

Final Engrossed Budget Bills

	<u>Page</u>
• 4-Year Analysis	1
• Statement of Revenues and Expenditures	9
• Agency Detail - Budget Proposal	
– General Fund	10
– Other Fund.....	20
• Budget Reconciliation Bill (BRB) Summary.....	31
– Budget Procedures	31
– Criminal Justice.....	34
– Environment	36
– Health	37
– Higher Education	39
– K-12 Education.....	41
– Revenue.....	45
– Transportation.....	45
– Tax Omnibus.....	46
– General Appropriation Act Provisions	49
– Major Footnote Changes.....	50
• FY 2021 Changes.....	58

Prepared by JLBC Staff
June 30, 2021

GENERAL FUND BUDGET 4-YEAR ANALYSIS

\$ in Millions

	A	B	C	D
	FY 2021 6/30	FY 2022 6/30	FY 2023 6/30	FY 2024 6/30
1 Beginning Balance	\$ 372.5	\$ 441.5	\$ 201.8	\$ 40.3
2 Ongoing Revenues				
3 Ongoing Revenues - January Baseline	12,492.9	12,508.4	12,899.8	13,541.4
4 Base Revenue Adjustment	1,146.0	878.3	875.2	922.3
5 Phase In 16% Class 1 Assessment Ratio Over 4 Years		Start in TY 22/FY 23	(4.4)	(9.0)
6 Increase Homeowner's Rebate From 47.2% to 50.0%		Start in TY 22/FY 23	(30.0)	(30.8)
7 Reduce Existing Rates to 2.55%/2.98% (Plus Future Triggers)		Start in TY 22/FY 23	(1,016.6)	(1,016.6)
8 Max Marginal Tax Rate of 4.5% - Ongoing in FY 25		One-Time Revenue	One-Time Revenue	One-Time Revenue
9 SB 1783 Impact (Applied Against Max Tax Rate Cost) - Ongoing in FY 25		One-Time Revenue	One-Time Revenue	One-Time Revenue
10 Increase Urban Revenue Sharing From 15% to 18% - Start in FY 24		Start in FY 24	Start in FY 24	No Cost to Baseline
11 Increase Percentage of Charitable Contributions for Non-Itemizers		Start in TY 22/FY 23	(2.0)	(3.9)
12 Other Sources		Score Starting in '23	200.0	300.0
13 Score Additional Prop 207 Revenues - GF Sales Tax Collections		32.0	46.0	46.0
14 Veterans Pension Exemption (Full Exemption)		(48.3)	(37.9)	(37.9)
15 Affordable Housing Tax Credit - 4 Award Groups of \$4 M (Cost Begins in FY 24)		Cost Begins in '24	Cost Begins in '24	(4.0)
16 DHS - Radiation Regulatory - Eliminate GF Deposit and Reduce Fees By \$300k		(0.3)	(0.3)	(0.3)
17 School Tuition Organizations - Switcher/Low-Income/Out-of-State		(0.4)	(0.4)	(0.4)
18 School Tuition Organizations - Increase Displaced/Disabled Cap From \$5 M To \$6 M		(1.0)	(1.0)	(1.0)
19 Contributions in Aid of Construction		(0.4)	(0.4)	(0.4)
20 Forest Product Processing Tax Credit		(0.4)	(0.4)	(0.4)
21 Flagstaff Minimum Wage Charge		1.1	1.1	1.1
22 Treasurer Accountant Reclassification		(0.1)	(0.1)	(0.1)
23 Treasurer Payment Card Industry Compliance Officer (1 FTE)		(0.1)	(0.1)	(0.1)
24 Subtotal - Ongoing Revenues	\$ 13,638.9	\$ 13,368.8	\$ 12,928.5	\$ 13,705.9
25 One-Time Revenues				
26 Max Marginal Tax Rate of 4.5% - Score As One-Time Thru FY 24		(836.0)	(487.8)	(487.8)
27 SB 1783 Impact (Applied Against Max Tax Rate Cost) - Score One-Time Thru FY 24		No Cost to Baseline	173.4	173.4
28 Previously Enacted Fund Transfers				
29 Water Infrastructure Repayment		20.0		
30 Prescription Drug Rebate Fund Transfer - Enacted/Baseline	16.7	Ongoing Fund Shift	Ongoing Fund Shift	Ongoing Fund Shift
31 New Proposed Fund Transfers				
32 DPS Highway Patrol Fund Transfer - FY 20 CRF Offset	24.2			
33 Extend Veterans Income Tax Settlement Fund Program Deadline	Yes			
34 \$100k of Vet. Income Tax Settlement Fund to DVS for Veteran Suicide Prevention	Yes			
35 Subtotal - Newly Enacted Fund Transfers	\$ 24.2	\$ -	\$ -	\$ -

GENERAL FUND BUDGET 4-YEAR ANALYSIS

\$ in Millions

	A	B	C	D
	FY 2021 6/30	FY 2022 6/30	FY 2023 6/30	FY 2024 6/30
36 Subtotal - One-Time Revenues (Including Beginning Balance)	\$ 413.4	\$ (374.5)	\$ (112.6)	\$ (274.1)
37 Total Revenues	\$ 14,052.3	\$ 12,994.3	\$ 12,815.9	\$ 13,431.8
38 JLBC Baseline - Ongoing Spending	\$ 11,374.8	\$ 12,104.3	\$ 12,546.6	\$ 12,903.8
39 Ongoing Changes to JLBC Baseline				
40 ADOA - Permitting Dashboard		0.3	0.3	0.3
41 Agriculture - State Agriculture Laboratory Scientist (1 FTE)		0.1	0.1	0.1
42 Agriculture - Cloud Migration		1.0	1.0	1.0
43 Agriculture - Plant Services Division Salary Increase (\$170k)		0.2	0.2	0.2
44 Agriculture - Meat Inspection Staff (2 FTE) [\$220k]		0.2	0.2	0.2
45 Agriculture - Salary Increase (12 Ag Lab Positions)		0.3	0.3	0.3
46 AHCCCS - Formula		(76.1)		
47 AHCCCS - IT Operating Funding		3.0	3.0	3.0
48 AHCCCS - Enacted GME Increase (Fund \$6 M FY 22, \$9 M Baseline After)		(3.0)		
49 AHCCCS - Elderly/Physically Disabled (EPD) Provider Rate Increase (\$7 M to SNF)		13.3	13.3	13.3
50 AHCCCS - Prescription Drug Rebate Fund Shift		(16.7)	(16.7)	(16.7)
51 AHCCCS - Newborn Screening General Fund Costs		0.5	0.6	0.8
52 Attorney General - Unreported In-Kind Contributions Task Force		0.5	0.5	0.5
53 DCS - Caseworker Salary Increase (Step 1 - 11% / All Other Steps - 5%)		5.4	5.4	5.4
54 Comm Colleges - Rural Community College Aid (By Student Count)		14.0	14.0	14.0
55 ADC - Braille Program Expansion ('22- \$250k/23' and '24 - \$200k)		0.3	0.2	0.2
56 ADC - Florence Bed Closure/Shift		18.7	21.1	28.3
57 ADC - Correctional Officer Salary Increase (5% + \$2k Sergeant Increase)		30.7	30.7	30.7
58 ADC - New Corporal Classification		1.6	1.6	1.6
59 ADC - Transition Program		1.3	1.3	1.3
60 ADC - Contracted Increases		28.0	28.0	28.0
61 ADC - Rent Savings From Building Demolition		Savings in '23	(0.6)	(0.6)
62 DES - State Long-Term Care Ombudsman		1.0	1.0	1.0
63 DES - Area Agencies on Aging (AAA) Funding (Provider Rate Increases)		1.0	1.0	1.0
64 DES - DD Provider Rate Increase (Also Reallocate \$15 M Base Funding)		15.4	15.4	15.4
65 DES - Homeless Youth (\$1 M Ongoing GF Starting in FY 24)				1.0
66 DES - 5% Salary Increase (4,900 Positions)		2.3	2.3	2.3
67 SBE - Investigations Unit Expansion/Move Investigations Unit From ADE to SBE		0.5	0.5	0.5
68 ADE - Formula		(32.7)	(62.7)	(106.8)
69 ADE - CTED Certification Exam Fee Reimbursement (\$1 M Ongoing GF in FY 24)				1.0
70 ADE - College Placement Exam Fee Waiver		1.3	1.3	1.3
71 ADE - College Credit By Examination Incentive Program		2.5	2.5	2.5
72 ADE - Literacy Coaches (25 FTE)				3.1

GENERAL FUND BUDGET 4-YEAR ANALYSIS

\$ in Millions

		A	B	C	D
		FY 2021 6/30	FY 2022 6/30	FY 2023 6/30	FY 2024 6/30
73	ADE - Kindergarten Entry Assessment				1.5
74	ADE - Dyslexia Screening/Training				1.3
75	ADE - Teacher Reading Instruction Exam				1.0
76	ADE - Jobs for Arizona Graduates				0.4
77	ADE - Alternative Teacher Development Program				0.5
78	ADE - Adult Education State Match		0.4	0.4	0.4
79	ADE - Special Ed Funding (Group B Weights)		50.0	50.0	50.0
80	ADE - Gifted Funding		1.0	1.0	1.0
81	ADE - 4th Year CTED Funding		5.0	5.0	5.0
82	DEMA - Cyber Task Force		0.5	0.5	0.5
83	DEQ - Continue \$5 M WQARF Funding As Ongoing (One-Time in '21 Budget)		5.0	5.0	5.0
84	Forestry - Fire Mitigation Personnel - 122 FTE		See FY 21 One-Time	28.0	25.0
85	Forestry - Fire Mitigation Personnel - Vehicle Operating Costs		See FY 21 One-Time	2.6	2.6
86	Forestry - Contracted Hazardous Vegetation Removal		See FY 21 One-Time	4.5	4.5
87	Forestry - Fire Suppression Funding		See FY 21 One-Time	See FY 21 One-Time	See FY 21 One-Time
88	Forestry - Fire Marshal Personnel		0.3	0.3	0.3
89	Forestry - Additional Fire School Funding		0.1	0.1	0.1
90	Gaming - Racing Division - County Fair Promotion (\$1.25 M FY 22/\$2.25 M FY 23)		1.3	2.3	2.3
91	Gaming - Racing Division - Racing Purse Enhancement		5.0	5.0	5.0
92	Gaming - Racing Division - Racetrack Purse/Maintenance/Operations Funding		5.0	5.0	5.0
93	DHS - Long-Term Care Surveyor Team (16 FTE)		1.6	1.6	1.6
94	DHS - High Risk Perinatal - Additional Visits		0.3	0.3	0.3
95	DHS - Alzheimer's Research		1.0	1.0	1.0
96	DHS - Move Biomedical Research Support to General Fund		2.0	2.0	2.0
97	DHS - Guilty Except Insane Monitoring (\$40k)		0.1	0.1	0.1
98	IRC Commission Funding (Remove Baseline Ongoing \$/See One-Time \$)		(3.0)		
99	Industrial Comm. - Municipal Firefighter Reimbursement Admin. (\$80k Ongoing/\$15k One-Time)		0.1	0.1	0.1
100	Judiciary - Supreme Court - Case Management IT System Operating Costs		0.2	0.3	0.3
101	Judiciary - Supreme Court - Order of Protection IT Staff		0.3	0.3	0.3
102	Judiciary - Supreme Court - Dependency Alternative Program		0.2	0.2	0.2
103	Judiciary - Supreme Court - Water Adjudication Personnel and Support		2.4	2.4	2.4
104	Judiciary - Superior Court - Probation Incentive Payments		1.0	1.0	1.0
105	Judiciary - Superior Court - State Fleet Initiative Ongoing Costs		0.1	0.1	0.1
106	Judiciary - Superior Court - Adult Intensive Probation Growth		0.2	0.2	0.2
107	Judiciary - Superior Court - Probation Salary Increases (Prior Deficits/FY 22)		4.3	4.3	4.3
108	DJC - Land Trust Lease Adjustment		0.1	0.1	0.1
109	DJC - Youth Correctional Officer Salary Increase - 5% Increase		1.6	1.6	1.6
110	Legislature - Auditor General - Voter Registration Database Auditing		0.5	0.5	0.5
111	Legislature - Ombudsman - Additional FTE and Operating Costs		0.2	0.2	0.2
112	Mine Inspector - Inspection and Reclamation Land Programs		0.2	0.2	0.2

GENERAL FUND BUDGET 4-YEAR ANALYSIS

\$ in Millions

	A	B	C	D
	FY 2021 6/30	FY 2022 6/30	FY 2023 6/30	FY 2024 6/30
113 Postsecondary Education - Consolidate Into ABOR		Yes		
114 Prescott Historical Society - Sharlot Hall Funding (\$50k)		0.1	0.1	0.1
115 DPS - Body Camera Funding [29 FTE] (Also See One-Time Funding)		6.9	6.9	6.9
116 DPS - Overtime Funding (21 Add'l Hours/Trooper + Civilian)		6.6	6.6	6.6
117 DPS - Increased Recruitment Funding		0.4	0.4	0.4
118 DPS - Salary Increase (Troopers and Civilians) - 10% Increase		23.5	23.5	23.5
119 DOR - Repeal Local Cost Sharing Charge/Backfill DOR Budget		20.8	20.8	20.8
120 DOR - E-Commerce Compliance and Outreach		0.9	0.9	0.9
121 Universities - Additional Ongoing Operating Funding (New Economy Initiatives)		25.0	25.0	25.0
122 Universities - ASU - Ongoing Operating Funding		21.9	21.9	21.9
123 Universities - NAU - Ongoing Operating Funding		10.5	10.5	10.5
124 Universities - UA - Ongoing Operating Funding		11.2	11.2	11.2
125 Universities - UA - School of Mining Funding		4.0	4.0	4.0
126 Universities - UA - Natural Resource Users Law and Policy Center		0.5	0.5	0.5
127 Universities - UA - AZ Geological Survey Funding (2 FTE)		0.2	0.2	0.2
128 Universities - Backfill HITF Tuition Costs (Footnote)		11.8	11.8	11.8
129 Universities - Promise Scholarship		7.5	7.5	7.5
130 Universities - Higher CIF Inflation - Technical Adjustment		Adjustment in '23	0.1	0.1
131 Vet. Services - Additional Benefits Counselors (12 FTE) - [\$732k Ongoing/\$42k One-Time]		0.8	0.7	0.7
132 DWR - Salary Increase (Selected Positions)		2.8	2.8	2.8
133 Other - Debt Payoff Savings (SFB 2015/ADC Kingman 2016/Lottery Bonds Payoff)		(109.2)	(109.2)	(109.2)
134 Other - Debt Payoff Savings (2019A Sale/Leaseback Payoff)		(53.7)	(53.7)	(53.7)
135 Other - Pension Payoff Savings (DPS \$500 M/ADC \$500 M = \$1.0 B)		Savings in '23	(110.0)	(110.0)
136 Other - State Employee Health Insurance Funding - Ongoing (Also See Univ. Tuition Row)		11.2	11.2	11.2
137 Other - Retirement Rate Adjustment		3.6	3.6	3.6
138 Other - State Building Rental Rate Adjustment		(0.2)	(0.2)	(0.2)
139 Other - AFIS Transaction Fee Increase (State Accounting System)		0.4	0.4	0.4
140 Other - Risk Management Funding Adjustment		(1.1)	(1.1)	(1.1)
141 Other - ADOT Vehicle Fleet Fee Increase		2.5	2.5	2.5
142 Other - Revise Admin Adjustment/Revertment Estimates		Adjustment in '23	(9.0)	(9.0)
143 Subtotal - Ongoing Changes to JLBC Baseline	\$ -	\$ 110.8	\$ 81.9	\$ 52.0
144 Total Ongoing Spending	\$ 11,374.8	\$ 12,215.1	\$ 12,628.5	\$ 12,955.8
145 JLBC Baseline - One-Time Spending	\$ (269.2)	\$ 202.1	\$ 46.4	\$ 37.4
146 One-Time Changes to JLBC Baseline				
147 ADOA - AFIS (Accounting System) Upgrade		See FY 23/FY 24	0.5	0.6
148 ADOA - Permitting Dashboard		0.1		
149 ADOA - K-12 Transportation Grants (2-Year Pilot)		10.0	20.0	

GENERAL FUND BUDGET 4-YEAR ANALYSIS

\$ in Millions

		A	B	C	D
		FY 2021 6/30	FY 2022 6/30	FY 2023 6/30	FY 2024 6/30
150	ADOA/APF - ADOA - K-12 Financial Transparency Reporting System		3.0	1.5	1.5
151	ADOA/APF - Charter Board - IT Platform Upgrade		0.6		
152	ADOA/APF - ADE - School Finance Payment System Replacement		OF (ESA Fund) - \$7.2 M		
153	Agriculture - State Agricultural Laboratory Equipment		2.5		
154	Agriculture - Cloud Migration		2.0		
155	AHCCCS/DES/DCS - Additional Federal Match Rate Reversion	(134.0)	(267.0)		
156	AHCCCS - PMMS Roadmap (\$78k)		OF (PDRF) - \$0.1 M		
157	AHCCCS - Health Care Investment Fund Supplement (Maintain Provider Rates)		OF (PDRF) - \$4.0 M		
158	Attorney General - Child and Family Advocacy Centers		OF (CPCF) - \$0.5 M		
159	Attorney General - Antitrust		OF - \$1.0 M		
160	DCS - Higher Congregate Care Provider Rates/New Settings (Fund in 22/23)		19.2	19.2	
161	DCS - Backfill Potential Loss of Federal Funds/14 Day Reimbursement (Fund in 22/23)		5.9	5.9	
162	Commerce - Blockchain/Wearables (\$2.5 M Each)		5.0		
163	Commerce - Special Event Promotion (4-Year Pilot Program)		7.5	7.5	7.5
164	Commerce - Competes Fund Deposit		50.0		
165	Commerce - Frankfurt Germany Trade Office (\$250k)		0.3		
166	Comm Colleges - Urban Community College Aid (Maricopa/Pima STEM Formula)		13.0		
167	Comm Colleges - Rural Community College Aid (By Student Count)		14.0		
168	Comm Colleges - Out of County Reimbursement Aid		0.5		
169	Comm Colleges - Diné College One-Time FY 20 Payment (Allocated in FY 21)	1.8			
170	Counties/ADOA/ACJC - Re-Entry Planning Services		11.0	7.0	7.0
171	ADC - Radio Replacement (8,182 Radios)		17.3		
172	ADC - Ballistic and Stab Vest Replacement (294/7,351 Vests)		3.9		
173	ADC - Substance Abuse Treatment Expansion		5.0		
174	ADC - Medical Staffing Augmentation (Non-Lapsing)		15.0		
175	DES - Area Agencies on Aging (AAA) Funding [Draw Down Additional Federal Funds]		1.5		
176	DES - After School/Summer Youth Program Funding		0.5		
177	DES - Return to Work Grants		7.5		
178	ADE - Additional One-Time Enrollment Reversion (+\$300m savings in Baseline)	(135.4)			
179	ADE - Statewide Assessment Funding		5.0		
180	ADE - Procure Statewide Gifted Assessment (\$850k)		0.9		
181	ADE - Extraordinary Special Needs Fund Deposit		5.0		
182	ADE - Reduce K-12 Rollover (Eliminate For Districts Up to 2,000 ADM)		35.0		
183	DEMA - National Guard Cyber Response Funding		0.3		
184	DEMA - Aircraft Communication Equipment		0.2		
185	DEMA - Border Security Fund (\$8.9 M Yuma/Cochise/Zero Trafficking Pilot, \$1.1 M Border Cameras, \$20 M Jail/Prosecution Costs, \$25 M National Guard Deployment)	55.0			
186	Forestry - Fire Suppression Funding (FY 21 Supplemental)	2.2	See FY 21 Funding		
187	Forestry - Rural Fire District Reimbursement		2.5		
188	Forestry - Fire Mitigation Personnel - 122 FTE	17.0			

