

State of Arizona
House of Representatives
Fifty-first Legislature
First Special Session
2013

CHAPTER 1
HOUSE BILL 2001

AN ACT

AMENDING LAWS 2012, CHAPTER 294, SECTION 124; AMENDING LAWS 2012, CHAPTER 294, SECTION 130; MAKING APPROPRIATIONS AND BUDGET REDUCTIONS, LIMITATIONS AND TRANSFERS FOR THE DIFFERENT DEPARTMENTS OF THE STATE, FOR STATE INSTITUTIONS AND FOR PUBLIC SCHOOLS FOR FISCAL YEARS 2012-2013, 2013-2014 AND 2014-2015; PROVIDING FOR CERTAIN REPORTING REQUIREMENTS.

(TEXT OF BILL BEGINS ON NEXT PAGE)

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

2 Section 1. Laws 2012, chapter 294, section 124 is amended to read:

3 Sec. 124. Appropriations; automation projects fund; fiscal
4 years 2012-2013, 2013-2014, 2014-2015 and 2015-2016

5 A. The sum of \$16,800,000 in fiscal year 2012-2013, the sum of
6 ~~\$20,000,000~~ \$18,400,000 in each of fiscal years 2013-2014 and 2014-2015 and
7 the sum of ~~\$23,000,000~~ \$9,202,000 in fiscal year 2015-2016 are appropriated
8 from the state general fund for deposit into the automation projects fund
9 established by section 41-714, Arizona Revised Statutes, for the purpose of
10 implementing, upgrading or maintaining automation and information technology
11 projects for any state agency.

12 B. In addition to the appropriations made in subsection A of this
13 section, the following sums from the following sources are appropriated for
14 deposit into the automation projects fund in fiscal year 2012-2013:

15 1. \$1,500,000 from the information technology fund established by
16 section 41-3505, Arizona Revised Statutes.

17 2. \$5,600,000 from the state web portal fund established by section
18 41-3506, Arizona Revised Statutes.

19 3. \$4,200,000 from the automation operations fund established by
20 section 41-711, Arizona Revised Statutes.

21 Sec. 2. Laws 2012, chapter 294, section 130 is amended to read:

22 Sec. 130. Reduction in school district state aid apportionment
23 in fiscal year 2012-2013; appropriations in fiscal
24 year 2013-2014

25 A. In addition to any other appropriation reductions made in fiscal
26 year 2012-2013, notwithstanding any other law, the state board of education
27 shall defer until after July 1, 2013 but no later than ~~August 29~~ JULY 12,
28 2013 ~~\$952,627,700~~ \$930,727,700 of the basic state aid and additional state
29 aid payment that otherwise would be apportioned to school districts during
30 fiscal year 2012-2013 pursuant to section 15-973, Arizona Revised Statutes.
31 The funding deferral required by this subsection does not apply to charter
32 schools ~~OR TO SCHOOL DISTRICTS WITH A STUDENT COUNT OF LESS THAN SIX HUNDRED~~
33 ~~PUPILS.~~

34 B. In addition to any other appropriations made in fiscal year
35 2013-2014, the sum of ~~\$952,627,700~~ \$930,727,700 is appropriated from the
36 state general fund in fiscal year 2013-2014 to the state board of education
37 and the superintendent of public instruction for basic state aid and
38 additional state aid entitlement for fiscal year 2013-2014. This
39 appropriation shall be disbursed after July 1, 2013 but no later than
40 ~~August 29~~ JULY 12, 2013 to the several counties for the school districts in
41 each county in amounts equal to the reductions in apportionment of basic
42 state aid and additional state aid that are required pursuant to subsection A
43 of this section for fiscal year 2012-2013.

44 C. School districts shall include in the revenue estimates that they
45 use for computing their tax rates for fiscal year 2012-2013 the monies that
46 they will receive pursuant to subsection B of this section.

1 Sec. 3. Subject to applicable laws, the sums or sources of revenue set
 2 forth in this act are appropriated for the fiscal years indicated and only
 3 from the funding sources listed for the purposes and objects specified. If
 4 monies from funding sources in this act are unavailable, no other funding
 5 source shall be used.

6 Sec. 4. BOARD OF ACCOUNTANCY

7		<u>2013-14</u>
8	FTE positions	13.0
9	Lump sum appropriation	\$ 1,897,700
10	Fund sources:	
11	Board of accountancy fund	\$ 1,897,700

12 Sec. 5. ACUPUNCTURE BOARD OF EXAMINERS

13		<u>2013-14</u>
14	FTE positions	1.0
15	Lump sum appropriation	\$ 144,600
16	Fund sources:	
17	Acupuncture board of examiners	
18	fund	\$ 144,600

19 Sec. 6. DEPARTMENT OF ADMINISTRATION

20		<u>2013-14</u>
21	FTE positions	528.1
22	Operating lump sum appropriation	\$ 84,712,300
23	Utilities	8,275,600
24	County attorney immigration	
25	enforcement	1,213,200
26	Public safety communications	531,500
27	Risk management administrative	
28	expenses	8,746,100
29	Risk management losses and	
30	premiums	45,656,200
31	Workers' compensation losses	
32	and premiums	30,955,200
33	Statewide information security	
34	and privacy office	857,800
35	State surplus property sales	
36	proceeds	<u>1,260,000</u>
37	Total appropriation - department of	
38	administration	\$182,207,900
39	Fund sources:	
40	State general fund	\$ 11,430,300
41	Air quality fund	927,100
42	Automation operations fund	18,730,100
43	Capital outlay stabilization fund	17,878,700
44	Corrections fund	558,300
45	Federal surplus materials revolving	
46	fund	451,600

1	Information technology fund	3,144,500
2	Motor vehicle pool revolving fund	10,041,300
3	Personnel division fund	12,594,900
4	Risk management revolving fund	92,884,200
5	Special employee health insurance	
6	trust fund	5,136,700
7	State surplus materials revolving	
8	fund	2,375,000
9	State web portal fund	4,250,000
10	Telecommunications fund	1,805,200

11 Of the \$1,213,200 appropriated to the county attorney immigration
12 enforcement line item, \$200,000 shall be distributed to the county attorney
13 of a county in this state having a population of two million or more persons
14 for the purpose of enforcing title 23, chapter 2, article 2, Arizona Revised
15 Statutes, and \$500,000 shall be distributed to the county sheriff of a county
16 in this state having a population of two million or more persons for the
17 purpose of enforcing title 23, chapter 2, article 2, Arizona Revised
18 Statutes. Subject to the prior approval of the joint legislative budget
19 committee, the remaining monies may be distributed to county attorneys and
20 county sheriffs of counties with populations of less than two million persons
21 for the purpose of enforcing title 23, chapter 2, article 2, Arizona Revised
22 Statutes. This appropriation is exempt from the provisions of section
23 35-190, Arizona Revised Statutes, relating to lapsing of appropriations. The
24 appropriated monies may be spent in the sole discretion of the county
25 attorney or county sheriff to whom the monies are distributed for the purpose
26 of enforcing title 23, chapter 2, article 2, Arizona Revised Statutes,
27 without any further approval or other action by the county board of
28 supervisors of the county. Each county shall submit an annual report to the
29 department of administration on or before October 1, 2013 on the actual use
30 of the monies in the previous fiscal year and the projected use of the monies
31 in the current fiscal year. The department of administration shall report to
32 the directors of the governor's office of strategic planning and budgeting
33 and the joint legislative budget committee on or before November 1, 2013 on
34 the use of these monies.

35 The department may collect an amount not to exceed \$1,762,600 from
36 other funding sources, excluding federal funds, to recover pro rata costs of
37 operating AFIS II.

1 The appropriation for the automation operations fund is an estimate
 2 representing all monies, including balance forward, revenue and transfers
 3 during fiscal year 2013-2014. These monies are appropriated to the
 4 department of administration for the purposes established in section 41-711,
 5 Arizona Revised Statutes. The appropriation shall be adjusted as necessary
 6 to reflect receipts credited to the automation operations fund for automation
 7 operation center projects. Before the expenditure of any automation
 8 operations fund revenues in excess of \$18,730,100 in fiscal year 2013-2014,
 9 the department of administration shall report the intended use of monies to
 10 the joint legislative budget committee.

11 The amounts appropriated for the state employee transportation service
 12 subsidy shall be used for up to a fifty per cent subsidy of charges payable
 13 for transportation service expenses as provided in section 41-710.01, Arizona
 14 Revised Statutes, of nonuniversity state employees in a vehicle emissions
 15 control area as defined in section 49-541, Arizona Revised Statutes, of a
 16 county with a population of more than four hundred thousand persons.

17 It is the intent of the legislature that the department not replace
 18 vehicles until an average of 120,000 miles or more.

19 All state surplus materials revolving fund revenues received by the
 20 department of administration in excess of \$2,375,000 in fiscal year 2013-2014
 21 are appropriated to the department. Before the expenditure of state surplus
 22 materials revolving fund receipts in excess of \$2,375,000 in fiscal year
 23 2013-2014, the department of administration shall report the intended use of
 24 monies to the joint legislative budget committee.

25 Sec. 7. OFFICE OF ADMINISTRATIVE HEARINGS

26		<u>2013-14</u>
27	FTE positions	12.0
28	Lump sum appropriation	\$ 821,400
29	Fund sources:	
30	State general fund	\$ 808,100
31	Healthcare group fund	13,300
32	Sec. 8. DEPARTMENT OF AGRICULTURE	
33		<u>2013-14</u>
34	FTE positions	161.0
35	Operating lump sum appropriation	\$ 7,595,000
36	Agricultural employment relations	
37	board	23,300
38	Animal damage control	65,000
39	Red imported fire ant	23,200
40	Agricultural consulting and	
41	training pari-mutuel	<u>128,500</u>
42	Total appropriation - department of	
43	agriculture	\$ 7,835,000
44	Fund sources:	
45	State general fund	\$ 7,835,000

1	Sec. 9. ARIZONA HEALTH CARE COST CONTAINMENT SYSTEM	
2		<u>2013-14</u>
3	FTE positions	2,217.3
4	Operating lump sum appropriation	\$ 76,813,300
5	DES eligibility	53,799,300
6	Proposition 204 - AHCCCS	
7	administration	6,635,800
8	Proposition 204 - DES eligibility	37,793,600
9	Traditional Medicaid services	3,630,655,800
10	Proposition 204 services	1,047,967,600
11	Children's rehabilitative services	111,736,400
12	KidsCare services	12,081,300
13	KidsCare II	26,825,700
14	ALTCS services	1,271,574,100
15	Disproportionate share payments	13,487,100
16	Disproportionate share payments -	
17	voluntary match	28,457,100
18	Rural hospitals	13,858,100
19	Graduate medical education	160,184,900
20	Safety net care pool	166,000,000
21	Total appropriation and expenditure	
22	authority - Arizona health	
23	care cost containment system	<u>\$6,657,870,100</u>
24	Appropriated fund sources:	
25	State general fund	\$1,333,386,400
26	Budget neutrality compliance fund	3,303,900
27	Children's health insurance	
28	program fund	32,092,300
29	Health care group fund	1,065,500
30	Prescription drug rebate	
31	fund - state	95,009,600
32	Tobacco products tax fund -	
33	emergency health services	
34	account	18,320,100
35	Tobacco tax and health care	
36	fund - medically needy account	37,389,300
37	Expenditure authority	5,137,303,000

Operating budget

39 The amounts appropriated for the department of economic security
40 eligibility line item shall be used for intergovernmental agreements with the
41 department of economic security for the purpose of eligibility determination
42 and other functions. The general fund share may be used for eligibility
43 determination for other programs administered by the division of benefits and
44 medical eligibility based on the results of the Arizona random moment
45 sampling survey.

1 The amounts included in the proposition 204 - AHCCCS administration,
2 proposition 204 - DES eligibility and proposition 204 services special line
3 items includes all available sources of funding consistent with section
4 36-2901.01, subsection B, Arizona Revised Statutes.

5 Medical services

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

10 The Arizona health care cost containment system administration shall
11 report to the joint legislative budget committee on or before March 1 of each
12 year on the preliminary actuarial estimates of the capitation rate changes
13 for the following fiscal year along with the reasons for the estimated
14 changes. For any actuarial estimates that include a range, the total range
15 from minimum to maximum shall be no more than two per cent. Before
16 implementation of any changes in capitation rates, the Arizona health care
17 cost containment system administration shall report its expenditure plan for
18 review by the joint legislative budget committee. Before the administration
19 implements any changes in policy affecting the amount, sufficiency, duration
20 and scope of health care services and who may provide services, the
21 administration shall prepare a fiscal impact analysis on the potential
22 effects of this change on the following year's capitation rates. If the
23 fiscal analysis demonstrates that these changes will result in additional
24 state costs of \$500,000 or greater for a given fiscal year, the
25 administration shall submit the policy changes for review by the joint
26 legislative budget committee.

27 Any federal funds that the Arizona health care cost containment system
28 administration passes through to the department of economic security for use
29 in long-term administration care for the developmentally disabled shall not
30 count against the long-term care expenditure authority above.

31 Pursuant to section 11-292, subsection B, Arizona Revised Statutes, the
32 county portion of the fiscal year 2013-2014 nonfederal portion of the costs
33 of providing long-term care system services is \$244,696,100. This amount is
34 included in the expenditure authority fund source.

35 The nonappropriated portion of the prescription drug rebate fund is
36 included in the federal portion of the expenditure authority fund source.

37 The expenditure authority fund source includes voluntary payments made
38 from political subdivisions for medicaid coverage of certain children and for
39 payments to hospitals that operate a graduate medical education program or
40 treat low-income patients. The political subdivision portions of the fiscal
41 year 2013-2014 costs of the kidscare II, graduate medical education,
42 disproportionate share payments - voluntary match and safety net care pool
43 line items are included in the expenditure authority fund source.

44 Any monies received in excess of \$26,825,700 for kidscare II by the
45 Arizona health care cost containment system administration in fiscal year
46 2013-2014, including any federal matching monies, are appropriated to the

1 administration in fiscal year 2013-2014. Before the expenditure of these
2 increased monies, the administration shall notify the joint legislative
3 budget committee and the governor's office of strategic planning and
4 budgeting of the amount of monies that will be expended under this provision.

5 Any monies received in excess of \$166,000,000 for the safety net care
6 pool by the Arizona health care cost containment system administration in
7 fiscal year 2013-2014, including any federal matching monies, are
8 appropriated to the administration in fiscal year 2013-2014. Before the
9 expenditure of these increased monies, the administration shall notify the
10 joint legislative budget committee and the governor's office of strategic
11 planning and budgeting of the amount of monies that will be expended under
12 this provision.

13 Any supplemental payments received in excess of \$51,567,500 for nursing
14 facilities that serve medicaid patients in fiscal year 2013-2014, including
15 any federal matching monies, by the Arizona health care cost containment
16 system administration are appropriated to the administration in fiscal year
17 2013-2014. Before the expenditure of these increased monies, the
18 administration shall notify the joint legislative budget committee and the
19 governor's office of strategic planning and budgeting of the amount of monies
20 that will be expended under this provision. These payments are included in
21 the expenditure authority fund source.

22 The Arizona health care cost containment system administration shall
23 transfer up to \$1,200,000 from the traditional medicaid services line item
24 for fiscal year 2013-2014 to the attorney general for costs associated with
25 tobacco settlement litigation.

26 Payments to hospitals

27 The \$13,487,100 appropriation for disproportionate share payments for
28 fiscal year 2013-2014 made pursuant to section 36-2903.01, subsection 0,
29 Arizona Revised Statutes, includes \$4,202,300 for the Maricopa county health
30 care district and \$9,284,800 for private qualifying disproportionate share
31 hospitals.

32 Any monies for graduate medical education received in fiscal year
33 2013-2014, including any federal matching monies, by the Arizona health care
34 cost containment system administration in excess of \$160,184,900 are
35 appropriated to the administration in fiscal year 2013-2014. Before the
36 expenditure of these increased monies, the administration shall notify the
37 joint legislative budget committee and the governor's office of strategic
38 planning and budgeting of the amount of monies that will be expended under
39 this provision.

40 Any monies received for disproportionate share payments from political
41 subdivisions of this state, tribal governments and any university under the
42 jurisdiction of the Arizona board of regents, and any federal monies used to
43 match those payments, that are received in fiscal year 2013-2014 by the
44 Arizona health care cost containment system administration in excess of
45 \$28,457,100 are appropriated to the administration in fiscal year 2013-2014.
46 Before the expenditure of these increased monies, the administration shall

1 notify the joint legislative budget committee and the governor's office of
2 strategic planning and budgeting of the amount of monies that will be
3 expended under this provision.

4 In addition to the appropriation listed above, all monies from the city
5 of Phoenix access to care assessment and other political subdivision hospital
6 assessments, including monies for coverage expansion, and related federal
7 medicaid authority monies are appropriated in fiscal year 2013-2014.

8 Other reports

9 On or before January 6, 2014, the Arizona health care cost containment
10 system administration shall report to the director of the joint legislative
11 budget committee the total amount of medicaid reconciliation payments and
12 penalties received by that date since July 1, 2013. On June 30, 2014, the
13 administration shall report the same information for all of fiscal year
14 2013-2014.

15 Beginning July 1, 2013, the Arizona health care cost containment system
16 administration shall report thirty days after the end of each calendar
17 quarter to the directors of the joint legislative budget committee and the
18 governor's office of strategic planning and budgeting on the implementation
19 of its required automation interaction with the health insurance exchange and
20 eligibility modifications.

21 On or before August 1, 2013, the Arizona health care cost containment
22 system administration shall provide to the joint legislative budget committee
23 for review a report on the interagency agreement with the department of
24 health services for providing acute care services for persons enrolled in the
25 Maricopa county integrated regional behavioral health authority.

26 Sec. 10. BOARD OF APPRAISAL

27			<u>2013-14</u>
28	FTE positions		8.0
29	Lump sum appropriation	\$	786,500
30	Fund sources:		
31	Board of appraisal fund	\$	786,500

32 Sec. 11. BOARD OF ATHLETIC TRAINING

33			<u>2013-14</u>
34	FTE positions		1.5
35	Lump sum appropriation	\$	101,800
36	Fund sources:		
37	Athletic training fund	\$	101,800

38 Sec. 12. ATTORNEY GENERAL - DEPARTMENT OF LAW

39			<u>2013-14</u>
40	FTE positions		547.9
41	Operating lump sum appropriation	\$	45,737,400
42	Capital postconviction prosecution		500,000
43	State grand jury		177,500
44	Victims' rights		3,989,300
45	Risk management interagency		
46	service agreement		9,183,500

1	Military airport planning	<u>800</u>
2	Total appropriation - attorney general -	
3	department of law	\$ 59,588,500
4	Fund sources:	
5	State general fund	\$ 21,764,900
6	Antitrust enforcement revolving	
7	fund	242,800
8	Attorney general legal services	
9	cost allocation fund	2,026,900
10	Collection enforcement revolving	
11	fund	5,313,900
12	Consumer protection - consumer	
13	fraud revolving fund	3,450,300
14	Interagency service agreements	
15	fund	13,116,900
16	Risk management revolving fund	9,183,500
17	State aid to indigent defense fund	500,000
18	Victims' rights fund	3,989,300

19 The attorney general shall submit to the joint legislative budget
 20 committee for review the quarterly reports on legal settlements required by
 21 sections 41-192, 44-1531.01 and 44-1531.02, Arizona Revised Statutes, as
 22 amended by Laws 2013, chapter 143.

