

State of Arizona
House of Representatives
Forty-eighth Legislature
First Regular Session
2007

HOUSE BILL 2781

AN ACT

MAKING APPROPRIATIONS FOR THE DIFFERENT DEPARTMENTS OF THE STATE, FOR STATE INSTITUTIONS AND FOR PUBLIC SCHOOLS; 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. Subject to applicable laws, the sums or sources of revenue
 3 set forth in this act are appropriated for the fiscal years indicated and
 4 only from the funding sources listed for the purposes and objects specified
 5 and the performance measures are indicated as legislative intent. If monies
 6 from funding sources in this act are made unavailable, no other funding
 7 source shall be used.

8 Sec. 2. BOARD OF ACCOUNTANCY

	<u>2007-08</u>	<u>2008-09</u>
9		
10	FTE positions	13.0
11	Lump sum appropriation	\$ 2,289,500**
12	Fund sources:	
13	Board of accountancy fund	\$ 2,289,500
14	Performance measures:	
15	Average calendar days to resolve a complaint	180
16	Average calendar days to renew a license	1.0
17	Customer satisfaction rating (Scale 1-8)	7.0

18 Sec. 3. ACUPUNCTURE BOARD OF EXAMINERS

	<u>2007-08</u>	<u>2008-09</u>
19		
20	FTE positions	1.0
21	Lump sum appropriation	\$ 125,500**
22	Fund sources:	
23	Acupuncture board of examiners	
24	fund	\$ 125,500
25	Performance measures:	
26	Average calendar days to resolve a complaint	90
27	Average calendar days to renew a license	5
28	Customer satisfaction rating (Scale 1-8)	7.0

29 Sec. 4. DEPARTMENT OF ADMINISTRATION

	<u>2007-08</u>
30	
31	<u>State general fund</u>
32	FTE positions
33	Operating lump sum appropriation
34	ENSCO
35	Arizona financial information
36	system
37	Statewide telecommunications
38	management contract lease
39	payment
40	Utilities
41	Total - general fund

1 Performance measures:
2 Per cent of ADOA services receiving a good
3 (6) or better rating from customers,
4 based on annual survey (Scale 1-8) 75
5 Per cent of procurement plan award dates
6 met for the RFP process 77
7 Customer satisfaction with establishing
8 contracts (Scale 1-8) 5.5
9 Customer satisfaction with administering
10 contracts (Scale 1-8) 5.0
11 Customer satisfaction rating for the
12 operation of AFIS (Scale 1-8) 7.5
13 Average capitol police response time to
14 emergency calls (in minutes and seconds) 1:40
15 The department may collect an amount of not to exceed \$1,762,600 from
16 other funding sources, excluding federal funds, to recover pro rata costs of
17 operating AFIS II. Any amounts left unspent from the Arizona financial
18 information system line item shall revert to the state general fund.
19 Air quality fund
20 Lump sum appropriation \$ 575,100
21 Performance measures:
22 Customer satisfaction with all travel reduction
23 services (Scale 1-8) 6.5
24 The amounts appropriated for the state employee transportation service
25 subsidy shall be used for up to a one hundred per cent subsidy of charges
26 payable for transportation service expenses as provided in section 41-786,
27 Arizona Revised Statutes, of nonuniversity state employees in a vehicle
28 emissions control area as defined in section 49-541, Arizona Revised
29 Statutes, of a county with a population of more than four hundred thousand
30 persons.
31 Capital outlay stabilization fund
32 FTE positions 56.7
33 Operating lump sum appropriation \$ 5,503,700
34 Utilities 5,733,800
35 Relocation 60,000
36 Total - capital outlay stabilization
37 fund \$ 11,297,500
38 Performance measures:
39 Customer satisfaction rating for building
40 maintenance (Scale 1-8) 6.5
41 Monies in the relocation line item are exempt from the provisions of
42 section 35-190, Arizona Revised Statutes, relating to lapsing of
43 appropriations, until December 31, 2008.

1	<u>Automation operations fund</u>	
2	FTE positions	158.4
3	Lump sum appropriation	\$ 24,028,200

4 Performance measures:

5 Customer satisfaction rating for mainframe

6 services based on annual survey (Scale 1-8) 7.0

7 The appropriation for the automation operations fund is an estimate

8 representing all monies, including balance forward, revenue and transfers

9 during fiscal year 2007-2008. These monies are appropriated to the

10 department of administration for the purposes established in section 41-711,

11 Arizona Revised Statutes. The appropriation shall be adjusted as necessary

12 to reflect receipts credited to the automation operations fund for automation

13 operation center projects. Expenditures for all additional automation

14 operation center projects above the \$24,028,200 appropriation shall be

15 subject to review by the joint legislative budget committee, following

16 approval of the government information technology agency. Expenditures for

17 each additional project shall not exceed the specific revenues of that

18 project.

19	<u>Risk management fund</u>	
20	FTE positions	96.0
21	Operating lump sum appropriation	\$ 9,506,300
22	Risk management losses and premiums	46,726,200
23	Workers' compensation losses and	
24	premiums	26,460,200
25	External legal services	5,592,200
26	Nonlegal related expenditures	<u>3,153,900</u>
27	Total - risk management fund	\$ 91,438,800

28	<u>Highway user revenue fund</u>	
29	Highway hazards assessments	\$ 150,000

30 The highway hazards assessment line item is to be used to contract for

31 an outside review of the state's highways for potential hazards. The

32 department shall submit a report with recommendations to the joint

33 legislative budget committee by April 30, 2008.