GENERAL FUND BUDGET 4-YEAR ANALYSIS

\$ in Millions

	A	B	C	D
	FY 2021 6/30	FY 2022 6/30	FY 2023 6/30	FY 2024 6/30
189 Forestry - Fire Mitigation Personnel - Vehicle Operating Costs	1.4			
190 Forestry - Contracted Hazardous Vegetation Removal	2.3			
191 Forestry - One-Time Vehicle Purchases	3.9	See FY 21 Funding	3.2	
192 Forestry - Wildfire Emergency Response Funding	75.0			
193 Gaming - Racing Division - County Fair Racing Promotion		2.0		
194 Governor's Office - Arizona Civics Corps		1.0		
195 DHS - Alzheimer's Research (Also \$1 M GF Ongoing/Remove \$1 M TT)		OF (PDRF) - \$2.5 M	OF (PDRF) - \$2.5 M	
196 DHS - Board of Medical Student Loans		2.0		
197 DHS - Cognitive Decline/Caregiver Modules for Risk Factor Survey		0.2		
198 DHS - Mobile Heart Screening Rural AZ	Crisis Fund - \$0.3 M	See FY 21		
199 DHS - Adoption/Birth Certificate Records Release - IT Upgrades		1.0		
200 DHS - Family Health Pilot Program		1.5	1.5	
201 DHS - Homeless Pregnant Women Services		OF (HSLF) - \$100k	OF (HSLF) - \$100k	
202 IRC - Commission Funding (\$7.9 M One-Time Non-Lapsing In FY 22)		7.9		
203 Judiciary - Supreme Court - Digital Evidence Storage		0.4	0.5	
204 Judiciary - Superior Court - One-Time Vehicle Purchases (\$188k)		0.2		
205 Land - Appraisal Development (Due Diligence Fund/Increase Balance Limit)		1.5	1.5	
206 Legislature - Aud. General - K-12 Fed Funds Oversight ('22 - \$250k/'23 - \$200k)		0.3	0.2	
207 Legislature - Aud. General - Financial Audit (Non-Gov't Election Funding) [\$165k]		0.2		
208 Legislature - Legislative Council - IT Improvements		1.0		
209 Legislature - House - One-Time Funding		5.0		
210 Legislature - Senate - One-Time Funding		5.0		
211 Parks - Heritage Fund Deposit		5.0		
212 Parks - State Lake Improvement Fund Deposit		4.0	4.0	
213 Parks - Arizona Trail		OF (SPRF) - \$250k		
214 DPS - One-Time Body Camera Equipment Funding		OF (HPF) - \$6.9 M		
215 DPS - Microwave Backbone Replacement Funding		OF (HPF) - \$48.2 M		
216 DPS - Active Shooter Equipment		OF (HPF) - \$3.0 M		
217 DPS - New DPS Training Academy		OF (HPF) - \$3.0 M		
218 DPS - Training of New K-9 Dogs (\$250k)		0.3		
219 DPS - Civil Asset Forfeiture Offset		3.5		
220 DPS - Rapid DNA Testing Equipment		0.6		
221 DOR - Pass Through Tax Changes - IT Upgrades (Tax Change - Separate Bill)		0.4		
222 SFB - Building Renewal Funding (Includes FY 21 Supplemental)	38.8	90.8		
223 SFB - New Construction - Lower Exec Land Estimate (Sahuarita 9-12/Tanque Verde K-6)		(6.7)		
224 SFB - New Construction - Other FY 23/FY 24 Differences			(1.4)	
225 SFB - New Construction - Increase Formula Cost Per Square Foot to Market Rate		89.4	29.1	14.7
226 SFB - New Construction - Accelerate Yuma Union HS Project From '23 to '22 Start		10.3		(10.3)
227 SFB - New Construction - Kirkland Elementary School		3.0		
228 Tourism - Southern AZ Study Committee		0.3		

GENERAL FUND BUDGET 4-YEAR ANALYSIS

\$ in Millions

		A	B	C	D
		FY 2021 6/30	FY 2022 6/30	FY 2023 6/30	FY 2024 6/30
229	ADOT - Rental Vehicle Surcharge/VLT Reimbursement - Hold HURF Harmless		3.3		
230	Treasurer - Election Integrity Fund Deposit		12.0		
231	Treasurer - School Safety Interoperability Funding		OF (HPF) - \$2.5 M		
232	Treasurer - Allocate Interoperability Fund Balance to Graham/Greenlee/Gila/Pinal Sheriffs		OF - \$1.5 M		
233	Universities - ASU - One-Time Operating Funding		18.8		
234	Universities - NAU - One-Time Operating Funding		9.0		
235	Universities - UA - One-Time Operating Funding		9.6		
236	Universities - ASU - Eastern Europe Cultural Collaborative (\$250k)		0.3		
237	Universities - ASU - School of Civic and Economic Thought and Leadership (\$2.75 M)		2.8		
238	Universities - ASU - Political History and Leadership School (\$250k)		0.3		
239	Universities - NAU - Economic Policy Institute (\$250k)		0.3		
240	Universities - UA - Center for the Philosophy of Freedom (\$1.25 M)		1.3		
241	Universities - UA - Wind Tunnel		3.5		
242	Universities - UA - Agriculture Workforce Program		0.5	0.5	
243	Universities - UA - Kazakhstan Studies Program (\$250k)		0.3		
244	Other Water Issues - Drought Mitigation Fund (\$160 M)/Water Supply Fund (\$40 M)	200.0			
245	DWR - Water Protection Fund Deposit		1.0		
246	DWR - Agua Fria Redelineation Study (\$350k)		0.4		
247	WIFA - Office Of Economic Opportunity - Water Supply Fund		6.0		
248	WIFA - Office Of Economic Opportunity - Water Project Assistance Grants		5.0		
249	WIFA - Office Of Economic Opportunity - Small Water Systems Fund Deposit		1.0		
250	Capital - ADOA - ADC Building Demolition/Physical Plant Conversion		2.8		
251	Capital - ADOA - Air Handler Replacement - Phase 2		3.5		
252	Capital - ADOA - Building Renewal Funding		6.2		
253	Capital - ADOA - Taylor Rodeo Arena		1.0		
254	Capital - ADOA - Fountain Hills Discovery Center/Observatory		2.5		
255	Capital - ADC - Eyman Fire/Life Safety Projects (Plus \$15.6 M OF)		10.0		
256	Capital - ADC - Building Renewal Funding		22.2		
257	Capital - DEMA - Fire Suppression System Upgrades		0.9		
258	Capital - State Fair - Building Renewal		1.0		
259	Capital - State Fair - Coliseum Fire Alarm Replacement		1.0		
260	Capital - Leg Council - Historic State Capitol Renovation/ADA Compliance		11.5		
261	Capital - Veterans - Northwest Veterans Home		25.0		
262	Capital - Transportation - Repave SR 69 (Prescott Valley)	4.7			
263	Capital - Transportation - US 95 Improvement (Near Yuma Proving Ground)	10.0			
264	Capital - Transportation - Repave SR 95 (Bullhead City/Mohave Valley/Lake Havasu City)	46.7			
265	Capital - Transportation - SR 303 study (On/Off ramps at Grand intersection)	0.2			
266	Capital - Transportation - Riggs Road/SR 347 Design Study and Construction	25.0			
267	Capital - Transportation - Riggs Road/SR 347 Environmental Study	2.5			
268	Capital - Transportation - Riggs Road/SR 347 Final Design and Easements	7.5			

GENERAL FUND BUDGET 4-YEAR ANALYSIS

\$ in Millions

	A	B	C	D
	FY 2021 6/30	FY 2022 6/30	FY 2023 6/30	FY 2024 6/30
269 Capital - Transportation - Pinal North/South Corridor Study	4.0			
270 Capital - Transportation - SR 87 Improvements State Match (Near Eloy) [\$750k]	0.8			
271 Capital - Transportation - SR 377 Study (Guardrail/Shoulder) [\$140k]	0.1			
272 Capital - Transportation - I-10 Widening (Revert If Right of Way Not Addressed)	50.0			
273 Capital - Transportation - 67th Avenue Drainage Improvement	8.5			
274 Capital - Transportation - Camelback Widening (Between SR 303 & Litchfield Rd.)	8.0			
275 Capital - Transportation - State Aviation Fund Deposit	18.0			
276 Capital - Transportation - SR 88 Study (\$300k Vegetation Study/\$400k Design Report)	0.7			
277 Capital - Transportation - Safford 20th Avenue	1.0			
278 Capital - Transportation - I-10 Improvements (Marana)	5.0			
279 Capital - Transportation - Ocotillo Road Bridge (Design and Land Acquisition)	7.9			
280 Capital - Transportation - SR 186 Wilcox (Repairs on SR 186/SR 10 in Wilcox)	3.5			
281 Capital - Transportation - SR 77 Repavement (Oro Valley)	13.6			
282 Capital - Transportation - SR 90 Repavement (Fort Huachuca)	10.6			
283 Capital - Transportation - Butte Ave. Bridge Near Eyman Prison (Florence)	1.0			
284 Capital - Transportation - Jerome Infrastructure/Public Safety Improvements	0.6			
285 Capital - Transportation - Hill Street Corridor Project (Globe)	1.2			
286 Capital - Transportation - Statewide Pavement Preservation Projects	90.0			
287 Capital - Yuma Fairgrounds Relocation		5.0		
288 Other - Debt Payoff (SFB 2015/ADC Kingman 2016/Lottery Bonds Payoff) - FY 21 Supp.	507.1			
289 Other - Debt Payoff (2019A Sale/Leaseback Payoff) - FY 21 Supplemental	470.0			
290 Other - State Pension Payoff (DPS \$500 M/ADC \$500 M) - FY 21 Supplemental	1,000.0			
291 Other - Transwestern Settlement	17.0			
292 Other - Unemployment Trust Fund Deposit	62.0			
293 Subtotal - One-Time Changes to JLBC Baseline	\$ 2,505.2	\$ 375.3	\$ 100.7	\$ 21.0
294 Total One-Time Spending	\$ 2,236.0	\$ 577.4	\$ 147.1	\$ 58.4
295 Total Spending	\$ 13,610.8	\$ 12,792.5	\$ 12,775.6	\$ 13,014.2
296 Cash Balance	\$ 441.5	\$ 201.8	\$ 40.3	\$ 417.6
297 Ongoing Balance	\$ 2,264.1	\$ 1,153.7	\$ 300.0	\$ 750.1

6/30 Plan
Statement of General Fund Revenues and Expenditures
With One-Time Financing Sources

	FY 2021 6/30	FY 2022 6/30	FY 2023 6/30	FY 2024 6/30
REVENUES				
Ongoing Revenues	\$14,467,390,400	\$14,143,074,500	\$14,723,605,600	\$15,371,218,800
Newly Enacted Tax Reductions		(50,495,800)	(1,093,095,800)	(1,104,395,800)
Newly Enacted Changes/Other Revenue		32,586,800	246,586,800	346,586,800
Urban Revenue Sharing <u>1/</u>	(828,492,900)	(756,391,100)	(948,581,500)	(907,536,900)
Net Ongoing Revenues	\$13,638,897,500	\$13,368,774,400	\$12,928,515,100	\$13,705,872,900
One-time Financing Sources				
Balance Forward	372,457,000	441,742,000	202,974,300	41,768,600
4.5% Max Tax Rate (Ongoing in FY 25)		(836,000,000)	(487,800,000)	(487,800,000)
SB 1783 Impact (Ongoing in FY 25)			173,400,000	173,400,000
Water Infrastructure Repayment		20,000,000		
Other Fund Transfers	40,905,700			
Subtotal One-time Revenues	\$413,362,700	(\$374,258,000)	(\$111,425,700)	(\$272,631,400)
Total Revenues	\$14,052,260,200	\$12,994,516,400	\$12,817,089,400	\$13,433,241,500
EXPENDITURES				
Ongoing Operating Appropriations	\$11,469,755,900	\$12,286,621,200	\$12,673,182,200	\$13,000,410,300
Administrative Adjustments	55,000,000	120,000,000	158,000,000	158,000,000
Revertments	(150,000,000)	(192,000,000)	(203,000,000)	(203,000,000)
Subtotal Ongoing Expenditures	\$11,374,755,900	\$12,214,621,200	\$12,628,182,200	\$12,955,410,300
One-time Expenditures				
Capital Outlay	11,000,000	92,632,900		
Transportation Funding	321,001,500			
Reduce K-12 Rollover		65,000,000		
Debt Payoff	977,100,000			
Pension Payoff	1,000,000,000			
Operating One-Time Spending	275,373,600	666,235,900	147,138,600	58,427,700
New FY 2021 Supplementals	276,264,200			
Drought Mitigation/Water Supply Funding	200,000,000			
New Medicaid Fed Match Reversion <u>2/</u>	(431,940,800)	(267,000,000)		
New ADE Enrollment Reversion <u>2/</u>	(436,114,800)			
27th Pay Period (Enacted)	43,078,600	20,052,100		
Subtotal One-time Expenditures	\$2,235,762,300	\$576,920,900	\$147,138,600	\$58,427,700
Total Expenditures	\$13,610,518,200	\$12,791,542,100	\$12,775,320,800	\$13,013,838,000
Ending Balance <u>3/</u>	\$441,742,000	\$202,974,300	\$41,768,600	\$419,403,500
Ongoing Balance <u>4/</u>	\$2,264,141,600	\$1,154,153,200	\$300,332,900	\$750,462,600

1/ Reflects the revised April revenue forecast, but not the impact of any new tax reductions. The FY 2024 URS increase to 18% has no net cost to the forecast.

2/ Reflects revertments of savings for a higher federal Medicaid match rate and lower K12 enrollment. FY 2021 savings would not be ex-appropriated.

3/ Reflects the difference between total revenues and total expenditures. Excludes any Budget Stabilization Fund balance.

4/ Reflects the difference between ongoing revenues and ongoing expenditures. The 3 year spending plan makes the ongoing/one-time classifications.

DETAILED LIST OF GENERAL FUND CHANGES BY AGENCY

	FY 2021 GF 6/30	FY 22 Baseline 1/ Above FY 21	FY 22 Change to FY 22 Baseline	FY 2022 GF 6/30
OPERATING SPENDING CHANGES				
DOA - Arizona Department of Administration	8,209,900			18,609,900
1 DOA - Permitting Dashboard (Ongoing)			300,000	
2 DOA - Permitting Dashboard (One-Time)			100,000	
3 DOA - K-12 Transportation Grants			10,000,000	
APF - Automation Projects Fund/ADOA	0			3,614,100
5 APF - Charter Schools - IT Platform Modernization			614,100	
6 APF - ADOA - K12 Financial Transparency			3,000,000	
OAH - Office of Administrative Hearings	921,500			921,500
AAM - Commission of African-American Affairs	133,200			133,200
AGR - Department of Agriculture	10,492,200			16,726,400
10 AGR - State Agriculture Laboratory Scientist			85,000	
11 AGR - Cloud Migration (Ongoing)			1,000,000	
12 AGR - Cloud Migration (One-Time)			2,000,000	
13 AGR - State Agriculture Laboratory Equipment			2,500,000	
14 AGR - Salary Increases			259,200	
15 AGR - Meat Inspectors (2 FTEs)			220,000	
16 AGR - Plant Services Division			170,000	
AXS - AHCCCS	1,951,981,100			1,916,287,300
18 AXS - Formula Changes		228,292,300	(76,100,000)	
19 AXS - Rural Graduate Medical Education		1,666,700		
20 AXS - Urban Graduate Medical Education		1,333,300		
21 AXS - Remove One-Time Children's Beh. Health Services Fund Deposit		(8,000,000)		
22 AXS - Ongoing IT Projects			3,005,700	
23 AXS - Elderly and Physically Disabled (EPD) Provider Rate Increase			13,300,000	
24 AXS - Newborn Screening Costs			508,200	
25 AXS - Prescription Drug Rebate Fund Shift			(16,700,000)	
26 AXS - Higher Federal Match Rate Savings			(180,000,000)	
27 AXS - Enacted GME Increase			(3,000,000)	
ATT - Attorney General	25,411,000			25,911,000
29 ATT - Unreported In-Kind Contributions Task Force			500,000	
CHA - State Board for Charter Schools	2,152,100			2,152,100

	FY 2021 GF 6/30		FY 22 Baseline 1/ Above FY 21	FY 22 Change to FY 22 Baseline	FY 2022 GF 6/30
31 DCS - Department of Child Safety	387,893,000				408,432,200
32 DCS - Higher Congregate Care Provider Rates/New Settings				19,238,200	
33 DCS - Backfill Potential Loss of Federal Funds/14 Day Reimbursement				5,900,000	
34 DCS - Caseworker Salary Increase				5,401,000	
35 DCS - Higher Federal Match Rate Savings				(10,000,000)	
36 ACA - Arizona Commerce Authority	16,175,000				78,925,000
37 ACA - Special Event Promotion (4-Year Pilot Program)				7,500,000	
38 ACA - Competes Fund Deposit				50,000,000	
39 ACA - Blockchain/Wearables (\$2.5 M Each)				5,000,000	
40 ACA - Frankfurt Germany Trade Office				250,000	
41 CCO - Arizona Community Colleges	64,895,400				108,225,600
42 CCO - Formula Changes			1,830,200		
43 CCO - Rural Community College Aid (By Student Count) (Ongoing)				14,000,000	
44 CCO - Rural Community College Aid (By Student Count) (One-time)				14,000,000	
45 CCO - Urban Community College Aid (One-Time)				13,000,000	
46 CCO - Out of County Reimbursement Aid				500,000	
47 COR - Corporation Commission	647,100				647,100
48 ADC - Department of Corrections	1,205,396,200				1,309,695,700
49 ADC - Florence Bed Closure/Shift				18,650,200	
50 ADC - Braille Transcription Program Expansion				250,000	
51 ADC - Substance Abuse Treatment Expansion (One-Time)				5,000,600	
52 ADC - Correctional Officer Salary Increase				30,747,700	
53 ADC - New Corporal Classification				1,632,900	
54 ADC - One-Time Radio Replacement				17,329,500	
55 ADC - One-Time Ballistic & Stab Vest Replacement				3,851,900	
56 ADC - Debt Payoff Savings (ADC Kingman 2016 Payoff)				(17,463,300)	
57 ADC - Transition Program				1,300,000	
58 ADC - Contracted Increases				28,000,000	
59 ADC - Medical Staffing Augmentation Funding				15,000,000	
60 CF - County Funding	10,650,700				20,650,700
61 CF - Re-Entry Planning Services				10,000,000	
62 JUS - Arizona Criminal Justice Commission	0				1,000,000
63 JUS - Reentry Planning Services				1,000,000	
64 SDB - Arizona State Schools for the Deaf and the Blind	23,865,500				23,865,500

	FY 2021 GF 6/30	FY 22 Baseline 1/ Above FY 21	FY 22 Change to FY 22 Baseline	FY 2022 GF 6/30
65	OEC - Office of Economic Opportunity	485,500		485,500
66	DES - Department of Economic Security	812,054,300		853,324,200
67	DES - Formula Adjustments		89,088,200	
68	DES - Provider Rate Increases for Adult and Aging Services		1,000,000	
69	DES - Adult and Aging Services Funding (Draw Add'l Federal Match)		1,474,000	
70	DES - DD Provider Rate Increase		15,400,000	
71	DES - Salary Increases		2,307,700	
72	DES - Higher Federal Match Rate Savings		(77,000,000)	
73	DES - After School/Summer Youth Program Funding (One-Time)		500,000	
74	DES - Return to Work Program		7,500,000	
75	DES - State Long-Term Care Ombudsman		1,000,000	
76	BOE - State Board of Education	1,334,300		2,362,800
77	BOE - Investigations Unit Expansion/Move Unit from ADE to SBE		1,028,500	
78	ADE - Arizona Department of Education	5,599,591,900		5,910,874,400
79	ADE - Formula Adjustments (Incl. Teacher Salary/Add'l Assistance)		208,578,400	(32,691,900)
80	ADE - Reduce K-12 Rollover (Enacted) - Districts Up To 1,350 ADM		30,000,000	
81	ADE - Reduce K-12 Rollover - Eliminate Districts Up To 2,000 ADM		35,000,000	
82	ADE - One-Time Statewide Assessments		5,000,000	
83	ADE - Procure Statewide Gifted Assessment (One-Time)		850,000	
84	ADE - College Placement Exam Fee Waiver		1,265,800	
85	ADE - College Credit by Examination Incentive Program		2,472,100	
86	ADE - Investigations Unit Expansion (6 FTEs)/Move Unit to SBE		(556,000)	
87	ADE - Adult Education State Match		364,100	
88	ADE - Special Education Funding		50,000,000	
89	ADE - Gifted Funding		1,000,000	
90	ADE - Extraordinary Special Needs Fund Deposit (One-Time)		5,000,000	
91	ADE - 4th Year CTED Funding		5,000,000	
92	EMA - Department of Emergency & Military Affairs	12,373,000		13,388,700
93	EMA - One-Time Aircraft Communication Equipment		220,500	
94	EMA - Cyber Task Force		495,200	
95	EMA - National Guard Cyber Response Revolving Fund Deposit		300,000	
96	DEQ - Department of Environmental Quality	15,000,000		15,000,000
97	DEQ - Remove One-Time WQARF Funding		(5,000,000)	
98	DEQ - Continue \$5 M WQARF Funding As Ongoing		5,000,000	
99	EQU - State Board of Equalization	673,200		673,200