23 In addition to the \$13,116,900 appropriated from the interagency
 24 service agreements fund in fiscal year 2013-2014, an additional \$800,000 and
 25 11 FTE positions are appropriated from the interagency service agreements
 26 fund in fiscal year 2013-2014 for new or expanded interagency service
 27 agreements. The attorney general shall report to the joint legislative
 28 budget committee whenever an interagency service agreement is established
 29 that will require expenditures from the additional amount. The report shall
 30 include the name of the agency or entity with which the agreement is made,
 31 the dollar amount of the contract by fiscal year and the number of associated
 32 FTE positions.

33 The \$500,000 appropriated for capital postconviction prosecution is a
 34 one-time appropriation pending further legislative review of the appropriate
 35 location of these duties. The attorney general shall submit a report on or
 36 before November 1, 2013 to the joint legislative budget committee for review
 37 of the attorney general's plan to transition capital postconviction
 38 prosecution responsibilities for Maricopa county related cases to Maricopa
 39 county during the next four years.

40 Sec. 13. AUTOMOBILE THEFT AUTHORITY

41		<u>2013-14</u>
42	FTE positions	6.0
43	Operating lump sum appropriation	\$ 616,800
44	Automobile theft authority grants	4,607,700
45	Reimbursable programs	<u>50,000</u>
46	Total appropriation - auto theft authority	\$ 5,274,500

1 Fund sources:
 2 Automobile theft authority fund \$ 5,274,500
 3 The automobile theft authority shall submit a report to the joint
 4 legislative budget committee for review before expending any monies for the
 5 reimbursable programs line item. The agency shall also show sufficient funds
 6 collected to cover the expenses indicated in the report.

7 Automobile theft authority grants shall be awarded with consideration
 8 given to areas with greater automobile theft problems and shall be used to
 9 combat economic automobile theft operations.

10 The automobile theft authority shall pay seventy-five per cent of the
 11 personal services and employee related expenses for city and county sworn
 12 officers who participate in the Arizona vehicle theft task force.

13 Sec. 14. BOARD OF BARBERS
 14 2013-14
 15 FTE positions 4.0
 16 Lump sum appropriation \$ 321,900

17 Fund sources:
 18 Board of barbers fund \$ 321,900

19 Sec. 15. BOARD OF BEHAVIORAL HEALTH EXAMINERS
 20 2013-14
 21 FTE positions 17.0
 22 Lump sum appropriation \$ 1,720,100

23 Fund sources:
 24 Board of behavioral health
 25 examiners fund \$ 1,720,100

26 Sec. 16. STATE BOARD FOR CHARTER SCHOOLS
 27 2013-14
 28 FTE positions 9.0
 29 Lump sum appropriation \$ 748,100

30 Fund sources:
 31 State general fund \$ 748,100

32 Sec. 17. STATE BOARD OF CHIROPRACTIC EXAMINERS
 33 2013-14
 34 FTE positions 5.0
 35 Lump sum appropriation \$ 457,800

36 Fund sources:
 37 Board of chiropractic examiners
 38 fund \$ 457,800

39 Sec. 18. ARIZONA COMMUNITY COLLEGES
 40 2013-14
 41 Equalization aid
 42 Cochise \$ 4,712,400
 43 Graham 16,075,100
 44 Navajo 5,514,200
 45 Total - equalization aid \$ 26,301,700

1	<u>Operating state aid</u>	
2	Cochise	\$ 5,710,100
3	Coconino	1,840,400
4	Gila	370,700
5	Graham	2,345,700
6	Maricopa	7,913,300
7	Mohave	1,659,400
8	Navajo	1,646,600
9	Pima	7,136,600
10	Pinal	2,135,000
11	Santa Cruz	58,700
12	Yavapai	893,900
13	Yuma/La Paz	<u>2,754,400</u>
14	Total - operating state aid	\$ 34,464,800
15	<u>Capital outlay state aid</u>	
16	Cochise	\$ 450,400
17	Coconino	147,500
18	Gila	50,000
19	Graham	218,100
20	Mohave	211,700
21	Navajo	122,600
22	Pinal	257,700
23	Santa Cruz	16,700
24	Yavapai	248,600
25	Yuma/La Paz	<u>276,700</u>
26	Total - capital outlay state aid	\$ 2,000,000
27	Rural county reimbursement subsidy	<u>\$ 848,800</u>
28	Total appropriation - Arizona community	
29	colleges	\$ 63,615,300
30	Fund sources:	
31	State general fund	\$ 63,615,300
32	Of the \$848,800 appropriated to the rural county reimbursement subsidy	
33	line item, Apache county will receive \$466,000 and Greenlee county \$382,800.	
34	Sec. 19. REGISTRAR OF CONTRACTORS	
35		<u>2013-14</u>
36	FTE positions	105.6
37	Operating lump sum appropriation	\$ 11,042,200
38	Office of administrative hearings	
39	costs	1,017,600
40	Residential contractors' recovery	
41	fund deposit	<u>2,700,000</u>
42	Total appropriation - registrar of	
43	contractors	\$ 14,759,800
44	Fund sources:	
45	Registrar of contractors fund	\$ 14,759,800

1 Any transfer to or from the amount appropriated for the office of
 2 administrative hearings costs line item shall require review by the joint
 3 legislative budget committee.

4 Sec. 20. CORPORATION COMMISSION

5		<u>2013-14</u>
6	FTE positions	300.9
7	Operating lump sum appropriation	\$ 25,266,000
8	Corporation filings, same day	
9	service	400,400
10	Utilities audits, studies,	
11	investigations and hearings	<u>380,000*</u>
12	Total appropriation - corporation commission	\$ 26,046,400

13 Fund sources:

14	State general fund	\$ 589,100
15	Arizona arts trust fund	50,200
16	Investment management regulatory	
17	and enforcement fund	684,300
18	Public access fund	6,414,200
19	Securities regulatory and	
20	enforcement fund	4,625,900
21	Utility regulation revolving fund	13,682,700

22 The \$400,400 appropriated from the public access fund for the
 23 corporation filings, same day service line item shall revert to the public
 24 access fund at the end of the fiscal year 2013-2014 if the commission has not
 25 established a same day service pursuant to section 10-122, Arizona Revised
 26 Statutes.

27 The corporation commission and the general accounting office shall
 28 report to the directors of the joint legislative budget committee and the
 29 governor's office of strategic planning and budgeting on or before November
 30 1, 2013 on the expenditures from the utilities audits, studies,
 31 investigations and hearings special line item since fiscal year 2006-2007 or
 32 an earlier year that the two agencies deem appropriate. The report shall
 33 also include an estimate of the remaining amount of nonlapsing funds as well
 34 as any recommendations to improve the consistency of the special line item
 35 expenditures reporting.

36 Sec. 21. STATE DEPARTMENT OF CORRECTIONS

37		<u>2013-14</u>
38	FTE positions	9,384.0
39	Operating lump sum appropriation	\$ 752,056,100
40	Private prison per diem	132,380,300
41	Inmate health care contracted	
42	services	<u>125,274,900</u>
43	Total appropriation - state department	
44	of corrections	\$1,009,711,300
45	Fund sources:	
46	State general fund	\$964,798,700

1	State education fund for	
2	correctional education	517,000
3	Alcohol abuse treatment fund	554,400
4	Penitentiary land fund	979,200
5	State charitable, penal and	
6	reformatory institutions	
7	land fund	360,000
8	Corrections fund	27,517,600
9	Transition program fund	2,485,000
10	Prison construction and operations	
11	fund	12,499,400

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

16 A monthly report comparing state department of corrections expenditures
17 for the month and year-to-date as compared to prior year expenditures shall
18 be forwarded to the president of the senate, the speaker of the house of
19 representatives, the chairpersons of the senate and house of representatives
20 appropriations committees and the director of the joint legislative budget
21 committee on or before the thirtieth of the following month. The report
22 shall be in the same format as the prior fiscal year and shall include an
23 estimate of potential shortfalls, potential surpluses that may be available
24 to offset these shortfalls and a plan, if necessary, for eliminating any
25 shortfall without a supplemental appropriation.

26 The state department of corrections shall provide a report on bed
27 capacity to the joint legislative budget committee for its review on or
28 before August 1, 2013. The report shall reflect the bed capacity for each
29 security classification at each state-run and private institution, divided by
30 rated and total beds. The report shall include bed capacity data for June 30
31 of the previous fiscal year, June 30 of the current fiscal year and June 30
32 of the subsequent fiscal year, as well as the reasons for any change within
33 that time period. Within the total bed count, the department shall provide
34 the number of temporary and special use beds. If the department develops a
35 plan subsequent to its August 1 report to close state-operated prison rated
36 beds or cancel or not renew contracts for privately operated prison beds, the
37 state department of corrections shall submit a bed plan detailing the
38 proposed bed closures for review by the joint legislative budget committee
39 before implementing these changes.

40 One hundred per cent of land earnings and interest from the
41 penitentiary land fund shall be distributed to the state department of
42 corrections in compliance with the enabling act and the Constitution of
43 Arizona to be used for the support of state penal institutions.

44 Twenty-five per cent of land earnings and interest from the state
45 charitable, penal and reformatory institutions land fund shall be distributed
46 to the state department of corrections in compliance with the enabling act

1 and the Constitution of Arizona to be used for the support of state penal
 2 institutions.

3 Before the expenditure of any state education fund for correctional
 4 education receipts in excess of \$517,000, the state department of corrections
 5 shall report the intended use of the monies to the director of the joint
 6 legislative budget committee.

7 The state department of corrections shall submit a report to the joint
 8 legislative budget committee on or before October 1, 2013 concerning the uses
 9 of the transition program fund established by section 31-284, Arizona Revised
 10 Statutes, so as to allow the legislature to consider returning the use of
 11 these monies to the intended statutory purpose in the fiscal year 2014-2015
 12 budget.

13 Sec. 22. COSMETOLOGY BOARD

	<u>2013-14</u>
14 FTE positions	24.5
15 Lump sum appropriation	\$ 1,750,300
16 Fund sources:	
17 Board of cosmetology fund	\$ 1,750,300

19 Sec. 23. ARIZONA CRIMINAL JUSTICE COMMISSION

	<u>2013-14</u>
20 FTE positions	9.0
21 Operating lump sum appropriation	\$ 864,600
22 State aid to county attorneys	973,600
23 Victim compensation and assistance	<u>4,092,500</u>
24 Total appropriation - Arizona criminal	
25 justice commission	\$ 5,930,700
26 Fund sources:	
27 Criminal justice enhancement fund	\$ 629,100
28 Drug and gang prevention resource	
29 center fund	235,500
30 State aid to county attorneys fund	973,600
31 Victim compensation and assistance	
32 fund	4,092,500

34 All victim compensation and assistance receipts received by the Arizona
 35 criminal justice commission in excess of \$4,092,500 in fiscal year 2013-2014
 36 are appropriated to the crime victims program. Before the expenditure of any
 37 victim compensation and assistance receipts in excess of \$4,092,500 in fiscal
 38 year 2013-2014, the Arizona criminal justice commission shall report the
 39 intended use of the monies to the joint legislative budget committee.

40 All state aid to county attorneys fund receipts received by the Arizona
 41 criminal justice commission in excess of \$973,600 in fiscal year 2013-2014
 42 are appropriated to the state aid to the county attorney program. Before the
 43 expenditure of any state aid to county attorneys fund receipts in excess of
 44 \$973,600, the Arizona criminal justice commission shall report the intended
 45 use of the monies to the joint legislative budget committee.

1	Sec. 24. ARIZONA STATE SCHOOLS FOR THE DEAF AND THE BLIND	
2		<u>2013-14</u>
3	FTE positions	541.2
4	Administration/statewide	\$ 3,591,400
5	Phoenix day school for the deaf	9,203,700
6	Tucson campus	14,129,100
7	Regional cooperatives	798,600
8	Preschool/outreach programs	5,421,400
9	School bus replacement	738,000
10	Voucher fund adjustment	<u>289,400</u>
11	Total appropriation - Arizona state schools	
12	for the deaf and the blind	\$ 34,171,600
13	Fund sources:	
14	State general fund	\$ 20,586,100
15	Arizona state schools for the	
16	deaf and the blind fund	13,585,500
17	Before the expenditure of any Arizona state schools for the deaf and	
18	the blind fund monies in excess of \$13,585,500 in fiscal year 2013-2014, the	
19	Arizona state schools for the deaf and the blind shall report to the joint	
20	legislative budget committee the intended use of the funds.	
21	Sec. 25. COMMISSION FOR THE DEAF AND THE HARD OF HEARING	
22		<u>2013-14</u>
23	FTE positions	15.0
24	Lump sum appropriation	\$ 3,749,000
25	Fund sources:	
26	Telecommunication fund for	
27	the deaf	\$ 3,749,000
28	Sec. 26. STATE BOARD OF DENTAL EXAMINERS	
29		<u>2013-14</u>
30	FTE positions	11.0
31	Lump sum appropriation	\$ 1,189,600
32	Fund sources:	
33	Dental board fund	\$ 1,189,600
34	Sec. 27. DEPARTMENT OF ECONOMIC SECURITY	
35		<u>2013-14</u>
36	<u>FTE positions</u>	5,654.1
37	Operating lump sum appropriation	\$192,750,500
38	<u>Administration</u>	
39	Attorney general legal services	10,400,300
40	<u>Aging and adult services</u>	
41	Adult services	6,924,100
42	Community and emergency services	3,724,000
43	Coordinated homeless	2,522,600
44	Domestic violence prevention	12,123,700
45	<u>Benefits and medical eligibility</u>	
46	Temporary assistance for needy	

1	families cash benefits	44,999,400
2	Coordinated hunger	1,754,600
3	Tribal pass-through funding	4,680,300
4	<u>Child support enforcement</u>	
5	County participation	8,600,200
6	<u>Children, youth and families</u>	
7	Division of children, youth and	
8	families operating lump sum	
9	appropriation	165,855,100
10	Division of children, youth and	
11	families attorney general legal	
12	services	20,068,700
13	Adoption services	177,554,600
14	Children support services	144,752,800
15	CPS emergency and residential	
16	placement	79,169,300
17	Foster care placement	50,351,200
18	Independent living maintenance	3,469,300
19	Intensive family services	5,000,000
20	Permanent guardianship subsidy	11,215,300
21	Grandparent stipends	1,000,000
22	<u>Developmental disabilities</u>	
23	Case management - medicaid	38,071,900
24	Home and community based	
25	services - medicaid	742,580,200
26	Institutional services -	
27	medicaid	20,144,800
28	Medical services	144,761,800
29	Arizona training program at	
30	Coolidge - medicaid	15,601,500
31	Medicare clawback payments	3,072,000
32	Case management - state-only	3,846,000
33	Home and community based	
34	services - state-only	33,443,400
35	State-funded long-term care	
36	services	26,528,100
37	<u>Employment and rehabilitation services</u>	
38	JOBS	13,005,600
39	Day care subsidy	130,396,600
40	Independent living rehabilitation	
41	services	1,289,400
42	Rehabilitation services	3,799,100
43	Workforce investment act	
44	services	51,654,600
45	<u>Agencywide</u>	
46	Contingency funding	<u>10,500,000</u>

1	Total appropriation - department of	
2	economic security	\$2,185,611,000
3	Fund sources:	
4	State general fund	651,596,700
5	Federal child care and	
6	development fund block grant	130,567,500
7	Federal temporary assistance for	
8	needy families block grant	220,775,800
9	Public assistance collections	
10	fund	427,100
11	Special administration fund	2,829,900
12	Spinal and head injuries trust	
13	fund	1,867,600
14	Statewide cost allocation plan	
15	fund	1,000,000
16	Child abuse prevention fund	1,459,100
17	Children and family services	
18	training program fund	206,600
19	Child support enforcement	
20	administration fund	16,601,100
21	Domestic violence shelter fund	2,220,000
22	Long-term care system fund	86,954,900
23	Workforce investment act grant	56,032,700
24	Child support enforcement	
25	administration fund expenditure	
26	authority	40,397,800
27	Developmental disabilities medicaid	
28	expenditure authority	678,503,800
29	Division of children, youth and	
30	families expenditure authority	294,170,400

31 Administration

32 In accordance with section 35-142.01, Arizona Revised Statutes, the
33 department of economic security shall remit to the department of
34 administration any monies received as reimbursement from the federal
35 government or any other source for the operation of the department of
36 economic security west building and any other building lease-purchased by the
37 state of Arizona in which the department of economic security occupies space.
38 The department of administration shall deposit these monies in the state
39 general fund.

1 Aging and adult services

2 All domestic violence shelter fund monies above \$2,220,000 received by
3 the department of economic security are appropriated for the domestic
4 violence prevention line item. Before the expenditure of these increased
5 monies, the department of economic security shall report the intended use of
6 monies above \$2,220,000 to the joint legislative budget committee.

7 The department of economic security shall report to the joint
8 legislative budget committee on the amount of state and federal monies
9 available statewide for domestic violence funding on or before December
10 15, 2013. The report shall include, at a minimum, the amount of monies
11 available and the state fiscal agent receiving those monies.

12 Benefits and medical eligibility

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

16 Child support enforcement

17 All state share of retained earnings, fees and federal incentives above
18 \$16,601,100 received by the division of child support enforcement are
19 appropriated for operating expenditures. New full-time equivalent positions
20 may be authorized with the increased funding. Before the expenditure of
21 these increased monies, the department of economic security shall report the
22 intended use of the monies to the joint legislative budget committee.

23 Children, youth and families

24 Of the amounts appropriated for children support services, CPS
25 emergency and residential placement and foster care placement, the department
26 may transfer up to ten per cent of the total amount of federal temporary
27 assistance for needy families block grant monies appropriated to the
28 department of economic security to the social services block grant for use in
29 the following line items in the division of children, youth and families:
30 children support services, CPS emergency and residential placement and foster
31 care placement. Before transferring federal temporary assistance for needy
32 families block grant monies to the social services block grant, the
33 department shall report the proposed amount of the transfer to the director
34 of the joint legislative budget committee. This report may be in the form of
35 an expenditure plan that is submitted at the beginning of the fiscal year and
36 updated, if necessary, throughout the fiscal year.