34	Performance measures:	
35	Workers' compensation incidence rates/100	
36	FTE positions	4.1
37	Customer satisfaction with self-insurance	
38	(Scale 1-8)	6.8

39	<u>Personnel division fund</u>	
40	FTE positions	139.0
41	Operating lump sum appropriation	\$ 13,016,700
42	Human resources information solution	
43	certificate of participation	<u>4,239,100</u>
44	Total - personnel division fund	\$ 17,255,800

1	Performance measures:		
2	Customer satisfaction with employee training		
3	(Scale 1-8)		6.1
4	<u>Special employee health insurance</u>		
5	<u>trust fund</u>		
6	FTE positions		39.0
7	Lump sum appropriation	\$ 5,130,000	
8	Performance measures:		
9	Customer satisfaction with benefit plans		
10	(Scale 1-8)		6.2
11	<u>State surplus materials revolving</u>		
12	<u>fund</u>		
13	FTE positions		16.0
14	Operating lump sum appropriation	\$ 1,222,100	
15	State surplus property sales		
16	proceeds	<u>3,000,000</u>	
17	Total - state surplus materials		
18	revolving fund	\$ 4,222,100	
19	All state surplus property sales proceeds received by the department in		
20	excess of \$3,000,000 are appropriated. Before the expenditure of any state		
21	surplus property sales proceeds in excess of \$3,000,000, the department shall		
22	report the intended use of the monies to the joint legislative budget		
23	committee.		
24	<u>Federal surplus materials revolving</u>		
25	<u>fund</u>		
26	FTE positions		7.0
27	Lump sum appropriation	\$ <u>429,600</u>	
28	Total appropriation - department of		
29	administration	\$204,667,100	
30	Fund sources:		
31	State general fund	\$ 29,924,500	
32	Other appropriated funds	174,742,600	
33	Sec. 5. OFFICE OF ADMINISTRATIVE HEARINGS		
34		<u>2007-08</u>	<u>2008-09</u>
35	FTE positions	15.0	15.0
36	Lump sum appropriation	\$ 1,228,400	\$ 1,228,400
37	Fund sources:		
38	State general fund	\$ 1,213,900	\$ 1,213,900
39	Healthcare group fund	14,500	14,500

1	Performance measures:		
2	Average days from request for hearing to		
3	transmission of decision to the agency	70	70
4	Evaluations rating the administrative law		
5	judge "excellent" or "good" in impartiality	97	97
6	The office of administrative hearings shall enter into interagency		
7	service agreements to provide services pursuant to title 41, chapter 6,		
8	article 10, Arizona Revised Statutes.		
9	Sec. 6. DEPARTMENT OF AGRICULTURE		
10		<u>2007-08</u>	<u>2008-09</u>
11	FTE positions	249.2	249.2
12	Operating lump sum appropriation	\$ 15,139,000	\$ 15,357,900
13	Agricultural employment relations		
14	board	23,300	23,300
15	Animal damage control	65,000	65,000
16	Red imported fire ant	<u>23,200</u>	<u>23,200</u>
17	Total appropriation - department of		
18	agriculture	\$ 15,250,500	\$ 15,469,400
19	Fund sources:		
20	State general fund	\$ 11,895,500	\$ 12,117,500
21	Aquaculture fund	9,200	9,200
22	Arizona protected native plant fund	186,500	186,500
23	Citrus, fruit and vegetable		
24	revolving fund	1,044,900	1,044,900
25	Commercial feed fund	293,200	293,200
26	Agricultural consulting and		
27	training fund	103,400	103,400
28	Dangerous plants, pests and		
29	diseases fund	40,000	40,000
30	State egg inspection fund	869,800	866,700
31	Fertilizer materials fund	298,500	298,500
32	Livestock custody fund	79,400	79,400
33	Pesticide fund	376,900	376,900
34	Seed law fund	53,200	53,200
35	Performance measures:		
36	Per cent of industry stakeholders rating		
37	the department's quality of communication		
38	excellent or good	95	95
39	Per cent of meat and poultry product tests		
40	in compliance with bacteria, drug and		
41	chemical residue requirements	95	95

1	Per cent of inspections within the state		
2	interior resulting in pest interceptions	7.0	7.0
3	Overall customer satisfaction rating for		
4	laboratory services (per cent)	98	98
5	Sec. 7. ARIZONA HEALTH CARE COST CONTAINMENT SYSTEM		
6		<u>2007-08</u>	
7	<u>Administration</u>		
8	FTE positions	3,159.4	
9	Operating lump sum appropriation	\$ 67,765,600	
10	DOA data center charges	5,717,500	
11	Indian advisory council	227,000	
12	DES eligibility	53,698,200	
13	DES title XIX pass-through	345,300	
14	Healthcare group administration		
15	and reinsurance	8,360,000	
16	Office of administrative hearings	269,700	
17	KidsCare - administration	9,139,200	
18	Proposition 204 - AHCCCS		
19	administration	11,029,700	
20	Proposition 204 - DES		
21	eligibility	38,780,100	
22	2-1-1 system	<u>1,000,000</u>	
23	Total appropriation and expenditure		
24	authority - administration	\$196,332,300	
25	Fund sources:		
26	State general fund	\$ 83,439,800	
27	Budget neutrality compliance		
28	fund	2,683,100	
29	Children's health insurance		
30	program fund	6,985,400	
31	Health care group fund	8,360,000	
32	Expenditure authority	94,864,000	
33	Performance measures:		
34	Per cent of applications processed on time	95	
35	Customer satisfaction rating for eligibility		
36	determination clients (Scale 1-8)	6.0	
37	It is the intent of the legislature that the appropriation for the		
38	department of administration data center charges be used only for the payment		
39	of charges incurred by the department for the use of computing services		
40	provided by the department of administration data center.		

