, Arizona Revised Statutes, relating to lapsing of appropriations, until December 31, 2020.

Sec. 104. Supplemental appropriation; secretary of state; election systems improvements; fiscal year 2019-2020; review; reversion

A. The sum of $6,690,300 is appropriated from the election systems improvement fund established by section 41-129, Arizona Revised Statutes, in fiscal year 2019-2020 to the secretary of state to be allocated as follows:

1. $5,352,200 shall be distributed to the counties for election systems improvements. **Each county shall receive $50,000 and the remainder of the monies allocated pursuant to this paragraph shall be distributed to each county based on population. For the purposes of this paragraph, "population" means the population according to the 2010 United States decennial census.**

2. $1,338,100 shall be used by the secretary of state for election systems improvements. Before spending the monies allocated pursuant to this paragraph, the secretary of state shall submit an expenditure plan for review by the joint legislative budget committee.

B. The appropriation made in subsection A of this section is exempt from the provisions of section 35-190, Arizona Revised Statutes, relating to lapsing of appropriations, until June 30, 2022.

Fiscal Year 2020-2021 Appropriations

Sec. 105. Appropriations; department of administration; counties; allocations; fiscal year 2020-2021

A. The sum of $7,150,650 is appropriated from the state general fund in fiscal year 2020-2021 to the department of administration for distribution to counties to maintain essential county services. The department shall allocate the appropriation equally among all counties with a population of less than nine hundred thousand persons according to the 2010 United States decennial census.

B. The sum of $500,000 is appropriated from the state general fund in fiscal year 2020-2021 to the department of administration for distribution to a county with a population of more than thirty thousand persons but less than forty thousand persons according to the 2010 United States decennial census to maintain essential county services.

C. The sum of $3,000,000 is appropriated from the state general fund in fiscal year 2O20-2021 to the department of administration for distribution to counties to supplement the normal cost plus an amount to amortize the unfunded accrued liability pursuant to section 38-810, subsection C, Arizona Revised Statutes. **The department shall allocate the appropriation equally among all counties with a population of less than three hundred thousand persons according to the 2010 United States decennial census.** **The counties may use these monies only for required employer contributions to the elected officials' retirement plan.**

Sec. 106. Appropriation; automation projects fund; fiscal year 2020-2021; quarterly report

Appropriation

A. The sum of $4,992,800 is appropriated from the department of child safety subaccount in the automation projects fund established pursuant to section 41-714, Arizona Revised Statutes, in fiscal year 2020-2021 to the department of administration to implement upgrades to the children's information library and data source system at the department of child safety.

Quarterly Report

B. The department of administration shall submit to the joint legislative budget committee, within thirty days after the last day of each calendar quarter, a quarterly report on implementing projects approved by the information technology authorization committee established by section 18-121, Arizona Revised Statutes, including the projects' expenditures to date, deliverables, timeline for completion and current status.

Nonlapsing

C. The amount appropriated pursuant to this section from the automation projects fund established by section 41-714, Arizona Revised Statutes, in fiscal year 2020-2021 is exempt from the provisions of section 35-190, Arizona Revised Statutes, relating to lapsing of appropriations until June 30, 2022.

D. The transfers into the automation projects fund established by section 41-714, Arizona Revised Statutes, as outlined in this section are not appropriations out of the automation project fund. **Only direct appropriations out of the automation projects fund are appropriations.**

Sec. 107. Department of economic security; loans; reimbursement; fiscal year 2020-2021

On or after April 1, 2021, the department of economic security may use up to $25,000,000 from the budget stabilization fund established by section 35-144, Arizona Revised Statutes, for the purpose of providing funding for reimbursement grants. **Before using the monies from the budget stabilization fund, the department shall notify the director of the joint legislative budget committee and the director of the governor's office of strategic planning and budgeting.** **Notwithstanding any other law, this appropriation must be fully reimbursed on or before**

September 1, 2021 and must be reimbursed in full as part of the closing process for fiscal year 2020-2021. The appropriation may not be used for additional programmatic expenditures.

Sec. 108. Appropriation; debt service payment; state buildings; fiscal year 2020-2021

The sum of $53,701,800 is appropriated from the state general fund in fiscal year 2020-2021 to the department of administration for the purpose of making a debt service payment on the sale and leaseback of state buildings authorized by Laws 2009, third special session, chapter 6, section 32.

Sec. 109. Phoenix convention center; allocation; fiscal year 2020-2021

Pursuant to section 9-602, Arizona Revised Statutes, $23,997,900 of state general fund revenue is allocated in fiscal year 2020-2021 to the Arizona convention center development fund established by section 9-601, Arizona Revised Statutes.