	FY 2021 GF 6/30		FY 22 Baseline 1/ Above FY 21	FY 22 Change to FY 22 Baseline	FY 2022 GF 6/30
100	EXE - Board of Executive Clemency	1,184,500			1,184,500
101	FOR - Department of Forestry and Fire Management	13,399,600			16,342,600
102	FOR - Fire Marshal Personnel (4 FTEs)			343,000	
103	FOR - Additional Fire School Funding			100,000	
104	FOR - Rural Fire District Reimbursement (One-Time)			2,500,000	
105	GAM - Department of Gaming	2,509,500			15,759,500
106	GAM - County Fair Promotion (One-time)			2,000,000	
107	GAM - Racing Purse Enhancement			5,000,000	
108	GAM - Racetrack Purse/Maintenance/Operations Funding			5,000,000	
109	GAM - County Fair Promotion (Ongoing)			1,250,000	
110	GOV - Office of the Governor	8,924,800			9,924,800
111	GOV - One-Time AZ Civics Corps			1,000,000	
112	OSP - Gov's Office of Strategic Planning & Budgeting	2,765,100			2,765,100
113	DHS - Department of Health Services	95,897,900			105,482,600
114	DHS - Expand Long Term Surveyor Team			1,634,700	
115	DHS - High Risk Perinatal - Additional Visits			250,000	
116	DHS - Alzheimer's Research			1,000,000	
117	DHS - Move Biomedical Research Support to General Fund			2,000,000	
118	DHS - Guilty Except Insane Monitoring			40,000	
119	DHS - Board of Medical Student Loans			2,000,000	
120	DHS - BRFSS Cognitive Decline/Caregiver Modules			160,000	
121	DHS - Adoption/Birth Certificate Records Release - IT Upgrades			1,000,000	
122	DHS - Family Health Pilot Program			1,500,000	
123	AZH - Arizona Historical Society	3,195,600			3,195,600
124	PAZ - Prescott Historical Society	867,700			917,700
125	PAZ - Sharlot Hall Funding			50,000	
126	IND - Independent Redistricting Commission	500,000			7,900,000
127	IND - 2020 Redistricting Cycle Funding (Remove Ongoing)		2,500,000	(3,000,000)	
128	IND - One-Time Commission Funding			7,900,000	
129	ICA - Industrial Commission	0			95,000
130	ICA - Municipal Firefighter Reimbursement Administration			95,000	

	FY 2021 GF 6/30	FY 22 Baseline 1/ Above FY 21	FY 22 Change to FY 22 Baseline	FY 2022 GF 6/30
131 DIF - Department of Insurance and Financial Institutions	8,090,700			7,840,700
132 DIF - Remove One-Time Mental Health Parity Implementation Costs		(250,000)		
133 SPA - Judiciary - Supreme Court	21,399,300			22,652,400
134 SPA - Appellate CMS Operating Costs			239,400	
135 SPA - Order of Protection IT Staff (2 FTEs)			258,800	
136 SPA - Dependency Alternative Program			221,000	
137 SPA - Water Adjudication Personnel and Support			133,900	
138 SPA - Digital Evidence Storage			400,000	
139 COA - Judiciary - Court of Appeals	17,179,600			17,179,600
140 SUP - Judiciary - Superior Court	98,194,300			106,205,100
141 SUP - Adult Intensive Probation Growth			243,800	
142 SUP - State Fleet Initiative - Ongoing Costs			70,700	
143 SUP - Probation Salary/ERE Increases (All Deficits)			4,251,500	
144 SUP - Water Adjudication Personnel and Support			2,257,300	
145 SUP - Probation Incentive Payments			1,000,000	
146 SUP - One-Time Vehicle Purchase			187,500	
147 DJC - Department of Juvenile Corrections	30,616,200			32,290,000
148 DJC - State Trust Land Lease			91,200	
149 DJC - Youth Correctional Officer Salary Increase			1,582,600	
150 LAN - State Land Department	12,563,800			13,967,500
151 LAN - CAP Rate Adjustment		(96,300)		
152 LAN - Appraisal Development			1,500,000	
153 Legislature				
154 AUD - Auditor General	20,991,500			21,906,500
155 AUD - K-12 Fed Funds Oversight			250,000	
156 AUD - Voter Registration Database Auditing			500,000	
157 AUD - Financial Audit (Non-Gov't Election Funding)			165,000	
158 HOU - House of Representatives	16,830,000			21,830,000
159 HOU - Additional One-Time Funding			5,000,000	
160 JLBC - Joint Legislative Budget Committee	2,934,700			2,934,700
161 LEG - Legislative Council	9,026,600			10,263,100
162 LEG - Ombudsman - Additional FTE and Operating Costs			236,500	
163 LEG - IT Improvements			1,000,000	

	FY 2021 GF 6/30		FY 22 Baseline 1/ Above FY 21	FY 22 Change to FY 22 Baseline	FY 2022 GF 6/30
164	SEN - Senate	13,253,900			18,253,900
165	SEN - Additional One-Time Funding			5,000,000	
166	MIN - State Mine Inspector	1,301,900			1,551,100
167	MIN - Inspection and Reclamation Mine Land Programs			249,200	
168	NAV - Arizona Navigable Steam Adjudication Comm.	133,000			133,000
169	SPB - Arizona State Parks Board	0			9,000,000
170	SPB - Heritage Fund Deposit			5,000,000	
171	SPB - State Lake Improvement Fund Deposit			4,000,000	
172	POS - Commission for Postsecondary Education	1,680,900			1,680,900
173	DPS - Department of Public Safety	91,138,000			293,637,700
174	DPS - Highway Safety Fee Repeal Budget Shift		160,709,300		
175	DPS - Body Cameras (Ongoing Costs) (29 FTEs)			6,869,700	
176	DPS - Overtime Funding			6,613,600	
177	DPS - Recruitment Funding			426,600	
178	DPS - Salary Increase (Troopers & Civilians)			23,530,500	
179	DPS - New K-9 Dog Training			250,000	
180	DPS - Civil Asset Forfeiture Offest			3,500,000	
181	DPS - Rapid DNA Testing Equipment			600,000	
182	PSP - Public Safety Personnel Retirement System	6,000,000			6,000,000
183	REA - State Real Estate Department	2,997,600			2,997,600
184	REV - Department of Revenue	31,799,500			53,876,500
185	REV - E-Commerce Compliance and Outreach			854,900	
186	REV - Pass Through Business Tax Changes - IT Upgrades			466,300	
187	REV - Backfill DOR Local Cost Sharing			20,755,800	
188	SFB - School Facilities Board	235,235,700			290,863,200
189	SFB - Remove New School Funding Completion (FY 20 Starts)		(45,805,900)		
190	SFB - Continue New School Construction Projects (FY 21 Starts)		(1,250,000)		
191	SFB - Begin New School Construction Projects (FY 22 Starts)		63,879,800		
192	SFB - Land Differences			(6,679,500)	
193	SFB - Lease-Purchase Adjustment		(1,000)		
194	SFB - Remove One-Time Building Renewal Funding		(90,832,100)		
195	SFB - One-Time Building Renewal Grant			90,832,100	

	FY 2021 GF 6/30		FY 22 Baseline 1/ Above FY 21	FY 22 Change to FY 22 Baseline	FY 2022 GF 6/30
196	SFB - Debt Payoff Savings (SFB 2015 Payoff)			(57,238,700)	
197	SFB - Increase Formula Cost Per Square Foot to Market Rate			89,400,800	
198	SFB - New Construction - Kirkland			3,000,000	
199	SFB - New Construction - Accelerate Yuma Union HS Project			10,322,000	
200	SOS - Secretary of State	17,263,600			13,263,600
201	SOS - Remove Election Funding (No Primary/General Election in FY 22)		(4,000,000)		
202	TAX - State Board of Tax Appeals	292,200			292,200
203	TOU - Office of Tourism	8,335,100			8,585,100
204	TOU - Southern AZ Study Committee			250,000	
205	DOT - Department of Transportation	0			3,300,000
206	DOT - Rental Vehicle Surcharge - HURF Hold Harmless			3,300,000	
207	TRE - State Treasurer	1,548,800			15,048,800
208	TRE - Special Sporting Event Promotion (Enacted Thru FY 51)		1,500,000		
209	TRE - Election Integrity Fund Deposit			12,000,000	
210	OTR - Governor's Office on Tribal Relations	64,700			64,700
211	UNI - Universities				
212	UNI - Arizona Board of Regents	22,480,000			29,980,000
213	UNI - Promise Scholarships			7,500,000	
214	UNI - ASU	324,717,400			386,012,500
215	UNI - Lease Purchase Adjustment		(6,800)		
216	UNI - Inflation Adjustment (2017 Capital Infrastructure)		152,300		
217	UNI - Eastern Europe Cultural Collaborative (One-Time)			250,000	
218	UNI - School of Civic and Economic Thought and Leadership			2,750,000	
219	UNI - Political History and Leadership School			250,000	
220	UNI - Ongoing Operating Funding			33,350,000	
221	UNI - One-Time Operating Funding			18,831,300	
222	UNI - Health Insurance Tuition Backfill			5,718,300	
223	UNI - Northern Arizona University	109,804,600			135,473,800
224	UNI - Lease Purchase Adjustment		160,300		
225	UNI - Inflation Adjustment (2017 Capital Infrastructure)		57,700		
226	UNI - Economic Policy Institute			250,000	
227	UNI - Ongoing Operating Funding			15,950,000	
228	UNI - One-Time Operating Funding			9,006,300	

	FY 2021 GF 6/30		FY 22 Baseline 1/ Above FY 21	FY 22 Change to FY 22 Baseline	FY 2022 GF 6/30
229	UNI - Health Insurance Tuition Backfill			244,900	
230	UNI - UA - Main Campus	207,722,200			252,740,800
231	UNI - Lease Purchase Adjustment		(2,600)		
232	UNI - Inflation Adjustment (2017 Capital Infrastructure)		134,700		
233	UNI - AZ Geological Survey Funding (2 FTE)			200,000	
234	UNI - Wind Tunnel			3,500,000	
235	UNI - Agriculture Workforce Program			500,000	
236	UNI - Center for the Philosophy of Freedom			1,250,000	
237	UNI - Natural Resource Users Law and Policy Center			500,000	
238	UNI - Ongoing Operating Funding			19,200,000	
239	UNI - One-Time Operating Funding			9,600,000	
240	UNI - Kazakhstan Exchange Program			250,000	
241	UNI - Health Insurance Tuition Backfill			5,886,500	
242	UNI - School of Mining			4,000,000	
243	UNI - UA - Health Sciences Center	76,897,700			76,897,700
244	VSC - Department of Veterans' Services	7,983,500			8,757,500
245	VSC - Additional Veterans' Benefits Counselors			774,000	
246	WAT - Department of Water Resources	14,731,600			18,864,300
247	WAT - One-Time Water Protection Fund Deposit			1,000,000	
248	WAT - Salary Increases			2,782,700	
249	WAT - Agua Fria Insurance Study			350,000	
250	WIFA- Water Infrastructure Finance Authority	0			12,000,000
251	WIFA - Water Supply Fund/Interstate Water Supply			6,000,000	
252	WIFA - Water Project Assistance Grants			5,000,000	
253	WIFA - Small Water Systems Fund Deposit			1,000,000	
254	OTH - Other				
255	OTH - Drought Mitigation Revolving Fund/Water Supply Fund	200,000,000	(200,000,000)		0
256	OTH - DES Unemployment Compensation Fund	62,000,000	(62,000,000)		0
257	OTH - Community Colleges - Diné College One-Time FY 20 Payment	1,750,000	(1,750,000)		0
258	OTH - SFB FY 2021 Building Renewal Grants	38,759,000	(38,759,000)		0
259	OTH - Forestry Fire Suppression Supplemental	2,170,100	(2,170,100)		0
260	OTH - Forestry Fire Mitigation Personnel - 122 FTE Supplemental	16,999,300	(16,999,300)		0
261	OTH - Forestry Fire Mitigation Personnel Vehicle Operating Costs	1,382,500	(1,382,500)		0
262	OTH - Forestry Contracted Hazardous Vegetation Removal	2,250,000	(2,250,000)		0
263	OTH - Forestry One-Time Vehicle Purchases Supplemental	3,910,000	(3,910,000)		0
264	OTH - Forestry Wildfire Emergency Response Funding	75,000,000	(75,000,000)		0

	FY 2021 GF 6/30	FY 22 Baseline 1/ Above FY 21	FY 22 Change to FY 22 Baseline	FY 2022 GF 6/30
265	OTH - DEMA Border Security Fund	55,000,000	(55,000,000)	0
266	OTH - Universities 27th Pay Period (Enacted)	0	20,052,100	20,052,100
267	OTH - Transwestern Settlement	17,043,300	(17,043,300)	0
268	OTH - Sale/Leaseback Debt Service Payments	53,701,800	2,100	(53,703,900)
269	OTH - Phoenix Convention Center Debt Service	23,997,900	500,600	24,498,500
270	OTH - Rio Nuevo District	16,000,000		16,000,000
271	OTH - Remove One-Time '21 Agency 27th Pay Period Funding	0	(43,078,600)	(43,078,600)
272	OTH - Remove One-Time '21 Agency Health Insurance Adjustments	0	(20,281,100)	(20,281,100)
273	OTH - Lottery Bonds Debt Payoff Savings (Reclassify As Revenue Change)	0		(34,512,500)
274	OTH - Unallocated One-Time '21 Agency Health Insurance Adjustments	1,718,900	(1,718,900)	0
275	OTH - Unallocated '21 Retirement Rate Adjustment	100	(100)	0
276	OTH - '22 Ongoing Health Insurance Adjustment	0		11,213,700
277	OTH - '22 Retirement Rate Adjustment	0		3,600,000
278	OTH - '22 State Building Rent Adjustment	0		(241,700)
279	OTH - '22 AFIS Transaction Fee Increase	0		447,800
280	OTH - '22 Risk Management Funding Adjustment	0		(1,132,200)
281	OTH - ADOT Vehicle Fleet Fee Increase	0		2,525,200
282	OTH - One-Time Debt Payoff (SFB 2015 Payoff)	171,700,000	(171,700,000)	0
283	OTH - One-Time Debt Payoff (ADC Kingman 2016 Payoff)	65,850,000	(65,850,000)	0
284	OTH - One-Time Debt Payoff (Lottery Bonds Payoff)	269,550,000	(269,550,000)	0
285	OTH - One-Time Debt Payoff (2019A Sale/Leaseback Payoff)	470,000,000	(470,000,000)	0
286	OTH - State Pension Payoff (\$500 M DPS PSPRS/\$500 M ADC CORP)	1,000,000,000	(1,000,000,000)	0
287	OTH - Administrative Adjustments	55,000,000	65,000,000	120,000,000
288	OTH - Revertments	(1,018,055,600)	826,055,600	(192,000,000)
289	TOTAL - OPERATING SPENDING CHANGES	13,278,516,700	(972,194,000)	392,586,500
290	CAPITAL SPENDING			
291	ADOA - Building Renewal	0		6,200,000
292	ADC - Building Renewal	0		22,205,800
293	COL - Building Renewal	0		1,000,000
294	ADOA - Historic State Capitol Building Restoration	0		11,500,000
295	ADOA - Building Demolition and Physical Plant Conversion	0		2,800,000
296	ADOA Replacement of Air Handler Units Phase 2	0		3,500,000
297	ADOA - Taylor Rodeo Arena	0		1,000,000
298	ADOA - Fountain Hills Discovery Center/Observatory	0		2,500,000
299	ADC - Eyman Fire & Life Safety Projects	0		10,000,000
300	EMA - Fire Suppression	0		927,100
301	COL - Coliseum Fire Alarm	0		1,000,000
302	DOT - Interstate 17 Expansion (Enacted)	Other Fund		Other Fund
303	ADC - Lewis/Yuma Locks, Fire A/C	11,000,000	(11,000,000)	0
304	Veterans' Services - Northwest Veterans' Home	0		25,000,000

	FY 2021 GF 6/30	FY 22 Baseline <u>1</u> / Above FY 21	FY 22 Change to FY 22 Baseline	FY 2022 GF 6/30
305	Transportation Infrastructure	231,001,500	(231,001,500)	0
306	Transportation Statewide Pavement Preservation	90,000,000	(90,000,000)	0
307	Yuma Fairgrounds Relocation	0	5,000,000	5,000,000
308	TOTAL - CAPITAL SPENDING	332,001,500	(332,001,500)	92,632,900
309	TOTAL - ALL SPENDING	13,610,518,200	(1,304,195,500)	12,791,542,100
310	REVENUE CHANGES			
311	Ongoing Revenue			
312	REV - Ongoing Revenue	13,638,897,500	(1,130,514,100)	13,386,683,400
313	REV - Score Additional Prop 207 GF Sales Tax Revenue	0	32,000,000	32,000,000
314	REV - Veterans Pension Exemption (Full Exemption)	0	(48,300,000)	(48,300,000)
315	REV - DHS Radiation Regulatory - Eliminate GF Deposit	0	(300,000)	(300,000)
316	REV - STO - Switcher/Low-Income/Out-of-State	0	(400,000)	(400,000)
317	REV - STO - Increased Displaced/Disabled Cap From \$5 M to \$6 M	0	(1,000,000)	(1,000,000)
318	REV - Contributions in Aid of Construction	0	(400,000)	(400,000)
319	REV - Forest Product Processing Tax Credit	0	(395,800)	(395,800)
320	REV - Flagstaff Minimum Wage Charge	0	1,111,000	1,111,000
321	REV - Treasurer Accountant Reclassification	0	(100,600)	(100,600)
322	REV - Treasurer Payment Card Industry Compliance Officer	0	(123,600)	(123,600)
323	One-Time Revenue			
324	REV - Beginning Balance	372,457,000	1,404,045,000	441,742,000
325	REV - Water Infrastructure Repayment	0	20,000,000	20,000,000
326	REV - Max Marginal Tax Rate of 4.5%	0	(836,000,000)	(836,000,000)
327	Fund Transfers			
328	REV - Prescription Drug Rebate Transfer	16,700,000	(16,700,000)	0
329	REV - DPS Highway Patrol Fund Transfer	24,205,700	(24,205,700)	0
330	TOTAL - REVENUE CHANGES	14,052,260,200	269,325,200	(1,327,069,000)
331	ENDING BALANCE	441,742,000	1,573,520,700	202,974,300

1/ Represents FY 2022 Baseline cost above FY 2021 6/30 Plan spending.

DETAILED LIST OF OTHER FUND CHANGES BY AGENCY

	FY 2021 OF 6/30	FY 22 Baseline <u>1</u> / Above FY 21	FY 22 Change to FY 22 Baseline	FY 2022 OF 6/30
OPERATING SPENDING CHANGES				
1	SBA - State Board of Accountancy	2,098,500		2,098,500
2	ACU - Acupuncture Board of Examiners	180,700		180,700
3	DOA - Arizona Department of Administration	206,181,600		200,485,400
4	DOA - Enterprise-Wide Hoteling Pilot (One-Time)		375,900	
5	DOA - State Fleet Transfer		(10,199,700)	
6	DOA - AFIS Upgrade		2,000,000	
7	DOA - Risk Management Claims Adjustments		2,106,100	
8	DOA - Enduring Freedom Renovations		21,500	
9	APF - Automation Projects Fund/ADOA	4,992,800		32,060,700
10	APF - DOA Business One-Stop		7,758,900	
11	APF - DOA Relocate Tucson Data Center		2,000,000	
12	APF - Charter Board - IT Platform Upgrade		614,100	
13	APF - DES - Child Care Management Software (CCDF CAA)		9,000,000	
14	APF - ADE - School Finance Payment System Replacement		7,200,000	
15	APF - Gaming eLicensing		850,000	
16	APF - Industrial Commission - IT Systems		1,067,700	
17	APF - Psychologist Exam eLicensing System Modifications		20,000	
18	APF - DPS Concealed Weapon Phase II		550,000	
19	APF - Complete DCS - CHILDS Replacement		(4,992,800)	
20	APF - ADE - School Financial Transparency Reporting		3,000,000	
21	AGR - Department of Agriculture	1,779,600		1,779,600
22	AGR - Realign NEMF Assessment (\$ in HB 2026)		79,000	
23	AXS - AHCCCS	317,938,900		386,442,600
24	AXS - Formula Changes		36,077,200	
25	AXS - Opioid Treatment (PDRF)		6,000,000	
26	AXS - Move \$1.0M TF from Trad Medicaid to Operating Budget (CRS)		Yes	
27	AXS - Higher Enrollment		5,448,500	
28	AXS - Prescription Drug Rebate Fund Shift		16,700,000	
29	AXS - PMMS Roadmap (PDRF)		78,000	
30	AXS - SMI Housing Administration		200,000	
31	AXS - Health Care Investment Fund Supplement		4,000,000	