1 The amounts appropriated for the department of economic security
 2 eligibility line item shall be used for intergovernmental agreements with the
 3 department of economic security for the purpose of eligibility determination
 4 and other functions. The general fund share may be used for eligibility
 5 determination for other programs administered by the division of benefits and
 6 medical eligibility based on the results of the Arizona random moment
 7 sampling survey.

8 The Arizona health care cost containment system administration shall
 9 report to the joint legislative budget committee by January 1 of each year on
 10 the agency's use of the cost savings that result from entering into an
 11 agreement with another state as outlined in Laws 1999, chapter 313, section
 12 27. The report shall also include detail on the source of all revenues and
 13 expenditure of monies from the intergovernmental service fund.

14 The Arizona health care cost containment system administration shall
 15 report by September 30 of each year to the joint legislative budget committee
 16 on the services that receive reimbursement from the federal government under
 17 the medicaid direct service claiming program. The report shall include
 18 information on the type of services, how those services meet the definition
 19 of medical necessity and the total amount of federal dollars that the schools
 20 have received under the medicaid direct service claiming program.

21 Acute care

22 Capitation	\$1,897,327,900
23 Reinsurance	105,860,100
24 Fee-for-service	484,309,000
25 Medicare premiums	96,642,600
26 Graduate medical education	41,191,800
27 Hospital loan residency program	1,000,000
28 Temporary medical coverage	10,326,400
29 Dual eligible part D copay subsidy	1,029,700
30 Disproportionate share payments	30,350,000
31 Critical access hospitals	1,700,000
32 Breast and cervical cancer	986,600
33 Ticket to work	6,763,800
34 Proposition 204 - capitation	998,489,600
35 Proposition 204 - reinsurance	107,866,200
36 Proposition 204 - fee-for-service	166,921,700
37 Proposition 204 - medicare	
38 premiums	29,942,700
39 Proposition 204 - county hold	
40 harmless	4,825,600

1	KidsCare - children	112,016,700
2	KidsCare - parents	50,296,300
3	Rural hospital reimbursement	12,158,100
4	Medicare clawback payments	<u>25,834,000</u>
5	Total appropriation and expenditure	
6	authority - acute care	\$4,185,838,800
7	Fund sources:	
8	State general fund	\$1,009,411,300
9	Children's health insurance	
10	program fund	127,898,600
11	Tobacco tax and health care	
12	fund - medically needy	
13	account	83,162,500
14	Tobacco products tax fund -	
15	emergency health services	
16	account	29,371,200
17	Temporary medical coverage fund	1,976,400
18	Expenditure authority	2,934,018,800
19	Performance measures:	
20	Per cent of well child visits in the first	
21	15 months of life (EPSDT)	87
22	Per cent of children's access to primary	
23	care provider	85
24	Per cent of women receiving annual cervical	
25	screening	60
26	Member satisfaction as measured by	
27	percentage of enrollees that choose	
28	to change health plans	2.0
29	Of the \$4,825,600 appropriated for the proposition 204 county hold	
30	harmless line item, \$234,200 is allocated to Graham county, \$3,817,800 to	
31	Pima county, \$234,400 to Greenlee county, \$159,700 to La Paz county, \$214,800	
32	to Santa Cruz county and \$164,700 to Yavapai county to offset a net loss in	
33	revenue due to the implementation of proposition 204, and shall be used for	
34	indigent health care costs.	
35	<u>Long-term care</u>	
36	Program lump sum appropriation	\$1,071,451,200
37	Medicare clawback payments	19,906,700
38	Dual eligible part D copay	
39	subsidy	470,300
40	Board of nursing	<u>209,700</u>
41	Total appropriation and expenditure	
42	authority - long-term care	\$1,092,037,900

1 Fund sources:
2 State general fund \$ 140,392,400
3 Expenditure authority 951,645,500
4 Performance measures:
5 Per cent of members utilizing home and
6 community based services (HCBS) 67
7 Per cent of ALTCS eligibility as measured by
8 quality control sample 99
9 Any federal funds that the Arizona health care cost containment system
10 administration passes through to the department of economic security for use
11 in long-term administration care for the developmentally disabled shall not
12 count against the long-term care expenditure authority above.
13 Pursuant to section 11-292, subsection B, Arizona Revised Statutes, the
14 county portion of the fiscal year 2007-2008 nonfederal portion of the costs
15 of providing long-term care system services is \$238,563,200. This amount is
16 included in the expenditure authority fund source.
17 Total appropriation and expenditure
18 authority - Arizona health
19 care cost containment system \$5,474,209,000
20 Appropriated fund sources:
21 State general fund \$1,233,243,500
22 Budget neutrality compliance fund 2,683,100
23 Children's health insurance
24 program fund 134,884,000
25 Health care group fund 8,360,000
26 Tobacco products tax fund -
27 emergency health services
28 account 29,371,200
29 Tobacco tax and health care
30 fund - medically needy account 83,162,500
31 Temporary medical coverage fund 1,976,400
32 Expenditure authority \$3,980,528,300
33 Performance measures:
34 Per cent of people under age 65 that
35 are uninsured 17
36 Before making fee-for-service program or rate changes that pertain to
37 hospital, nursing facility or home and community based services rates or for
38 any of the other fee-for-service rate categories that have increases that, in
39 the aggregate, are two per cent above and \$1,500,000 from the state general
40 fund greater than budgeted medical inflation in fiscal year 2007-2008, the
41 Arizona health care cost containment system administration shall report its
42 expenditure plan for review by the joint legislative budget committee.