Sec. 110. Rio Nuevo multipurpose facility district; estimated distribution; fiscal year 2020-2021

Pursuant to section 42-5031, Arizona Revised Statutes, a portion of the state transaction privilege tax revenues will be distributed to a multipurpose facility district. The Rio Nuevo multipurpose facility district is estimated to receive $16,000,000 in fiscal year 2020-2021.* The actual amount of the distribution will be made pursuant to section 42-5031, Arizona Revised Statutes.

Fiscal Year 2020-2021 Appropriations and Fund Balance Transfers

Sec. 111. Appropriation; fund balance transfer; fiscal year 2020-2021; state general fund

Notwithstanding section 36-2930, Arizona Revised Statutes, on or before June 30, 2021, the sum of $16,700,000 from the prescription drug rebate fund established by section 36-2930, Arizona Revised Statutes, is transferred to the state general fund for the purpose of providing adequate support and maintenance for agencies of this state.

Sec. 112. Appropriation; fund balance transfer; fiscal year 2020-2021; automation projects fund

A. The sum of $4,992,800 is appropriated from the automation projects fund established by section 41-714, Arizona Revised Statutes, in fiscal year 2020-2021 for deposit in the department of child safety subaccount in the automation projects fund established pursuant to section 41-714, Arizona Revised Statutes, to upgrade the children's information library and data source system at the department of child safety.

B. The transfers into the automation projects fund established by section 41-714, Arizona Revised Statutes, are not appropriations out of the automation projects fund. Only direct appropriations out of the automation projects fund are appropriations.

Sec. 113. Appropriation; Arizona highway patrol fund; state highway fund; vehicle license tax; fund balance transfer; fiscal year 2020-2021

A. Notwithstanding any other law, the amount of $15,492,300 is transferred from the Arizona highway patrol fund established by section 41-1752, Arizona Revised Statutes, in fiscal year 2020-2021 for deposit in the state highway fund established by section 28-6991, Arizona Revised Statutes.

B. Notwithstanding any other law, $15,492,300 received in fiscal year 2020-2021 pursuant to title 28, chapter 16, article 3, Arizona Revised Statutes, relating to vehicle license tax, for distribution to the state highway fund pursuant to section 28-6538, subsection A, paragraph 1, Arizona Revised Statutes, shall be deposited in the state general fund.* Deposits may be made in even monthly installments.

C. Notwithstanding any other law, $7,850,900 received in fiscal year 2020-2021 pursuant to title 28, chapter 16, article 3, Arizona Revised Statutes, relating to vehicle license tax, for distribution to the state highway fund pursuant to section 28-6538, subsection A, paragraph 1, Arizona Revised Statutes, shall be deposited in the state general fund.* Deposits may be made in even monthly installments.

Payment Deferrals

Sec. 114. Reduction in school district state aid apportionment in fiscal year 2020-2021; appropriation in fiscal year 2021-2022

A. In addition to any other appropriation reductions made in fiscal year 2020-2021, notwithstanding any other law, the department of education shall defer until after June 30, 2021 but not later than July 12, 2021 $930,727,700 of the basic state aid and additional state aid entitlement that otherwise would be apportioned to school districts during fiscal year 2020-2021 pursuant to section 15-973, Arizona Revised Statutes. The funding deferral required by this subsection does not apply to charter schools or to school districts with a student count of less than six hundred pupils.* The department of education shall make the deferral by reducing the apportionment of state aid for each month in the fiscal year by the same amount.

B. In addition to any other appropriations made in fiscal year 2021-2022, the sum of $930,727,700 is appropriated from the state general fund in fiscal year 2021-2022 to the department of education and the superintendent of public instruction for basic state aid and additional state aid entitlement for fiscal year 2021-2022. This appropriation shall be disbursed after June 30, 2021 but not later than July 12, 2021 to the several counties for the school districts in each county in amounts equal to the reductions in apportionment of basic state aid and additional state aid that are required pursuant to subsection A of this section for fiscal year 2020-2021.

C. School districts shall include in the revenue estimates they use for computing their tax rates for fiscal year 2020-2021 the monies they will receive pursuant to subsection B of this section.

Statewide Adjustments

Sec. 115. Appropriations; operating adjustments

2020-21

1. Employer health insurance
contribution reduction $(20,257,200)
Fund sources:
State general fund $(10,492,900)
Other funds (9,764,300)
2. Employer health insurance
contribution rate increase $ 43,500,000
Fund sources:
State general fund $ 22,000,000
Other funds 21,500,000
3. Agency retirement $ 19,908,600
Fund sources:
State general fund $ 16,908,600
Other funds 3,000,000
4. Nonuniversity state employee
27th pay period adjustments $ 74,615,200
Fund sources:
State general fund $ 43,078,600
Other appropriated funds 31,536,600

Employer health insurance contribution reduction

The amount appropriated is for a onetime employer contribution rate reduction for employee health insurance in fiscal year 2020-2021. The joint legislative budget committee staff shall determine and the department of administration shall allocate to each agency or department an amount for the health insurance contribution adjustment. The joint legislative budget committee staff shall also determine and the department of administration shall allocate adjustments, as necessary, in expenditure authority to implement the reduction in employer health insurance contribution rates. The joint legislative budget committee staff shall use the overall allocation of state general fund and appropriated tuition monies for each university in determining that university's specific adjustment.