	FY 2021 OF 6/30	FY 22 Baseline 1/ Above FY 21	FY 22 Change to FY 22 Baseline	FY 2022 OF 6/30
32	BAT - Board of Athletic Training	130,500		130,500
33	ATT - Attorney General	51,932,200		61,617,300
34	ATT - Realign Criminal Division CPRF		1,400,000	
35	ATT - Attorney Stipend/Retention Bonuses (CPCF Rev Fund)		2,000,000	
36	ATT - Additional Federalism Unit (CPCF Rev Fund)		200,000	
37	ATT - 1-Time Witness/Outside Counsel Funding (CPCF Rev Fund)		1,200,000	
38	ATT - Criminal Division Major Fraud Unit & 7 FTEs (CPCF Rev Fund)		1,139,000	
39	ATT - 5 New Vehicles - Ongoing Costs (CPCF Rev Fund)		49,800	
40	ATT - 5 New Vehicles - Purchase Cost (CPCF Rev Fund)		156,300	
41	ATT - Missing/Murdered Indigenous Peoples Study Comm. (CPCF Rev Fund)		40,000	
42	ATT - Organized Retail Theft Task Force (CPCF Rev Fund)		1,500,000	
43	ATT - One-Time Election Litigation Funding (Risk Mgmt Fund)		500,000	
44	ATT - Child and Family Advocacy Centers		500,000	
45	ATT - Antitrust Enforcement		1,000,000	
46	BAR - Board of Barbers	419,200		419,200
47	BHE - Board of Behavioral Health Examiners	1,818,200		1,818,200
48	DCS - Department of Child Safety	198,769,400		292,625,300
49	DCS - Remove One-time Litigation		(2,602,000)	
50	DCS - Child Care Development Fund Block Grant		5,116,000	
51	DCS - Additional Child Care Development Fund Proposal		90,400,000	
52	DCS - Delete Overtime/\$2.5M to Op Budget & \$5.9M to Caseworkers		Yes	
53	DCS - Non-contracting Licensees		941,900	
54	BCE - State Board of Chiropractic Examiners	450,600		450,600
55	ROC - Registrar of Contractors	12,690,000		12,690,000
56	COR - Corporation Commission	27,993,000		27,993,000
57	ADC - Department of Corrections	53,344,600		53,344,600
58	COS - Board of Cosmetology	1,897,400		1,904,200
59	COS - Inspector/ Investigator Equipment Purchase		6,800	
60	CF - County Funding	500,000		0
61	CF - Remove County Sheriff Reentry Planning Services		(500,000)	

	FY 2021 OF 6/30	FY 22 Baseline 1/ Above FY 21	FY 22 Change to FY 22 Baseline	FY 2022 OF 6/30
62	JUS - Arizona Criminal Justice Commission	7,096,300		7,196,300
63	JUS - Remove Criminal History Repository Funding		(600,000)	
64	JUS - Shift State Aid to Indigent Defense Funding From DPS		700,000	
65	SDB - AZ State Schools for the Deaf and the Blind	13,388,300		32,231,200
66	SDB - Base Level Increase - Formula		928,400	
67	SDB - Establish Cooperative Services Fund		17,914,500	
68	HEA - Comm for the Deaf & the Hard of Hearing	4,685,900		4,685,900
69	DEN - Board of Dental Examiners	1,261,200		1,842,200
70	DEN - Board Compensation		42,400	
71	DEN - Fill 3 Vacant FTE Positions		193,300	
72	DEN - Contract Investigators		271,400	
73	DEN - Compliance Files Digitization Project		65,700	
74	DEN - IT Services		8,200	
75	DES - Department of Economic Security	359,892,000		1,492,936,500
76	DES - DDD State Funded Long Term Care Costs		796,900	5,103,100
77	DES - Child Care Development Fund Block Grant		16,319,000	1,666,200
78	DES - Additional Child Care Development Fund Proposal (CAA/ARP)			1,086,612,800
79	DES - Sexual Violence Services Fund			8,000,000
80	DES - Pandemic Assistance (TANF)			14,546,500
81	ADE - Arizona Department of Education	312,983,300		322,628,100
82	ADE - Land Trust Distribution		9,219,800	
83	ADE - One-Time Tribal College Dual Enrollment Program Expansion			75,000
84	ADE - School Personally Identifiable Information Policies/Security Plans			350,000
85	EMA - Department of Emergency & Military Affairs	1,506,100		1,930,400
86	EMA - NEMF Assessment (\$ in HB 2026)		424,300	
87	DEQ - Department of Environmental Quality	70,907,900		76,371,900
88	DEQ - One-Time Hazardous Waste Program/Solid Waste Fee Fund			604,000
89	DEQ - One-Time Surface Water Protection			1,160,000
90	DEQ - Net Vehicle Emission Inspection Cost Increase			3,700,000
91	OEO - Governor's Office of Equal Opportunity	197,700		197,700

	FY 2021 OF 6/30	FY 22 Baseline 1/ Above FY 21	FY 22 Change to FY 22 Baseline	FY 2022 OF 6/30
92	COL - Arizona Exposition and State Fair Board	13,523,700		13,523,700
93	EMB - Board of Funeral Directors and Embalmers	401,100		410,700
94	EMB - Technology Update		9,600	
95	FIS - Arizona Game and Fish Department	46,070,400		47,656,700
96	FIS - 10% Salary Adjustments (405 Wildlife Series)		1,586,300	
97	GAM - Department of Gaming	16,288,300		17,201,900
98	GAM - Align Gaming Division Funding w/ Increased Revenues		768,600	
99	GAM - Fantasy Sports Betting		145,000	
100	DHS - Department of Health Services	55,118,700		59,609,900
101	DHS - Nuclear Emergency Management Fund Assessment		(789,700)	
102	DHS - One-Time Alzheimer's Research Funding (PDRF) +\$2.5m in '23		2,500,000	
103	DHS - Move Alzheimer's Research Funding from Health Research Fund		(1,000,000)	
104	DHS - Move \$310K of ASH Operating from Licensing to ASH Fund		Yes	
105	DHS - Reduce EMS Fund and Replace with Prop 207 Funds		(1,929,300)	
106	DHS - Add 2 Newborn Screening Tests (Ongoing)		4,893,100	
107	DHS - Newborn Screening Equipment (One-Time)		942,600	
108	DHS - Expand Child Fatality Review Team (2 FTEs) (CFRTF)		100,000	
109	DHS - Cyber Insurance Premium Increase-2 FTEs (Indirect Cost Fund)		674,500	
110	DHS - Move Biomedical Research Support to General Fund		(2,000,000)	
111	DHS - Child Care Development Fund - Licensing System		1,000,000	
112	DHS - Homeless Pregnant Women Services		100,000	
113	HOM - Board of Homeopathic & Integrated Medicine Examiners	46,600		46,600
114	DOH - Department of Housing	332,500		332,500
115	IND - Industrial Commission	20,593,100		20,593,100
116	DIF - Department of Insurance and Financial Institutions	9,537,700		10,231,200
117	DIF - Move \$1.8M from Op Budget to Fraud Unit		Yes	Yes
118	DIF - Vehicle Theft Taskforce Funding (ATA Fund)		693,500	
119	SPA - Judiciary - Supreme Court	31,095,900		31,560,800
120	SPA - CASA Growth		464,900	

	FY 2021 OF 6/30	FY 22 Baseline 1/ Above FY 21	FY 22 Change to FY 22 Baseline	FY 2022 OF 6/30
121	SUP - Judiciary - Superior Court	11,994,400		11,994,400
122	DJC - Department of Juvenile Corrections	15,000,100		15,000,100
123	LAN - State Land Department	8,080,700		12,580,700
124	LAN - Due Diligence Program		4,500,000	
125	LIQ - Department of Liquor Licenses & Control	3,498,200		4,523,200
126	LIQ - Cocktails-To-Go Staffing/Automation		1,025,000	
127	LOT - Arizona State Lottery Commission	160,117,200		152,195,900
128	LOT - Tab Tickets		14,200	
129	LOT - Instant Ticket Sales		(2,987,700)	
130	LOT - On-Line Vendor Fees		239,800	
131	LOT - Retailer Commissions		(5,187,600)	
132	BMT - Board of Massage Therapy	486,100		486,100
133	MED - Arizona Medical Board	7,227,700		7,677,700
134	MED - Cloud Enterprise and Managed Services		450,000	
135	MIN - State Mine Inspector	112,900		112,900
136	NAT - Naturopathic Physicians Medical Board	197,600		197,600
137	NAV - Navigable Stream Adjudication Commission	200,000		200,000
138	NUR - State Board of Nursing	4,927,500		5,407,900
139	NUR - Expand Investigations Team (3.5 FTEs) (\$14,300 One-Time)		356,400	
140	NUR - Preceptorship Awareness Campaign		124,000	
141	NCI - Nursing Care Inst. Administrators Board	470,400		538,700
142	NCI - Investigations Team Expansion (1 FTE)		68,300	
143	OCC - Board of Occupational Therapy Examiners	204,700		204,700
144	DIS - State Board of Dispensing Opticians	159,700		166,200
145	DIS - Executive Director Salary Increase		6,500	
146	OPT - State Board of Optometry	248,200		248,200

	FY 2021 OF 6/30	FY 22 Baseline 1/ Above FY 21	FY 22 Change to FY 22 Baseline	FY 2022 OF 6/30
147	OST - AZ Board of Osteopathic Examiners in Medicine/Surgery	1,038,000		1,091,400
148	OST - Licensing Staff Increase (1 FTE)		53,400	
149	SPB - Arizona State Parks Board	16,472,800		21,340,800
150	SPB - One-Time Waste Water System Mitigation and Assessments (SPRF)		1,116,000	
151	SPB - Create Park Store Fund with Spending Authority		1,000,000	
152	SPB - Appropriate SPRF to New Park Store Fund		1,000,000	
153	SPB - One-Time Cabin Debt Payoff (SPRF)		528,400	
154	SPB - Riordan Mansion State Historic Park (SPRF)		350,200	
155	SPB - Fool Hollow Revenue Share Agreement (SPRF)		(26,000)	
156	SPB - Arizona Trail		250,000	
157	SPB - Salary Adjustments		649,400	
158	PER - Personnel Board	332,500		332,500
159	PHA - Arizona State Board of Pharmacy	2,689,600		3,135,000
160	PHA - Compliance Officers (3 FTEs)		445,400	
161	PHY - Board of Physical Therapy Examiners	513,900		513,900
162	PIO - Arizona Pioneers' Home	6,796,000		7,227,000
163	PIO - Min Wage Increase-18 FTE/Certified Caregivers \$0.46-32 FTE		431,000	
164	POD - State Board of Podiatry Examiners	171,600		171,600
165	POS - Commission for Postsecondary Education	1,543,700		1,543,700
166	PRI - Board for Private Postsecondary Education	436,300		436,300
167	PSY - State Board of Psychologist Examiners	529,900		563,000
168	PSY - Licensing Staff Increase (0.5 FTE)		33,100	
169	DPS - Department of Public Safety	246,615,700		144,464,100
170	DPS - Highway Safety Fee Repeal Budget Shift		(160,709,300)	0
171	DPS - Active Shooter/Civil Unrest Response Equipment (HPF)		2,912,900	
172	DPS - AZPOST Law Enforcement Training Support (HPF)		1,196,300	
173	DPS - Move \$1,715,000 from SETIF to Highway Patrol Fund		Concur	
174	DPS - Microwave Backbone Replacement (HPF)		48,200,000	
175	DPS - Concealed Weapon IT - Phase II (\$550K One-Time)		44,100	

	FY 2021 OF 6/30	FY 22 Baseline 1/ Above FY 21	FY 22 Change to FY 22 Baseline	FY 2022 OF 6/30
176	DPS - One-Time Body Camera Equipment Funding		6,904,400	
177	DPS - Shift State Aid to Indigent Defense Funding to ACJC		(700,000)	
178	RUC - Residential Utility Consumer Office	1,388,900		1,388,900
179	RES - Board of Respiratory Care Examiners	333,300		333,300
180	RET - Arizona State Retirement System	24,920,800		25,695,800
181	RET - Cloud Migration and Operating Funding Costs		775,000	
182	REV - Department of Revenue	48,983,200		28,326,400
183	REV - Align Unclaimed Property Audit Funding With Revenue		99,000	
184	REV - Remove DOR Local Cost Sharing		(20,755,800)	
185	SOS - Secretary of State	744,800		1,479,300
186	SOS - Record Management (Record Svcs Fund)		542,000	
187	SOS - AZ Voter Info Database (HAVA)		192,500	
188	TEC - State Board of Technical Registration	2,263,100		2,408,300
189	TEC - Digitization of Agency Records		145,200	
190	DOT - Department of Transportation	442,186,200		476,153,400
191	DOT - Move Base ADOA Motor Pool Operating Costs to ADOT (SFF)		6,041,000	7,726,700
192	DOT - State Vehicle Purchase Line Item - Base (VPF)		1,000,000	(1,000,000)
193	DOT - State Vehicle Replacement - Newly Authorized (VRF)			4,500,000
194	DOT - Cloud Initiative Ongoing Costs (SHF)			863,000
195	DOT - Continuation of a Secondary Prison Call Center (SHF)			253,800
196	DOT - License Plate Production (SHF)			495,400
197	DOT - Move \$896,000 from SETIF to State Highway Fund			Concur
198	DOT - South Mountain Freeway Maintenance (SHF)			669,700
199	DOT - Highway Maintenance Workload (SHF)			3,284,500
200	DOT - 9%/10% Salary Adjustments (2,182 Employees)			10,133,100
201	TRE - State Treasurer	5,640,800		9,865,000
202	TRE - 10% Statewide Accountant Parity Increase			100,600
203	TRE - Payment Card Industry Compliance Officer (1 FTE)			123,600
204	TRE - Allocate Interop Fund to Graham/Greenlee/Gila/Pinal Sheriffs			1,500,000
205	TRE - School Safety Interoperability Program			2,500,000
206	UNI - Universities			

	FY 2021 OF 6/30	FY 22 Baseline 1/ Above FY 21	FY 22 Change to FY 22 Baseline	FY 2022 OF 6/30
207	UNI - ASU	607,175,900		603,575,900
208	UNI - Remove Lease Purchase Payment		(3,600,000)	
209	UNI - Northern Arizona University	138,921,300		138,921,300
210	UNI - UA - Main Campus	240,586,500		322,263,600
211	UNI - UA Main - Enrollment/Tuition Estimates		81,677,100	
212	UNI - UA - Health Sciences Center	56,863,400		56,863,400
213	VSC - Department of Veterans' Services	39,887,100		51,278,200
214	VSC - Operating Costs for New Veterans' Homes (Flagstaff/Yuma)		6,215,800	3,651,100
215	VCS - Increase Tucson Operating Capacity (Vets' Trust Fund)		1,028,900	
216	VCS - Rehabilitation Services for Veterans (Vets' Trust Fund)		495,300	
217	VME - Veterinary Medical Examining Board	618,300		618,300
218	WAT - Department of Water Resources	2,466,800		2,466,800
219	OTH - Other			
220	OTH - ADOA Federal Financial Participation Repayment Supplemental	2,801,500	(2,801,500)	0
221	OTH - AHCCCS Supplemental - Enacted	27,177,400	(27,177,400)	0
222	OTH - DCS Non-contracting Licensees	90,000	(90,000)	0
223	OTH - DES Child Care Subsidy Rate Supplemental - Enacted	92,712,300	(92,712,300)	0
224	OTH - DES Additional Child Care Development Fund Proposal (CAA)	30,200,000	(30,200,000)	0
225	OTH - DES State Fund Long-Term Care Supplemental	4,000,000	(4,000,000)	0
226	OTH - Parks Shift Riordan Mansion From AHS	147,100	(147,100)	0
227	OTH - SOS Records Management Supplemental	494,500	(494,500)	0
228	OTH - Veterans' Suicide Prevention	100,000	(100,000)	0
229	OTH - Unallocated '21 Removal of '20 HITF One-Time Employer Premium	(75,900)	75,900	0
230	OTH - Unallocated One-Time '21 HITF Employer Premium Increase	3,215,700	(3,215,700)	0
231	OTH - Remove One-Time '21 One-Time HITF Employer Premium	0	(18,284,300)	(18,284,300)
232	OTH - Unallocated '21 Retirement Adjustment	986,200	(986,200)	0
233	OTH - Unallocated '21 State Agency 27th Pay Period	1,136,600	(1,136,600)	0
234	OTH - Remove One-Time '21 State Agency 27th Pay Period	0	(30,400,000)	(30,400,000)
235	OTH - Universities 27th Pay Period (Enacted)	0	36,887,300	36,887,300
236	OTH - '22 One-time State Health Insurance Employer Premium		14,000,000	14,000,000
237	OTH - '22 Risk Management Adjustments		(425,000)	(425,000)
238	OTH - '22 Retirement Adjustments		4,000,000	4,000,000
239	OTH - '22 AFIS Transaction Fee		200,000	200,000

	FY 2021 OF 6/30	FY 22 Baseline 1/ Above FY 21	FY 22 Change to FY 22 Baseline	FY 2022 OF 6/30
240	OTH - '22 Rent Adjustments		(4,000)	(4,000)
241	OTH - '22 Fleet Adjustments		1,119,600	1,119,600
242	TOTAL - OPERATING SPENDING CHANGES	\$4,114,075,100	(\$277,286,500)	\$1,501,524,200
243	CAPITAL SPENDING CHANGES			
244	Building Renewal			
245	Arizona Department of Administration	16,000,000	2,000,000	18,000,000
246	ADC	5,464,300	400,000	5,864,300
247	Game & Fish Department	1,157,900	55,500	1,215,800
248	Arizona Lottery Commission	146,700	6,100	152,800
249	State Parks Board	0	0	2,396,700
250	Pioneers' Home	0	0	353,100
251	Arizona Department of Transportation	13,281,700		2,428,700
252	New Projects			
253	AG - Deferred Maintenance at 15 S. 15th Ave	0	0	4,000,000
254	ADC - Lewis and Yuma Locks, Fire, and HVAC	19,000,000	(19,000,000)	0
255	ADC - Eyman Fire/Life Safety	0	0	15,564,400
256	ASDB - Classroom Notification System Replacement	0	0	150,000
257	DEMA - Fire Suppression	0	0	191,000
258	G&F - Dam Maintenance	0	0	150,000
259	G&F - Hatchery Capital Projects	0	0	2,600,000
260	G&F - Hatchery Maintenance Projects	0	0	400,000
261	G&F - Property Maintenance	0	0	300,000
262	DHS - Building Demolition	0	0	2,000,000
263	DJC - Door Replacement	0	0	2,500,000
264	Leg Council - Historic Capitol Building Restoration	0	0	400,000
265	Parks - Dead Horse Amphitheater	0	0	150,000
266	Parks - Karchner Caverns Roof Replacement	0	0	450,000
267	Parks - Red Rock Fire Suppression	0	0	126,000
268	Parks - Red Rock Maintenance Building	0	0	435,200
269	Parks - Rockin River Ranch	0	0	750,000
270	DPS - Training Academy	0	0	3,000,000
271	ADOT - Statewide Highway Construction	106,553,000	(11,511,000)	95,042,000
272	ADOT - Controlled Access	120,983,000	(3,815,000)	117,168,000
273	ADOT - Debt Service	151,197,000	(2,297,000)	148,900,000
274	ADOT - Airport Planning	30,900,000	(4,900,000)	26,000,000
275	ADOT - Liquid Brine Tanks Statewide	0	0	1,950,000

	FY 2021 OF 6/30	FY 22 Baseline 1/ Above FY 21	FY 22 Change to FY 22 Baseline	FY 2022 OF 6/30	
276	ADOT - Replace Vehicle Fueling Facilities	0	0	1,800,000	1,800,000
277	ADOT - Interstate 17 Expansion (Enacted)	45,000,000			45,000,000
278	ADOT - Higher Wickenburg Maintenance Office Construction Cost	0	0	3,150,000	3,150,000
279	TOTAL - CAPITAL SPENDING CHANGES	\$509,683,600	(41,461,400)	47,647,500	\$515,869,700
280	TOTAL - OPERATING & CAPITAL SPENDING	\$4,623,758,700	(318,747,900)	1,549,171,700	\$5,854,182,500
281	FUND TRANSFERS				
282	<u>APF/DOA - Automation Projects Fund - All For IT Projects</u>				
283	APF/DCS CHILDS Replacement	4,992,800	(4,992,800)		0
284	APF/DOA - ADOA Automation Operations			4,758,900	4,758,900
285	APF/DOA - ADOA State Web Portal			3,000,000	3,000,000
286	APF/DOA - DES CCDF Transfer - Child Care Management System			9,000,000	9,000,000
287	APF/DOA - ADE ESA Account Fund			4,448,900	4,448,900
288	APF/DOA - Treasurer ESA Program			2,751,100	2,751,100
289	APF/DOA - Gaming Arizona Benefits Fund			850,000	850,000
290	APF/DOA - Industrial Commission Admin Fund			1,067,700	1,067,700
291	APF/DOA - DPS Concealed Weapons Permit Fund			550,000	550,000
292	APF/DOA - Board of Psychologist Examiners Fund			20,000	20,000
293	<u>Other Transfers</u>				
294	DPS - Highway Patrol Fund to Highway Fund (Highway Safety Fee)	15,492,300	(15,492,300)		0
295	DEQ - Transfer Recycling Fund to Water Quality Fee Fund	1,500,000	(1,500,000)		0
296	DPS - Transfer Unobligated SETIF Subaccount Balance to HPF	0		Yes	0
297	ADOT - Transfer Unobligated SETIF Subaccount Balance to SHF	0		Yes	0
298	ADOT - Transfer Highway Extension Fund to ADOT Federal Funds	0		1,220,800	1,220,800
299	DOR - Transfer DOR Admin. Fund to Municipal Firefighter Cancer Fund	0		2,860,800	2,860,800
300	DES - Transfer DHS Licensing Fund to Sexual Violence Services Fund	0		2,370,900	2,370,900
301	DES - Transfer DHS Health Services Lottery Fund to SVSF	0		93,700	93,700
302	DES - Transfer DHS Indirect Cost Fund to SVSF	0		1,339,000	1,339,000
303	DES - Transfer DPS Criminal Justice Enhancement Fund to SVSF	0		343,700	343,700
304	DES - Transfer DPS Licensing Fund to SVSF	0		251,900	251,900
305	DES - Transfer DPS Fingerprint Clearance Fund to SVSF	0		1,356,400	1,356,400
306	DES - Transfer DPS Motor Vehicle Liability Insurance Fund to SVSF	0		306,800	306,800
307	DES - Transfer DPS Parity Compensation Fund to SVSF	0		921,900	921,900
308	DES - Transfer DPS Enforcement and Infrastructure Fund to SVSF	0		202,500	202,500
309	DES - Transfer ADOT Motor Vehicle Liability Insurance Fund to SVSF	0		247,800	247,800
310	DES - Transfer ADOT Vehicle Inspections and Title Fund to SVSF	0		565,400	565,400

	FY 2021 OF 6/30		FY 22 Baseline <u>1</u> / Above FY 21	FY 22 Change to FY 22 Baseline	FY 2022 OF 6/30
311	TOTAL - FUND TRANSFERS				
		\$21,985,100	(21,985,100)	38,528,200	\$38,528,200
312	EXPENDITURE AUTHORITY CHANGES				
313	AXS - Supported Housing			60,000,000	\$60,000,000
314	AXS - Newborn Screening			1,186,400	\$1,186,400
315	AXS - IT Operating Funding			8,966,400	\$8,966,400
316	AXS - Formula Adjustments			426,178,100	\$426,178,100
317	AXS - EPD Provider Rate Increase			76,289,900	\$76,289,900
318	AXS - Enacted GME Increase			7,001,700	\$7,001,700
319	AXS - PMMIS Roadmap			702,000	\$702,000
320	AXS - Health Care Investment Fund Supplement			10,875,400	\$10,875,400
321	DCS - Comprehensive Health Plan Transfer			180,523,000	\$180,523,000
322	DES - DD Provider Rate Increase			35,933,400	\$35,933,400
323	ADE - Classroom Site Fund Increase			395,358,300	\$395,358,300
324	TOTAL - EXPENDITURE AUTHORITY CHANGES				
		\$0	\$0	\$1,203,014,600	\$1,203,014,600

1/ Represents FY 2022 Baseline cost above FY 2021 6/30 Plan spending.