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

17 Sec. 8. BOARD OF APPRAISAL

	<u>2007-08</u>	<u>2008-09</u>
18 FTE positions	4.5	4.5
19 Lump sum appropriation	\$ 593,700**	\$ 593,700
20 Fund sources:		
21 Board of appraisal fund	\$ 593,700	\$ 593,700
22 Performance measures:		
23 Average calendar days to resolve a complaint	130	130
24 Customer satisfaction rating (Scale 1-8)	7.5	7.5

26 Sec. 9. ARIZONA COMMISSION ON THE ARTS

	<u>2007-08</u>	<u>2008-09</u>
27 FTE positions	11.5	11.5
28 Operating lump sum appropriation	\$ 625,000	\$ 625,000
29 Community service projects	<u>1,263,100</u>	<u>1,263,100</u>
30 Total appropriation - Arizona commission		
31 on the arts	\$ 1,888,100	\$ 1,888,100
32 Fund sources:		
33 State general fund	\$ 1,888,100	\$ 1,888,100
34 Performance measures:		
35 Customer satisfaction rating (Scale 1-8)	7.5	7.5

37 Sec. 10. ATTORNEY GENERAL - DEPARTMENT OF LAW

	<u>2007-08</u>	<u>2008-09</u>
38 FTE positions	640.9	640.9
39 Operating lump sum appropriation	\$ 46,807,600	\$ 46,293,000
40 State grand jury	160,000	160,000

1	Victims' rights	3,266,000	3,266,000
2	Risk management interagency		
3	service agreement	<u>9,226,800</u>	<u>9,189,700</u>
4	Total appropriation - attorney general -		
5	department of law	\$ 59,460,400	\$ 58,908,700
6	Fund sources:		
7	State general fund	\$ 21,498,600	\$ 20,994,900
8	Antitrust enforcement revolving		
9	fund	232,200	232,200
10	Attorney general legal services		
11	cost allocation fund	6,193,600	6,193,600
12	Collection enforcement revolving		
13	fund	4,577,700	4,574,700
14	Consumer fraud revolving fund	2,128,300	2,128,300
15	Interagency service agreements		
16	fund	12,337,200	12,329,300
17	Risk management revolving fund	9,226,800	9,189,700
18	Victims' rights fund	3,266,000	3,266,000
19	Performance measures:		
20	Solicitor general - number of days to respond		
21	to a request for a legal opinion	55	55
22	Customer satisfaction rating for client		
23	agencies (Scale 1-8)	7.3	7.3
24	Per cent of victims' rights award recipients		
25	satisfied with the victims' rights program	90	90
26	The \$160,000 appropriated for state grand jury expenses is for costs		
27	incurred pursuant to section 21-428, subsection C, Arizona Revised Statutes.		
28	It is the intent of the legislature that state grand jury expenses be limited		
29	to the amount appropriated and that a supplemental appropriation will not be		
30	provided.		
31	The attorney general shall notify the president of the senate, the		
32	speaker of the house of representatives and the joint legislative budget		
33	committee before entering into a settlement of \$100,000 or more that will		
34	result in the receipt of monies by the attorney general or any other person.		
35	The attorney general shall not allocate or expend these monies until the		
36	joint legislative budget committee reviews the allocations or expenditures.		
37	Settlements that pursuant to statute must be deposited in the state general		
38	fund need not be reviewed by the joint legislative budget committee. This		
39	paragraph does not apply to actions under title 13, Arizona Revised Statutes,		
40	or other criminal matters.		

1 In addition to the \$12,337,200 appropriated from the interagency
 2 service agreements fund in fiscal year 2007-2008 and \$12,329,300 in fiscal
 3 year 2008-2009, an additional \$800,000 and 11 FTE positions are appropriated
 4 from the interagency service agreements fund in fiscal year 2007-2008 and
 5 fiscal year 2008-2009 for new or expanded interagency service agreements.
 6 The attorney general shall report to the joint legislative budget committee
 7 whenever an interagency service agreement is established that will require
 8 expenditures from the additional amount. The report shall include the name
 9 of the agency or entity with which the agreement is made, the dollar amount
 10 of the contract by fiscal year and the number of associated FTE positions.

11 All revenues received by the antitrust enforcement revolving fund in
 12 excess of \$232,200 are appropriated. Expenditures from the fund may not
 13 exceed \$750,000 in fiscal year 2007-2008 and fiscal year 2008-2009. Before
 14 the expenditure of any antitrust enforcement revolving fund receipts in
 15 excess of \$232,200 in fiscal year 2007-2008 and fiscal year 2008-2009, the
 16 attorney general shall submit the intended uses of the monies for review by
 17 the joint legislative budget committee.