Employer health insurance contribution rate increase

The amount appropriated is for a onetime employer contribution rate increase for employee health insurance in fiscal year 2020-2021. The joint legislative budget committee staff shall determine and the department of administration shall allocate to each agency or department an amount for the health insurance contribution adjustment. The joint legislative budget committee staff shall also determine and the department of administration shall allocate adjustments, as necessary, in expenditure authority to implement the increase in employer health insurance contribution rates. The joint legislative budget committee staff shall use the overall allocation of state general fund and appropriated tuition monies for each university in determining that university's specific adjustment.

Agency retirement

The amount appropriated is for agency retirement adjustments in fiscal year 2020-2021. The joint legislative budget committee staff shall determine and the department of administration shall allocate to each agency or department an amount for the agency retirement adjustment. The joint legislative budget committee staff shall also determine and the department of administration shall allocate adjustments, as necessary, in expenditure authority to allow implementation of the agency retirement adjustments.

Nonuniversity state employee 27th pay period adjustments

The amount appropriated for nonuniversity state employee 27th pay period adjustments is for a onetime fiscal year 2020-2021 increase in state agency expenditures due to the occurrence of a 27th pay period in fiscal year 2020-2021. The adjustments apply only to nonuniversity state agencies. The joint legislative budget committee staff shall determine and the department of administration shall allocate to each agency's or department's personal services and employee related expenditures an amount for the 27th pay period for employees. The joint legislative budget committee staff shall also determine and the department of administration shall allocate adjustments, as necessary, in expenditure authority to allow implementation of nonuniversity state employee 27th pay period adjustments.

Sec. 116. Department of law; general agency counsel charges; fiscal year 2020-2021

Pursuant to section 41-191.09, Arizona Revised Statutes, the following state agencies and departments are charged the following amounts in fiscal year 2020-2021 for general agency counsel provided by the department of law:

1. Department of administration $127,700
2. Office of administrative hearings $ 3,000

3. Arizona arts commission$ 3,100
4. Automobile theft authority$ 1,400
5. Citizens clean elections commission$ 2,700
6. State department of corrections$ 2,000
7. Arizona criminal justice commission$ 8,700
8. Arizona state schools for the deaf and the blind$100,200
9. Commission for the deaf and the hard of hearing$ 4,100
10. Arizona early childhood development and health board$ 47,100
11. Department of education$132,000
12. Department of emergency and military affairs$ 30,000
13. Department of environmental quality$135,600
14. Arizona exposition and state fair board$ 20,900
15. Arizona department of forestry and fire management$ 13,400
16. Department of gaming$ 37,300
17. Department of health services$173,800
18. Arizona historical society$ 700
19. Arizona department of housing$ 19,300
20. Department of insurance and financial institutions$ 12,400
21. Department of juvenile corrections$ 9,400
22. State land department$ 2,100
23. Department of liquor licenses and control$ 11,400
24. Arizona state lottery commission$ 24,800
25. Arizona state parks board$ 45,800
26. State personnel board $ 600
27. Arizona pioneers' home$ 12,100
28. Commission for postsecondary education$ 1,800
29. Department of public safety$677,400
30. Arizona state retirement system$ 69,100
31. Department of revenue$ 4,900
32. Department of state - secretary of state$ 1,800
33. State treasurer$ 9,200
34. Department of veterans' services$ 52,700

Fiscal Year 2021-2022 Appropriations

Sec. 117. Appropriation; new school facilities fund; fiscal year 2021-2022; use

The sum of $11,730,900 is appropriated from the state general fund in fiscal year 2021-2022 for a onetime deposit in the new school facilities fund established by section 15-2041, Arizona Revised Statutes. The school facilities board shall use the monies only for facilities that will be constructed for school districts that received final approval from the school facilities board on or before December 15, 2019.