FY 2022 BUDGET RECONCILIATION BILL (BRB) PROVISIONS – HOUSE AND SENATE ENGROSSED

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

BUDGET PROCEDURES

Statewide	<u>Section</u>
1. As session law, continue to set the FY 2022 Capital Outlay Stabilization Fund (COSF) rental rate charged by the Arizona Department of Administration (ADOA) at \$17.87/square foot for rentable office space and \$6.43/square foot for rentable storage space.	BP 36
2. As session law, adds a provision allowing ADOA to approve agency rent exemptions in FY 2022 without Joint Committee on Capital Review (JCCR) review. Requires ADOA to report to the Joint Legislative Budget Committee (JLBC) Staff on rent exemptions prior to taking action.	BP 36
3. As session law, continue to require unrestricted Federal Funds to be deposited in the General Fund for the payment of essential government services.	BP 34
4. As session law, continue to notwithstanding the requirements for any deposit to or any withdrawals from the Budget Stabilization Fund through FY 2024.	BP 37
5. As session law, prior to spending more than \$10,000,000, require the following entities to report to the to the Senate President, Speaker of the House of Representatives, Appropriations Committee chairmen, and the JLBC Director on the use of monies received from the American Rescue Plan Act. In addition, require each entity to report quarterly on all expenditures. <ul style="list-style-type: none"> – The Governor's Office would report on the Coronavirus State Fiscal Recovery Fund, and the Coronavirus Capital Projects Fund. – The Superintendent of Public Instruction would report on the Elementary and Secondary School Emergency Relief Fund. – The Arizona Board of Regents would report the Higher Education Emergency Relief Fund. The Legislature's intent is that the Executive branch also report on any additional federal aid distributed to Arizona through federal legislation enacted before the end of FY 2022.	BP 38
6. As permanent law, change the JLBC's January 31 reporting requirement for state debt and obligations to include information for the upcoming fiscal year instead of the prior fiscal year and eliminate the requirement that the report be based on the ADOA Report of Bonded Indebtedness.	BP 24
7. As permanent law, limits the Governor's initial state of emergency for public health to 30 days. Allows the Governor to extent the order in 30-day increments with a report to the Joint Committee of Health Committees. Requires Legislative approval to extend the state of emergency beyond 120 days.	BP 7, 8
8. As session law, states that COVID-19 is a matter of statewide concern. Prohibits a county, city, or town from issuing a rule or ordinance to mitigate COVID-19 that impacts schools or private entities. Allows a county, city, or town to enforce mitigation policies within its own buildings.	BP 39
9. As permanent law, allows a person to refuse a vaccination as mandated during certain public health emergencies based on the person's personal beliefs.	BP 11
Arizona Department of Administration	
10. As permanent law, allow ADOA to transfer unspent Automation Project Fund (APF) subaccount funding back to the fund of origin at the completion of an information technology project. Require ADOA to annually report on transfers.	BP 22

6/30/21

- | | | |
|-----|---|-------------------|
| 11. | As permanent law, establish the State Permitting Director and the State Permitting Dashboard and outline the requirements of the database and its use. | BP 30, 31, 45, 46 |
| 12. | As permanent law, expand the use of the Monument and Memorial Repair Fund to include alter and modify monuments and memorials. | BP 28 |
| 13. | As permanent law, allow the Governor’s Regulatory Review Council (GRRC) to initiate a review of an agency rule, policy or procedure in addition to the current requirement that a petition be submitted to GRRC for that purpose. | BP 23 |
| 14. | As permanent law, removes prohibition that a newspaper be defined as not a publication that does not have a second class mail rate. | BP 19 |

Attorney General

- | | | |
|-----|---|-----------|
| 15. | As session law, modify the Missing and Murdered Indigenous Peoples Study Committee and extend the committee through September 30, 2025. | BP 32 |
| 16. | As permanent law, establish the Unreported In-kind Political Contributions Task Force Fund consisting of legislative appropriations. The Fund is continuously appropriated and is administered by the Attorney General. The Task Force consists of designees of the Attorney General and the Secretary of State. The Task Force is to investigate whether the practices of social media platforms and internet search engines result in unreported in-kind political contributions. Appropriates \$500,000 to the Attorney General from the General Fund for the Task Force Fund. | BP 21, 49 |

Auditor General

- | | | |
|-----|--|-----------|
| 17. | As permanent law, require the Auditor General to review the processes and statutory requirements for maintaining the statewide voter registration database, county early voting lists and the county voter registration databases for Maricopa and Pima Counties. Specifies the information the Secretary of State and the county recorders are to provide to the Auditor General. On June 30 of each even-numbered year, the Auditor General shall submit a report of its findings. Appropriates \$500,000 to the Auditor General from the General Fund for this purpose. | BP 25, 50 |
|-----|--|-----------|

Arizona Commerce Authority

- | | | |
|-----|---|-------|
| 18. | As permanent law, establish the Major Events Fund consisting of monies appropriated by the Legislature for a special event promotion and attraction pilot program. Monies are non-lapsing and can be used for planning and operations of competitively bid major events, grants to local organizing committees for infrastructure and operations costs of major events, and other economic development activities associated with major event operations. Requires ACA to report semi-annually on expenditures. | BP 29 |
|-----|---|-------|

Department of Emergency and Military Affairs

- | | | |
|-----|--|------|
| 19. | As permanent law, amend A.R.S. § 35-192 to allow the Governor’s Emergency Fund to reimburse expenses from the fund at Department of Forestry and Fire Management cooperators rates with approval of the Governor or the State Emergency Council. | BP 9 |
|-----|--|------|

Arizona Game and Fish Department

- | | | |
|-----|---|------|
| 20. | As permanent law, require the Arizona Game and Fish Department to provide assistance with voter registration when accepting applications for a hunting, fishing, or trapping license. | BP 4 |
|-----|---|------|

Department of Gaming

- | | | |
|-----|--|------|
| 21. | As permanent law, convert a dog racing permit to a harness racing permit by January 1, 2023 if the permittee meets all the qualifications for a harness racing permit. | BP 1 |
|-----|--|------|

22. As permanent law, amend Laws 2021, Chapter 234 to require the Department of Gaming to transfer all monies in the Event Wagering Fund to the General Fund after up to 10% of monies are used for administrative and regulatory purposes. Previously, the department was required to transfer all monies in the fund to the General Fund on the 25th day of each month. BP 3, 52
- Arizona Department of Health Services**
23. As permanent law, allow the Director of the Department of Health Services to adopt rules regarding the collection of data from health care institutions. BP 10
- Legislature**
24. As session law, establishes a special Senate committee on the election audit to receive and review the findings of the Senate audit of the 2020 General Election in Maricopa county and to make recommendations on legislative action. BP 47
- Department of Liquor Licenses and Control**
25. As session law, allow the Department of Liquor Licenses and Control to adopt rules and be exempt from rulemaking for recent legislation associated with liquor delivery and off-sale permits and leases. BP 43
- Arizona State Lottery Commission**
26. As permanent law, prohibits the State Lottery from directly or indirectly spending or allocating lottery funds to advertise the lottery at a professional sporting event or in conjunction with any professional sports team. BP 2, 41
- Department of Public Safety**
27. As session law, exempt the FY 2022 appropriation for DPS body cameras from oversight from the Information Technology Authorization Committee. BP 42
- Public Safety Personnel Retirement System**
28. As permanent law, require PSPRS to submit a final report on contribution rates for the ensuing fiscal year on December 1 of each year. BP 12, 13, 14, 15, 16, 17, 18
- Department of Real Estate**
29. As session law, through FY 2022, increase threshold for the termination of a condominium from 80% agreement of owner units to 100% of the votes in the association. This language shall not be construed to interfere with existing contracts. BP 51
- Secretary of State**
30. As permanent law, cap the procurement exemption for the Library, Archives and Public Records at \$150,000. BP 20
31. As permanent law, transfer oversight of the State Museum from the Secretary of State to Legislative Council. BP 26,27, 44
32. As session law, state that legislative intent that the Attorney General has the authority in all state election-related litigation through June 30, 2023. This authority excludes the Clean Elections Commission. BP 33
33. As permanent law, the Secretary of State (SOS) and county recorder shall post on their website a list of each event that the SOS office or the recorder attends and provides voter registration services. BP 4
34. As permanent law, specify the type of paper that is used for ballots. BP 5

35. As session law, requires the Secretary of State to request, on or before December 31, 2021, Arizona-specific guidance from the U.S. Election Assistance Commission on federal-only voter registration. BP 35
36. As permanent law, require the Secretary of State to provide access to the statewide voter registration database to a person or entity that is designated by the Legislature and to the election integrity unit of the Attorney General's office for the purpose of analyzing voter registration rolls. Requires the Secretary of State to notify county recorders if the analysis determines there are persons registered to vote who are not eligible. Requires county recorders to submit annual reports with information on federal-only voters. BP 4

State Treasurer

37. As permanent law, establish the Election Integrity Fund consisting of legislative appropriations. The Treasurer shall administer the fund. Monies may only be used to pay county recorders for voter education expenses and election security measures, including tabulation equipment, cybersecurity, and postelection hand tabulation efforts. Based upon applications from the county recorders, the Treasurer shall make payments from the fund. BP 6
38. As session law, the sum of \$12,000,000 is appropriated from the General Fund in FY 2022 to the Election Integrity Fund. BP 48

Office of Tourism

39. As session law, establish the Advisory Committee on the Formation of a Southern Arizona Regional Sports Authority. BP 40

CRIMINAL JUSTICE

Section

Attorney General

40. As permanent law, expand A.R.S. § 41-194.01 to require the Attorney General to investigate any written policy, rule, or regulation adopted by any county, city, or town agency, department, or other entity at the request of a legislative member. Requires that the member notify the local government in writing of the alleged violation, and allows the body 60 days to resolve the issue before the legislator can request that the AG investigate. CJ 18

State Department of Corrections

41. As session law, continue to require the department to report actual FY 2021, estimated FY 2022, and requested FY 2023 expenditures as delineated in the prior year when the department submits its FY 2023 budget request pursuant to A.R.S. § 35-113. CJ 25
42. As permanent law, amend A.R.S. § 31-227 to permit counties to send prosecution-related invoices directly to the department for payment without the approval of the Executive or ADOA. CJ 13
43. As permanent law, establish a mental health transition pilot program in the Department of Corrections with a delayed repeal of June 30, 2026, and require ADC to place up to 500 inmates who have been diagnosed as seriously mentally ill and are eligible for AHCCCS benefits upon release in at least a 90-day program each year. Also requires ADC to study the recidivism of participants and submit an annual report by December 31. CJ 14,15
44. As permanent law, exempt correctional officers from jury duty. Current exemption expires January 1, 2022. CJ 9

Counties and Cities & Towns

45. As permanent law, amend A.R.S. § 13-1414 to allow expenses for forensic interviews to be paid by the county with federal monies, state monies appropriated by the Legislature, or by any applicable combination. CJ 8
46. As permanent law, allow counties to establish a coordinated reentry planning services program to provide screening and assessment of persons who are booked into county jail and connect them with behavioral health and substance abuse treatment. CJ 1

Department of Emergency and Military Affairs

47. As session law, extend the provision allowing the department to expend up to \$1,250,000 from the Military Installation Fund through June 30, 2026 for the construction of a new Readiness Center. This authority was previously in effect through FY 2022. CJ 23
48. As permanent law, establish the non-appropriated Border Security Fund, which shall be used for preventing human trafficking, preventing unlawful entry into the state, commercial vehicle inspection infrastructure, clearing nonindigenous plants, and constructing and maintaining a physical border fence. CJ 11
49. As permanent law, create a National Guard Cyber Response Revolving Fund with monies appropriated by the Legislature and monies received as reimbursement costs for the state has incurred for cyber-attack prevention, response, and support activities. Monies in the fund may be used for costs incurred for those same purposes or costs associated with assisting agencies and political subdivisions with cyber support activities. CJ 12

Judiciary

50. As session law, amend Laws 2018, Chapter 278, Section 17 to allow the Supreme Court to spend money from the funds on a new appellate case management system in FY 2022 and reduce the total allowed expenditure from \$3,150,000 to \$2,600,000. The new system was scheduled to be ready at the end of FY 2021, but due to the impact of the COVID-19 pandemic on staffing, the go-live date was delayed to FY 2022. CJ 24
51. As permanent law, establish the General Adjudication and Personnel Support Fund to be used by the Supreme Court and Department of Water Resources for general water adjudication staff, equipment and services. Allow the Supreme Court to appoint paralegals and law clerks for general water adjudication and require the positions to be fully funded by the state. Require the Supreme Court to submit an expenditure plan to the JLBC prior to expending any monies in FY 2022 and FY 2023. The JLBC may require a review of the plan. CJ 4,22
52. As permanent law, establish 2 county probation funding programs to reward counties for reducing the number of probationers that are returned to state prison: CJ 7
- Probation success incentive payments: Payments are distributed to counties if they return fewer probationers to prison in a fiscal year compared to a baseline (the average number returned in FY 2008, FY 2015 and FY 2019). Incentive payments are equal to 50% of the marginal incarceration cost in the State Department of Corrections.
 - Probation success incentive grants: The total grant funding is calculated in the same way as the incentive payments, but is equal to 25% of the marginal incarceration cost. Distribution of the grant funding is determined by a board consisting of the chief probation officers of each county.
- The permanent law change also specifies the uses of the funds and requires annual reporting. The incentive payments and grant funding are subject to appropriation.
53. As permanent law, change the name of the Arizona Lengthy Trial Fund to the “Arizona Lengthy Trial and Digital Evidence Fund” and allow the Courts to use excess revenue for digital storage costs. CJ 3,5,10
54. As permanent law, prohibit the Supreme Court from using rules or administrative orders from a) abridging, enlarging, or modifying substantive rights of a litigant, and b) abridging, enlarging, or modifying statutory, contractual or common law real property rights questions of substantive law. CJ 2

55. As permanent law, repeal A.R.S. § 12-284.02, an unused statute which allows the courts to charge a fee for electronic filing and access to superior court records.

CJ 6

Department of Public Safety

56. As session law, continue to allow the State Aid to Indigent Defense Fund to be used for DPS operating expenses.
57. As permanent law, adds requirements and restrictions for redaction and release of video footage by DPS to the public.
58. As permanent law, require the director to adopt rules for rapid DNA testing procedures.
59. As session law, require the Department of Public Safety to purchase a virtual firing range for the White Mountain Apache Police Department using an existing appropriation.
60. As permanent law, amends Laws 2021 Chapter 322 (HB 2567) and Laws 2021 Chapter 338 (HB 2462) to clarify that the requirements also apply to a person, agency or department; further defines a civilian review board; and makes the bills retroactive to January 1, 2021. Also exempts those who are, or who have ever been AZPOST certified and those serving on the AZPOST board from the training requirements in Chapter 338.

CJ 26

CJ 20

CJ 21

CJ 27

CJ 16,17,28

State Treasurer

61. As permanent law, change the name of the Public Safety Interoperability Fund to the School Safety Interoperability Fund and shift the administrative control of the fund from the Department of Public Safety to the Treasurer.

CJ 19

ENVIRONMENT

Section

Drought Mitigation Board

62. As permanent law, establish the Drought Mitigation Revolving Fund to provide financial assistance for drought mitigation efforts and water supply development. Fund can be used for forbearance of water deliveries that would avoid cuts to Arizona's Colorado River Water Supplies, grants for the State Land Department, low-cost long term loans for the planning, designing, constructing or financing of water supply development projects to import water supplies from outside Arizona into this state, and administrative costs. Creates a 7-member oversight Drought Mitigation Board comprised of the Department of Water Resources (DWR) director and 6 appointed members with a background in water issues within the state for 5-year terms. The Governor, Senate President, and Speaker of the House of Representatives are each to make 2 appointments that must meet geographic residential requirements. The Senate President, Speaker of the House of Representatives, and State Land Commissioner are non-voting advisory members of the board. Sets administration and procedures for the fund. Includes a provision that a water study must be conducted prior to development of any infrastructure associated with a State Land Department grant for the Butler Valley groundwater basin.
63. As session law, establish fund and board statutes retroactively to allow for deposit from a FY 2021 Supplemental to the new fund.

ENV 4,5,13

ENV 14

Department of Environmental Quality

64. As session law, continue to allow the department to utilize up to \$6,531,000 from the Underground Storage Tank (UST) Fund in FY 2022 for department administrative expenses and for sewage remediation.
65. As session law, appropriate \$15,000,000 from the General Fund to the Water Quality Assurance Revolving Fund (WQARF) in FY 2022.