18 Sec. 11. AUTOMOBILE THEFT AUTHORITY

	<u>2007-08</u>	<u>2008-09</u>
19 FTE positions	6.0	6.0
20 Lump sum appropriation	\$ 646,900	\$ 646,900
21 Automobile theft authority grants	4,708,500	5,116,000
22 Reimbursable programs	<u>50,000</u>	<u>50,000</u>
23 Total appropriation - auto theft authority	\$ 5,405,400	\$ 5,812,900
24 Fund sources:		
25 Automobile theft authority fund	\$ 5,405,400	\$ 5,812,900
26 Performance measures:		
27 Felony auto theft arrests by auto theft		
28 task force	330	330
29 Per cent of stolen vehicles recovered		
30 (calendar year)	67.0	67.0
31 Number of vehicles stolen statewide		
32 (calendar year)	55,000	55,000
33 Customer satisfaction rating (Scale 1-3,		
34 1 highest)	1.0	1.0

35 All automobile theft authority fund receipts received by the automobile
 36 theft authority in excess of \$5,405,400 in fiscal year 2007-2008 and
 37 \$5,812,900 in fiscal year 2008-2009 are appropriated to the automobile theft
 38 authority. Before the expenditure of any automobile theft authority fund
 39 monies in excess of \$5,405,400 in fiscal year 2007-2008 and \$5,812,900 in
 40 fiscal year 2008-2009, the automobile theft authority shall submit the
 41 intended use of the monies for review by the joint legislative budget
 42 committee.
 43

1 The automobile theft authority shall submit a report to the joint
 2 legislative budget committee for review before expending any monies for the
 3 reimbursable programs special line item. The agency shall also show
 4 sufficient funds collected to cover the expenses indicated in the report.

5 Sec. 12. BOARD OF BARBERS

	<u>2007-08</u>	<u>2008-09</u>
6 FTE positions	4.0	4.0
7 Lump sum appropriation	\$ 334,700**	\$ 318,100
8 Fund sources:		
9 Board of barbers fund	\$ 334,700	\$ 318,100
10 Performance measures:		
11 Average calendar days to resolve a complaint	21	21
12 Average calendar days to renew a license	2	2
13 Customer satisfaction rating (Scale 0-100)	90	90

14 Sec. 13. BOARD OF BEHAVIORAL HEALTH EXAMINERS

	<u>2007-08</u>	<u>2008-09</u>
15 FTE positions	17.0	17.0
16 Lump sum appropriation	\$ 1,339,300**	\$ 1,324,200
17 Fund sources:		
18 Board of behavioral health		
19 examiners fund	\$ 1,339,300	\$ 1,324,200
20 Performance measures:		
21 Average days to resolve a complaint	287	287
22 Average days to renew a license	50	50
23 Customer satisfaction rating (Scale 1-8)	6.0	6.0

24 Sec. 14. STATE CAPITAL POSTCONVICTION PUBLIC DEFENDER OFFICE

	<u>2007-08</u>	<u>2008-09</u>
25 FTE positions	7.0	7.0
26 Lump sum appropriation	\$ 721,700	\$ 721,700
27 Fund sources:		
28 State general fund	\$ 721,700	\$ 721,700

29 Sec. 15. STATE BOARD FOR CHARTER SCHOOLS

	<u>2007-08</u>	<u>2008-09</u>
30 FTE positions	10.0	10.0
31 Lump sum appropriation	\$ 1,091,900	\$ 788,600
32 Fund sources:		
33 State general fund	\$ 1,091,900	\$ 788,600
34 Performance measures:		
35 Customer satisfaction survey (Scale 1-8)	7.50	7.50

36 In addition to collecting data for the adopted performance measures,
 37 the state board for charter schools shall conduct a survey of parents of
 38 charter school pupils in order to establish parent quality ratings for every
 39 charter school in the state.
 40
 41
 42
 43

1	Sec. 16. STATE BOARD OF CHIROPRACTIC EXAMINERS		
2		<u>2007-08</u>	<u>2008-09</u>
3	FTE positions	5.0	5.0
4	Lump sum appropriation	\$ 504,400**	\$ 506,000
5	Fund sources:		
6	Board of chiropractic examiners		
7	fund	\$ 504,400	\$ 506,000
8	Performance measures:		
9	Average calendar days to renew a license	13	13
10	Per cent of complaints resolved within 180		
11	days with no hearing required	60	60
12	Per cent of survey responses which indicate		
13	that staff was knowledgeable and courteous		
14	in public communications	98	98
15	Sec. 17. DEPARTMENT OF COMMERCE		
16		<u>2007-08</u>	<u>2008-09</u>
17	FTE positions	74.9	74.9
18	Operating lump sum appropriation	\$ 3,843,000	\$ 3,843,000
19	Arizona trade office in Sonora	25,000	25,000
20	International trade offices	1,344,800	1,344,800
21	Economic development matching funds	104,000	104,000
22	Main street	130,000	130,000
23	REDI matching grants	45,000	45,000
24	Rural economic development	323,900	323,900
25	Advertising and promotion	659,200	659,200
26	Motion picture development	337,700	337,700
27	CEDC commission	275,200	275,200
28	National law center/free trade	200,000	200,000
29	Oil overcharge administration	176,000	176,000
30	Minority and women owned business	121,300	121,300
31	Small business advocate	119,100	119,100
32	Apprenticeship services	<u>179,200</u>	<u>179,200</u>
33	Total appropriation - department of		
34	commerce	\$ 7,883,400	\$ 7,883,400
35	Fund sources:		
36	State general fund	\$ 4,266,000	\$ 4,266,000
37	Bond fund	139,500	139,500
38	CEDC fund	3,026,700	3,026,700
39	Oil overcharge fund	176,000	176,000
40	State lottery fund	275,200	275,200