Sec. 118. Appropriations; universities; fiscal year 2021-2022; 27th pay period

A. In addition to any other appropriations made in fiscal year 2021-2022, the following amounts are appropriated in fiscal year 2021-2022 to the universities for onetime increases in expenditures for personal services and employee-related expenditures due to the occurrence of a 27th pay period in fiscal year 2021-2022:

2021

1. Arizona state university$28,386,400
Fund sources:
State general fund$ 9,115,000
University collections fund$19,271,400
2. Northern Arizona University$7,798,100
Fund sources:
State general fund$ 2,939,500

��� University collections fund���� **$ 4,858,600**

3. University of Arizona – main campus **$16,483,100**

Fund sources:

State general fund **$ 5,540,800**

University collections fund **$10,942,300**

4. University of Arizona – health sciences center **$ 4,271,800**

Fund sources:

State general fund **$ 2,456,800**

University collections fund **$ 1,815,000**

B. The legislature intends that the amounts appropriated in subsection A of this section provide funding to the universities for 27th pay period costs based on the overall allocation of state general fund and appropriated tuition monies for each university.

Other Provisions

Sec. 119. Legislative intent; expenditure reporting

The legislature intends that all departments, agencies and budget units receiving appropriations under the terms of this act continue to report actual, estimated and requested expenditures by budget programs and budget classes in a format that is similar to the budget programs and budget classes used for budgetary purposes in prior years. A different format may be used if deemed necessary to implement section 35-113, Arizona Revised Statutes, agreed to by the director of the joint legislative budget committee and incorporated into the budget preparation instructions adopted by the governor's office of strategic planning and budgeting pursuant to section 35-112, Arizona Revised Statutes.

Sec. 120. FTE positions; reporting; definition

Full-time equivalent (FTE) positions contained in this act are subject to appropriation. The director of the department of administration shall account for the use of all appropriated and nonappropriated FTE positions, excluding those in the universities. The director of the department of administration shall submit the fiscal year 2020-2021 report on or before October 1, 2021 to the director of the joint legislative budget committee. The report shall compare the level of appropriated FTE usage in each fiscal year to the appropriated level. For the purposes of this section, "FTE positions" means the total number of hours worked, including both regular and overtime hours as well as hours taken as leave, divided by the number of hours in a work year. The director of the department of administration shall notify the director of a budget unit if the budget unit's appropriated FTE usage has exceeded its number of appropriated FTE positions. The universities shall each report to the director of the joint legislative budget committee in a manner comparable to the department of administration reporting.

Sec. 121. Filled FTE positions; reporting

On or before October 1, 2020, each agency, including the judiciary and universities, shall submit a report to the director of the joint legislative budget committee on the number of filled appropriated and nonappropriated FTE positions, by fund source, as of September 1, 2020.

Sec. 122. Transfer of spending authority

The department of administration shall report monthly to the director of the joint legislative budget committee any transfers of spending authority made pursuant to section 35-173, subsection C, Arizona Revised Statutes, during the prior month.

Sec. 123. Interim reporting requirements

A. State general fund revenue for fiscal year 2019-2020, including a beginning balance of $957,241,000 and other onetime revenues, is forecasted to be $12,545,000,000.

B. State general fund revenue for fiscal year 2020-2021, including onetime revenues, is forecasted to be $12,540,200,000.

C. State general fund revenue for fiscal year 2021-2022, including onetime revenues, is forecasted to be $12,348,400,000. State general fund expenditures for fiscal year 2021-2022 are forecasted to be $12,136,400,000.

D. State general fund revenue for fiscal year 2022-2023, including onetime revenues, is forecasted to be $12,824,600,000. State general fund expenditures for fiscal year 2022-2023 are forecasted to be $12,391,600,000.

E. The executive branch shall provide to the joint legislative budget committee a preliminary estimate of the fiscal year 2019-2020 state general fund ending balance on or before September 15, 2020. The estimate shall include projections of total revenues, total expenditures and ending balance. The department of administration shall continue to provide the final report for the fiscal year in its annual financial report pursuant to section 35-131, Arizona Revised Statutes.

F. Based on the information provided by the executive branch, the staff of the joint legislative budget committee shall report to the joint legislative budget committee on or before October 15, 2020 whether the fiscal year 2020-2021 revenues and ending balance are expected to change by more than $50,000,000 from the budgeted projections. The joint legislative budget committee staff may make technical adjustments to the revenue and

expenditure estimates in this section to reflect other bills enacted into law. The executive branch may also provide its own estimates to the joint legislative budget committee on or before October 15, 2020.

Sec. 124. Definition

For the purposes of this act, "*" means this appropriation is a continuing appropriation and is exempt from the provisions of section 35-190, Arizona Revised Statutes, relating to lapsing of appropriations.

Sec. 125. Definition

For the purposes of this act, "expenditure authority" means that the fund sources are continuously appropriated monies that are included in the individual line items of appropriations.

Sec. 126. Definition

For the purposes of this act, "review by the joint legislative budget committee" means a review by a vote of a majority of a quorum of the members of the joint legislative budget committee.

APPROVED BY THE GOVERNOR MARCH 28, 2020.

FILED IN THE OFFICE OF THE SECRETARY OF STATE MARCH 28, 2020.