37 The department of economic security shall provide training to any new
38 child protective services FTE positions before assigning to any of these
39 employees any client caseload duties.

40 It is the intent of the legislature that the department of economic
41 security use the funding in the division of children, youth and families to
42 achieve a one hundred per cent investigation rate.

43 Before the expenditure of monies from the intensive family services
44 special line item in fiscal year 2013-2014, the department of economic
45 security shall submit an expenditure plan for review by the joint legislative

1 budget committee. The expenditure plan shall include an estimate of any
2 comparable funding in the children support services special line item.

3 The amount appropriated for grandparent stipends shall be used for a
4 monthly stipend for a grandparent or great-grandparent if a dependent child
5 is placed in the grandparent's or great-grandparent's care pursuant to
6 department guidelines or as directed by legislation enacted in the
7 fifty-first legislature, first regular session.

8 Developmental disabilities

9 The department of economic security shall report all new placements
10 into a state-owned ICF-MR or the Arizona training program at Coolidge campus
11 in fiscal year 2013-2014 to the president of the senate, the speaker of the
12 house of representatives, the chairpersons of the senate and house of
13 representatives appropriations committees and the director of the joint
14 legislative budget committee and the reason why this placement, rather than a
15 placement into a privately run facility for the developmentally disabled, was
16 deemed as the most appropriate placement. The department shall also report
17 if no new placements were made. This report shall be made available on or
18 before July 15, 2014.

19 All monies in the long-term care system fund unexpended and
20 unencumbered at the end of fiscal year 2013-2014 revert to the state general
21 fund, subject to approval by the Arizona health care cost containment system
22 administration.

23 The department shall report to the joint legislative budget committee
24 on or before March 1 of each year on preliminary actuarial estimates of the
25 capitation rate changes for the following fiscal year along with the reasons
26 for the estimated changes. For any actuarial estimates that include a range,
27 the total range from minimum to maximum shall be not more than two per cent.
28 Before implementation of any changes in capitation rates for the long-term
29 care program, the department shall report for review the expenditure plan to
30 the joint legislative budget committee. Before the department implements any
31 changes in policy affecting the amount, sufficiency, duration and scope of
32 health care services and who may provide services, the department shall
33 prepare a fiscal impact analysis on the potential effects of this change on
34 the following year's capitation rates. If the fiscal analysis demonstrates
35 that these changes will result in additional state costs of \$500,000 or
36 greater for a given fiscal year, the department shall submit the policy
37 changes for review by the joint legislative budget committee.

38 Prior to the implementation of any developmentally disabled or
39 long-term care statewide provider rate adjustments not already specifically
40 authorized by the legislature, court mandates or changes to federal law, the
41 department shall submit a report for review by the joint legislative budget
42 committee. The report shall include, at a minimum, the estimated cost of the
43 provider rate adjustment and the ongoing source of funding for the
44 adjustment, if applicable.

1 It is the intent of the legislature that the department of economic
2 security increase home and community based service provider rates by three
3 per cent above the June 30, 2013 rate beginning on July 1, 2013.

4 Employment and rehabilitation services

5 Of the \$130,396,600 appropriated for day care subsidy, plus any funding
6 authorized to be deferred to fiscal year 2014-2015, \$115,199,900 is for a
7 program in which the upper income limit is no more than one hundred
8 sixty-five per cent of the federal poverty level.

9 All federal workforce investment act monies that are received by this
10 state in excess of \$56,032,700 are appropriated to the workforce investment
11 act services line item. Before the expenditure of these increased monies,
12 the department of economic security shall report the intended use of monies
13 above \$56,032,700 to the joint legislative budget committee.

14 Departmentwide

15 The above appropriations are in addition to funds granted to the state
16 by the federal government for the same purposes but shall be deemed to
17 include the sums deposited in the state treasury to the credit of the
18 department of economic security pursuant to section 42-5029, Arizona Revised
19 Statutes.

20 A monthly report comparing total expenditures for the month and
21 year-to-date as compared to prior year totals shall be forwarded to the
22 president of the senate, the speaker of the house of representatives, the
23 chairpersons of the senate and house of representatives appropriations
24 committees and the director of the joint legislative budget committee on or
25 before the thirtieth of the following month. The report shall include an
26 estimate of potential shortfalls in entitlement programs and potential
27 federal and other funds, such as the statewide assessment for indirect costs,
28 and any projected surplus in state supported programs that may be available
29 to offset these shortfalls and a plan, if necessary, for eliminating any
30 shortfall without a supplemental appropriation.

31 Any federal temporary assistance for needy families block grant monies
32 received in fiscal year 2013-2014, including the beginning balance, by the
33 department of economic security in excess of \$220,775,800 is appropriated to
34 the department in fiscal year 2013-2014. For every dollar the department of
35 economic security receives in federal temporary assistance for needy families
36 block grant monies in fiscal year 2013-2014 in excess of the \$220,775,800
37 appropriated, minus any fiscal year 2012-2013 revertments expected to be
38 spent as administrative adjustments in fiscal year 2013-2014, there shall be
39 a corresponding dollar reduction in the department's long-term care system
40 fund appropriation. The department shall report to the joint legislative
41 budget committee and the governor's office of strategic planning and
42 budgeting on or before September 1, 2013 its estimate of how much of its
43 fiscal year 2012-2013 revertment will be spent as administrative adjustments
44 in fiscal year 2013-2014 and excluded from the total amount of federal
45 temporary assistance for needy families block grant monies. On or before
46 June 30, 2014, the department shall notify the joint legislative budget

1 committee and the governor's office of strategic planning and budgeting of
2 the amount of long-term care system fund monies, if any, that will not be
3 expended under this provision.

4 Before the expenditure of monies from the contingency funding special
5 line item in fiscal year 2013-2014, the department of economic security shall
6 submit an expenditure plan to the joint legislative budget committee for its
7 review. Monies in the contingency projects special line item shall be spent
8 only to address unanticipated shortfalls in child protective services or in
9 the day care subsidy special line item.

10 Sec. 28. STATE BOARD OF EDUCATION AND SUPERINTENDENT OF PUBLIC INSTRUCTION

11			<u>2013-14</u>
12	FTE positions		175.9
13	Operating lump sum appropriation	\$	8,298,100
14	Fund sources:		
15	State general fund	\$	7,963,800
16	Teacher certification fund		134,300
17	Department of education empowerment		
18	scholarship account fund		200,000

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

22	Basic state aid		\$2,275,427,400
23	Fund sources:		
24	State general fund	\$	2,228,951,900
25	Permanent state school fund		46,475,500

26 The above appropriation provides basic state support to school
27 districts for maintenance and operations funding as provided by section
28 15-973, Arizona Revised Statutes, and includes an estimated \$46,475,500 in
29 expendable income derived from the permanent state school fund and from state
30 trust lands pursuant to section 37-521, subsection B, Arizona Revised
31 Statutes, for fiscal year 2013-2014.

32 The appropriated amount for basic state aid includes an increase of
33 \$82,000,000 that is available for increased operating costs of school
34 districts and charter schools.

35 Receipts derived from the permanent state school fund and any other
36 nonstate general fund revenue source that is dedicated to fund basic state
37 aid will be expended, whenever possible, before expenditure of state general
38 fund monies.

39 Except as required by section 37-521, Arizona Revised Statutes, all
40 monies received during the fiscal year from national forests, interest
41 collected on deferred payments on the purchase of state lands, the income
42 from the investment of permanent funds as prescribed by the enabling act and
43 the Constitution of Arizona and all monies received by the superintendent of
44 public instruction from whatever source, except monies received pursuant to
45 sections 15-237 and 15-531, Arizona Revised Statutes, when paid into the
46 state treasury are appropriated for apportionment to the various counties in

1 accordance with law. An expenditure shall not be made except as specifically
2 authorized above.

3	Additional state aid	\$339,269,300
4	Special education fund	33,242,100
5	Other state aid to districts	983,900
6	Accountability and achievement	
7	testing	10,218,400

8 Fund sources:

9	State general fund	\$ 3,218,400
10	Proposition 301 fund	7,000,000

11 Before making any changes to the achievement testing program that will
12 increase program costs, the state board of education shall report the
13 estimated fiscal impact of those changes to the joint legislative budget
14 committee.

15	Adult education	\$ 4,500,000
16	English learner administration	\$ 3,967,700

17 The appropriated amount is to be used by the department of education to
18 provide English language acquisition services for the purposes of section
19 15-756.07, Arizona Revised Statutes, and for the costs of providing English
20 language proficiency assessments, scoring and ancillary materials as
21 prescribed by the department of education to school districts and charter
22 schools for the purposes of title 15, chapter 7, article 3.1, Arizona Revised
23 Statutes. The department of education may use a portion of the appropriated
24 amount to hire staff or contract with a third party to carry out the purposes
25 of section 15-756.07, Arizona Revised Statutes. Notwithstanding section
26 41-192, Arizona Revised Statutes, the superintendent of public instruction
27 also may use a portion of the appropriated amount to contract with one or
28 more private attorneys to provide legal services in connection with the case
29 of Flores v. State of Arizona, No. CIV 92-596-TUC-RCC.

30	Arizona structured English immersion	
31	fund	8,791,400
32	State block grant for vocational	
33	education	11,494,500
34	K-3 reading	40,000,000

35 The appropriated amount is for funding costs of the K-3 reading weight
36 established in section 15-943, Arizona Revised Statutes, except that the
37 state board of education may use up to \$1,500,000 of the appropriated amount
38 on technical assistance and state level administration of the K-3 reading
39 program. The appropriated amount includes 2 FTE positions.

40	Performance incentive fund deposit	2,400,000*
41	School safety program	\$ 3,646,400

42 At least twenty-five per cent of the appropriated amount shall be spent
43 on security hardware.

44	Teacher certification	1,787,700
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45 Fund sources:

46	Teacher certification fund	\$ 1,787,700
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1 State board of education \$ 1,583,800

2 Fund sources:

3 State general fund \$ 1,213,600

4 Teacher certification fund 370,200

5 The state board of education program may establish its own strategic
6 plan separate from that of the department of education and based on its own
7 separate mission, goals and performance measures.

8 Total appropriation - state board of
9 education and superintendent
10 of public instruction

\$2,745,610,700

11 Fund sources:

12 State general fund \$2,689,643,000

13 Proposition 301 fund 7,000,000

14 Permanent state school fund 46,475,500

15 Teacher certification fund 2,292,200

16 Department of education empowerment
17 scholarship account fund 200,000

18
19 The department shall provide an updated report on its budget status
20 every three months for the first half of each fiscal year and every month
21 thereafter to the president of the senate, the speaker of the house of
22 representatives, the chairpersons of the senate and house of representatives
23 appropriations committees, the director of the joint legislative budget
24 committee and the director of the governor's office of strategic planning and
25 budgeting. Each report shall include, at a minimum, the department's current
26 funding surplus or shortfall projections for basic state aid and other major
27 formula-based programs and shall be due thirty days after the end of the
28 applicable reporting period.

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

33 For fiscal year 2013-2014, the state board of education, in
34 collaboration with the department of education and the department of
35 administration, shall report quarterly on or before the last day of each
36 calendar quarter on its progress in implementing the education learning and
37 accountability system and other related projects that may be funded through
38 the education learning and accountability fund to the president of the
39 senate, the speaker of the house of representatives, the chairpersons of the
40 senate and house of representatives appropriations committees, the director
41 of the joint legislative budget committee and the director of the governor's
42 office of strategic planning and budgeting. The quarterly report shall
43 include an assessment of progress from an independent third party that is not
44 affiliated with state government.

45 Sec. 29. DEPARTMENT OF EMERGENCY AND MILITARY AFFAIRS

46 2013-14

1	FTE positions	61.1
2	Administration	\$ 1,706,000
3	Emergency management	842,600
4	Military affairs	<u>2,414,500</u>
5	Total appropriation - department of	
6	emergency and military affairs	\$ 4,963,100
7	Fund sources:	
8	State general fund	\$ 4,830,400
9	Emergency response fund	132,700

10 The department of emergency and military affairs appropriation includes
 11 \$1,215,000 for service contracts. This amount is exempt from the provisions
 12 of section 35-190, Arizona Revised Statutes, relating to lapsing of
 13 appropriations, except that all fiscal year 2013-2014 monies remaining
 14 unexpended and unencumbered on October 31, 2014, revert to the state general
 15 fund.

16 Sec. 30. DEPARTMENT OF ENVIRONMENTAL QUALITY

17		<u>2013-14</u>
18	FTE positions	322.0
19	Operating lump sum appropriation	\$ 45,561,700
20	Emissions control contractor	
21	payment	<u>21,119,500</u>
22	Total appropriation - department of	
23	environmental quality	\$ 66,681,200
24	Fund sources:	
25	Air permits administration fund	\$ 7,038,800
26	Air quality fund	5,379,100
27	Emissions inspection fund	26,554,300
28	Hazardous waste management fund	1,718,900
29	Indirect cost recovery fund	13,008,700
30	Recycling fund	1,338,900
31	Solid waste fee fund	1,226,600
32	Underground storage tank	
33	revolving fund	22,000
34	Water quality fee fund	10,393,900

35 Pursuant to section 49-282, Arizona Revised Statutes, the department of
 36 environmental quality shall submit a fiscal year 2014-2015 budget for the
 37 water quality assurance revolving fund before September 1, 2013, for review
 38 by the senate and house of representatives appropriations committees.

39 The department of environmental quality shall report annually on the
 40 progress of WQARF activities, including emergency response, priority site
 41 remediation, cost recovery activity, revenue and expenditure activity and
 42 other WQARF-funded program activity. This report shall also include a budget
 43 for the WQARF program that is developed in consultation with the WQARF
 44 advisory board. The fiscal year 2013-2014 report shall be submitted to the
 45 joint legislative budget committee on or before September 1, 2013. This
 46 budget shall specify the monies budgeted for each listed site during fiscal

1 year 2013-2014. In addition, the department and the advisory board shall
 2 prepare and submit to the joint legislative budget committee, on or before
 3 October 2, 2013, a report in a table format summarizing the current progress
 4 on remediation of each listed site on the WQARF registry. The table shall
 5 include the stage of remediation for each site at the end of fiscal year
 6 2012-2013, whether the current stage of remediation is anticipated to be
 7 completed in fiscal year 2013-2014 and the anticipated stage of remediation
 8 at each listed site at the end of fiscal year 2013-2014, assuming fiscal year
 9 2013-2014 funding levels. The department and advisory board may include
 10 other relevant information about the listed sites in the table.

11 All air permit administration revenues received by the department of
 12 environmental quality in excess of \$7,038,800 in fiscal year 2013-2014 are
 13 appropriated to the department. Before the expenditure of air permits
 14 administration receipts in excess of \$7,038,800 in fiscal year 2013-2014, the
 15 department of environmental quality shall report the intended use of the
 16 monies to the joint legislative budget committee.

17 All indirect cost recovery fund revenues received by the department of
 18 environmental quality in excess of \$13,008,700 in fiscal year 2013-2014 are
 19 appropriated to the department. Before the expenditure of indirect cost
 20 recovery fund receipts in excess of \$13,008,700 in fiscal year 2013-2014, the
 21 department of environmental quality shall report the intended use of the
 22 monies to the joint legislative budget committee.

23 Sec. 31. OFFICE OF EQUAL OPPORTUNITY

24			<u>2013-14</u>
25	FTE positions		4.0
26	Lump sum appropriation	\$	187,100
27	Fund sources:		
28	State general fund	\$	187,100

29 Sec. 32. STATE BOARD OF EQUALIZATION

30			<u>2013-14</u>
31	FTE positions		7.0
32	Lump sum appropriation	\$	629,500
33	Fund sources:		
34	State general fund	\$	629,500

35 Sec. 33. BOARD OF EXECUTIVE CLEMENCY

36			<u>2013-14</u>
37	FTE positions		14.0
38	Lump sum appropriation	\$	821,500
39	Fund sources:		
40	State general fund	\$	821,500

41 The board of executive clemency shall report to the staff directors of
 42 the joint legislative budget committee and the governor's office of strategic
 43 planning and budgeting on or before November 1, 2013 on the total number and
 44 types of cases it reviewed in fiscal year 2012-2013.

1	Sec. 34. ARIZONA EXPOSITION AND STATE FAIR BOARD	
2		<u>2013-14</u>
3	FTE positions	184.0
4	Lump sum appropriation	\$ 11,131,200
5	Fund sources:	
6	Arizona exposition and state	
7	fair fund	\$ 11,131,200
8	Sec. 35. DEPARTMENT OF FINANCIAL INSTITUTIONS	
9		<u>2013-14</u>
10	FTE positions	58.1
11	Lump sum appropriation	\$ 3,827,700
12	Fund sources:	
13	State general fund	\$ 2,912,800
14	Financial services fund	914,900
15	The department of financial institutions shall assess and set fees to	
16	ensure that monies deposited in the state general fund will equal or exceed	
17	its expenditure from the state general fund.	
18	Sec. 36. DEPARTMENT OF FIRE, BUILDING AND LIFE SAFETY	
19		<u>2013-14</u>
20	FTE positions	47.0
21	Lump sum appropriation	\$ 1,969,100
22	Fund sources:	
23	State general fund	\$ 1,969,100
24	Sec. 37. STATE FORESTER	
25		<u>2013-14</u>
26	FTE positions	52.0
27	Operating lump sum appropriation	\$ 2,291,700
28	Environmental county grants	175,000
29	Inmate fire crews	695,700
30	Fire suppression	<u>1,000,000</u>
31	Total appropriation - state forester	\$ 4,162,400
32	Fund sources:	
33	State general fund	\$ 4,162,400
34	Sec. 38. STATE BOARD OF FUNERAL DIRECTORS AND EMBALMERS	
35		<u>2013-14</u>
36	FTE positions	4.0
37	Lump sum appropriation	\$ 340,600
38	Fund sources:	
39	Board of funeral directors and	
40	embalmers fund	\$ 340,600
41	Sec. 39. GAME AND FISH DEPARTMENT	
42		<u>2013-14</u>
43	FTE positions	273.5
44	Operating lump sum appropriation	\$ 33,533,100
45	Pittman - Robertson/Dingell -	
46	Johnson act	3,808,000

1	Performance incentive pay program	346,100*
2	Lower Colorado multispecies	
3	conservation	350,000
4	Watercraft grant program	1,000,000
5	Watercraft safety education program	<u>250,000</u>
6	Total appropriation - game and fish	
7	department	\$ 39,287,200
8	Fund sources:	
9	Capital improvement fund	\$ 1,000,000
10	Game and fish fund	33,342,100
11	Waterfowl conservation fund	80,000
12	Wildlife endowment fund	16,000
13	Watercraft licensing fund	4,510,500
14	Game, nongame, fish and	
15	endangered species fund	338,600

16 In addition to the \$3,808,000 for the Pittman - Robertson/Dingell -
 17 Johnson act line item, the lump sum appropriation includes \$50,000 for
 18 cooperative fish and wildlife research, which may be used for the purpose of
 19 matching federal and apportionment funds.