ENV 9

ENV 11

66. As session law, allow the department to charge FY 2022 vehicle emissions inspections fees that are no greater than the fees charged in FY 2021. ENV 12

Department of Forestry and Fire Management

67. As permanent law, directs DFFM to process and pay claims to reimburse fire districts with a population of less than 5,000 for expenses incurred responding to emergency medical services provided on federal lands. ENV 2
68. As session law, amend Laws 2019, Chapter 263, section 141 to allow monies distributed to the Mount Lemmon fire district to be used for capital and equipment and extend the lapsing date of those monies to December 31, 2022. ENV 7

State Land Department

69. As permanent law, increase the Due Diligence Fund balance cap from \$500,000 to \$5.0 million before transferring excess monies to the General Fund. ENV 1

Arizona Navigable Stream Adjudication Commission

70. As session law, continue to allow use of the Water Banking Fund for the commission's legal obligations. ENV 10

Arizona State Parks

71. As permanent law, establish the Park Store Fund consisting of monies deposited pursuant to the fee schedule set by the agency to charge customers for gift shop items. Monies in the fund would be subject to appropriation for the purpose of operating and maintaining state-owned gift shops. Monies in the fund would be exempt from the provisions of A.R.S. § 35-190 relating to lapsing of appropriations and a fund balance capped at \$1.25 million. Any monies above the cap at the end of each fiscal year would be transferred to the State Parks Revenue Fund. ENV 3

Water Infrastructure Finance Authority

72. As permanent law, adds water supply studies to the permissible use of monies in the Water Supply Development Revolving Fund. ENV 6

Department of Water Resources

73. As session law, continue to allow the department's Water Protection Fund Commission to spend up to \$336,000 on administrative functions out of their unobligated balances in FY 2022. ENV 8

HEALTH

Section

Statewide

74. As permanent law, require employers to provide reasonable accommodation to employees who provide notice that sincerely held religious beliefs, practices or observances prevent the employee from taking the COVID-19 vaccination, unless the accommodation poses an undue hardship and more than a de minimus cost to the operation of the employer's business. HLTH 3
75. As permanent law, prohibit state and local governments from establishing a COVID-19 passport, requiring any person to be vaccinated for COVID-19, or requiring a business to obtain proof of COVID-19 vaccination status from patrons. HLTH 13

AHCCCS*Rates and Services*

76. As session law, continue the FY 2010 risk contingency rate reduction for all managed care organizations. Continue to impose a reduction on funding for all managed care organizations administrative funding levels. HLTH 29

Counties

77. As session law, set the FY 2022 county Arizona Long Term Care System (ALTCS) contributions at \$283,194,000. HLTH 22
78. As session law, set the County Acute Care contribution at \$45,634,000. This amount includes an inflation indexing of the Maricopa County contribution as required by Laws 2005, Chapter 328. HLTH 25
79. As session law, continue to exclude Proposition 204 administration costs from county expenditure limitations. HLTH 27
80. As session law, continue to require AHCCCS to transfer any excess monies back to the counties by December 31, 2022 if the counties' proportion of state match exceeds the proportion allowed in order to comply with the Federal Affordable Care Act. HLTH 24

Hospitals

81. As session law, continue to establish FY 2022 disproportionate share (DSH) distributions to the Maricopa Special Healthcare District (MIHS), the Arizona State Hospital, private qualifying disproportionate share hospitals, and Yuma Regional Medical Center. Keep the MIHS distribution of \$113,818,500 in FY 2022. HLTH 23
82. As session law, continue to require AHCCCS to give priority to rural hospitals in Pool 5 distribution, and allow MIHS to be eligible for Pool 5 allocations. Permit local jurisdictions to provide additional local match for Pool 5 distributions. HLTH 23

Available Funding

83. As session law, continue to state that it is the intent of the Legislature that AHCCCS implement a program within its available appropriation. HLTH 34

Department of Child Safety

84. As permanent law, establish the Comprehensive Health Plan Fund consisting of comprehensive health plan revenues and require the department to transfer excess capitation payments to the General Fund at the end of the following fiscal year. The comprehensive health plan includes both acute and behavioral health services for foster care children. HLTH 1

Department of Economic Security

85. As session law, continue to require recipients of Temporary Assistance for Needy Families (TANF) Cash Benefits to pass a drug test in order to be eligible for benefits if the Department of Economic Security (DES) has reasonable suspicion the recipient uses illegal drugs. HLTH 31
86. As permanent law, establishes the Sexual Violence Services Fund to provide financial assistance to service providers for victims of sexual violence. Requires a report from DES to the Governor, Speaker of the House of Representatives, and Senate President on or before October 1 on the population served. HLTH 17
87. As permanent law, require the Office of the State Long-Term Care Ombudsman to visit long-term care facilities biannually, require the Ombudsman to speak with residents or their representatives, investigate and resolve complaints and refer cases to Adult Protective Services or the appropriate agency, and change complaint communication requirements for DD service providers. HLTH 8,9,10, 11,16,20

Department of Education

88. As permanent law, prohibit K-12 schools from requiring vaccines issued under emergency use authorization for attendance. HLTH 12

Department of Health Services

89. As session law, continue to exempt county expenditures on Restoration to Competency treatment at the Arizona State Hospital from county expenditure limitations. HLTH 28

6/30/21

- 90. As session law, continue to notwithstanding A.R.S. § 5-572 and A.R.S. § 36-108.01 to allow the Health Services Lottery monies to be used for homeless pregnant women services. HLTH 30
- 91. As permanent law, require the Department of Health Services to report on July 1 of each year to the JLBC on its distribution of Proposition 207 monies in the prior fiscal year, including monies in the Justice Reinvestment Fund and monies received from a \$19,000,000 fund transfer from the Medical Marijuana Fund. HLTH 5
- 92. As permanent law, eliminate the requirement that the first \$300,000 in radiation regulatory fees collected be deposited to the General Fund. HLTH 4
- 93. As session law, require DHS to reduce fees collected for services provided by the Bureau of Radiation Control so that revenues generated by the fees are reduced by \$300,000. HLTH 26
- 94. As session law, require DHS to add Spinal Muscular Atrophy and X-Linked Adrenoleukodystrophy to the newborn screening panel by December 30, 2021. As permanent law, require all congenital disorders that are included on the U.S. Department of Health and Human Services Recommended Uniform Screening Panel to be added by December 31, 2023. HLTH 14,32
- 95. As permanent law, allow DHS to set fees for newborns screening and require any fee changes to be presented to the JLBC for review. The Legislature intends that any fee increase not exceed the direct costs of testing. HLTH 14,33

Department of Insurance and Financial Institutions

- 96. As permanent law, require the department to use data in existing regulatory filings to calculate an annual medical loss ratio for each dental insurer in the state and post the information on the department's website. HLTH 2

Board of Examiners of Arizona Nursing Care Institution Administrators and Assisted Living Facility Managers

- 97. As permanent law, add a public member who represents an organization that advocates for the elderly and one person who is a family member of a resident in a skilled nursing facility or assisted living facility as members of the board. HLTH 6
- 98. As permanent law, require all new licenses and certifications issued after June 30, 2021 to be approved by both the board and DHS. HLTH 7,36
- 99. As permanent law, continue the board through March 31, 2022 and repeal the board on January 1, 2023. HLTH 19,35,36
- 100. As session law, establish the Nursing Care Institution and Assisted Living Facility Study Committee to consider whether the board should be administered independently, or the duties should be moved to DHS or another successor. Requires the committee to report of its findings by December 1, 2021. HLTH 21

State Treasurer

- 101. As permanent law, require the State Treasurer to submit an annual September 1 report to the JLBC and the Governor's Office of Strategic Planning and Budgeting on monies distributed from the Smart and Safe Arizona Fund to agencies for the administrative costs of implementing the provisions of Proposition 207. The report will include actual distributions from the prior fiscal year and estimated distributions for the current fiscal year. HLTH 5

HIGHER EDUCATION

Section

Arizona Community Colleges

- 102. As session law, continue to suspend the Operating State Aid funding at levels specified in the General Appropriation Act, which effectively means suspending the formula in FY 2022 for only Maricopa and Pima Counties. HEd 14

103. As session law, continue to set the Science, Technology, Engineering and Mathematics and Workforce Programs district funding at levels specified in the General Appropriations Act, which effectively means suspending the formula in FY 2022 for only Maricopa, Pima and Pinal Counties. The Maricopa and Pima distributions are already set by the FY 2020 General Appropriation Act through FY 2022.

HEd 13

Department of Economic Security

104. As session law, establish a Return to Work Program to provide last-dollar community college scholarships to part-time students who were receiving unemployment benefits or had filed for unemployment benefits as of May 15, 2021, are currently working at least 20 hours per week, are enrolled in at least 6 credit hours per semester, and demonstrate financial need as determined by the FAFSA. Allows awards to cover up to 6 credit hours per semester for up to 2 years or 4 academic semesters. Requires the Department of Economic Security (DES) to reimburse community colleges for scholarships provided under the program.

HEd 15

Commission for Postsecondary Education

105. As permanent law, repeal the Commission for Postsecondary Education and transfer its responsibilities to the Arizona Board of Regents beginning January 1, 2022.
106. As permanent law, repeal the Private Postsecondary Education Student Financial Assistance Program and the Private Postsecondary Education Grant Program.
107. As permanent law, require all future awards made from the Arizona Teacher Student Loan Program to be made to private school students.

HEd 6,7,16,17

HEd 8,9,11

HEd 5,17

Universities

108. As session law, continue to suspend the statutory requirement that the state provide a 2:1 ratio of state funding to student fees deposited into Arizona Financial Aid Trust (AFAT).
109. As permanent law, revise the current annual inflation adjustment for university capital infrastructure appropriations beginning in FY 2023. Current law requires the adjustment to be based off full calendar year growth rates. The revised calculation would be based on the growth rate from the second quarter of the second preceding calendar year to the second quarter of the calendar year immediately preceding the fiscal year to avoid timing issues between the release of preceding year inflation data and enactment of the budget. Using second quarter data will provide certainty in the level of the annual appropriation.
110. As permanent law, establish the Agriculture Workforce Development Program in the University of Arizona Cooperative Extension Office to provide reimbursements to food-producing agricultural organizations for the costs of hiring apprentices and require the university to submit a report to the Governor, President of the Senate, and the Speaker of the House of Representatives on December 1 of each year regarding the effectiveness of the program.
111. As permanent law, allow a university under the jurisdiction of the Arizona Board or Regents to offer pro bono assistance to claimants who are small landowners in the general stream adjudication of water rights. Require the university to submit a report on the university's assistance activities to the Governor, Speaker of the House of Representatives, and Senate President on November 15 of each year.
112. As permanent law, establish the Arizona Promise Program to provide financial assistance to full-time university students who meet certain requirements. Requires the Arizona Board of Regents to guarantee awards to university students. Establish the Arizona Promise Program Fund in the Arizona Board of Regents consisting of legislative appropriations and other monies for administering the program and limit fund expenditures for marketing and administering the program to 3% of monies in fund each fiscal year.
113. As permanent law, prohibit the universities from mandating that students obtain a COVID-19 vaccination, show proof of vaccination, or place any conditions on attendance or participation in classes or academic activities if a person choose not to obtain a vaccine or disclose vaccination status. Students participating in in clinical settings at a healthcare institution may be required to provide proof of COVID-19 vaccination as determined by the healthcare institution. Allows universities to require COVID-19 testing only if there is a significant outbreak

HEd 12

HEd 3,17

HEd 1,17

HEd 2

HEd 4

HEd 2

in shared student housing and with approval from DHS. States that these requirements do not apply to students participating in research involving the live COVID-19 virus.

114. As session law, eliminate the requirement that the universities use \$376,000,000 in SPEED bond authority for the projects on the Phoenix Biomedical Campus. HEd 10

K-12 EDUCATION

Arizona Department of Administration

115. As session law, require ADOA to select a 501(c)(3) nonprofit organization to administer the Transportation Modernization Grants Program. Requires the nonprofit organization to submit a report on the program's results by December 31, 2021 and June 30, 2022. Permits 5% of monies appropriated for the program to be spent on administrative expenses. K12 111
116. As permanent law, require ADOA to develop a school financial transparency portal with school level data from districts and charter schools on revenues generated by weighted student count, allocation of federal, state, and local revenue, allocation of Classroom Site Fund monies, and expenditures on teacher pay and benefits, classroom supplies, student support, and other expenditures. K12 22,23,118

Arizona State Schools for the Deaf and the Blind

117. As permanent law, establish the Cooperative Services Fund. Authorize the fund to receive special education voucher monies paid to ASDB by the Department of Education pursuant to A.R.S. § 15-1202 on behalf of students enrolled in one of ASDB's 5 regional cooperatives, tuition payments from school districts, and district membership fees. These changes codify into law an existing administrative fund, but make monies appropriated and non-lapsing. A General Appropriation Footnote will allow ASDB to spend monies in excess of the appropriation from the fund, but requires the agency to first submit a report to JLBC on the intended use of the monies. K12 43
118. As permanent law, repeal the requirement in A.R.S. § 15-1304 that special education vouchers for enrollees in a regional cooperative be continuously appropriated. K12 43

Department of Education

Formula Requirements

119. As permanent law, increase the base level (A.R.S. § 15-901B2), the transportation funding levels (A.R.S. § 15-945A5) and the charter school "Additional Assistance" amounts (A.R.S. § 15-185B4) by 1.21% for standard inflation. The base level also includes an increase of \$32.82 to incorporate into Basic State Aid \$50,000,000 for teacher salary increases that was funded from the Classroom Site Fund on a one-time basis in FY 2021 pursuant to Section 137 of the FY 2019 General Appropriation Act. K12 4,27,33
120. As permanent law, establish a Group B funding weight of 0.007 in the K-12 Basic State Aid formula for gifted pupils who score at or above the 97th percentile, based on national norms, on a test adopted by the State Board of Education. K12 27,32
121. As permanent law, increase the Group B funding weight for children with emotional disabilities, mild intellectual disabilities, a specific learning disability, a speech/language impairment, or other health impairments from 0.003 to 0.093. Increase the Group B funding weight for self-contained programs for children with multiple disabilities, autism, or severe intellectual disability from 5.833 to 5.988. K12 32
122. As permanent law, revise the Basic State Aid apportionment schedule to require ADE to distribute Basic State Aid payments to school districts and charter schools on the 15th day of every month beginning in FY 2023. K12 35,119

Results-Based Funding

123. As session law, continue to make eligible for Results-Based Funding schools with AzMERIT test results in the top 13% for schools with less than 60% of students eligible for free and reduced-price lunch (FRPL) and to the top 27% for schools with 60% or higher FRPL eligibility. K12 107
124. As session law, continue to establish per-pupil funding levels of \$225 for qualifying schools with less than 60% FRPL eligibility and for schools with more than 60% FRPL eligibility that have AzMERIT results in the top 27%, but not the top 13% of schools with 60% or higher FRPL eligibility. Qualifying schools with greater than 60% FRPL eligibility and with AzMERIT results in the top 13% of schools with 60% or more FRPL eligibility would receive \$400. K12 107
125. As session law, continue to provide an alternative school with \$400 per student if it reported AzMERIT scores for both math and English language arts for spring 2019 testing and its average pass rate for those 2 tests combined equaled or exceeded the average combined pass rate observed for the top 27% of schools with 60% or higher free or reduced price lunch eligibility rates. K12 107
- Career and Technical Education Districts*
126. As permanent law, establish the Industry Recognized Certificate and Licensure Reimbursement Fund to be administered by the Department of Education. ADE shall use monies in the fund to reimburse CTEDs that cover the out-of-pocket exam costs for industry-recognized certificates and licensures for students eligible for free or reduced-price lunches. K12 41
127. As permanent law, permit CTEDs to receive ADM for 9th grade pupils enrolled in programs included on the Office of Economic Opportunity in-demand regional education list and that remain enrolled in the same CTED program through at least the 40th day of their junior year of high school. Also permits CTEDs to receive ADM for pupils enrolled in internship programs and pupils enrolled in a CTED in the year immediately following graduation. K12 14
128. As permanent law, require ADE to include in its CTED annual report information on average daily membership, student counts, program enrollment, and program completion rates for CTED students in 9th grade eligible for Basic State Aid funding, students enrolled in internship programs, and students enrolled in the year immediately following graduation. The report shall include information on the number of 9th grade CTED pupils that receive BSA funding that remain in the same program through the end of junior year. K12 15
129. As session law, notwithstanding A.R.S. § 15-393 to permit students enrolled in a CTED to be included in ADM for FY 2022 through FY 2025 if their program is included on OEO's in-demand education list in the year immediately following graduation (ADM would otherwise only be allowed if the program was included on the list in the year the student initiated the program). K12 114
- Other*
130. As session law, continue stating that it is the intent of the Legislature and Governor that school districts increase the total percentage of classroom spending in the combined categories of instruction, student support and instructional support as defined by the Auditor General. K12 117
131. As permanent law, update the Qualifying Tax Rate and State Equalization Tax Rate cited in A.R.S. § 41-1276 to reflect the Truth in Taxation rates established for FY 2022. K12 55
132. As permanent law, amend A.R.S. § 15-911 to add OSPB as a recipient of a report on the aggregate expenditures of local revenues for all school districts. K12 30
133. As permanent law, increase the maximum allowable annual transfer of unclaimed lottery prize monies to the Department of Education's Tribal College Dual Enrollment Program Fund pursuant to A.R.S. 5-568 from \$250,000 currently to \$325,000. K12 1
134. As permanent law, transfer responsibility to direct and oversee the work of all investigators related to investigating certified and non-certified school personnel for unprofessional or immoral conduct from the Department of Education to the State Board of Education. K12
5,8,9,13,18,19,2
0,56
135. As permanent law, clarify that districts and charter schools are eligible for reimbursement from the Extraordinary Special Education Needs Fund if they have a pupil receiving special education services who has incurred costs at least 3 times the statewide per pupil funding average. Stipulates that if available monies in the fund are insufficient to fund the cost of all claims that ADE shall prioritize districts and charter schools with the largest difference between the funding received for the student and the actual costs incurred for that student. Requires ADE to K12 24

- report by December 15th annually to the Governor, the President of the Senate, the Speaker of the House of Representatives, and JLBC and OSPB on the number of claims submitted and paid as well as use of the monies by recipient districts and charters.
136. As permanent law, require ADE to develop policies to manage access to personally identifiable information, including a detailed security plan. K12 39
137. As session law, stipulates that ADE must receive review and approval from ITAC and ADOA prior to expending monies appropriated for the school finance system replacement project. Requires ADOA to establish development milestones for ADE's school finance system replacement project within 30 days of the last day of FY 2021. Stipulates that ADE must receive approval from the ADOA director and the Superintendent of Public Instruction prior to receiving funding for any project milestone. Requires ADE to submit a school finance system replacement project staffing plan for review by ADOA and to contract with a third-party vendor for oversight of the project. K12 110
138. As permanent law, prohibit counties, cities, towns, school districts, or charter schools from requiring the use of masks in schools beginning July 1, 2021 K12 12,118
139. As session law, require school districts and charter schools to report to ADE by July 1, 2021 whether they offered in-person, teacher led instruction for at least 100 days of the 2020-2021 school year or a proportionate level of in-person instruction for LEAs with less than 180 instructional days. In-person instruction data delineated by school site. Stipulates that ADE shall submit a report to OSPB and JLBC by August 1, 2021 that compiles the information on in-person instruction reported by school districts and charter schools. K12 108
140. As session law, require ADE to post all the federally required academic learning loss plans on its website. K12 108
141. As session law, require OSPB to publicly post K12 Supplementary Payment allocations by school district and charter school. K12 108
142. As session law, permit Buckeye Union High School District to submit corrections to the Teacher Experience Index (TEI) component of Basic State Aid formula calculations for FY 2021. K12 109
143. As session law, extend the placement of the crisis management team in Peach Springs Unified School District until April 1, 2022. K12 106,118
144. As session law, notwithstanding any other law to permit the state to only enforce statutory or regulatory requirements that are consistent with ADE's current approved waiver of accountability, school identification, and reporting requirements authorized by the U.S. Department of Education. K12 113
145. As permanent law, permit schools, rather than school districts and charter schools, to provide instruction under an instructional time model authorized by A.R.S. § 15-901.08, including remote learning up to 50% in FY 2022 and 40% in FY 2023, reallocation of time between courses, and staggered learning times. K12 28
146. As permanent law, require school districts to post information about open enrollment on each school's website, including the school's capacity and whether or not the school is accepting open enrollment students by grade level. SBE shall adopt a model school format school districts may use for describing open enrollment options on their websites and, subject to the availability of appropriated monies, shall design a public awareness campaign about open enrollment options. Stipulates that ADE shall annually report on open enrollment participation by school district, school, and county. K12 10,25,26
147. As permanent law, notwithstanding any other law to stipulate that age-appropriate and grade-appropriate classroom instruction regarding child assault awareness and abuse prevention is allowed. K12 21,120
148. As permanent law, stipulates that teachers, administrators, or other employees of a school district, charter school, or state agency may not allow instruction that includes certain concepts related to race, ethnicity, and sex. Teachers in violation shall be subject to discipline, including suspension or revocation of certification, as determined by the State Board of Education. Authorizes the Court to impose a maximum civil penalty of \$5,000 per district, charter, or state agency where the violation occurs and authorizes the Attorney General to bring an action seeking injunctive relief or civil remedies against teachers, administrators, or other school district or charter school employees or a state employee that provides such instruction. K12 21,50
149. As permanent law, authorize the Attorney General to bring an action seeking injunctive relief or civil remedies against a public official of this state that uses public resources to plan or execute any activity that impedes or prevents a public school from operating for any period of time unless the public official is acting in good faith and in furtherance of his or her official duties. K12 50

6/30/21

- 150. As permanent law, allow districts and charter schools to provide in lieu of transportation grants to parents of children in that district or school. Districts may use a portion of their existing transportation funding for such grants while charters may use Charter Additional Assistance funding. K12 31
- 151. As permanent law, stipulates that children attending or residing within the attendance boundaries of a school or school district assigned a letter grade of D or F and that are FRPL-eligible do not have to attend a public school prior to enrolling in the ESA program (previously only kindergarten students in the attendance boundaries of a D or F school were not required to attend a public school prior to enrolling in an ESA). K12 46
- 152. As permanent law, stipulates that most ESA enrollees have to attend a public school for 45 days in the current year or prior year before becoming eligible for the ESA program (previously the requirement was 100 days in the prior year). Allows kindergartners in Arizona Online Instruction to meet public school attendance requirements if they logged at least 200 hours in an AOI program in the current or prior year. K12 46
- 153. As permanent law, modify various ESA program requirements. Allows ESAs to be used for out-of-pocket expenses from educational therapies; prohibits ADE from closing ESA accounts earlier than 4 years after high school graduation for accounts in good standing; requires ADE to make decisions on ESA applications in 30 days instead of 45; and modifies procedures related to ineligible expenses, suspended accounts, and appeals of agency decisions concerning ESAs. K12 47,48,54
- 154. As permanent law, prohibit districts or charter schools from requiring a student or teacher to receive a vaccine for COVID-19 or to wear a face covering to participate in in-person instruction. K12 12,118