1	Performance measures:		
2	Number of workers trained	25,000	25,000
3	Per cent of job training fund monies		
4	distributed to small businesses	25	25
5	Customer satisfaction rating for business		
6	development program (percentage rating		
7	services as good or excellent)	88	88
8	Of the \$3,026,700 appropriated from the CEDC fund, \$250,000 shall be		
9	utilized for implementation of cross-industry business/infrastructure		
10	development projects and related project coordination in support of regional		
11	technology councils and high technology clusters operating in Arizona.		
12	Sec. 18. ARIZONA COMMUNITY COLLEGES		
13		<u>2007-08</u>	
14	<u>Equalization aid</u>		
15	Cochise	\$ 4,669,700	
16	Graham	13,146,500	
17	Navajo	4,305,200	
18	Yuma/La Paz	<u>1,372,400</u>	
19	Total - equalization aid	\$ 23,493,800	
20	<u>Operating state aid</u>		
21	Cochise	\$ 8,401,400	
22	Coconino	3,334,600	
23	Gila	620,500	
24	Graham	5,370,400	
25	Maricopa	57,528,300	
26	Mohave	4,196,900	
27	Navajo	4,412,300	
28	Pima	19,593,500	
29	Pinal	6,052,000	
30	Yavapai	4,820,400	
31	Yuma/La Paz	<u>5,722,700</u>	
32	Total - operating state aid	\$120,053,000	
33	<u>Capital outlay state aid</u>		
34	Cochise	\$ 1,060,600	
35	Coconino	423,800	
36	Gila	133,400	
37	Graham	510,100	
38	Maricopa	11,204,000	
39	Mohave	591,200	
40	Navajo	1,005,700	
41	Pima	3,198,900	

1	Pinal	797,600	
2	Yavapai	703,900	
3	Yuma/La Paz	<u>924,800</u>	
4	Total - capital outlay state aid	\$ 20,554,000	
5	Rural county reimbursement subsidy	<u>\$ 1,200,000</u>	
6	Total appropriation - Arizona community		
7	colleges	\$165,300,800	
8	Fund sources:		
9	State general fund	\$165,300,800	
10	Performance measures:		
11	Per cent of students who transfer to Arizona		
12	public universities without loss of credits	96	
13	Number of applied baccalaureate programs		
14	collaboratively developed with universities	8	
15	Of the \$1,200,000 appropriated to the rural county reimbursement		
16	subsidy line item, Apache county will receive \$559,200, Greenlee county		
17	\$459,300, and Santa Cruz county \$181,500.		
18	Of the \$1,005,700 Navajo community college receives in capital outlay		
19	state aid, \$500,000 shall be used for construction of a public safety		
20	training facility at Northland Pioneer community college.		
21	Sec. 19. REGISTRAR OF CONTRACTORS		
22		<u>2007-08</u>	<u>2008-09</u>
23	FTE positions	144.8	144.8
24	Operating lump sum appropriation	\$ 10,410,300	\$ 10,400,800
25	Office of administrative hearings		
26	costs	964,300	964,300
27	Incentive pay	113,700	113,700
28	Information management system	<u>3,683,000</u>	<u>506,500</u>
29	Total appropriation - registrar of		
30	contractors	\$ 15,171,300**	\$ 11,985,300
31	Fund sources:		
32	Registrar of contractors fund	\$ 15,171,300	\$ 11,985,300
33	Performance measures:		
34	Average calendar days from receipt of		
35	complaint to jobsite inspection	23	23
36	Per cent of licensing customers indicating		
37	they received excellent service	93	93
38	Per cent of inspections customers indicating		
39	they received excellent service	91	91
40	Any transfer to or from the amount appropriated for the office of		
41	administrative hearings costs line item shall require review by the joint		
42	legislative budget committee.		

1	Sec. 20. CORPORATION COMMISSION		
2		<u>2007-08</u>	<u>2008-09</u>
3	FTE positions	321.3	321.3
4	Operating lump sum appropriation	\$ 27,394,800	\$ 27,391,300
5	Corporation filings, same day		
6	service	400,400	400,400
7	Utilities audits, studies,		
8	investigations and hearings	<u>380,000*</u>	<u>380,000*</u>
9	Total appropriation - corporation commission	\$ 28,175,200	\$ 28,171,700
10	Fund sources:		
11	State general fund	\$ 5,592,500	\$ 5,592,500
12	Arizona arts trust fund	48,300	48,300
13	Investment management regulatory		
14	and enforcement fund	889,700	889,700
15	Pipeline safety revolving fund	55,400	0
16	Public access fund	4,261,200	4,332,600
17	Securities regulatory and		
18	enforcement fund	3,822,300	3,822,300
19	Utility regulation revolving fund	13,505,800	13,486,300
20	Performance measures:		
21	Average turnaround time in days for processing		
22	of regular corporate filings	30.0	30.0
23	Average turnaround time in days for processing		
24	of expedited corporate filings	3.0	3.0
25	Number of months required to review applications		
26	received by securities division	1.5	1.5
27	Customer satisfaction rating for corporations		
28	program (Scale 1-8)	7.1	7.1
29	The \$400,400 appropriated from the public access fund for the		
30	corporation filings same day service line item shall revert to the public		
31	access fund at the end of each fiscal year if the commission cannot process		
32	all expedited services within five business days and all regular services		
33	within thirty business days in accordance with sections 10-122, 10-3122 and		
34	29-851, Arizona Revised Statutes.		
35	The corporation commission corporations division shall provide a report		
36	by the end of each fiscal year to the joint legislative budget committee on		
37	the total number of filings received by the corporations division pursuant to		
38	the services listed in sections 10-122, 10-3122 and 29-851, Arizona Revised		
39	Statutes, the total number of filings processed by the corporations division		
40	and the amount of time, in business days, to process each type of service.		