20 The \$300,000 from the game and fish fund and \$46,100 from the
 21 watercraft licensing fund in fiscal year 2013-2014 for the performance
 22 incentive pay program line item shall be used for personal services and
 23 employee-related expenditures associated with the department's performance
 24 incentive pay program. This appropriation is a continuing appropriation and
 25 is exempt from the provisions of section 35-190, Arizona Revised Statutes,
 26 relating to lapsing of appropriations.

27 Sec. 40. DEPARTMENT OF GAMING

28		<u>2013-14</u>
29	FTE positions	115.3
30	Operating lump sum appropriation	\$ 8,031,500
31	Additional operating expenses	800,400
32	Casino operations certification	2,003,800
33	Problem gambling	<u>2,262,700</u>
34	Total appropriation - department of gaming	\$ 13,098,400
35	Fund sources:	
36	Tribal-state compact fund	\$ 2,003,800
37	Arizona benefits fund	10,794,600
38	State lottery fund	300,000

39 The department of gaming shall report to the staff directors of the
 40 joint legislative budget committee and the governor's office of strategic
 41 planning and budgeting on or before December 1, 2013 on the expected amount
 42 and purpose of expenditures from the additional operating expenses special
 43 line item for fiscal year 2013-2014. The report shall include the projected
 44 line item detail.

45 Sec. 41. ARIZONA GEOLOGICAL SURVEY

46		<u>2013-14</u>
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1	FTE positions	10.3
2	Lump sum appropriation	\$ 853,600
3	Fund sources:	
4	State general fund	\$ 853,600
5	Sec. 42. OFFICE OF THE GOVERNOR	
6		<u>2013-14</u>
7	Lump sum appropriation	\$ 6,586,600*
8	Fund sources:	
9	State general fund	\$ 6,586,600
10	Included in the lump sum appropriation of \$6,586,600 for fiscal year	
11	2013-2014 is \$10,000 for the purchase of mementos and items for visiting	
12	officials.	
13	Sec. 43. GOVERNOR'S OFFICE OF STRATEGIC PLANNING AND BUDGETING	
14		<u>2013-14</u>
15	FTE positions	22.0
16	Lump sum appropriation	\$ 1,871,700*
17	Fund sources:	
18	State general fund	\$ 1,871,700
19	Sec. 44. DEPARTMENT OF HEALTH SERVICES	
20		<u>2013-14</u>
21	FTE positions	1,176.7
22	Operating lump sum appropriation	\$134,554,300
23	<u>Public health/family health</u>	
24	Adult cystic fibrosis	105,200
25	AIDS reporting and surveillance	1,000,000
26	Alzheimer's disease research	1,125,000
27	Breast and cervical cancer and	
28	bone density screening	1,346,700
29	County tuberculosis provider care	
30	and control	590,700
31	Folic acid	400,000
32	High risk perinatal services	2,543,400
33	Newborn screening program	6,260,700
34	Nonrenal disease management	198,000
35	Nursing facility study	90,000
36	Poison control centers funding	990,000
37	Renal dental care and nutrition	
38	supplements	300,000
39	<u>Behavioral health</u>	
40	Community placement treatment	1,130,700
41	Crisis services	16,391,100
42	Medicaid behavioral health -	
43	comprehensive medical and	
44	dental program	140,896,200
45	Medicaid behavioral health -	
46	proposition 204	105,251,500

1	Medicaid behavioral health -	
2	traditional	878,054,300
3	Medicaid insurance premium	
4	payments	22,487,100
5	Medicare clawback payments	14,925,100
6	Mental health first aid	250,000
7	Non-medicaid seriously	
8	mentally ill services	78,846,900
9	Proposition 204 administration	6,446,700
10	One-time electronic medical	
11	records start-up	3,850,000
12	Supported housing	5,324,800
13	Total appropriation and expenditure	
14	authority - department of	
15	health services	<u>\$1,423,358,400</u>
16	Fund sources:	
17	State general fund	\$ 549,054,500
18	Arizona state hospital fund	14,907,400
19	Arizona state hospital land	
20	earnings fund	650,000
21	Capital outlay stabilization fund	1,146,500
22	Child fatality review fund	93,400
23	Emergency medical services	
24	operating fund	5,044,100
25	Environmental laboratory licensure	
26	revolving fund	910,800
27	Federal child care development	
28	fund block grant	829,400
29	Health services licensing fund	8,616,300
30	Indirect cost fund	10,336,700
31	Newborn screening program fund	6,692,600
32	Nursing care institution resident	
33	protection revolving fund	128,100
34	Substance abuse services fund	2,250,000
35	Tobacco tax and health care fund -	
36	health research account	1,000,000
37	Tobacco tax and health care fund -	
38	medically needy account	35,467,000
39	Vital records electronic systems	
40	fund	3,607,500
41	Federal medicaid authority	782,624,100

Public health/family health

43 The department of health services may use up to four per cent of the
 44 amounts appropriated for nonrenal disease management for the administrative
 45 costs to implement the program.

1 Of the \$1,125,000 for Alzheimer's disease research, \$1,000,000 of that
2 amount is from the tobacco tax and health care fund - health research
3 account.

4 Behavioral health

5 It is the intent of the legislature that the per cent attributable to
6 administration/profit for the regional behavioral health authority in
7 Maricopa county is nine per cent of the overall capitation rate.

8 The department of health services shall report to the joint legislative
9 budget committee thirty days after the end of each calendar quarter on the
10 progress the department is making toward settling the Arnold v. Sarn lawsuit.
11 The report shall include at a minimum the department's progress towards
12 meeting the exit criteria and whether the department is in compliance with
13 the exit criteria schedule.

14 The amounts included in the proposition 204 administration and medicaid
15 behavioral health - proposition 204 special line items include all available
16 sources of funding consistent with section 36-2901.01, subsection B, Arizona
17 Revised Statutes.

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

22 The department shall report to the joint legislative budget committee
23 on or before March 1 of each year on preliminary actuarial estimates of the
24 capitation rate changes for the following fiscal year along with the reasons
25 for the estimated changes. For any actuarial estimates that include a range,
26 the total range from minimum to maximum shall be no more than two per cent.
27 Before implementation of any changes in capitation rates for any behavioral
28 health line items, the department of health services shall report its
29 expenditure plan for review by the joint legislative budget committee.
30 Before the department implements any changes in policy affecting the amount,
31 sufficiency, duration and scope of health care services and who may provide
32 services, the department shall prepare a fiscal impact analysis on the
33 potential effects of this change on the following year's capitation rates.
34 If the fiscal analysis demonstrates that these changes will result in
35 additional state costs of \$500,000 or greater for a given fiscal year, the
36 department shall submit the policy changes for review by the joint
37 legislative budget committee.

38 It is the intent of the legislature that monies in the mental health
39 first aid line item be spent to train mental health first aid instructors.

40 Departmentwide

41 A monthly report comparing total expenditures for the month and
42 year-to-date as compared to prior year totals shall be forwarded
43 electronically to the president of the senate, the speaker of the house of
44 representatives, the chairpersons of the senate and house of representatives
45 appropriations committees and the director of the joint legislative budget
46 committee on or before the thirtieth of the following month. The report

1 shall include an estimate of potential shortfalls in programs, potential
 2 federal and other funds, such as the statewide assessment for indirect costs,
 3 that may be available to offset these shortfalls, and a plan, if necessary,
 4 for eliminating any shortfall without a supplemental appropriation and total
 5 expenditure authority of the month and year-to-date for federally matched
 6 services.

7 On or before January 6, 2014, the department of health services shall
 8 report to the director of the joint legislative budget committee the total
 9 amount of medicaid reconciliation payments and penalties received by that
 10 date since July 1, 2013. On June 30, 2014, the department shall report the
 11 same information for all of fiscal year 2013-2014.

12 Sec. 45. ARIZONA HISTORICAL SOCIETY

13		<u>2013-14</u>
14	FTE positions	51.9
15	Operating lump sum appropriation	\$ 2,033,800
16	Arizona experience museum	410,500
17	Field services and grants	65,100
18	Papago park museum	<u>532,700</u>
19	Total appropriation - Arizona historical	
20	society	\$ 3,042,100
21	Fund sources:	
22	State general fund	\$ 3,042,100

23 Sec. 46. PRESCOTT HISTORICAL SOCIETY

24		<u>2013-14</u>
25	FTE positions	13.0
26	Lump sum appropriation	\$ 804,200
27	Fund sources:	
28	State general fund	\$ 804,200

29 Sec. 47. BOARD OF HOMEOPATHIC AND INTEGRATED MEDICINE EXAMINERS

30		<u>2013-14</u>
31	FTE positions	1.0
32	Lump sum appropriation	\$ 98,000
33	Fund sources:	
34	Board of homeopathic and	
35	integrated medicine	
36	examiners' fund	\$ 98,000

37 Sec. 48. DEPARTMENT OF HOUSING

38		<u>2013-14</u>
39	FTE positions	3.0
40	Lump sum appropriation	\$ 304,600
41	Fund sources:	
42	Housing trust fund	\$ 304,600

43 Sec. 49. ARIZONA COMMISSION OF INDIAN AFFAIRS

44		<u>2013-14</u>
45	FTE positions	3.0
46	Lump sum appropriation	\$ 53,700

1	Fund sources:	
2	State general fund	\$ 53,700
3	Sec. 50. INDUSTRIAL COMMISSION OF ARIZONA	
4		<u>2013-14</u>
5	FTE positions	235.6
6	Lump sum appropriation	\$ 19,656,400
7	Fund sources:	
8	Administrative fund	\$ 19,656,400
9	Sec. 51. DEPARTMENT OF INSURANCE	
10		<u>2013-14</u>
11	FTE positions	90.5
12	Lump sum appropriation	\$ 5,169,600
13	Fund sources:	
14	State general fund	\$ 5,169,600
15	Sec. 52. ARIZONA JUDICIARY	
16		<u>2013-14</u>
17	<u>Supreme court</u>	
18	FTE positions	172.0
19	Operating lump sum appropriation	\$ 14,031,400
20	Automation	11,082,600
21	Case and cash management system	3,326,500
22	County reimbursements	187,900
23	Court appointed special advocate	3,027,800
24	Domestic relations	640,300
25	Foster care review board	3,532,000
26	Commission on judicial conduct	506,800
27	Judicial nominations and	
28	performance review	417,200
29	Model court	447,600
30	State aid	<u>5,905,900</u>
31	Total appropriation - supreme court	\$ 43,106,000
32	Fund sources:	
33	State general fund	\$ 15,877,700
34	Confidential intermediary and	
35	fiduciary fund	480,500
36	Court appointed special advocate	
37	fund	2,925,800
38	Criminal justice enhancement fund	2,961,300
39	Defensive driving school fund	4,123,800
40	Judicial collection enhancement	
41	fund	13,792,300
42	State aid to the courts fund	2,944,600

43 On or before September 1, 2013, the supreme court shall report to the
 44 joint legislative budget committee on current and future automation projects
 45 coordinated by the administrative office of the courts. The report shall
 46 include a list of court automation projects receiving or anticipated to

1 receive state monies in the current or next two fiscal years as well as a
2 description of each project, the number of FTE positions, the entities
3 involved and the goals and anticipated results for each automation project.
4 The report shall be submitted in one summary document. The report shall
5 indicate each project's total multiyear cost by fund source and budget line
6 item, including any prior year, current year and future year expenditures.

7 Included in the appropriation for the supreme court program is \$1,000
8 for the purchase of mementos and items for visiting officials.

9 Of the \$187,900 appropriated for county reimbursements, state grand
10 jury is limited to \$97,900 and capital postconviction relief is limited to
11 \$90,000.

12 Court of appeals

13	FTE positions	136.8
14	Division I	\$ 9,640,000
15	Division II	<u>\$ 4,227,600</u>
16	Total appropriation - court of appeals	\$ 13,867,600

17 Fund sources:

18	State general fund	\$ 13,867,600
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19 Of the 136.8 FTE positions for fiscal year 2013-2014, 98.3 FTE
20 positions are for Division I and 38.5 FTE positions are for Division II.

21 Superior court

22	FTE positions	137.5
23	Judges compensation	\$ 7,488,200
24	Adult standard probation	13,526,700
25	Adult intensive probation	10,741,200
26	Community punishment	2,310,100
27	Interstate compact	641,800
28	Drug court	1,013,600
29	Juvenile standard probation	4,600,500
30	Juvenile intensive probation	9,166,500
31	Juvenile treatment services	22,314,900
32	Juvenile family counseling	660,400
33	Juvenile crime reduction	5,123,400
34	Mental health court report	90,000
35	Probation surcharge	6,029,200
36	Juvenile diversion consequences	9,024,900
37	Special water master	<u>94,000</u>

38	Total appropriation - superior court	\$ 92,825,400
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39 Fund sources:

40	State general fund	\$ 79,362,700
41	Criminal justice enhancement fund	6,933,500
42	Drug treatment and education fund	500,000
43	Judicial collection enhancement	
44	fund	6,029,200

45 Of the 137.5 FTE positions, 82 FTE positions represent superior court
46 judges in counties with a population of less than two million persons.

1 One-half of their salaries are provided by state general fund appropriations
2 pursuant to section 12-128, Arizona Revised Statutes. This is not meant to
3 limit the counties' ability to add judges pursuant to section 12-121, Arizona
4 Revised Statutes.

5 Up to 4.6 per cent of the amounts appropriated for juvenile treatment
6 services and juvenile diversion consequences may be retained and expended by
7 the supreme court to administer the programs established pursuant to section
8 8-322, Arizona Revised Statutes, and to conduct evaluations as needed. The
9 remaining portion of the juvenile treatment services and juvenile diversion
10 consequences appropriations shall be deposited in the juvenile probation
11 services fund established by section 8-322, Arizona Revised Statutes.

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

16 On or before November 1, 2013, the administrative office of the courts
17 shall report to the joint legislative budget committee the fiscal year
18 2012-2013 actual, fiscal year 2013-2014 estimated and fiscal year 2014-2015
19 requested amounts for the following:

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

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

30 3. The amount of monies from the adult standard, adult intensive,
31 juvenile standard and juvenile intensive probation line items that the office
32 does not distribute as direct aid to counties. The report shall delineate
33 how the office expends these monies that are not distributed as direct aid to
34 counties.

35 Sec. 53. DEPARTMENT OF JUVENILE CORRECTIONS

	<u>2013-14</u>
FTE positions	738.5
Lump sum appropriation	\$ 47,319,300
Fund sources:	
State general fund	\$ 43,428,400
State charitable, penal and reformatory institutions	
land fund	1,098,600
Criminal justice enhancement fund	530,600
State education fund for committed youth	2,261,700

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

6 Sec. 54. STATE LAND DEPARTMENT

	<u>2013-14</u>
7	
8 FTE positions	125.7
9 Operating lump sum appropriation	\$ 14,604,000
10 Natural resource conservation	
11 districts	650,000
12 CAP user fees	513,300
13 Due diligence fund	<u>500,000</u>
14 Total appropriation - state land department	\$ 16,267,300
15 Fund sources:	
16 State general fund	\$ 12,038,100
17 Environmental special plate fund	260,000
18 Due diligence fund	500,000
19 Trust land management fund	3,469,200

20 The appropriation includes \$513,300 for central Arizona project user
21 fees in fiscal year 2013-2014. For fiscal year 2013-2014, from
22 municipalities that assume their allocation of central Arizona project water
23 every dollar received as reimbursement to the state for past central Arizona
24 water conservation district payments, one dollar reverts to the state general
25 fund in the year that the reimbursement is collected.

26 Of the amount appropriated for natural resource conservation districts
27 in fiscal year 2013-2014, \$30,000 shall be used to provide grants to natural
28 resource conservation districts environmental education centers.

29 Sec. 55. LEGISLATURE

	<u>2013-14</u>
30	
31 <u>Senate</u>	
32 Lump sum appropriation	\$ 8,036,300*
33 Fund sources:	
34 State general fund	\$ 8,036,300

35 Included in the lump sum appropriation of \$8,036,300 for fiscal year
36 2013-2014 is \$1,000 for the purchase of mementos and items for visiting
37 officials.

38 <u>House of representatives</u>	
39 Lump sum appropriation	\$ 13,067,100*
40 Fund sources:	
41 State general fund	\$ 13,067,100

42 Included in the lump sum appropriation of \$13,067,100 for fiscal year
43 2013-2014 is \$1,000 for the purchase of mementos and items for visiting
44 officials.

1	<u>Legislative council</u>	
2	FTE positions	47.0
3	Operating lump sum appropriation	\$ 7,276,700
4	Ombudsman-citizens aide office	<u>608,000</u>
5	Total appropriation - legislative	
6	council	\$ 7,884,700*
7	Fund sources:	
8	State general fund	\$ 7,884,700
9	Dues for the council of state governments shall be expended only on an	
10	affirmative vote of the legislative council.	
11	<u>Joint legislative budget committee</u>	
12	FTE positions	29.0
13	Lump sum appropriation	\$ 2,418,800*
14	Fund sources:	
15	State general fund	\$ 2,418,800
16	<u>Auditor general</u>	
17	FTE positions	184.8
18	Lump sum appropriation	\$ 17,240,100*
19	Fund sources:	
20	State general fund	\$ 17,240,100
21	Included in the lump sum appropriation is funding to pay state rent at	
22	the statewide rate.	
23	Sec. 56. DEPARTMENT OF LIQUOR LICENSES AND CONTROL	
24		<u>2013-14</u>
25	FTE positions	45.2
26	Lump sum appropriation	\$ 2,850,400
27	Fund sources:	
28	Liquor licenses fund	\$ 2,850,400
29	Sec. 57. ARIZONA STATE LOTTERY COMMISSION	
30		<u>2013-14</u>
31	FTE positions	98.8
32	Operating lump sum appropriation	\$ 8,230,300
33	Advertising	<u>15,500,000</u>
34	Total appropriation - Arizona state	
35	lottery commission	\$ 23,730,300
36	Fund source:	
37	State lottery fund	\$ 23,730,300
38	An amount equal to 3.6 per cent of actual instant ticket sales is	
39	appropriated for the printing of instant tickets or for contractual	
40	obligations concerning instant ticket distribution. This amount is currently	
41	estimated to be \$16,858,500 in fiscal year 2013-2014.	