School Facilities Board

- 155. As permanent law, authorize the board to procure professional services to assess, and determine the scope of work to address, building deficiencies for the building renewal and emergency deficiency corrections programs. K12 69
- 156. As permanent law, increase the new school cost-per-square foot rates by 60%. K12 70
- 157. As session law, notwithstanding current new school construction cost-per-square foot rates for schools authorized to begin construction in FY 2022 or earlier that have not yet received final SFB approval to begin construction. K12 112
- 158. As permanent law, require SFB to apply the rates approved by the JLBC in the same year when allocating funding to schools approved for new school facilities in that year. K12 70
- 159. As permanent law, establish the School Facilities Division within the Arizona Department of Administration. Authorizes the Division to administer the Building Renewal Grants Fund, the Emergency Deficiency Corrections Fund, and the New School Facilities Fund; establish contracts for school inspections related to building adequacy standards; and establish policies and procedures related to preventive maintenance in school buildings. Replaces the School Facilities Board with the School Facilities Oversight Board consisting of 6 members appointed by the Governor. Requires the board to approve student population projections submitted by school districts to determine eligibility for New School Facilities funding; submit reports on monies distributed by the board; and adopt minimum school facility adequacy guidelines. K12
2,3,5,6,7,10,11,
16,17,29,34,36,
37,38,40,44,45,
49,51,52,53,57-
105, 115,116

State Treasurer

- 160. As permanent law, require the State Treasurer to submit an annual September 1 report to the JLBC and the Governor's Office of Strategic Planning and Budgeting on monies distributed from the Student Support and Safety Fund and Career Training and Workforce Fund to agencies for the administrative costs of implementing the provisions of Proposition 208. The report will include actual distributions from the prior fiscal year and estimated distributions for the current fiscal year. K12 42

REVENUE

Section

Arizona Department of Agriculture

161. As session law, continue fee charging authority and an exemption relating to establishing fees for the Arizona Department of Agriculture in FY 2022. Continue an intent clause that limits additional revenues to \$357,000. REV 10

Counties and Cities & Towns

162. As session law, continue to allow counties with a population of less than 250,000 according to the 2010 Decennial Census to use any source of county revenue to meet a county fiscal obligation for FY 2022, up to \$1,250,000 of county revenue for each county. The bill also requires counties using this authority to report to the Director of the JLBC on the intended amount and sources of funds by October 1, 2021. REV 11

163. As session law, add a provision requiring ADOA to bill the city of Flagstaff for the costs of their minimum wage above the statewide minimum wage, in accordance with the provisions in A.R.S. § 35-121.01. The bill would be \$1.1 million. REV 12

Department of Gaming

164. As session law, continue to set the Racing Wagering Assessment at 0.5% in FY 2022 only. REV 9

Industrial Commission of Arizona

165. As permanent law, create the Municipal Firefighter Cancer Reimbursement Fund consisting of fees charged to each city and town that receives state shared revenues for the purpose of reimbursing municipalities for firefighter cancer claims. The total amount of fees may not exceed \$15,000,000 in each fiscal year. The share of fees assessed to each city shall be based on population. Monies in the fund are continuously appropriated. REV 1,13,14

Department of Revenue

166. As permanent law, repeal the fee charged to cities, towns, counties, councils of governments and regional transportation authorities used to recover a portion of administrative expenses for tax collection services. REV 2,3,15

167. As session law, delay the reversion of Native American Veteran's Income Tax Settlement Fund monies from June 30, 2021 to June 30, 2023. REV 5,6,7,8,15

168. As permanent law, beginning in TY 2021, cap the total marginal tax rate for taxable income above \$250,000/\$500,000, including the Proposition 208 surcharge, at no more than 4.5%. Proposition 208 would receive the proceeds from the 3.5% surcharge. REV 4

TRANSPORTATION

Section

Arizona Department of Administration

169. As permanent law, repeal the Motor Pool Revolving Fund and transfer the \$1.0 million balance to the ADOT State Vehicle Purchase Fund. TR 20,21,28

Department of Public Safety/Department of Transportation

- 170. As permanent law, repeal the DPS and ADOT Safety Enforcement and Transportation Infrastructure Funds on July 1, 2021. The remaining balances and subsequent revenue would be deposited to the State Highway Fund and State Highway Patrol Fund. TR
5,6,7,13,14,15,
16,17,18,19,23

Department of Transportation

- 171. As permanent law, establish the State Vehicle Replacement Fund consisting of monies deposited pursuant to a fee schedule set by ADOT to charge agencies for replacing and purchasing vehicles and equipment. The fund would be subject to appropriation and exempt from lapsing provisions. TR 3
- 172. As permanent law, require ADOT to submit an annual report to JLBC and OSPB on October 1 on the amount of monies in each agency subaccount, the number of vehicles being replaced, the number of vehicles at each agency, the replacement lifecycle for each vehicle, and the number of vehicles identified as not requiring replacement. TR 3
- 173. As permanent law, establish the State Fleet Operations Fund consisting of monies deposited pursuant to fee schedule set by ADOT for maintenance of vehicles and equipment. The fund would be subject to appropriation for the purpose of operating and maintaining the motor fleet and exempt from lapsing provisions. TR 3
- 174. As session law, allow any business engaged in renting vehicles to use monies collected from their 2021 rental vehicle surcharge to reimburse the amount of vehicle license tax imposed on rental vehicles in 2020 and 2021. TR 29
- 175. As permanent law, dismiss a violation for driving without registration or license plates if the person obtains the appropriate registration after the violation but before their court date. TR 8
- 176. As permanent law, increase the daily storage fee for an impounded vehicle from \$15 to \$25. TR 10
- 177. As permanent law, decrease the mandatory impoundment period for a vehicle from 30 days to 20 days. TR 9,10,11,12
- 178. As permanent law, allow passengers in a vehicle other than the spouse to take possession of a vehicle rather than having it towed. TR 9
- 179. As permanent law, repeal statutory provisions in ARS 28-9401 and ARS 28-9402 which require railroads to submit information to ADOT on major rail projects and creates a freight advisory council within ADOT. TR 20
- 180. As permanent law, prohibit the department from charging the highway safety fee to any vehicle registrations that take effect starting in July 2021 moving forward. Any issuance of the highway safety fee from July 2021 moving forward will be refunded to the customer. TR 4,30

TAX OMNIBUS

Section

Income Tax

- 181. As permanent law, reduces the individual income tax rates to 2.55% for taxable income up to \$27,272/\$54,544 and to 2.98% for taxable income above \$27,272/\$54,544 in TY 2022. Further rate reductions beyond the proposed 2.55%/2.98% rates for TY 2022 will be contingent upon the state receiving more revenue than forecast as determined by JLBC and OSPB in September of each year. Excluding the beginning balance, the "trigger" target is set at \$12.8 billion in FY 2022 and \$13.0 billion in FY 2023 and each year thereafter. If the state receives more than the FY 2022 trigger level, the rates will be reduced to 2.53%/2.75% starting in TY 2023. If the state receives more than \$13.0 billion in FY 2023 or any subsequent year, the rate will be reduced to a single 2.5% rate in the following Tax Year. TO 13,15
- 182. As permanent law, adjusts for inflation the percentage of charitable contributions that taxpayers that take the standard deduction are allowed to claim over and above the regular standard deduction, beginning in TY 2022. The adjusted percentage cannot exceed 100%. TO 17

6/30/21

183. As permanent law, provides a full individual income tax exemption for benefits, annuities, and pensions received by military retirees, beginning in TY 2021. The current exemption is \$3,500. TO 16,30
184. As permanent law, expands the eligibility for students receiving “switcher” individual or low-income corporate school tuition organization (STO) scholarships to include those who were homeschooled, moved from out of state, or held an Empowerment Scholarship Account (ESA), beginning in TY 2021. TO 23,24,30
185. As permanent law, increases the credit cap for contributions by corporations and insurers to School Tuition Organizations for Displaced/Disabled students from \$5 million to \$6 million, beginning in FY 2022. TO 22,30
186. As session law, for calendar year 2021, applications submitted to the Department of Revenue for the individual and corporate renewable energy production tax credit are allowed to be made prior to February 7. TO 27
187. As permanent law, allows public service corporations retroactively from January 1, 2021 to deduct for income tax purposes any amount of monies or other property contributed to them to expand, improve or replace their water system or sewage disposal facilities. TO 20,30
188. As permanent law, establishes a new nonrefundable income tax credit for the processing of qualified forest products, beginning in TY 2021. The credit has an annual cap of \$500,000 per taxpayer and \$2 million in total for all taxpayers. TO 12,18, 21,29,30
189. As permanent law, clarifies retroactively from January 1, 2016 that the transaction privilege tax and use tax exemption for machinery and equipment includes containment structures. TO 7,8,9, 26,20,32
190. As permanent law, provides that the payments of estimated tax by individual income tax filers do not apply to liability accruing from the Proposition 208 Surcharge. TO 14
191. As permanent law, continue to include capital items, community school meal programs, student consumable health care supplies, and playground equipment as eligible expenses for purposes of the individual income tax credit for public school fees and extracurricular activities until June 30, 2024 (eligibility for these items expires June 30, 2022). TO 19
192. As session law, expands the definition of Qualifying Foster Care Charitable Organizations (QFCO) for TY 2021 to allow tax credit donations to QFCOs that serve persons who have left the foster care system due to reaching 18 years of age, adoption or legal guardianship after reaching 16 years of age or reunification at 14 or 15 years of age. TO 28

Urban Revenue Sharing

193. As permanent law, beginning in FY 2024, increases the distribution from the Urban Revenue Sharing Fund to incorporated cities and towns from 15% to 18% of the amount of individual and corporate income taxes collected 2 fiscal years prior. TO 11

Property Tax

194. As permanent law, reduces the assessment ratio for Class 1 (commercial) property to from 18% to 16% over 4 years. TO 10
195. As permanent law, changes the homeowner’s rebate on Class 3 (residential) property from 47.19% to 50.0%, beginning in TY 2022. TO 1
196. As permanent law, increases the maximum property tax rate for Fire Assistance Districts from \$3.25 per \$100 Net Assessed Value (NAV) to \$3.375 in TY 2022 and \$3.50, beginning in TY 2023. As under current law, the fire district levy remains limited to the lesser of: (1) 8% more than the amount levied in the preceding year or (2) the maximum tax rate multiplied by the district's NAV. TO 25

Unemployment Insurance

197. As permanent law, make the following changes to unemployment insurance taxes and benefits: TO 2,3,4,5,31
- Increase the maximum weekly unemployment insurance benefit from \$240 per week to \$320 per week, effective July 1, 2022.
 - Increase the taxable payroll base from \$7,000 to \$8,000 on January 1, 2023.
 - Decrease the maximum number of weeks of unemployment benefits from 26 weeks to 24 weeks if the state unemployment rate is less than 5% in the prior calendar quarter, effective July 1, 2022.

198. As permanent law, require DES to obtain current and actual employment and earned income information from third-party sources when it determines eligibility for unemployment benefits. The identity verification process may include digital and/or physical identity authentication factors. Requires DES to report by December 31st annually on unemployment insurance fraud for the previous fiscal year.

FY 2022 GENERAL APPROPRIATION ACT PROVISIONS

The budget includes the following provisions in the General Appropriation Act. These provisions are in addition to the individual agency appropriations, but exclude supplemental appropriations, ex-appropriations, and fund transfers.

Department of Education

- | | | |
|----|---|-----|
| 1. | As session law, continue deferral of Basic State Aid payments for FY 2022 until FY 2023, but reduce the deferral from \$930,727,700 to \$865,727,700. Expand exemption from deferral from districts with less than 600 students currently to districts with less than 2,000 students. Appropriate \$865,727,700 in FY 2023 for these deferred Basic State Aid payments. Allow ADE to make the rollover payment no later than July 12, 2022. | 130 |
| 2. | As session law, continue to require school districts to include in the FY 2022 revenue estimates that they use for computing their FY 2022 tax rates the rollover monies that they will receive for FY 2022 in July 2022. | 130 |

Revenues

- | | | |
|----|---|-----|
| 3. | As session law, continue to specify revenue and expenditure estimates for FY 2021, FY 2022, FY 2023, and FY 2024. | 141 |
| 4. | As session law, continue to require the Executive Branch to provide JLBC preliminary estimates of FY 2021 ending balances by September 15, 2021. Require JLBC Staff to report to JLBC by October 15, 2021 as to whether FY 2022 revenues and ending balance are expected to change by more than \$50,000,000 from budgeted projections. | 141 |

Statewide

- | | | |
|----|---|-----|
| 5. | As session law, continue to state legislative intent that all budget units receiving appropriations continue to report actual, estimated and requested expenditures in a format similar to prior years. | 137 |
| 6. | As session law, continue to require ADOA to compile a report on Full-Time Equivalent (FTE) Position usage in FY 2022 in all agencies and provide it to the JLBC Director by October 1, 2022. The Universities are exempt from the report but are required to report separately. | 138 |
| 7. | As session law, continue to require each agency to submit a report to the JLBC Director by October 1, 2021 on the number of filled appropriated and non-appropriated FTE Positions by fund source as of September 1, 2021. | 139 |
| 8. | As session law, continue to require ADOA to report monthly to the JLBC Director on agency transfers of spending authority from one expenditure class to another or between programs. | 140 |

General

- | | | |
|-----|--|-----|
| 9. | As session law, continue to define "*" as designating an appropriation exempt from lapsing. | 142 |
| 10. | As session law, continue to define "expenditure authority" as continuously appropriated monies included in individual line items of appropriations. | 143 |
| 11. | As session law, continue to define "review by the Joint Legislative Budget Committee" (JLBC) as a review by a vote of a majority of a quorum of the members. | 144 |

FY 2022 MAJOR FOOTNOTE CHANGES

The budget includes the following major additions, deletions or modifications of footnotes. This list does not include footnote changes pertaining to one-time reports or appropriations or footnote changes conforming to enacted policy.

Arizona Department of Administration

- | | | |
|-----|---|-------|
| 12. | Deletes footnote requiring the department to report by August 1, 2021 on the maintenance savings associated with replacing vehicles with an average of 80,000 miles to the Arizona Department of Transportation. | |
| 13. | Deletes footnote allowing the department to use up to \$275,000 of the building renewal appropriation for Personal Services and Employee-Related Expenditures for up to 5 FTE Positions each fiscal year. Adds a footnote allowing the ADOA to use up to five percent (5%) of all capital outlay appropriations to the department for project management-related expenses. This footnote does not apply to appropriations for distribution to non-state entities. (Capital) | CO 40 |
| 14. | Adds a footnote allowing the Department of Administration to use monies appropriated for building renewal to retrofit facilities for space consolidation initiatives. (Capital) | CO 2 |
| 15. | Adds footnote extending the lapsing date of the \$17.0 million FY 2020 appropriation for building renewal and \$1.0 million FY 2020 for the replacement of air handlers at 1700 W Washington to June 30,2022. (Capital) | CO 39 |
| 16. | Adds footnote extending the lapsing date of the \$375,900 appropriation from the Capitol Mall Consolidation Fund for the Hoteling Pilot through FY 2023. | 5 |
| 17. | Adds footnote extending the lapsing date of \$2,000,000 of the appropriation for the Arizona Financial Information System line item through FY 2023. | 5 |
| 18. | Adds footnote requiring ADOA to report to the JLBC within 10 days after each of the School Facilities Board, Department of Corrections, and the 2010 Lottery Revenue Bonds retirement or defeasance is executed. The report shall include the date and final cost of each retirement or defeasance. | 101 |
| 19. | Adds footnote indicating state legislative intent that lottery revenues are not used for debt service payments beginning in FY 2022 to allow the General Fund to receive savings from the retirement or defeasance of state lottery revenue bonds. | 120 |
| 20. | Adds footnote exempting the appropriation for the HVAC system replacement at the State Capitol from JCCR review. (Capital) | CO 5 |
| 21. | Adds footnote clarifying that ADOA may take all actions necessary in connection with debt repayments and defeasance. Reverts any amounts remaining after the payments to General Fund. | 101 |

Department of Administration Automation Projects Fund

- | | | |
|-----|--|-----|
| 22. | Adds footnote requiring JLBC's statutory review of APF expenditures in FY 2022 to encompass only the Department of Administration Business One-Stop Web Portal, Department of Economic Security child care system and the Department of Education student accountability system. | 116 |
|-----|--|-----|

AHCCCS

- | | | |
|-----|---|---|
| 23. | Adds a footnote requiring AHCCCS to report to the JLBC by September 30, 2022 on its progress in implementing services specified in the housing and health opportunities section 1115 waiver amendment. | 9 |
| 24. | Adds a footnote stating that \$60 million in Expenditure Authority reverts from the Supported Housing line item in the event AHCCCS does not receive federal approval for its housing and health opportunities section 1115 waiver amendment. | 9 |
| 25. | Modifies footnote to include e-cigarette enforcement costs as an allowable use associated with AHCCCS' transfer to the Attorney General. | 9 |

Attorney General

26. Adds footnote requiring \$1,000,000 appropriation for technology company antitrust to be spent on attorneys for enforcement against technology companies and makes appropriation non-lapsing. 11
27. Adds footnote establishing an organized retail theft task force in the Attorney General to combat crimes related to retail merchandise for the purposes of reselling and to investigate and prosecute cases brought before the task force. Requires the Attorney General to enter the task force into intergovernmental agreements with state and local law enforcement agencies and other retail task forces. Requires the task force consist of at least 1 full-time prosecutor, paralegal, and support staff person and at least 2 investigators and 4 peace officers, have regularly scheduled meetings, and submit a report to the Legislature on or before July 1 of each year on its activities and recommendations for legislative action. Establishes an end date for the task force on July 1, 2029. 11
28. Adds footnote specifying that the Attorney General may not represent or provide legal counsel to the Secretary of State through June 30, 2023. 11

Department of Child Safety

29. Modifies footnote to allow transfers between Comprehensive Medical and Program line items without JLBC review. 15
30. Modifies footnote on quarterly report on DCS benchmarks by eliminating the JLBC review requirement. Requires semi-annual report to be submitted to JLBC on February 28, 2022 and August 31, 2022. 15

Arizona Commerce Authority

31. Adds footnote requiring ACA to submit an annual expenditure and performance report to JLBC and OSPB concerning applied research centers on blockchain technology as well as the Institute for Automated Mobility. 17

Department of Corrections

32. Modifies footnote requiring the Department of Corrections bed capacity report to also include any plans to vacate beds but not permanently remove them from the bed count. 21
33. Modify the footnote that mandates the annual bed capacity report. Change the deadline from August 1 to November 1 so that the report deadline does not coincide closely with the budget submission deadline and other report deadlines. 21
34. Replaces existing IT oversight footnote with a requirement that the Arizona Strategic Enterprise Technology Office and ADC report on progress made in incorporating all sentence calculations into the Arizona Corrections Information System by March 31, 2022. The report shall include a description of any work needed to implement other system functions and the associated cost and staffing requirements. 21
35. Modifies footnote on the quarterly report on ADC staffing report by eliminating the JLBC review requirement. Requires semi-annual report to be submitted to JLBC. 21
36. Deletes the footnote specifying that the Private Prison Per Diem line item includes \$17,468,300 to be used to make a debt service payment for the Kingman refinance. 21
37. Adds a footnote requiring the Department of Corrections to submit semi-annual reports to the JLBC on the expenditure of monies from the Medical Staffing Augmentation line item. This appropriation is non-lapsing. 21
38. Modifies footnote to exempt from JLBC review through January 1, 2023 any expenditure of funding designated for Personal Services and Employee-Related Expenditures if the department makes a transfer to maximize the use of federal funding. 21

Arizona State Schools for the Deaf and the Blind

39. Adds footnote requiring the agency to report to the JLBC on any expenditure from the Cooperative Services Fund monies in excess of \$17,914,500 in FY 2022. 24
40. Adds footnote exempting the appropriation for the ASDB classroom notification system replacement from JCCR review. (Capital) CO 10

Department of Economic Security

- | | | |
|-----|---|-----|
| 41. | Adds footnote requiring the department to submit a report to JLBC by September 15, 2021 and March 15, 2022 on child care monies provided by federal coronavirus relief legislation including actual expenditures to date, the expenditure plan for remaining monies, number of children served, average child care rates, and the number of child care settings with a quality rating. Requires department to also submit report to the President of the Senate, Speaker of the House of Representatives, and the Chairmen of the House and Senate Appropriations Committees. | 28 |
| 42. | Modifies footnote on new Division of Developmental Disabilities salary adjustments by eliminating the JLBC review requirement. Requires report to be submitted to JLBC. | 28 |
| 43. | Deletes footnote requiring JLBC review of child care reimbursement rates. | 28 |
| 44. | Deletes obsolete footnote on the 8,500 minimum number of children served by the child care program. | 28 |
| 45. | Adds footnote of legislative intent that DES reallocate \$15,000,000 of its base appropriation spent for one-time developmental disability purposes in FY 2021 to partially finance the \$30,000,000 provider rate increase in FY 2022. | 28 |
| 46. | Adds footnote requiring the department to submit a report to JLBC by December 15, 2021 and July 15, 2022 on federal pandemic emergency assistance monies provided by the American Rescue Plan Act including actual expenditures to date, the expenditure plan for remaining monies, and the number of individuals served. Requires the department to also submit report to the President of the Senate, Speaker of the House of Representatives, and the Chairmen of the House and Senate Appropriations Committees. | 28 |
| 47. | Adds footnote stipulating that the appropriated amount (\$7,500,000) for Return to Work Grants is non-lapsing through June 30, 2024. | 28 |
| 48. | Adds footnote requiring the department to submit a report to JLBC by March 15, 2022 on the number of individuals who have received child care support through Return to Work Grants and the number of those individuals who did not return to unemployment insurance within 6 months. Requires the department to also submit the report to the President of the Senate, Speaker of the House of Representatives, and the Chairmen of the House and Senate Appropriations Committees. | 28 |
| 49. | Adds footnote stipulating that \$1,086,612,800 of the \$1,272,026,800 from the Federal Child Care and Development Fund Block Grant in the Child Care Subsidy line item is non-lapsing. Also states that child care provider rate increases funded from this amount are contingent on available federal funding in future years and may not continue in the future once this funding has been expended. | 28 |
| 50. | Adds footnote stipulating that the FY 2021 supplemental appropriation of \$30,200,000 from the Child Care and Development Fund Block Grant is non-lapsing. | 103 |
| 51. | Adds footnote requiring that the \$500,000 appropriated to the After School and Summer Youth Program be distributed to a 501c3 organization in the City of Phoenix providing after school and summer youth programs for at-risk youth dealing with gang violence. | 28 |