1	Sec. 21. DEPARTMENT OF CORRECTIONS	
2		<u>2007-08</u>
3	FTE positions	9,755.9
4	Correctional officer personal services	\$282,098,600
5	Health care personal services	36,160,700
6	All other personal services	69,987,200
7	Employee related expenditures	145,010,700
8	Personal services and employee related	
9	expenditures for overtime/compensatory	
10	time	23,827,000
11	Health care all other operating	
12	expenditures	80,516,200
13	Non-health care all other operating	
14	expenditures	<u>116,210,000</u>
15	Total - operating budget	\$753,810,400
16	Fund sources:	
17	State general fund	\$738,973,100
18	State education fund for	
19	correctional education	1,102,500
20	Alcohol abuse treatment fund	599,300
21	Penitentiary land fund	1,169,000
22	State charitable, penal and	
23	reformatory institutions	
24	land fund	570,000
25	Corrections fund	366,500
26	Transition office fund	180,000
27	Transition program drug treatment	
28	fund	600,000
29	Prison construction and operations	
30	fund	10,250,000
31	County jail beds	\$ 868,600
32	Fund sources:	
33	State general fund	\$ 866,200
34	Penitentiary land fund	2,400
35	Private prison per diem	\$ 83,849,600
36	Fund sources:	
37	State general fund	\$ 53,478,300
38	Corrections fund	28,674,300
39	Penitentiary land fund	217,200
40	Provisional beds	\$ 83,592,400

1	Fund sources:	
2	State general fund	\$ 80,592,400
3	Prison construction and	
4	operations fund	3,200,000
5	Penitentiary land fund	57,200
6	Performance measures:	
7	Escapes from secure facilities	0
8	Number of inmates receiving GED	2,500
9	Number of inmate random positive	
10	urinalysis results	900

11 Twenty-five per cent of land earnings and interest from the state
12 charitable, penal and reformatory institutions land fund shall be distributed
13 to the department of corrections in compliance with the enabling act and the
14 Constitution of Arizona to be used for the support of state penal
15 institutions.

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

20 Before the expenditure of any state education fund for correctional
21 education receipts in excess of \$1,102,500, the department of corrections
22 shall report the intended use of the monies to the director of the joint
23 legislative budget committee.

24 The amount appropriated for provisional beds includes \$29,893,000 for
25 the department to contract for 2,060 new provisional beds in fiscal year
26 2007-2008.

27 Before altering its bed capacity by closing state-operated prison beds
28 or canceling or not renewing contracts for privately-operated prison beds,
29 the department of corrections shall submit a bed plan detailing the proposed
30 bed closures for review by the joint legislative budget committee.

31 The personal services and employee related expenditures for
32 overtime/compensatory time line item includes monies for personal services
33 and employee related expenditure costs from overtime and compensatory time
34 payouts accrued by department employees in fiscal year 2007-2008.

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

39 Notwithstanding section 35-173, subsection C, Arizona Revised Statutes,
40 any transfer to or from the amounts appropriated for county jail beds,
41 personal services and employee related expenditures for overtime/compensatory
42 time, private prison per diem or provisional beds line items shall require
43 review by the joint legislative budget committee.

1 The Arizona department of administration shall charge the department of
 2 corrections for employer general fund health and dental insurance based on
 3 actual enrollment in fiscal year 2007-2008.

4 A monthly report comparing department of corrections expenditures for
 5 the month and year-to-date as compared to prior year expenditures shall be
 6 forwarded to the president of the senate, the speaker of the house of
 7 representatives, the chairpersons of the senate and house of representatives
 8 appropriations committees and the director of the joint legislative budget
 9 committee by the thirtieth of the following month. The report shall include
 10 at least each line item of appropriation and the main components of all other
 11 operating expenditures. The report shall include an estimate of potential
 12 shortfalls, potential surpluses that may be available to offset these
 13 shortfalls and a plan, if necessary, for eliminating any shortfall without a
 14 supplemental appropriation.

15 The department of corrections shall continue to maintain the security
 16 threat group unit and report to the joint legislative budget committee by
 17 September 1, 2007 on funding and personnel requirements to facilitate the
 18 identification of gang members, including implementation of an enhanced phone
 19 monitoring system, and options for joining the California gangnet system.

20 The department of corrections shall work with the department of public
 21 safety's gang and immigration intelligence team enforcement mission to combat
 22 gang activity. The department of corrections and the department of public
 23 safety shall report jointly to the joint legislative budget committee by
 24 December 1, 2007 on their collaborative efforts and procedures.

25 The private prison per diem line item includes \$4,000,000 from the
 26 state general fund for a 5 per cent increase for private prison contracts for
 27 facilities that are located within Arizona and that house Arizona inmates as
 28 of July 1, 2007. The department shall provide this increase to all
 29 applicable contractors by August 1, 2007.

30 Department of corrections personnel in the correctional officer series
 31 who receive a geographic stipend shall not retain the geographic stipend
 32 associated with that facility when transferring to other department
 33 facilities.