1 An amount equal to a percentage of actual online game sales as
 2 determined by contract is appropriated for payment of online vendor fees.
 3 This amount is currently estimated to be \$9,508,400, or 3.7 per cent of
 4 actual online ticket sales in fiscal year 2013-2014.

5 An amount equal to 6.5 per cent of gross lottery game sales, less tab
 6 tickets, is appropriated for payment of sales commissions to ticket
 7 retailers. An additional amount not to exceed 0.5 per cent of gross lottery
 8 game sales is appropriated for payment of sales commissions to ticket
 9 retailers. The combined amount is currently estimated to be 6.7 per cent of
 10 total ticket sales, or \$48,352,000 in fiscal year 2013-2014.

11 An amount equal to twenty per cent of tab ticket sales is appropriated
 12 for payment of sales commissions to charitable organizations. This amount is
 13 currently estimated to be \$721,100 in fiscal year 2013-2014.

14 Sec. 58. BOARD OF MASSAGE THERAPY

	<u>2013-14</u>
FTE positions	5.0
Lump sum appropriation	\$ 415,500
Fund sources:	
Board of massage therapy fund	\$ 415,500

20 Sec. 59. ARIZONA MEDICAL BOARD

	<u>2013-14</u>
FTE positions	58.5
Lump sum appropriation	\$ 5,809,400
Fund sources:	
Arizona medical board fund	\$ 5,809,400

26 The Arizona medical board may use up to seven per cent of the Arizona
 27 medical board fund balance remaining at the end of each fiscal year for a
 28 performance based incentive program the following fiscal year based on the
 29 program established by section 38-618, Arizona Revised Statutes.

30 Sec. 60. STATE MINE INSPECTOR

	<u>2013-14</u>
FTE positions	14.0
Operating lump sum appropriation	\$ 994,600
Abandoned mines	189,000
Aggregate mined land reclamation	<u>112,500</u>
Total appropriation - state mine inspector	\$ 1,296,100
Fund sources:	
State general fund	\$ 1,183,600
Aggregate mining reclamation fund	112,500

40 All aggregate mining reclamation fund receipts received by the state
 41 mine inspector in excess of \$112,500 in fiscal year 2013-2014 are
 42 appropriated to the aggregate mined land reclamation line item. Before the
 43 expenditure of any aggregate mining reclamation fund receipts in excess of
 44 \$112,500 in fiscal year 2013-2014, the state mine inspector shall report the
 45 intended use of the monies to the joint legislative budget committee.

46 Sec. 61. NATUROPATHIC PHYSICIANS MEDICAL BOARD

1			<u>2013-14</u>
2	FTE positions		2.0
3	Lump sum appropriation	\$	172,000
4	Fund sources:		
5	Naturopathic physicians medical		
6	board fund	\$	172,000
7	Sec. 62. ARIZONA NAVIGABLE STREAM ADJUDICATION COMMISSION		
8			<u>2013-14</u>
9	FTE positions		2.0
10	Lump sum appropriation	\$	126,200
11	Fund sources:		
12	State general fund	\$	126,200
13	Sec. 63. ARIZONA STATE BOARD OF NURSING		
14			<u>2013-14</u>
15	FTE positions		42.2
16	Lump sum appropriation	\$	4,178,100
17	Fund sources:		
18	Board of nursing fund	\$	4,178,100
19	Sec. 64. BOARD OF EXAMINERS OF NURSING CARE INSTITUTION ADMINISTRATORS AND		
20	ASSISTED LIVING FACILITY MANAGERS		
21			<u>2013-14</u>
22	FTE positions		6.0
23	Lump sum appropriation	\$	406,700
24	Fund sources:		
25	Nursing care institution		
26	administrators' licensing and		
27	assisted living facility		
28	managers' certification fund	\$	406,700
29	Sec. 65. BOARD OF OCCUPATIONAL THERAPY EXAMINERS		
30			<u>2013-14</u>
31	FTE positions		1.5
32	Lump sum appropriation	\$	167,900
33	Fund sources:		
34	Occupational therapy fund	\$	167,900
35	Sec. 66. STATE BOARD OF DISPENSING OPTICIANS		
36			<u>2013-14</u>
37	FTE positions		1.0
38	Lump sum appropriation	\$	131,300
39	Fund sources:		
40	Board of dispensing opticians fund	\$	131,300
41	Sec. 67. STATE BOARD OF OPTOMETRY		
42			<u>2013-14</u>
43	FTE positions		2.0
44	Lump sum appropriation	\$	197,800
45	Fund sources:		
46	Board of optometry fund	\$	197,800

1	Sec. 68. ARIZONA BOARD OF OSTEOPATHIC EXAMINERS IN MEDICINE AND SURGERY	
2		<u>2013-14</u>
3	FTE positions	6.7
4	Lump sum appropriation	\$ 759,400
5	Fund sources:	
6	Board of osteopathic examiners fund	\$ 759,400
7	Sec. 69. ARIZONA STATE PARKS BOARD	
8		<u>2013-14</u>
9	FTE positions	163.0
10	Operating lump sum appropriation	\$ 10,451,800
11	Kartchner caverns state park	<u>2,197,700</u>
12	Total appropriation - Arizona state parks	
13	board	\$ 12,649,500
14	Fund sources:	
15	State parks revenue fund	\$ 12,649,500
16	All other operating expenditures include \$26,000 from the state parks	
17	revenue fund for Fool Hollow state park revenue sharing. If receipts to Fool	
18	Hollow exceed \$260,000 in fiscal year 2013-2014, an additional ten per cent	
19	of this increase of Fool Hollow receipts is appropriated from the state parks	
20	revenue fund to meet the revenue sharing agreement with the city of Show Low	
21	and the United States forest service.	
22	Sec. 70. STATE PERSONNEL BOARD	
23		<u>2013-14</u>
24	FTE positions	3.0
25	Lump sum appropriation	\$ 364,500
26	Fund sources:	
27	Personnel division fund -	
28	personnel board subaccount	\$ 364,500
29	Sec. 71. OFFICE OF PEST MANAGEMENT	
30		<u>2013-14</u>
31	FTE positions	30.0
32	Lump sum appropriation	\$ 1,999,700
33	Fund sources:	
34	Pest management fund	\$ 1,999,700
35	Sec. 72. ARIZONA STATE BOARD OF PHARMACY	
36		<u>2013-14</u>
37	FTE positions	18.0
38	Lump sum appropriation	\$ 2,008,600
39	Fund sources:	
40	Arizona state board of pharmacy	
41	fund	\$ 2,008,600
42	Sec. 73. BOARD OF PHYSICAL THERAPY	
43		<u>2013-14</u>
44	FTE positions	4.0
45	Lump sum appropriation	\$ 424,800
46	Fund sources:	

1	Board of physical therapy fund	\$	424,800
2	Sec. 74. ARIZONA PIONEERS' HOME		
3			<u>2013-14</u>
4	FTE positions		106.3
5	Operating lump sum appropriation	\$	6,035,000
6	Prescription drugs		<u>200,000</u>
7	Total appropriation - pioneers' home	\$	6,235,000
8	Fund sources:		
9	State general fund	\$	1,604,800
10	Miners' hospital fund		2,106,500
11	State charitable fund		2,523,700

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

16	Sec. 75. STATE BOARD OF PODIATRY EXAMINERS		
17			<u>2013-14</u>
18	FTE positions		1.0
19	Lump sum appropriation	\$	143,000
20	Fund sources:		
21	Podiatry fund	\$	143,000

22	Sec. 76. COMMISSION FOR POSTSECONDARY EDUCATION		
23			<u>2013-14</u>
24	FTE positions		5.0
25	Operating lump sum appropriation	\$	178,300
26	Leveraging educational assistance		
27	partnership (LEAP)		2,319,500
28	Arizona college and career guide		21,300
29	Math and science teacher		
30	initiative		176,000
31	Arizona minority educational		
32	policy analysis center		100,000
33	Twelve plus partnership		<u>130,500</u>
34	Total appropriation - commission for		
35	postsecondary education	\$	2,925,600
36	Fund sources:		
37	State general fund	\$	1,396,800
38	Postsecondary education fund		1,528,800

39 Each participating institution, public or private, in order to be
 40 eligible to receive state matching funds under the leveraging educational
 41 assistance partnership for grants to students, shall provide an amount of
 42 institutional matching funds that equals the amount of funds provided by the
 43 state to the institution for the leveraging educational assistance
 44 partnership. Administrative expenses incurred by the commission for
 45 postsecondary education shall be paid from institutional matching funds and
 46 shall not exceed twelve per cent of the funds in fiscal year 2013-2014.

1 Any unencumbered balance remaining in the postsecondary education fund
 2 on June 30, 2013, and all grant monies and other revenues received by the
 3 commission for postsecondary education, when paid into the state treasury,
 4 are appropriated for the explicit purposes designated by line items and for
 5 additional responsibilities prescribed in sections 15-1851 and 15-1852,
 6 Arizona Revised Statutes.

7 The appropriations for the Arizona college and career guide, Arizona
 8 minority educational policy analysis center and twelve plus partnership are
 9 estimates representing all monies distributed to this fund, including balance
 10 forward, revenue and transfers, during fiscal year 2013-2014. The
 11 appropriations shall be adjusted as necessary to reflect actual final
 12 receipts credited to the postsecondary education fund.

13 Sec. 77. STATE BOARD FOR PRIVATE POSTSECONDARY EDUCATION

14		<u>2013-14</u>
15	FTE positions	4.0
16	Lump sum appropriation	\$ 628,500
17	Fund sources:	
18	Board for private postsecondary	
19	education fund	\$ 628,500

20 Sec. 78. STATE BOARD OF PSYCHOLOGIST EXAMINERS

21		<u>2013-14</u>
22	FTE positions	4.0
23	Lump sum appropriation	\$ 362,900
24	Fund sources:	
25	Board of psychologist examiners	
26	fund	\$ 362,900

27 Sec. 79. DEPARTMENT OF PUBLIC SAFETY

28		<u>2013-14</u>
29	FTE positions	1,904.7
30	Operating lump sum appropriation	\$206,125,700
31	GIITEM	21,303,600
32	GIITEM subaccount	2,390,000
33	Motor vehicle fuel	3,935,500
34	Public safety equipment	<u>2,390,000</u>

35 Total appropriation - department of public
 36 safety \$236,144,800

37	Fund sources:	
38	State general fund	\$ 51,848,700
39	Highway user revenue fund	119,961,000
40	State highway fund	6,780,000
41	Arizona highway patrol fund	19,748,700
42	Automation operations fund	296,200
43	Criminal justice enhancement fund	2,879,900
44	Safety enforcement and transportation	
45	infrastructure fund	1,574,700
46	Crime laboratory assessment fund	871,900

1	Crime laboratory operations fund	14,759,100
2	Arizona deoxyribonucleic acid	
3	identification system fund	6,335,600
4	Automated fingerprint identification	
5	system fund	3,009,900
6	Gang and immigration intelligence	
7	team enforcement mission border	
8	security and law enforcement	
9	subaccount	2,390,000
10	Motorcycle safety fund	205,000
11	Risk management revolving fund	1,199,000
12	Parity compensation fund	1,895,100
13	Public safety equipment fund	2,390,000

14 Of the \$21,303,600 appropriated to GIITEM, \$9,327,000 shall be used for
15 one hundred department of public safety GIITEM personnel. The additional
16 staff shall include at least fifty sworn department of public safety
17 positions to be used for immigration enforcement and border security and
18 fifty department of public safety positions to assist GIITEM in various
19 efforts, including: 1) strict enforcement of all federal law relating to
20 illegal aliens and arresting illegal aliens, 2) responding to or assisting
21 any county sheriff or attorney in investigating complaints of employment of
22 illegal aliens, 3) enforcing Arizona's law known as the Legal Arizona Workers
23 Act, strict enforcement of Arizona's SB 1070, Arizona's "Support Our Law
24 Enforcement and Safe Neighborhoods Act", investigating crimes of identity
25 theft in the context of hiring illegal aliens and the unlawful entry into the
26 country and 4) taking strict enforcement action. Any change in the GIITEM
27 mission or allocation of monies must be approved by the joint legislative
28 budget committee. The department shall submit an expenditure plan to the
29 joint legislative budget committee for review before expending any monies not
30 identified in the department's previous expenditure plans.

31 Of the \$21,303,600 appropriated to GIITEM, only \$2,603,400 shall be
32 deposited in the GIITEM fund established by section 41-1724, Arizona Revised
33 Statutes, and is appropriated for the purposes of that section. The
34 \$2,603,400 is exempt from the provisions of section 35-190, Arizona Revised
35 Statutes, relating to the lapsing of appropriations. This state recognizes
36 that states have inherent authority to arrest a person for any immigration
37 violation.

38 Any monies remaining in the department of public safety joint account
39 on June 30, 2014 shall revert to the funds from which they were appropriated.
40 The reverted monies shall be returned in direct proportion to the amounts
41 appropriated.

42 On or before November 1, 2013, the department shall provide to the
43 joint legislative budget committee and the governor's office of strategic
44 planning and budgeting a report on a plan to consolidate the Arizona
45 counterterrorism information center with another governmental entity

1 beginning in fiscal year 2014-2015. The report shall include an estimate of
 2 savings to this state as a result of the consolidation.

3 Sec. 80. ARIZONA DEPARTMENT OF RACING

4		<u>2013-14</u>
5	FTE positions	40.5
6	Operating lump sum appropriation	\$ 2,831,200
7	Arizona breeders' award	250,000
8	County fairs livestock and	
9	agricultural promotion	<u>1,779,500</u>

10 Total appropriation - department of
 11 racing \$ 4,860,700

12 Fund sources:

13	State general fund	\$ 2,029,500
14	Racing regulation fund	2,831,200

15 The amount appropriated to the county fairs livestock and agricultural
 16 promotion line item is for deposit in the county fairs livestock and
 17 agricultural promotion fund administered by the office of the governor.

18 Sec. 81. RADIATION REGULATORY AGENCY

19		<u>2013-14</u>
20	FTE positions	29.0
21	Lump sum appropriation	\$ 1,574,600
22	Fund sources:	
23	State general fund	\$ 744,800
24	State radiologic technologist	
25	certification fund	266,000
26	Radiation regulatory fee fund	563,800

27 Sec. 82. STATE REAL ESTATE DEPARTMENT

28		<u>2013-14</u>
29	FTE positions	37.0
30	Lump sum appropriation	\$ 2,902,200
31	Fund sources:	
32	State general fund	\$ 2,902,200

33 Sec. 83. RESIDENTIAL UTILITY CONSUMER OFFICE

34		<u>2013-14</u>
35	FTE positions	11.0
36	Operating lump sum appropriation	\$ 1,154,900
37	Professional witnesses	<u>145,000*</u>

38 Total appropriation - residential utility
 39 consumer office \$ 1,299,900

40 Fund sources:

41	Residential utility consumer	
42	office revolving fund	\$ 1,299,900

43 Sec. 84. BOARD OF RESPIRATORY CARE EXAMINERS

44		<u>2013-14</u>
45	FTE positions	4.0
46	Lump sum appropriation	\$ 281,900

1	Fund sources:	
2	Board of respiratory care	
3	examiners fund	\$ 281,900
4	Sec. 85. STATE RETIREMENT SYSTEM	
5		<u>2013-14</u>
6	FTE positions	245.9
7	Operating lump sum appropriation	\$ 23,959,500
8	Automation upgrades	<u>1,390,000*</u>
9	Total appropriation - state	
10	retirement system	\$ 25,349,500
11	Fund sources:	
12	State retirement system	
13	administration account	\$ 22,549,500
14	Long-term disability trust fund	
15	administration account	2,800,000
16	Sec. 86. DEPARTMENT OF REVENUE	
17		<u>2013-14</u>
18	FTE positions	861.8
19	Operating lump sum appropriation	\$ 63,029,700
20	BRITS operational support	7,452,200
21	Unclaimed property administration	
22	and audit	<u>1,770,000</u>
23	Total appropriation - department of revenue	\$ 72,251,900
24	Fund sources:	
25	State general fund	\$ 45,509,900
26	DOR administrative fund	24,990,700
27	Liability setoff revolving fund	1,080,100
28	Tobacco tax and health care fund	671,200
29	If twelve and one-half per cent of the total dollar value of properties	
30	recovered by unclaimed property contract auditors exceeds \$1,770,000, the	
31	excess amount shall be transferred from the state general fund to the DOR	
32	administrative fund and appropriated to the department for contract auditor	
33	fees.	
34	The department shall report the department's general fund revenue	
35	enforcement goals for fiscal year 2013-2014 to the joint legislative budget	
36	committee on or before September 30, 2013. The department shall provide an	
37	annual progress report to the joint legislative budget committee as to the	
38	effectiveness of the department's overall enforcement and collections program	
39	for fiscal year 2013-2014 on or before September 30, 2014. The reports shall	
40	include a comparison of projected and actual general fund revenue enforcement	
41	collections for fiscal year 2013-2014.	
42	Sec. 87. SCHOOL FACILITIES BOARD	
43		<u>2013-14</u>
44	FTE positions	17.0
45	Operating lump sum appropriation	\$ 1,610,700
46	New school facilities debt service	174,165,000

1	FTE positions	3.0
2	Lump sum appropriation	\$ 212,500
3	Fund sources:	
4	Special services revolving fund	\$ 212,500
5	Sec. 90. STATE BOARD OF TAX APPEALS	
6		<u>2013-14</u>
7	FTE positions	4.0
8	Lump sum appropriation	\$ 254,800
9	Fund sources:	
10	State general fund	\$ 254,800
11	Sec. 91. BOARD OF TECHNICAL REGISTRATION	
12		<u>2013-14</u>
13	FTE positions	25.0
14	Lump sum appropriation	\$ 2,076,200
15	Fund sources:	
16	Technical registration fund	\$ 2,076,200
17	Sec. 92. OFFICE OF TOURISM	
18		<u>2013-14</u>
19	FTE positions	28.0
20	Tourism fund deposit	\$ 7,000,000
21	Fund sources:	
22	State general fund	\$ 7,000,000
23	Sec. 93. DEPARTMENT OF TRANSPORTATION	
24		<u>2013-14</u>
25	FTE positions	4,548.0
26	Operating lump sum appropriation	\$203,274,000
27	Attorney general legal services	2,895,600
28	Highway maintenance	131,195,400
29	Vehicles and heavy equipment	26,702,200
30	Fraud investigation	755,400
31	New third party funding	<u>943,700</u>
32	Total appropriation - Arizona department	
33	of transportation	\$365,766,300
34	Fund sources:	
35	State general fund	\$ 50,500
36	Air quality fund	72,800
37	Driving under the influence	
38	abatement fund	148,000
39	Highway user revenue fund	625,600
40	Motor vehicle liability	
41	insurance enforcement fund	1,060,600
42	Safety enforcement and	
43	transportation infrastructure	
44	fund	1,868,900
45	State aviation fund	1,585,600
46	State highway fund	332,207,800

1	Transportation department	
2	equipment fund	26,702,200
3	Vehicle inspection and title	
4	enforcement fund	1,444,300

5 It is the intent of the legislature that the department not include any
6 administrative overhead expenditures in duplicate driver license fees charged
7 to the public.