Department of Education

- | | | |
|-----|---|-----|
| 52. | Adds a footnote that permits the Superintendent of Public Instruction to transfer monies from the General Fund appropriation for Basic State Aid, up to \$5,000,000 for FY 2021, to the Results-Based Funding program for FY 2021 without review by the JLBC. 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 FY 2021 reverts to the General Fund on June 30, 2021. | 105 |
| 53. | Adds footnote stipulating that ADOA distribute \$17,043,300 in FY 2021 to counties with political subdivisions owing property tax refunds as a result of the Transwestern Pipeline Co. v. Arizona Department of Revenue litigation. Requires counties to reimburse affected political subdivisions for refunds, including interest costs, except for any refunds paid by school districts that are reimbursed by ADE via the K-12 Basic State Aid formula. Stipulates that affected political subdivisions submit a claim for reimbursement to counties by July 15, 2021 and that if the appropriated amount is insufficient to cover the cost of all submitted claims, the counties shall proportionately reduce reimbursement to cover all eligible claims. | 100 |
| 54. | Adds footnote stipulating that the \$850,000 appropriated to ADE for Gifted Assessments in FY 2022 be used to procure an assessment that districts and charter schools may administer to pupils in second grade to identify gifted pupils. | 30 |

55.	Adds footnote stipulating the \$1,200,000 of the appropriation for ADE's school finance system replacement be project be allocated to ADOA to contract with consultants to provide project management services to ADE related to the project.	30
56.	Adds footnote requiring ADE to report to JLBC by December 31, 2021 on how monies appropriated for student level data access are being used to manage access and protect student level data.	30
Department of Emergency and Military Affairs		
57.	Adds footnote extending to FY 2026 the lapsing date of the FY 2019 appropriation of \$3,759,000 from the General Fund for the construction of a new Tucson Readiness Center. (Capital)	CO 1
58.	Adds footnote extending to FY 2026 the lapsing date of the FY 2020 appropriation of \$3,875,000 from the General Fund for the construction of a new West Valley Readiness Center. (Capital)	CO 1
59.	Adds footnote to allow a 90-day extension of the lapsing of any appropriation to the National Guard Tuition Reimbursement Program.	31
60.	Adds footnote requiring the department to submit a report on the status of expenditures and progress in relocating the Yuma County Fairgrounds to the JCCR on or before July 31, 2022 and July 31, 2023. Makes the appropriation non-lapsing. (Capital)	CO 12
61.	Adds footnote specifying the distribution of the \$55,000,000 DEMA Security Fund. Of the appropriation, \$2,700,000 shall be equally distributed (\$675,000) to DPS, and Cochise, Pinal, and Yuma Counties to operate a pilot program to reduce human trafficking. In addition, a total of \$1,100,000 is allocated to Cochise, Pima, Santa Cruz, and Yuma County Sheriffs to purchase cameras and other related equipment for Southern Arizona border enforcement. Of the appropriation, \$20,000,000 will be distributed to cities and counties for border-related crimes. Of the appropriation, \$25,000,000 is allocated for Arizona National Guard costs in the southern border region.	106
62.	Adds footnote exempting 2022 capital appropriations from JCCR review. (Capital)	CO 11
Arizona Department of Forestry and Fire Management		
63.	Adds footnote making the appropriation for the Rural Fire District Reimbursement line item non-lapsing.	37
Arizona Game and Fish Department		
64.	Adds footnote exempting certain FY 2022 capital appropriations from JCCR review. (Capital)	CO 15, 16, 17, 18
Department of Gaming		
65.	Adds footnote distributing monies appropriated to the Racing Purse Enhancement line item to a nonprofit horsemen's organization to promote racing and enhance race purses.	40
66.	Adds footnote distributing monies appropriated to Racetrack Purse and Maintenance and Operations Funding line item to be distributed to eligible racing permittees based on a 3-year average of race days.	40
Governor's Office		
67.	Adds footnote extending the lapsing data of the FY 2020 appropriation from the Crisis Contingency and Safety Net Fund through FY 2022.	1
Department of Health Services		
68.	Adds footnote exempting FY 2022 capital appropriation from JCCR review. (Capital)	CO 19
69.	Adds footnote requiring DHS to distribute monies appropriated for the Family Health Pilot Program to at least 2 nonprofit organizations to implement a statewide system to provide services and referrals to parents of children under 2 years of age, including unborn children. Requires nonprofit organizations participating in the program to submit quarterly reports to DHS on the population served.	43

Industrial Commission of Arizona

70. Adds footnote that stating that General Fund appropriation be used only for the administrative costs of Title 21, Chapter 11, Arizona Revised Statutes. The administration of the Municipal Firefighter Cancer Reimbursement Fund does not convey any responsibility for firefighter cancer compensation and benefits on to this state. 49

Judiciary – Superior Court

71. Modifies footnote to require counties to maintain FY 2020 expenditure levels for each probation program to qualify for state funding. 51
72. Adds a footnote specifying that of the amount appropriated in the Special Water Master line item \$147,600 is for 2 paralegals and \$109,700 is for a law clerk. 51
73. Adds OSPB to the recipients of the annual probation salary report. 51
74. Adds a footnote stating that the amounts appropriated in the probation line items includes funding for a 2.5% increase to cover the state's share of the cost of estimated FY 2022 probation officer salary increases and states that if the counties approve salary increases in FY 2022 that increase the state's share above the amount appropriated it is the legislative intent that the counties pay for that cost in FY 2022 and subsequent years. 51

Judiciary – Supreme Court

75. Adds a footnote specifying that of the amount appropriated in the Automation line item, \$133,900 is to expand and maintain the court's case management system for water adjudication. 51

Legislature -Auditor General

76. Adds footnote to require the Auditor General to compile a report on how Local Education Agencies (LEAs) spent or plan to spend federal COVID stimulus funds including how ADE has spent or is planning to spend its discretionary funds. Require the Auditor General to present its findings and any potential recommendations to the Joint Legislative Audit Committee by January 1, 2022 and January 1, 2023. Require school districts, charters schools, the Department of Education and other state and local agencies that pass through related stimulus monies to cooperate with and provide necessary information in a format prescribed by the Auditor General. 54
77. Adds footnote requiring the Auditor General to conduct a special audit of financial and related information of private, non-governmental grant monies used for Arizona 2020 elections and Maricopa County's procurement of voting systems, and report on or before March 31, 2022 to the Governor, President of the Senate, and Speaker of the House of Representatives. 54

Arizona State Parks Board

78. Adds footnote requiring the Arizona State Parks board to submit a report to the JLBC Staff on the status of all capital projects and capital expenditures on or before November 30, 2021 and May 31, 2022. (Capital) CO 21
79. Modifies footnote to clarify Fool Hollow revenue sharing arrangement with Show Low. In addition to receiving the operating lump sum appropriation from the State Parks Revenue Fund (SPRF) for State Parks, the agency is appropriated from SPRF an amount equal to the revenue share agreement with the U.S. Forest Service for Fool Hollow Lake Recreation Area. 67
80. Adds footnote exempting smaller FY 2022 projects from JCCR review. (Capital) CO 22,
23, 24,
25, 26
81. Adds footnote extending the lapsing date of the Arizona Trails line item through FY 2023. 68

Board of Pharmacy

82. Adds footnote requiring the board to report to the JLBC Staff and OSPB on or before September 30, 2021 on its progress in implementing the Auditor General recommendations as outlined in the September 2020 sunset audit. 70

Arizona Pioneers' Home

83. Adds footnote exempting the FY 2022 capital improvements from JCCR review. (Capital) CO 27
 84. Adds footnote extending the lapsing date of the \$414,000 FY 2020 appropriation for capital improvements to June 30, 2022. (Capital) CO 39

Department of Public Safety

85. Adds footnote extending the lapsing date for the FY 2020 appropriation for Peace Officer Training Equipment to June 30, 2022 and reverting any unexpended monies to the fund from which the monies were appropriated. 77
 86. Adds a footnote stating legislative that, after FY 2022, Proposition 207 money received by local law enforcement agencies is expected to cover reimbursements to regional peace officer training academies for training officers. 136
 87. Adds footnote requiring DPS to submit an annual progress report on the update to the microwave backbone communication system until the project is completed. 119
 88. Adds footnote specifying that the Rapid DNA Testing Equipment line item shall be used to purchase and deploy rapid DNA testing devices through the state. Requires the department to report quarterly on devices, training, and utilization. 77

Public Safety Personnel Retirement System

89. Adds footnote requiring PSPRS to incorporate the FY 2021 DPS and ADC pension payoff appropriation in the June 30, 2021 PSPRS and CORP valuation, and account for the appropriation in calculating FY 2023 DPS and ADC contribution rates. 110

Department of Revenue

90. Adds footnote making the FY 2022 appropriation in the Income Tax Information Technology line item non-lapsing through FY 2024. 82

School Facilities Board

91. Adds footnote requiring the board to distribute funding to the Kirkland Elementary School District to replace an existing school building including necessary demolition of existing buildings. 83
 92. Adds footnote requiring the board to distribute funding to the Yuma Union High School District to construct a new high school. 83

Secretary of State

93. Adds footnote allowing the Secretary of State to use the Records Services Fund appropriations for FY 2021 and FY 2022 for record storage costs incurred during fiscal years 2020, 2021, and 2022. 84
 94. Adds footnote allowing the Secretary of State to hire 1 FTE Position as a legal adviser. Prohibits the Secretary of state from making expenditures or incurring indebtedness to employ outside or private attorneys. 84

Office of Tourism

95. Adds footnote making the Southern Arizona Study Committee line item non-lapsing. 87

Department of Transportation

- | | | |
|------|---|-------|
| 96. | Modifies footnote requiring the Arizona Strategic Enterprise Technology to report, on behalf of ADOT, the annual progress on the motor vehicle modernization system, including updated plans for spending on stabilization, maintenance, ongoing operations, support and enhancements to the system. Annual JLBC review would be deleted. | 88 |
| 97. | Adds footnote extending the lapsing date of the \$2,300,000 FY 2020 appropriation for the replacement of office buildings at Seligman and Williams and the \$4,600,000 FY 2020 appropriation for the replacement of the maintenance office building in Wickenburg to June 30, 2023. (Capital) | CO 39 |
| 98. | Adds footnote extending the fiscal year for the Preventive Surface Treatments line item from 12 months to 14 months. | 88 |
| 99. | Adds footnote stipulating that the Interstate 10 widening appropriation reverts on June 30, 2022 if the department is unable to secure right of way agreements necessary for the project by that date. The appropriation reverts on June 30, 2023 if the department secures federal funding for the project. (Capital) | CO 35 |
| 100. | Adds footnote stipulating that the \$90,000,000 appropriation for pavement rehabilitation shall be used for projects that are not in Maricopa or Pima County, on roads that are graded as being in fair or poor condition and are not in the department's 5-year transportation plan. (Capital) | CO 33 |

State Treasurer

- | | | |
|------|---|----|
| 101. | Adds footnote distributing the FY 2022 appropriation from the School Safety Interoperability Fund to Graham, Greenlee, Gila, and Pinal Counties for costs associated with implementing an interoperable communication sharing platform. | 89 |
| 102. | Adds footnote distributing monies from the School Safety Program line item to Maricopa, Navajo, Yavapai, and Mohave Counties for costs associated with implementing a school safety pilot program. | 89 |
| 103. | Adds footnote clarifying the distribution of the \$3.3 million General Fund transfer to the normal vehicle license tax distribution for excess rental vehicle surcharges. | 89 |

Universities

- | | | |
|------|---|------------|
| 104. | Modifies footnote to add OSPB as a recipient of the annual report from Northern Arizona University on monies distributed to a nonprofit foundation for biomedical research. | 93 |
| 105. | Modifies footnote for Washington D.C. Internships to require unspent monies as of March 15, 2022 to be made available to any student enrolled at an Arizona public university and require ABOR to provide internships in partnership with a third-party organization meeting certain requirements. | 91 |
| 106. | Extends the lapsing data of the FY 2021 appropriation for the Washington, DC Internships line item until June 30, 2022. | 91 |
| 107. | Adds footnote stating UA may not transfer or spend monies appropriated for the Arizona Geological Survey for any other purpose. | 91 |
| 108. | Adds footnote requiring ASU to spend monies appropriated for the Eastern Europe Cultural Collaborative to facilitate academic and cultural exchanges between university faculty and students and academic institutions in eastern Europe. | 92 |
| 109. | Adds footnote requiring UA to spend monies appropriated for the Kazakhstan Studies Program to facilitate academic exchanges between university students and academic institutions in Kazakhstan. | 94 |
| 110. | Adds footnote specifying that the amount appropriated to each university from the General Fund includes funding to backfill tuition costs for each university's cost associated with the FY 2022 employer health insurance premium increase. It is the intent of the Legislature that future costs associated with health insurance continue to be allocated proportional to each university's General Fund and appropriated tuition. | 92, 93, 94 |
| 111. | Modifies footnote to expand the use of \$8,000,000 appropriated to the UA operating budget for primary care physician scholarships on the College of Medicine Tucson campus. | 94 |
| 112. | Adds footnote requiring monies appropriated for the UA Natural Resource Users Law and Policy Center to be used to assist claimants in the general stream adjudications of water rights pursuant to A.R.S. § 15-1647. | 94 |
| 113. | Adds footnote requiring monies appropriated for the ASU Political History and Leadership Program to be used at the sole discretion and approval of the lead of the program and for direct support of the program | 94 |

Department of Veterans' Services

- | | | |
|------|---|-------|
| 114. | Modifies footnote requiring the department to submit an expenditure report on the veteran support services expenditure plan to JLBC Staff rather than for committee review. | 95 |
| 115. | Adds footnote requiring the department to receive a 65% match of the total costs to build a veteran's home from the federal government. Requires the department to consult the Veterans Advisory Commission when selecting a site for the new veterans' home. (Capital) | CO 29 |
| 116. | Adds footnote requiring that the \$100,000 appropriated for Veteran Suicide Prevention be distributed to a 501c3 organization located in southern Arizona that works with regional veteran organizations to improve services to veterans to reduce veteran suicide. | 113 |

Water Infrastructure Finance Authority

- | | | |
|------|--|----|
| 117. | Adds footnote designating \$3,000,000 to be distributed for water projects assistance grants to cities and towns in Navajo and Apache Counties. | 97 |
| 118. | Adds footnote designating \$1,000,000 each for Cochise and Graham Counties distributed for water projects assistance grants to political irrigation districts. | 97 |

Department of Water Resources

- | | | |
|------|---|----|
| 119. | Adds a footnote requiring the department to use monies appropriated for the Agua Fria flood insurance study to complete a study of the hydrology and hydraulics of the Agua Fria River by March 31, 2023. DWR may contract with an engineering firm that has not contracted with or otherwise associated with the Maricopa County Flood Control District. | 98 |
|------|---|----|

Capital

- | | | |
|------|---|------|
| 120. | Modifies ADOA, ADC, Game and Fish, and ADOT capital expenditure reporting date from January 31 and July 31 to November 30 and May 31. (Capital) | CO 2 |
|------|---|------|

FY 2021 Changes - 6/30 Plan

	A	B	C
	JLBC Baseline Change to Original '21 Budget	6/30 Change to Baseline	6/30 Change to Original '21 Budget
General Fund			
1 Arizona Department of Administration - Transwestern Pipeline	0	\$17,043,300	\$17,043,300
2 Arizona Department of Administration - Debt Payoff (SFB 2015 Payoff)	0	171,700,000	171,700,000
3 Arizona Department of Administration - Debt Payoff (ADC Kingman 2016 Payoff)	0	65,850,000	65,850,000
4 Arizona Department of Administration - Debt Payoff (Lottery Bonds Payoff)	0	269,550,000	269,550,000
5 Arizona Department of Administration - Debt Payoff (2019A Sale/Leaseback)	0	470,000,000	470,000,000
6 AHCCCS - Higher Federal Match Rate Savings	(\$204,340,800)	(93,000,000)	(297,340,800)
7 Department of Child Safety - Higher Federal Match Rate Savings	(14,600,000)	(5,000,000)	(19,600,000)
8 Community Colleges - Diné College One-Time FY 20 Payment (Allocated in FY 21)		1,750,000	1,750,000
9 Department of Economic Security - Higher Federal Match Rate Savings	(79,000,000)	(36,000,000)	(115,000,000)
10 Department of Economic Security - Unemployment Compensation Fund	0	62,000,000	62,000,000
11 Department of Education - Lower-than-Budgeted Basic State Aid	(300,714,800)	(135,400,000)	(436,114,800)
12 Department of Emergency & Military Affairs - Border Security Fund	0	55,000,000	55,000,000
13 Department of Forestry and Fire Management (DFFM) - Fire Suppression Funding	0	2,170,100	2,170,100
14 DFFM - Fire Mitigation Personnel - 122 FTE (Enacted - 1st Special Session)	0	16,999,300	16,999,300
15 DFFM - Fire Mitigation Personnel - Vehicle Operating Costs (Enacted - 1st Special Session)	0	1,382,500	1,382,500
16 DFFM - Contracted Hazardous Vegetation Removal (Enacted - 1st Special Session)	0	2,250,000	2,250,000
17 DFFM - One-Time Vehicle Purchases (Enacted - 1st Special Session)	0	3,910,000	3,910,000
18 DFFM - Wildfire Emergency Response Funding (Enacted - 1st Special Session)	0	75,000,000	75,000,000
19 Public Safety Personnel Retirement System - Pension Payoff (\$500 M DPS/\$500 M ADC)	0	1,000,000,000	1,000,000,000
20 School Facilities Board - FY 2021 Building Renewal Grant Funding	0	38,759,000	38,759,000
21 Other Water Issues - Drought Mitigation Fund (\$160 M)/Water Supply Fund (\$40 M)	0	200,000,000	200,000,000
22 Capital - Transportation Infrastructure	0	231,001,500	231,001,500
23 Capital - Transportation Statewide Pavement Preservation	0	90,000,000	90,000,000
24 General Fund - Total	(\$598,655,600)	\$2,504,965,700	\$1,906,310,100
Other Funds			
25 Arizona Department of Administration - Federal Financial Participation	\$2,801,500		\$2,801,500
26 AHCCCS - Enhanced FMAP Savings (Enacted)	6,111,600	\$21,065,800	27,177,400
27 Department of Child Safety - Non-Contracting Licensees	0	90,000	90,000
28 Department of Economic Security - State Fund Long Term Care Development Fund	0	4,000,000	4,000,000
29 Department of Economic Security - CCDF Child Care Reimbursements (Enacted)	93,170,900	(458,600)	92,712,300
30 Department of Economic Security - Additional CCDF Proposal	0	30,200,000	30,200,000
31 Arizona State Parks Board - Shift Riordan Mansion from AHS to Parks (SPRF)	0	147,100	147,100
32 Secretary of State - Record Management	0	494,500	494,500
33 Department of Veterans' Services - Veterans Suicide Prevention	0	100,000	100,000
34 Other Funds - Total	\$102,084,000	\$55,638,800	\$157,722,800

FY 2021 Changes - 6/30 Plan

	A	B	C
	JLBC Baseline Change to Original '21 Budget	6/30 Change to Baseline	6/30 Change to Original '21 Budget
Expenditure Authority			
35 AHCCCS - Enhanced FMAP Savings (Enacted)	\$2,615,400,900	\$395,763,600	\$3,011,164,500
36 Department of Child Safety - 10/1/20 CMAP Rate Increases	0	43,785,000	43,785,000
37 Department of Child Safety - Higher Federal Match Rate	0	27,538,100	27,538,100
38 Department of Economic Security - Higher Federal Match Rate	0	115,000,000	115,000,000
39 Department of Economic Security - Health Care Investment Rate Increase	20,147,300		20,147,300
40 Expenditure Authority - Total	\$2,635,548,200	\$582,086,700	\$3,217,634,900