8 Of the total amount appropriated, \$131,195,400 in fiscal year 2013-2014
9 for highway maintenance is exempt from the provisions of section 35-190,
10 Arizona Revised Statutes, relating to lapsing of appropriations, except that
11 all unexpended and unencumbered monies of the appropriation revert to their
12 fund of origin, either the state highway fund or the safety enforcement and
13 transportation infrastructure fund, on August 31, 2014.

14 The department of transportation shall submit an annual report to the
15 joint legislative budget committee on progress in improving motor vehicle
16 division wait times and vehicle registration renewal by mail turnaround times
17 in a format similar to prior years. The report is due on July 31, 2014 for
18 fiscal year 2013-2014.

19 Of the \$365,766,300 appropriation to the department of transportation,
20 the department of transportation shall pay \$16,773,800 in fiscal year
21 2013-2014 from all funds to the department of administration for its risk
22 management payment.

23 Sec. 94. STATE TREASURER

24		<u>2013-14</u>
25	FTE positions	30.4
26	Operating lump sum appropriation	\$ 2,731,000
27	Justice of the peace salaries	1,205,100
28	Law enforcement/boating safety	
29	fund grants	<u>2,183,800</u>
30	Total appropriation - state treasurer	\$ 6,119,900
31	Fund sources:	
32	State general fund	\$ 1,205,100
33	Law enforcement and boating	
34	safety fund	2,183,800
35	State treasurer empowerment	
36	scholarship account fund	40,000
37	State treasurer's operating fund	2,493,000
38	State treasurer's management fund	198,000

39 Sec. 95. ARIZONA BOARD OF REGENTS

40		<u>2013-14</u>
41	FTE positions	25.9
42	Operating lump sum appropriation	\$ 2,350,600
43	Arizona teachers incentive program	90,000
44	Arizona transfer articulation	
45	support system	213,700
46	Student financial assistance	10,041,200

1	Western interstate commission	
2	office	125,000
3	Performance funding	5,000,000
4	WICHE student subsidies	<u>4,106,000</u>
5	Total appropriation - Arizona board of	
6	regents	\$ 21,926,500
7	Fund sources:	
8	State general fund	\$ 21,926,500

9 The \$5,000,000 appropriation for performance funding shall be allocated
10 by the Arizona board of regents to the three universities under its
11 jurisdiction in accordance with a performance funding model to be adopted by
12 the board that is substantially similar to what the board used in allocating
13 the performance funding appropriation for fiscal year 2012-2013.

14 It is the intent of the legislature that the Arizona board of regents
15 adopt a performance funding model and report the final allocation of the
16 \$5,000,000 performance funding lump sum appropriation on or before July 1,
17 2013. The formula shall be consistent with board objectives previously
18 adopted in the board's enterprise plan. The performance funding model shall
19 use select performance metrics that include, at a minimum, the increase in
20 degrees awarded, the increase in completed student credit hours and the
21 increase in externally generated research and public service funding. The
22 formula may give added weight to degrees related to science, technology,
23 engineering and math, as well as other high-value degrees that are in short
24 supply or are essential to the state's long-term economic development
25 strategy.

26 It is further the intent of the legislature that the Arizona board of
27 regents use the adopted performance funding model in developing and
28 submitting future budget requests for the universities under its
29 jurisdiction, and that the legislature use the performance funding model in
30 the development of future fiscal year appropriations for the universities
31 under the jurisdiction of the Arizona board of regents.

32 Within ten days after the acceptance of the universities' semiannual
33 all funds budget reports, the Arizona board of regents shall submit an
34 expenditure plan for review to the joint legislative budget committee. The
35 expenditure plan shall include any tuition revenue amounts that are greater
36 than the appropriated amounts and all retained tuition and fee revenue
37 expenditures for the current fiscal year. The additional revenue expenditure
38 plan shall provide as much detail as the university budget requests.

39 Sec. 96. ARIZONA STATE UNIVERSITY - TEMPE AND DOWNTOWN PHOENIX CAMPUSES

40		<u>2013-14</u>
41	FTE positions	6,142.9
42	Operating lump sum appropriation	\$509,488,800
43	Biomedical informatics	1,955,200
44	Parity funding	20,444,400
45	Downtown Phoenix campus	<u>102,227,600</u>
46	Total appropriation - Arizona state	

1	university - Tempe and downtown	
2	Phoenix campuses	\$634,116,000
3	Fund sources:	
4	State general fund	\$181,431,000
5	University collections fund	452,685,000

6 It is the intent of the legislature that the general fund base funding
 7 for Arizona state university - Tempe and downtown Phoenix campuses is
 8 \$256,191,400. This appropriation includes a deferral of \$74,760,400 from
 9 fiscal year 2013-2014 to fiscal year 2014-2015. This deferral shall be paid
 10 as required in this act.

11 The state general fund appropriations shall not be used for alumni
 12 association funding.

13 The appropriated monies shall not be used for scholarships or any
 14 student newspaper.

15 Any unencumbered balances remaining in the collections account on June
 16 30, 2013 and all collections received by the university during the fiscal
 17 year, when paid into the state treasury, are appropriated for operating
 18 expenditures, capital outlay and fixed charges. Earnings on state lands and
 19 interest on the investment of the permanent land funds are appropriated in
 20 compliance with the enabling act and the Constitution of Arizona. No part of
 21 this appropriation may be expended for supplemental life insurance or
 22 supplemental retirement. Receipts from summer session, when deposited in the
 23 state treasury, together with any unencumbered balance in the summer session
 24 account, are appropriated for the purpose of conducting summer sessions but
 25 are excluded from the amounts enumerated above.

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

29 It is the intent of the legislature to appropriate funding to Arizona
 30 state university and northern Arizona university with the goal of achieving
 31 per student funding parity between the universities under the jurisdiction of
 32 the Arizona board of regents no later than the beginning of fiscal year
 33 2016-2017.

34 Sec. 97. ARIZONA STATE UNIVERSITY - EAST CAMPUS

35		<u>2013-14</u>
36	FTE positions	425.6
37	Operating lump sum appropriation	\$ 48,102,300
38	Parity funding	3,497,800
39	TRIF lease-purchase payment	<u>2,000,000</u>
40	Total appropriation - Arizona state	
41	university - East campus	\$ 53,600,100
42	Fund sources:	
43	State general fund	\$ 16,009,200
44	University collections fund	35,590,900
45	Technology and research initiative	
46	fund	2,000,000

1 It is the intent of the legislature that the general fund base funding
2 for Arizona state university - East campus is \$21,759,400. This
3 appropriation includes a deferral of \$5,750,200 from fiscal year 2013-2014 to
4 fiscal year 2014-2015. This deferral shall be paid as required in this act.

5 The state general fund appropriations shall not be used for alumni
6 association funding.

7 The appropriated monies shall not be used for scholarships or any
8 student newspaper.

9 Any unencumbered balances remaining in the collections account on June
10 30, 2013 and all collections received by the university during the fiscal
11 year, when paid into the state treasury, are appropriated for operating
12 expenditures, capital outlay and fixed charges. Earnings on state lands and
13 interest on the investment of the permanent land funds are appropriated in
14 compliance with the enabling act and the Constitution of Arizona. No part of
15 this appropriation may be expended for supplemental life insurance or
16 supplemental retirement. Receipts from summer session, when deposited in the
17 state treasury, together with any unencumbered balance in the summer session
18 account, are appropriated for the purpose of conducting summer sessions but
19 are excluded from the amounts enumerated above.

20 It is the intent of the legislature to appropriate funding to Arizona
21 state university and northern Arizona university with the goal of achieving
22 per student funding parity between the universities under the jurisdiction of
23 the Arizona board of regents no later than the beginning of fiscal year
24 2016-2017.

25 Sec. 98. ARIZONA STATE UNIVERSITY - WEST CAMPUS

26		<u>2013-14</u>
27	FTE positions	562.9
28	Operating lump sum appropriation	\$ 63,614,800
29	TRIF lease-purchase payment	<u>1,600,000</u>
30	Total appropriation - Arizona state	
31	university - West campus	\$ 65,214,800
32	Fund sources:	
33	State general fund	\$ 23,224,600
34	University collections fund	40,390,200
35	Technology and research initiative	
36	fund	1,600,000

37 It is the intent of the legislature that the general fund base funding
38 for Arizona state university - West campus is \$33,289,400. This
39 appropriation includes a deferral of \$10,064,800 from fiscal year 2013-2014
40 to fiscal year 2014-2015. This deferral shall be paid as required in this
41 act.

42 The state general fund appropriations shall not be used for alumni
43 association funding.

44 The appropriated monies shall not be used for scholarships or any
45 student newspaper.

1 Any unencumbered balances remaining in the collections account on June
2 30, 2013 and all collections received by the university during the fiscal
3 year, when paid into the state treasury, are appropriated for operating
4 expenditures, capital outlay and fixed charges. Earnings on state lands and
5 interest on the investment of the permanent land funds are appropriated in
6 compliance with the enabling act and the Constitution of Arizona. No part of
7 this appropriation may be expended for supplemental life insurance or
8 supplemental retirement. Receipts from summer session, when deposited in the
9 state treasury, together with any unencumbered balance in the summer session
10 account, are appropriated for the purpose of conducting summer sessions but
11 are excluded from the amounts enumerated above.

12 Sec. 99. NORTHERN ARIZONA UNIVERSITY

	<u>2013-14</u>
13 FTE positions	2,057.2
14 Operating lump sum appropriation	\$168,296,800
15 Parity funding	6,605,200
16 NAU - Yuma	3,066,700
17 Teacher training	<u>2,290,600</u>
18	
19 Total appropriation - Northern Arizona	
20 university	\$180,259,300
21 Fund sources:	
22 State general fund	\$ 72,850,200
23 University collections fund	107,409,100

24 It is the intent of the legislature that the general fund base funding
25 for Northern Arizona university is \$103,345,000. This appropriation includes
26 a deferral of \$30,494,800 from fiscal year 2013-2014 to fiscal year
27 2014-2015. This deferral shall be paid as required in this act.

28 The state general fund appropriations shall not be used for alumni
29 association funding.

30 The appropriated monies shall not be used for scholarships or any
31 student newspaper.

32 Any unencumbered balances remaining in the collections account on June
33 30, 2013 and all collections received by the university during the fiscal
34 year, when paid into the state treasury, are appropriated for operating
35 expenditures, capital outlay and fixed charges. Earnings on state lands and
36 interest on the investment of the permanent land funds are appropriated in
37 compliance with the enabling act and the Constitution of Arizona. No part of
38 this appropriation may be expended for supplemental life insurance or
39 supplemental retirement. Receipts from summer session, when deposited in the
40 state treasury, together with any unencumbered balance in the summer session
41 account, are appropriated for the purpose of conducting summer sessions but
42 are excluded from the amounts enumerated above.

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

5 It is the intent of the legislature to appropriate funding to Arizona
 6 state university and northern Arizona university with the goal of achieving
 7 per student funding parity between the universities under the jurisdiction of
 8 the Arizona board of regents no later than the beginning of fiscal year
 9 2016-2017.

10 Sec. 100. UNIVERSITY OF ARIZONA

	<u>2013-14</u>
11 <u>Main campus</u>	
12 FTE positions	5,365.0
13 Operating lump sum appropriation	\$346,072,000
14 Agriculture	36,767,100
15 Arizona cooperative extension	12,779,800
16 Freedom center	500,000
17 Sierra Vista campus	<u>7,031,500</u>
18 Total - Main campus	\$403,150,400
19 Fund sources:	
20 State general fund	\$133,232,400
21 University collections fund	269,918,000
22 <u>Health sciences center</u>	
23 FTE positions	1,054.1
24 Operating lump sum appropriation	\$ 56,896,700
25 Clinical rural rotation	357,600
26 Clinical teaching support	8,587,000
27 Liver research institute	458,500
28 Phoenix medical campus	28,575,200
29 Telemedicine network	<u>1,853,900</u>
30 Total - health sciences center	\$ 96,728,900
31 Fund sources:	
32 State general fund	\$ 52,808,600
33 University collections fund	43,920,300
34 Total appropriation - university of	
35 Arizona	<u>\$499,879,300</u>
36 Fund sources:	
37 State general fund	\$186,041,000
38 University collections fund	313,838,300

39 It is the intent of the legislature that the general fund base funding
 40 for university of Arizona - main campus is \$195,385,500. This appropriation
 41 includes a deferral of \$62,153,100 from fiscal year 2013-2014 to fiscal year
 42 2014-2015. This deferral shall be paid as required in this act.
 43

1 It is the intent of the legislature that the general fund base funding
 2 for university of Arizona - health sciences center is \$69,585,300. This
 3 appropriation includes a deferral of \$16,776,700 from fiscal year 2013-2014
 4 to fiscal year 2014-2015. This deferral shall be paid as required in this
 5 act.

6 The state general fund appropriations shall not be used for alumni
 7 association funding.

8 The appropriated monies shall not be used for scholarships or any
 9 student newspaper.

10 Any unencumbered balances remaining in the collections account on June
 11 30, 2013 and all collections received by the university during the fiscal
 12 year, when paid into the state treasury, are appropriated for operating
 13 expenditures, capital outlay and fixed charges. Earnings on state lands and
 14 interest on the investment of the permanent land funds are appropriated in
 15 compliance with the enabling act and the Constitution of Arizona. No part of
 16 this appropriation may be expended for supplemental life insurance or
 17 supplemental retirement. Receipts from summer session, when deposited in the
 18 state treasury, together with any unencumbered balance in the summer session
 19 account, are appropriated for the purpose of conducting summer sessions but
 20 are excluded from the amounts enumerated above.

21 Sec. 101. DEPARTMENT OF VETERANS' SERVICES

22		<u>2013-14</u>
23	FTE positions	500.3
24	Operating lump sum appropriation	\$ 2,973,200
25	Arizona state veterans' homes	27,614,700
26	Southern Arizona cemetery	275,600
27	Veterans' benefit counseling	<u>2,848,100</u>
28	Total appropriation - department of	
29	veterans' services	\$ 33,711,600
30	Fund sources:	
31	State general fund	\$ 5,212,800
32	State home for veterans' trust	
33	fund	27,614,700
34	State veterans' conservatorship	
35	fund	884,100

36 Sec. 102. ARIZONA STATE VETERINARY MEDICAL EXAMINING BOARD

37		<u>2013-14</u>
38	FTE positions	5.5
39	Lump sum appropriation	\$ 470,600
40	Fund sources:	
41	Veterinary medical examining	
42	board fund	\$ 470,600

1	Sec. 103. DEPARTMENT OF WATER RESOURCES	
2		<u>2013-14</u>
3	FTE positions	90.0
4	Operating lump sum appropriation	\$ 7,361,700
5	Adjudication support	1,212,900
6	Assured and adequate water supply	
7	administration	1,929,500
8	Rural water studies	1,139,600
9	Conservation and drought program	395,700
10	Automated groundwater monitoring	401,100
11	Lower Colorado river	
12	litigation expenses	<u>500,000*</u>
13	Total appropriation - department of water	
14	resources	\$ 12,940,500
15	Fund sources:	
16	State general fund	\$ 12,033,300
17	Water resources fund	640,400
18	Assured and adequate water	
19	supply administration fund	266,800
20	<p>Monies in the assured and adequate water supply administration line</p>	
21	<p>item shall be used only for the exclusive purposes prescribed in sections</p>	
22	<p>45-108 and 45-576 through 45-579, Arizona Revised Statutes. The department</p>	
23	<p>of water resources shall not transfer any funds into or out of the assured</p>	
24	<p>and adequate water supply administration line item.</p>	
25	<p>It is the intent of the legislature that monies in the rural water</p>	
26	<p>studies line item will be spent only to assess local water use needs and to</p>	
27	<p>develop plans for sustainable future water supplies in rural areas outside</p>	
28	<p>the state's AMAs and not be made available for other department operating</p>	
29	<p>expenditures.</p>	
30	<p>Monies in the adjudication support line item shall be used only for the</p>	
31	<p>exclusive purposes prescribed in section 45-256 and section 45-257,</p>	
32	<p>subsection B, paragraph 4, Arizona Revised Statutes. The department of water</p>	
33	<p>resources shall not transfer any funds into or out of the adjudication</p>	
34	<p>support line item.</p>	
35	<p>The department of water resources shall not transfer any monies from</p>	
36	<p>the lower Colorado river litigation expenses line item without the prior</p>	
37	<p>review of the joint legislative budget committee.</p>	
38	Sec. 104. DEPARTMENT OF WEIGHTS AND MEASURES	
39		<u>2013-14</u>
40	FTE positions	36.4
41	General services	\$ 1,603,200
42	Vapor recovery	618,600
43	Oxygenated fuel	<u>821,400</u>
44	Total appropriation - department	
45	of weights and measures	\$ 3,043,200

1 Fund sources:
2 State general fund \$ 1,284,000
3 Air quality fund 1,440,000
4 Motor vehicle liability insurance
5 enforcement fund 319,200

6 Fiscal Year 2012-2013 Appropriation Adjustments

7 Sec. 105. Department of administration; risk management
8 revolving fund; supplemental appropriation; fiscal
9 year 2012-2013

10 A. In addition to any other appropriations made in fiscal year
11 2012-2013, the following sums from the risk management revolving fund
12 established by section 41-622, Arizona Revised Statutes, are appropriated to
13 the department of administration in fiscal year 2012-2013 for the following
14 purposes:

- 15 1. \$618,400 to reimburse the federal government for disallowed costs
16 relating to attorney general legal services.
- 17 2. \$341,400 to reimburse the federal government for disallowed costs
18 relating to the government information technology agency.
- 19 3. \$2,767,500 to reimburse the federal government for fund transfers
20 prior to fiscal year 2012-2013.

21 B. It is the intent of the legislature that the department of
22 administration not enter into any agreements to pay for any federal
23 reimbursements related to excess balances in the special employee health
24 insurance trust fund established by section 38-654, Arizona Revised Statutes,
25 or interest payments made for the human resource information solution
26 certificate of participation, unless the proposed agreements are reviewed by
27 the joint legislative budget committee.

28 Sec. 106. AHCCCS; supplemental appropriation; reduction;
29 2012-2013

30 A. In addition to any other appropriation reductions made in fiscal
31 year 2012-2013, the appropriation to the Arizona health care cost containment
32 system is reduced by \$48,000,000 from the state general fund in fiscal year
33 2012-2013 to the Arizona health care cost containment system for proposition
34 204 services.

35 B. In addition to any other appropriations made in fiscal year
36 2012-2013 to the Arizona health care cost containment system, the sum of
37 \$48,000,000 is appropriated from expenditure authority to the Arizona health
38 care cost containment system for proposition 204 services.

39 Sec. 107. AHCCCS; appropriations; fiscal year 2012-2013;
40 political subdivision payments

41 A. All voluntary payments from political subdivisions to the Arizona
42 health care cost containment system administration for the safety net care
43 pool and related federal medicaid authority monies are appropriated to the
44 Arizona health care cost containment system administration in fiscal year
45 2012-2013.

1 B. All voluntary payments from political subdivisions to the Arizona
2 health care cost containment system administration for kidscare II and
3 related children's health insurance program fund monies are appropriated to
4 the Arizona health care cost containment system administration in fiscal year
5 2012-2013.

6 C. All monies from the city of Phoenix access to care assessment and
7 other political subdivision hospital assessments, including monies for
8 coverage expansion, and related federal medicaid authority monies are
9 appropriated in fiscal year 2012-2013. The Arizona health care cost
10 containment system administration shall report the amounts paid in fiscal
11 year 2012-2013 to the directors of the joint legislative budget committee and
12 the governor's office of strategic planning and budgeting on or before August
13 1, 2013 and in fiscal year 2013-2014 on or before February 1, 2014. The
14 Arizona health care cost containment system administration shall provide a
15 monthly report to the directors of the joint legislative budget committee and
16 the governor's office of strategic planning and budgeting on the number of
17 individuals provided health care coverage through this program or include
18 this information in the agency's monthly population by category report.

19 Sec. 108. Department of economic security; temporary assistance
20 for needy families block grant monies; fiscal year
21 2012-2013

22 Any federal temporary assistance for needy families block grant monies
23 received in fiscal year 2012-2013, including the beginning balance, by the
24 department of economic security in excess of \$220,775,800 is appropriated to
25 the department in fiscal year 2012-2013. For every dollar the department of
26 economic security receives in federal temporary assistance for needy families
27 block grant monies in fiscal year 2012-2013 in excess of the \$220,775,800
28 appropriated, minus any fiscal year 2011-2012 revertments expected to be
29 spent as administrative adjustments in fiscal year 2012-2013, there shall be
30 a corresponding dollar reduction in the department's long-term care system
31 fund appropriation. On or before June 30, 2013, the department shall notify
32 the joint legislative budget committee and the governor's office of strategic
33 planning and budgeting of the amount of long-term care system fund monies, if
34 any, that will not be expended under Laws 2012, chapter 294, section 28.

35 Sec. 109. Supplemental appropriation; basic state aid; fiscal
36 year 2012-2013; K-12 rollover; small district
37 payoff

38 In addition to any other appropriations made to the state board of
39 education and the superintendent of public instruction for fiscal year
40 2012-2013, the sum of \$21,900,000 is appropriated from the state general fund
41 to the state board of education and the superintendent of public instruction
42 in fiscal year 2012-2013 for basic state aid to eliminate the K-12 rollover
43 for school districts with a student count of less than six hundred pupils.

1 B. The following amounts are appropriated to the department of
2 administration from the automation projects fund established by section
3 41-714, Arizona Revised Statutes, in fiscal year 2013-2014 for the following
4 automation and information technology projects:

- 5 1. \$2,675,000 for improving and maintaining the state data center.
- 6 2. \$3,075,000 for enhancing statewide data security.
- 7 3. \$1,000,000 for enhancing enterprise architecture.
- 8 4. \$2,450,000 for project management of statewide automation and
9 information technology projects.
- 10 5. \$325,000 for projects related to e-government.
- 11 6. \$1,975,000 for web portal transition costs.

12 C. The sum of \$1,700,000 is appropriated to the department of
13 administration from the automation projects fund established by section
14 41-714, Arizona Revised Statutes, in fiscal year 2013-2014 for the second
15 year of a two-year project to implement, upgrade and maintain the taxpayer
16 accounting system, AZTaxes and data center consolidation for the business
17 reengineering integrated tax system operated by the department of revenue.

18 D. The sum of \$4,900,000 is appropriated to the department of
19 administration from the automation projects fund established by section
20 41-714, Arizona Revised Statutes, in fiscal year 2013-2014 for implementing
21 data security and encryption projects for the department of revenue.

22 E. The sum of \$8,000,000 is appropriated to the department of
23 administration from the automation projects fund established by section
24 41-714, Arizona Revised Statutes, in fiscal year 2013-2014 for implementing
25 upgrades to the adult information management system operated by the state
26 department of corrections.

27 F. The sum of \$5,000,000 is appropriated to the department of
28 administration from the automation projects fund established by section
29 41-714, Arizona Revised Statutes, in fiscal year 2013-2014 for implementing
30 e-licensing projects by the department of environmental quality.

31 G. The following amounts are appropriated to the department of
32 administration from the automation projects fund established by section
33 41-714, Arizona Revised Statutes, in fiscal year 2013-2014 for the following
34 automation and information technology projects:

35 1. \$7,000,000 for implementing, upgrading and maintaining the student
36 longitudinal data system and the education learning and accountability system
37 established pursuant to section 15-249, Arizona Revised Statutes.

38 2. In addition to the amount appropriated in paragraph 1 of this
39 subsection, any remaining balances as of June 30, 2013 from fees collected
40 from universities and community college districts from the education learning
41 and accountability fund established by section 15-249.02, Arizona Revised
42 Statutes, are appropriated for implementing, upgrading and maintaining the
43 student longitudinal data system and the education learning and
44 accountability system established pursuant to section 15-249, Arizona Revised
45 Statutes.

1 H. In addition to the initial review of expenditures from the
2 automation projects fund by the joint legislative budget committee pursuant
3 to section 41-714, Arizona Revised Statutes, monies appropriated in
4 subsections A through F of this section from the automation projects fund
5 established by section 41-714, Arizona Revised Statutes, shall not be used
6 for any purpose other than the specified purposes within each subsection
7 without prior review by the joint legislative budget committee.

8 I. The department of administration shall submit to the joint
9 legislative budget committee quarterly reports on or before the last day of
10 each calendar quarter on the implementation of projects described in this
11 section, including the projects' deliverables, timeline for completion and
12 current status.

13 Sec. 116. Board of athletic training; board of occupational
14 therapy examiners; use of fiscal year 2013-2014
15 appropriation

16 A. The board of athletic training may use up to \$431 of the board's
17 fiscal year 2013-2014 appropriation to pay obligations incurred in fiscal
18 year 2011-2012.

19 B. The board of occupational therapy examiners may use up to \$1,030 of
20 the board's fiscal year 2013-2014 appropriation to pay obligations incurred
21 in fiscal year 2011-2012.

22 Sec. 117. Arizona commerce authority; allocation

23 In accordance with section 43-409, Arizona Revised Statutes,
24 \$31,500,000 of state general fund withholding tax revenue is allocated in
25 fiscal year 2013-2014 to the Arizona commerce authority, of which \$10,000,000
26 shall be credited to the Arizona commerce authority fund established by
27 section 41-1506, Arizona Revised Statutes, and \$21,500,000 shall be credited
28 to the Arizona competes fund established by section 41-1545.01, Arizona
29 Revised Statutes.

30 Sec. 118. State forester; appropriation; study; fiscal year
31 2013-2014

32 A. The sum of \$100,000 is appropriated from the state general fund in
33 fiscal year 2013-2014 to the state forester to provide a grant for a study
34 that examines the resource management plans of counties selected by the
35 Arizona natural resources review council. The study shall determine whether
36 the resource management plans include specific desired outcomes of the county
37 regarding the management of animal species deemed threatened or endangered by
38 a federal agency, travel management rules and regulations of a federal agency
39 and forest health, including desired tree densities and management strategies
40 to reduce the risk of wildfire using private industry.

41 B. The scope of the study may be adjusted according to available
42 resources and the study's projected cost. Among eligible counties, a
43 multicounty collaboration may apply for a grant to perform the study.
44 Applications for grant monies must include a detailed scope of work and have
45 identified qualified vendors to perform the study. The Arizona natural
46 resources review council shall approve the grant recipient.

1 Fund Balance Transfers

2 Sec. 125. Fund balance transfers; fiscal year 2013-2014

3 A. Notwithstanding any other law, on or before June 30, 2014, the
4 following amounts from the following sources are transferred to the state
5 general fund for the purposes of providing adequate support and maintenance
6 for agencies of this state:

- 7 1. Arizona department of administration:
8 Special employee health insurance
9 trust fund \$68,000,000

10 B. Notwithstanding any other law, on or before June 30, 2014, the
11 following amounts from the following sources are transferred to the
12 department of corrections building renewal fund for the purposes of improving
13 the state department of corrections' facilities:

- 14 1. Corrections fund \$ 750,000
15 2. Prison construction and operations fund \$6,000,000
16 3. State charitable, penal and reformatory
17 institutions land fund \$1,250,000

18 Sec. 126. Fund balance transfers; fiscal year 2013-2014;
19 automation projects fund

20 In addition to the appropriations made in Laws 2012, chapter 294,
21 section 124, as amended by this act, the following amounts from the following
22 sources are transferred in fiscal year 2013-2014 for deposit into the
23 automation projects fund established by section 41-714, Arizona Revised
24 Statutes:

- 25 1. \$7,100,000 from the state general fund.
26 2. \$1,600,000 from the education learning and accountability fund
27 established by section 15-249.02, Arizona Revised Statutes.
28 3. In addition to any amount appropriated in paragraph 2 of this
29 section, any remaining balances as of June 30, 2013 from fees collected from
30 universities and community college districts from the education learning and
31 accountability fund established by section 15-249.02, Arizona Revised
32 Statutes.
33 4. \$5,000,000 from the emissions inspection fund established by
34 section 49-544, Arizona Revised Statutes.
35 5. \$8,130,000 from the automation operations fund established by
36 section 41-711, Arizona Revised Statutes.
37 6. \$4,000,000 from the state web portal fund established by section
38 41-3506, Arizona Revised Statutes.
39 7. \$345,000 from the information technology fund established by
40 section 41-3505, Arizona Revised Statutes.
41 8. \$5,500,000 from the inmate store proceeds fund established by
42 section 41-1604.02, Arizona Revised Statutes.
43 9. Notwithstanding section 42-3106, Arizona Revised Statutes,
44 \$2,500,000 from the state department of corrections revolving fund
45 established by section 42-3106, Arizona Revised Statutes.

1 Sec. 127. Fund balance transfers: fiscal year 2013-2014:
 2 automation projects fund: review: report

3 A. Notwithstanding any other law, on or before June 30, 2014, the
 4 following amounts from the following sources are transferred into the
 5 automation projects fund established by section 41-714, Arizona Revised
 6 Statutes, for the purpose of statewide information technology and automation
 7 projects, primarily the replacement of the state's financial accounting
 8 system, known as the Arizona financial information system. It is the intent
 9 of the legislature that the cost of replacing the Arizona financial
 10 information system be distributed proportionately among the state general
 11 fund and the following funds:

12 Department of administration:

13	Air quality fund	\$ 5,100
14	Construction insurance fund	21,500
15	Co-op state purchasing agreement	
16	fund	21,500
17	Corrections fund	4,000
18	Emergency telecommunication	
19	services revolving fund	124,300
20	IGA and ISA fund	37,800
21	Motor vehicle pool revolving fund	72,300
22	Payroll administration fund	1,000
23	Personnel division fund	79,900
24	Retiree accumulated sick leave fund	88,200
25	Risk management revolving fund	661,800
26	Special employee health insurance	
27	trust fund	5,496,000
28	Special events fund	100
29	Special services revolving fund	5,800
30	State employee travel reduction fund	4,600
31	Statewide ARRA administration	
32	SWCAP fund	2,400
33	Telecommunications fund	13,000
34	Office of administrative hearings:	
35	IGA and ISA fund	7,500
36	Arizona department of agriculture:	
37	Administrative support fund	400
38	AHCCCS:	
39	IGA and ISA fund	27,500
40	Intergovernmental service fund	57,600
41	Third party liability fund	1,500
42	Arizona commission on the arts:	
43	Arts fund	600
44	Arizona arts trust fund	10,300
45	Attorney general - department of law:	
46	Anti-racketeering revolving fund	214,300

1	Antitrust enforcement revolving	
2	fund	1,700
3	CJEF distribution to county	
4	attorneys fund	29,100
5	Collection enforcement revolving	
6	fund	38,300
7	Consumer protection-consumer fraud	
8	revolving fund	24,800
9	Criminal case processing fund	600
10	Indirect cost recovery fund	16,200
11	Intergovernmental agreements fund	32,900
12	Prosecuting attorneys' advisory	
13	council training fund	9,600
14	Risk management revolving fund	66,100
15	Victims' rights fund	23,300
16	Automobile theft authority:	
17	Automobile theft authority fund	30,800
18	Constable ethics standards and	
19	training board:	
20	Constable ethics standards and	
21	training fund	2,100
22	Corporation commission:	
23	Arizona arts trust fund	400
24	Investment management regulatory	
25	and enforcement fund	4,900
26	Public access fund	46,200
27	Securities regulatory and	
28	enforcement fund	33,300
29	Utility regulation revolving fund	94,900
30	State department of corrections:	
31	Alcohol abuse treatment fund	4,000
32	Arizona correctional industries	
33	revolving fund	303,100
34	Community corrections	
35	enhancement fund	3,700
36	Corrections fund	198,100
37	Indirect cost recovery fund	6,800
38	Inmate store proceeds fund	30,000
39	Interagency service agreement fund	400
40	Prison construction and	
41	operations fund	82,800
42	Special services fund	31,700
43	State DOC revolving fund	12,900
44	State education fund for	
45	correctional education	3,700
46	Transition program fund	25,100

1	Arizona criminal justice commission:	
2	Criminal justice enhancement fund	4,500
3	Drug and gang enforcement account	43,000
4	Drug and gang prevention resource	
5	center fund	1,700
6	State aid to county attorneys fund	7,000
7	Victim compensation and	
8	assistance fund	27,300
9	Arizona state schools for the deaf and the	
10	blind:	
11	Enterprise fund	500
12	State grants fund	100
13	Regional cooperatives fund	115,300
14	Schools for the deaf and the	
15	blind fund	97,800
16	Commission for the deaf and the	
17	hard of hearing:	
18	Telecommunication fund for the deaf	27,000
19	Department of economic security:	
20	Children and family services	
21	training program fund	1,500
22	Domestic violence shelter fund	16,000
23	Special administration fund	8,100
24	Spinal and head injuries trust fund	13,400
25	Department of education:	
26	Department of education empowerment	
27	scholarship account fund	1,400
28	IGA and ISA fund	26,800
29	Indirect cost recovery fund	36,300
30	Internal services fund	25,900
31	Production revolving fund	14,500
32	Department of emergency and	
33	military affairs:	
34	Emergency response fund	1,000
35	Department of environmental quality:	
36	Air permits administration fund	50,700
37	Air quality fund	38,700
38	Emissions inspection fund	191,200
39	Greater Arizona development authority	
40	revolving fund	300
41	Hazardous waste management fund	12,400
42	Indirect cost recovery fund	93,700
43	Institutional and engineering	
44	control fund	300
45	Monitoring assistance fund	5,700
46	Recycling fund	9,600

1	Regulated substance fund	137,600
2	Solid waste fee fund	8,800
3	Underground storage tank	
4	revolving fund	200
5	UST - regulatory account	3,000
6	Voluntary remediation fund	1,300
7	Water quality assurance	
8	revolving fund	108,100
9	Water quality fee fund	74,800
10	Arizona exposition and state fair board:	
11	Arizona exposition and state	
12	fair fund	80,100
13	Department of financial institutions:	
14	IGA and ISA fund	500
15	Department of fire, building and	
16	life safety:	
17	Interagency service agreement fund	300
18	Arizona game and fish department:	
19	Capital improvement fund	7,200
20	Game and fish publications	
21	revolving fund	1,100
22	Indirect cost recovery fund	20,800
23	Off-highway vehicle recreation fund	11,300
24	Watercraft licensing fund	32,400
25	Waterfowl conservation fund	300
26	Arizona geological survey:	
27	Geological survey fund	3,700
28	Indirect cost recovery fund	3,900
29	Office of the governor:	
30	IGA and ISA fund	4,500
31	Indirect cost recovery fund	9,700
32	Prevention of child abuse fund	2,800
33	Department of health services:	
34	Child fatality review fund	700
35	Emergency medical services	
36	operating fund	36,300
37	Environmental laboratory licensure	
38	revolving fund	6,600
39	Health services licensing fund	56,900
40	IGA/county contributions fund	556,300
41	Indirect cost fund	64,000
42	Medical student loan fund	100
43	Newborn screening program fund	48,200
44	Nursing care institution resident	
45	protection revolving fund	300
46	Oral health fund	2,100

1	Risk assessment fund	100
2	Seriously mentally ill housing	
3	trust fund	14,400
4	Substance abuse services fund	16,200
5	Arizona department of housing:	
6	Housing program fund	33,100
7	Housing trust fund	85,700
8	IGA and ISA fund	1,900
9	Industrial commission:	
10	Administrative fund	141,500
11	Revolving fund	1,000
12	Department of insurance:	
13	Assessment fund for voluntary plans	1,000
14	Captive insurance regulatory and	
15	supervision fund	1,000
16	Financial surveillance fund	2,400
17	Health care appeals fund	1,700
18	Insurance examiners' revolving fund	41,100
19	Judiciary - supreme court:	
20	Alternative dispute resolution fund	1,300
21	Arizona lengthy trial fund	6,800
22	Certified reporters fund	900
23	Confidential intermediary and	
24	fiduciary fund	3,500
25	Court appointed special	
26	advocate fund	21,100
27	Criminal justice enhancement fund	21,300
28	Grants and special revenue fund	171,900
29	Judicial collection enhancement fund	99,300
30	State aid to the courts fund	21,200
31	Judiciary - superior court:	
32	Community punishment program	
33	finances fund	200
34	Criminal justice enhancement fund	49,900
35	Drug treatment and education fund	31,200
36	Grants and special revenue fund	11,700
37	Judicial collection enhancement fund	36,200
38	Department of juvenile corrections:	
39	Criminal justice enhancement fund	3,800
40	State education fund for committed	
41	youth	16,300
42	State education system for committed	
43	youth classroom site fund	1,200
44	State land department:	
45	Due diligence fund	3,600
46	Interagency agreements fund	400

1	Off-highway vehicle recreation fund	2,000
2	Resource analysis division	
3	revolving fund	600
4	Legislature - auditor general:	
5	Audit services revolving fund	13,400
6	Department of liquor licenses and control:	
7	Liquor licenses fund	20,500
8	Liquor license special	
9	collections fund	29,200
10	Arizona state lottery commission:	
11	State lottery fund	713,600
12	State mine inspector:	
13	Abandoned mines safety fund	600
14	Aggregate mining reclamation fund	800
15	Arizona state parks board:	
16	Off-highway vehicle recreation fund	19,400
17	State lake improvement fund	42,300
18	State parks revenue fund	91,100
19	State personnel board:	
20	Personnel board subaccount of the	
21	personnel division fund	2,600
22	Arizona state board of pharmacy:	
23	Controlled substances prescription	
24	monitoring program fund	2,300
25	Commission for postsecondary education:	
26	Family college savings program	
27	trust fund	3,300
28	Department of public safety:	
29	Anti-racketeering revolving fund	42,700
30	Arizona deoxyribonucleic acid	
31	identification system fund	39,400
32	Arizona highway patrol fund	138,800
33	Automated fingerprint identification	
34	system fund	21,700
35	Board of fingerprinting fund	4,100
36	Capitol police administrative	
37	towing fund	100
38	Crime laboratory assessment fund	6,300
39	Crime laboratory operations fund	105,900
40	Criminal justice enhancement fund	20,700
41	Department of public safety	
42	administration fund	14,700
43	Department of public safety	
44	licensing fund	8,100
45	Fingerprint clearance card fund	43,700
46	GIITEM border security and law	

1	enforcement subaccount	17,200
2	Highway user revenue fund	863,700
3	IGA and ISA fund	58,500
4	Indirect cost recovery fund	4,400
5	Motor carrier safety revolving fund	100
6	Motorcycle safety fund	1,500
7	Parity compensation fund	13,100
8	Peace officers' training fund	51,100
9	Public safety equipment fund	25,800
10	Records processing fund	38,900
11	Risk management revolving fund	8,300
12	Safety enforcement and transportation	
13	infrastructure fund	10,900
14	State highway fund	48,800
15	Arizona department of racing:	
16	Mixed martial arts account of the	
17	racing regulation fund	500
18	Racing investigation fund	100
19	Racing regulation fund	20,400
20	Radiation regulatory agency:	
21	Laser safety fund	300
22	Radiation regulatory fee fund	4,100
23	State radiologic technologist	
24	certification fund	1,900
25	State real estate department:	
26	Education revolving fund	100
27	Residential utility consumer office:	
28	Residential utility consumer	
29	office revolving fund	9,400
30	Department of revenue:	
31	Department of revenue	
32	administrative fund	179,900
33	IGA and ISA fund	1,100
34	Liability setoff revolving fund	7,800
35	Secretary of state:	
36	Data processing acquisition fund	300
37	Gift shop revolving fund	600
38	Notary bond fund	800
39	Records services fund	4,100
40	Standing political committee	
41	administrative fund	100
42	Department of transportation:	
43	Air quality fund	500
44	Arizona highways magazine fund	34,400
45	Driving under the influence	
46	abatement fund	1,100

1	Highway user revenue fund	4,500
2	Motor vehicle liability	
3	insurance enforcement fund	7,600
4	Railroad review fund	1,000
5	Safety enforcement and	
6	transportation infrastructure	
7	fund	13,500
8	State aviation fund	11,400
9	State highway fund	2,348,400
10	Transportation department	
11	equipment fund	192,300
12	Vehicle inspection and title	
13	enforcement fund	10,400
14	State treasurer:	
15	State treasurer's management fund	1,400
16	State treasurer's operating fund	17,900
17	Department of veterans' services:	
18	State home for veterans' trust fund	198,800
19	Department of water resources:	
20	Arizona water banking fund	35,900
21	Arizona water protection fund	12,700
22	Arizona water quality fund	2,200
23	Assured and adequate water	
24	supply administration fund	1,900
25	Augmentation and conservation	
26	assistance fund	6,300
27	Dam repair fund	1,800
28	Flood warning system fund	400
29	Indirect cost recovery fund	3,600
30	Interagency service agreement fund	3,400
31	Water resources fund	1,000
32	Well administration and	
33	enforcement fund	2,300
34	Department of weights and measures:	
35	Air quality fund	10,200
36	Motor vehicle liability insurance	
37	enforcement fund	2,300

38 B. The fund transfers as specified in this section shall be made as
39 soon as is practicable to avoid a shortfall in each fund. On or before
40 August 1, 2013, the governor's office of strategic planning and budgeting
41 shall report to the joint legislative budget committee on any fund transfers
42 that have not been fully made as of July 15, 2013. For each fund transfer
43 not fully made as of July 15, 2013, the report shall list when the fund
44 transfer will be completed or what additional steps are required to make the
45 full fund transfer.

1 C. Monies transferred pursuant to subsection A of this section shall
2 not be transferred to or from a budget unit's general fund appropriation.

3 D. Notwithstanding any other law, in fiscal year 2013-2014, a budget
4 unit may request a cash transfer between its own funds from the state
5 comptroller to comply with a transfer required by this section. Before
6 transferring any monies pursuant to this subsection, the cash transfer must
7 be reviewed by the joint legislative budget committee.

8 E. The state comptroller shall coordinate all activity with the
9 governor's office of strategic planning and budgeting and shall notify the
10 joint legislative budget committee staff of any cash transfers pursuant to
11 this section. The state comptroller shall file a final report on all
12 activities under this section with the joint legislative budget committee
13 staff and the governor's office of strategic planning and budgeting no later
14 than August 1, 2014 for fiscal year 2013-2014 transfers.

15 F. In addition to the transfers made in subsection A of this section,
16 the department of administration may charge the Arizona state retirement
17 system and the Arizona department of agriculture for their proportionate
18 shares of the cost of statewide information technology and automation
19 projects, including the replacement of the state's financial and accounting
20 system, known as the Arizona financial information system. The amounts
21 charged to the Arizona state retirement system and the Arizona department of
22 agriculture are estimated to be \$151,000 and \$21,500, respectively. Monies
23 received pursuant to this subsection shall be deposited into the automation
24 projects fund established by section 41-714, Arizona Revised Statutes.

25 Payment Deferrals

26 Sec. 128. Department of economic security; payment deferral;
27 appropriation; fiscal year 2014-2015

28 A. In addition to any other appropriation reductions made in fiscal
29 year 2013-2014, notwithstanding any other law, the department of economic
30 security shall defer \$35,000,000 in payments for services provided in May and
31 June 2014 until after July 1, 2014.

32 B. In addition to any other appropriations made in fiscal year
33 2014-2015, the sum of \$35,000,000 is appropriated from the state general fund
34 in fiscal year 2014-2015 to the department of economic security for the
35 purpose of paying bills for services provided in May and June 2014.

36 C. Of the amounts deferred in subsection A of this section, payments
37 to child care providers shall not be deferred.

38 D. Of the amounts deferred in subsection A of this section, May
39 payments to providers of developmentally disabled services shall not be
40 deferred.

41 Sec. 129. Reduction in school district state aid apportionment
42 in fiscal year 2013-2014; appropriations in fiscal
43 year 2014-2015

44 A. In addition to any other appropriation reductions made in fiscal
45 year 2013-2014, notwithstanding any other law, the state board of education
46 shall defer until after July 1, 2014 but no later than July 12, 2014

1 \$930,727,700 of the basic state aid and additional state aid payment that
2 otherwise would be apportioned to school districts during fiscal year
3 2013-2014 pursuant to section 15-973, Arizona Revised Statutes. The funding
4 deferral required by this subsection does not apply to charter schools or to
5 school districts with a student count of less than six hundred pupils and
6 shall be made by reducing the apportionment of state aid for each month in
7 the fiscal year by the same amount.

8 B. In addition to any other appropriations made in fiscal year
9 2014-2015, the sum of \$930,727,700 is appropriated from the state general
10 fund in fiscal year 2014-2015 to the state board of education and the
11 superintendent of public instruction for basic state aid and additional state
12 aid entitlement for fiscal year 2014-2015. This appropriation shall be
13 disbursed after July 1, 2014 but no later than July 12, 2014 to the several
14 counties for the school districts in each county in amounts equal to the
15 reductions in apportionment of basic state aid and additional state aid that
16 are required pursuant to subsection A of this section for fiscal year
17 2013-2014.

18 C. School districts shall include in the revenue estimates that they
19 use for computing their tax rates for fiscal year 2013-2014 the monies that
20 they will receive pursuant to subsection B of this section.

21 Sec. 130. Arizona board of regents; deferral; support and
22 maintenance; appropriation in fiscal year 2014-2015

23 A. In addition to any other appropriation reductions made in fiscal
24 year 2013-2014, the Arizona board of regents shall defer until after July 1,
25 2014, the sum of \$200,000,000, which is allocated to the universities in the
26 individual campus appropriations.

27 B. In addition to any other amounts appropriated to the Arizona board
28 of regents for fiscal year 2014-2015, the sum of \$200,000,000 is appropriated
29 from the state general fund to the Arizona board of regents to be distributed
30 for the support and maintenance of institutions under its jurisdiction for
31 payments deferred from fiscal year 2013-2014. The department of
32 administration shall distribute these monies to the board no later than
33 October 1, 2014.

34 Statewide Adjustments

35 Sec. 131. Appropriation; operating adjustments
36 2013-2014

37	State lease-purchase and rental rate	
38	adjustments	\$ 781,400
39	Fund sources:	
40	State general fund	\$ 67,800
41	Other appropriated funds	\$ 713,600
42	Human resources pro rata adjustments	\$(2,805,400)
43	Fund sources:	
44	State general fund	\$(1,605,400)
45	Other appropriated funds	\$(1,200,000)
46	Risk management adjustments	\$(1,672,900)

1	Fund sources:	
2	State general fund	\$ 327,100
3	Other appropriated funds	\$(2,000,000)
4	Retention payment adjustments	\$ 40,000,000
5	Fund sources:	
6	State general fund	\$ 23,500,000
7	Other appropriated funds	\$ 16,500,000

8 The other appropriated funds may be allocated from any funds listed in
9 this act.

10 State lease-purchase and rental rate adjustments

11 The amount appropriated for state lease-purchase adjustments shall be
12 for fiscal year 2013-2014 adjustments in agency or department lease-purchase
13 and rental rate charges in agencies. These adjustments reflect the rentable
14 square foot rental rate for state-owned space as prescribed in the fiscal
15 year 2013-2014 budget procedures budget reconciliation bill. The joint
16 legislative budget committee staff shall determine and the department of
17 administration shall allocate to each agency or department an amount for the
18 contribution adjustment. These adjustments may include reallocation of state
19 general fund appropriations between state agency units. The joint
20 legislative budget committee staff shall also determine and the department of
21 administration shall allocate adjustments, as necessary, in expenditure
22 authority to allow implementation of state lease-purchase and rental rate
23 adjustments.

24 Human resources pro rata adjustments

25 The amount appropriated for human resources pro rata adjustments shall
26 be for fiscal year 2013-2014 adjustments in agency or department human
27 resources pro rata charges in agencies. These adjustments add payments for
28 agencies added to the state personnel system by Laws 2012, chapter 321 and
29 reduce the rate paid by agencies as prescribed in section 41-750, Arizona
30 Revised Statutes, as amended by the fiscal year 2013-2014 general government
31 budget reconciliation bill, among other adjustments. The joint legislative
32 budget committee staff shall determine and the department of administration
33 shall allocate to each agency or department an amount for the pro rata
34 adjustment. The joint legislative budget committee staff shall also
35 determine and the department of administration shall allocate adjustments, as
36 necessary, in expenditure authority to allow implementation of human
37 resources pro rata adjustments.

38 Risk management adjustments

39 The amount appropriated for risk management adjustments shall be for
40 fiscal year 2013-2014 adjustments in agency or department risk management
41 charges in agencies. These adjustments may include reallocation of
42 appropriations between state agency units. The joint legislative budget
43 committee staff shall determine and the department of administration shall
44 allocate to each agency or department an amount for the risk management
45 adjustment. The joint legislative budget committee staff shall also
46 determine and the department of administration shall allocate adjustments, as

1 necessary, in expenditure authority to allow implementation of risk
2 management adjustments. The amount allocated to the department of
3 transportation for fiscal year 2013-2014 shall be the same amount allocated
4 for fiscal year 2012-2013.

5 Retention payment adjustments

6 The amount appropriated for retention payment adjustments shall be for
7 fiscal year 2013-2014 adjustments in agency or department personal services
8 and employee related expenditures. These adjustments are for annualization
9 of the fiscal year 2012-2013 employee pay adjustments. The joint legislative
10 budget committee staff shall determine and the department of administration
11 shall allocate to each agency or department an amount for the retention
12 payment adjustment. The joint legislative budget committee staff shall also
13 determine and the department of administration shall allocate adjustments, as
14 necessary, in expenditure authority to allow implementation of retention
15 payment adjustments.

16 Sec. 132. Department of law; general agency counsel charges;
17 fiscal year 2013-2014

18 Pursuant to section 41-191.09, Arizona Revised Statutes, the following
19 state agencies and departments are charged the following amounts for general
20 agency counsel provided by the department of law:

21	1. Department of administration	\$127,700
22	2. Office of administrative hearings	\$ 3,000
23	3. Arizona arts commission	\$ 3,100
24	4. Automobile theft authority	\$ 1,400
25	5. Citizens clean elections commission	\$ 2,700
26	6. State department of corrections	\$ 2,000
27	7. Arizona criminal justice commission	\$ 8,700
28	8. Arizona state schools for the deaf	
29	and the blind	\$100,200
30	9. Commission for the deaf and hard of hearing	\$ 4,100
31	10. Arizona early childhood development and	
32	health board	\$ 47,100
33	11. Department of education	\$132,000
34	12. Department of emergency and military affairs	\$ 30,000
35	13. Department of environmental quality	\$135,600
36	14. Arizona exposition and state fair board	\$ 20,900
37	15. Department of financial institutions	\$ 1,900
38	16. Department of fire, building and life safety	\$ 2,500
39	17. State forester	\$ 12,100
40	18. Department of gaming	\$ 35,000
41	19. Arizona geological survey	\$ 6,800
42	20. Department of health services	\$170,000
43	21. Arizona historical society	\$ 700
44	22. Arizona department of housing	\$ 18,100
45	23. Department of insurance	\$ 10,500
46	24. Department of juvenile corrections	\$ 9,400

1	25. State land department	\$ 2,100
2	26. Department of liquor licenses and control	\$ 11,400
3	27. Arizona state lottery commission	\$ 24,800
4	28. Arizona state parks board	\$ 45,800
5	29. State personnel board	\$ 600
6	30. Arizona pioneers' home	\$ 12,100
7	31. Commission for postsecondary education	\$ 1,800
8	32. Department of public safety	\$677,400
9	33. Arizona department of racing	\$ 2,300
10	34. Radiation regulatory agency	\$ 3,800
11	35. Arizona state retirement system	\$ 69,100
12	36. Department of revenue	\$ 4,900
13	37. Department of state - secretary of state	\$ 1,800
14	38. State treasurer	\$ 9,200
15	39. Department of veterans' services	\$ 52,700
16	40. Department of weights and measures	\$ 4,200

17 Other Provisions

18 Sec. 133. Legislative intent; expenditure reporting

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

29 Sec. 134. FTE positions; reporting; definition

30 Full-time equivalent (FTE) positions contained in this act are subject
31 to appropriation. The director of the department of administration shall
32 account for the use of all appropriated and nonappropriated FTE positions
33 excluding those in the department of economic security, the universities and
34 the department of environmental quality. The director shall submit the
35 fiscal year 2013-2014 report on or before October 1, 2014 to the director of
36 the joint legislative budget committee. The reports shall compare the level
37 of appropriated FTE usage in each fiscal year to the appropriated level. For
38 the purposes of this section, "FTE positions" shall mean the total number of
39 hours worked, including both regular and overtime hours as well as hours
40 taken as leave, divided by the number of hours in a work year. The director
41 of the department of administration shall notify the director of each budget
42 unit if the budget unit's appropriated FTE usage has exceeded its number of
43 appropriated FTE positions. The above excluded agencies shall each report to
44 the director of the joint legislative budget committee in a manner comparable
45 to the department of administration reporting.

1 Sec. 135. Filled FTE positions: reporting

2 On or before October 1, 2013, each agency, including the judiciary and
3 universities, shall submit a report to the director of the joint legislative
4 budget committee on the number of filled appropriated and nonappropriated FTE
5 positions by fund source. The number of filled appropriated and
6 nonappropriated FTE positions reported shall be as of September 1, 2013.

7 Sec. 136. Transfer of spending authority

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

12 Sec. 137. Interim reporting requirements

13 A. State general fund revenue for fiscal year 2012-2013, including a
14 beginning balance of \$397,000,000 and other one-time revenues, is forecasted
15 to be \$9,375,000,000.

16 B. State general fund revenue for fiscal year 2013-2014, including a
17 beginning balance of \$697,000,000 and other one-time revenues, is forecasted
18 to be \$9,112,000,000.

19 C. State general fund revenue for fiscal year 2014-2015, including a
20 beginning balance of \$304,000,000 and other one-time revenues, is forecasted
21 to be \$9,048,000,000. State general fund expenditures for fiscal year
22 2014-2015 are forecasted to be \$8,948,000,000.

23 D. State general fund revenue for fiscal year 2015-2016, including a
24 beginning balance of \$100,000,000 and other one-time revenues, is forecasted
25 to be \$9,237,000,000. State general fund expenditures for fiscal year
26 2015-2016 are forecasted to be \$9,128,000,000.

27 E. The executive branch shall provide to the joint legislative budget
28 committee a preliminary estimate of the fiscal year 2012-2013 state general
29 fund ending balance on or before September 15, 2013. The estimate shall
30 include projections of total revenues, total expenditures and ending balance.
31 The department of administration shall continue to provide the final report
32 for the fiscal year in its annual financial report pursuant to section
33 35-131, Arizona Revised Statutes.

34 F. Based on the information provided by the executive branch, the
35 staff of the joint legislative budget committee shall report to the joint
36 legislative budget committee on or before October 15, 2013 as to whether the
37 fiscal year 2013-2014 revenues and ending balance are expected to change by
38 more than \$50,000,000 from the budgeted projections. The joint legislative
39 budget committee staff may make technical adjustments to the revenue and
40 expenditure estimates in this section to reflect other bills enacted into
41 law. The executive branch may also provide its own estimates to the joint
42 legislative budget committee on or before October 15, 2013.

1 Sec. 138. Definition

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

5 Sec. 139. Definition

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

9 Sec. 140. Definition

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

APPROVED BY THE GOVERNOR JUNE 17, 2013.

FILED IN THE OFFICE OF THE SECRETARY OF STATE JUNE 17, 2013.