34 Sec. 22. COSMETOLOGY BOARD

	<u>2007-08</u>	<u>2008-09</u>
35 FTE positions	24.5	24.5
36 Lump sum appropriation	\$ 1,797,100**	\$ 1,705,400
37 Fund sources:		
38 Board of cosmetology fund	\$ 1,797,100	\$ 1,705,400
39 Performance measures:		
40 Average calendar days to resolve a complaint	120	120
41 Average calendar days to renew a license	10	10
42 Customer satisfaction rating (Scale 1-8)	7.3	7.3

1	Sec. 23. ARIZONA CRIMINAL JUSTICE COMMISSION		
2		<u>2007-08</u>	<u>2008-09</u>
3	FTE positions	9.0	9.0
4	Operating lump sum appropriation	\$ 2,044,000	\$ 1,888,900
5	Rural state aid to county attorneys	157,700	157,700
6	Rural state aid to indigent defense	150,100	150,100
7	State aid to county attorneys	1,052,500	1,052,500
8	State aid to indigent defense	999,200	999,200
9	Victim compensation and assistance	<u>3,800,000</u>	<u>3,800,000</u>
10	Total appropriation - Arizona criminal		
11	justice commission	\$ 8,203,500	\$ 8,048,400
12	Fund sources:		
13	State general fund	\$ 1,302,000	\$ 1,302,000
14	Criminal justice enhancement fund	1,049,800	894,700
15	Victim compensation and assistance		
16	fund	3,800,000	3,800,000
17	State aid to county attorneys fund	1,052,500	1,052,500
18	State aid to indigent defense fund	999,200	999,200
19	Performance measures:		
20	Number of grants awarded in a timely manner		
21	to victim services providers	42	42
22	Customer satisfaction rating (Scale 1-10)	9.2	9.2
23	All victim compensation and victim assistance receipts received by the		
24	Arizona criminal justice commission in excess of \$3,800,000 in fiscal year		
25	2007-2008 and \$3,800,000 in fiscal year 2008-2009 are appropriated to the		
26	crime victims program. Before the expenditure of any victim compensation and		
27	victim assistance receipts in excess of \$3,800,000 in fiscal year 2007-2008		
28	and \$3,800,000 in fiscal year 2008-2009, the Arizona criminal justice		
29	commission shall submit the intended use of the monies for review by the		
30	joint legislative budget committee.		
31	Notwithstanding any other law, the amount appropriated for rural state		
32	aid to county attorneys and rural state aid to indigent defense shall be		
33	allocated to counties with populations of less than five hundred thousand		
34	persons.		
35	Monies for the grants management automation projects shall not be spent		
36	and shall revert to the criminal justice enhancement fund if the government		
37	information technology agency does not approve the project investment		
38	justification for the grants management automation projects.		
39	Sec. 24. ARIZONA STATE SCHOOLS FOR THE DEAF AND THE BLIND		
40		<u>2007-08</u>	<u>2008-09</u>
41	<u>Phoenix day school for the deaf</u>		
42	FTE positions	177.2	177.2
43	Operating lump sum appropriation	\$ 9,887,400	\$ 9,887,400

1	School bus replacement	450,000	461,300
2	Voucher fund adjustment	<u>170,200</u>	<u>299,800</u>
3	Total - Phoenix day school for the deaf	\$ 10,507,600	\$ 10,648,500
4	Fund sources:		
5	State general fund	\$ 5,610,200	\$ 5,621,500
6	Arizona state schools for the		
7	deaf and the blind fund	4,897,400	5,027,000
8	<u>Tucson campus</u>		
9	FTE positions	312.1	312.1
10	Operating lump sum appropriation	\$ 16,943,600	\$ 16,893,100
11	School bus replacement	180,000	276,700
12	Voucher fund adjustment	<u>5,200</u>	<u>59,700</u>
13	Total - Tucson campus	\$ 17,128,800	\$ 17,229,500
14	Fund sources:		
15	State general fund	\$ 10,568,700	\$ 10,614,900
16	Arizona state schools for the		
17	deaf and the blind fund	6,560,100	6,614,600
18	<u>Regional cooperatives</u>		
19	FTE positions	28.1	28.1
20	Lump sum appropriation	\$ 1,841,500	\$ 1,841,500
21	Voucher fund adjustment	<u>16,300</u>	<u>17,500</u>
22	Total - Regional cooperatives	\$ 1,857,800	\$ 1,859,000
23	Fund sources:		
24	State general fund	\$ 1,420,100	\$ 1,420,100
25	Arizona state schools for the		
26	deaf and the blind fund	437,700	438,900
27	<u>Preschool/outreach programs</u>		
28	FTE positions	69.8	69.8
29	Lump sum appropriation	\$ 5,138,200	\$ 5,138,200
30	Voucher fund adjustment	<u>309,000</u>	<u>501,500</u>
31	Total - Preschool/outreach programs	\$ 5,447,200	\$ 5,639,700
32	Fund sources:		
33	State general fund	\$ 3,024,800	\$ 3,024,800
34	Arizona state schools for the		
35	deaf and the blind fund	<u>2,422,400</u>	<u>2,614,900</u>
36	Total appropriation - Arizona state schools		
37	for the deaf and the blind	\$ 34,941,400	\$ 35,376,700
38	Fund sources:		
39	State general fund	\$ 20,623,800	\$ 20,681,300
40	Arizona state schools for the		
41	deaf and the blind fund	14,317,600	14,695,400

1	Performance measures:		
2	Per cent of parents rating overall quality of		
3	services as "good" or "excellent" based		
4	on annual survey	95	95
5	Per cent of students in grade 5 meeting or		
6	exceeding state academic standards in:		
7	Reading	28	28
8	Writing	25	25
9	Math	30	30
10	Per cent of students in high school meeting or		
11	exceeding state academic standards in:		
12	Reading	25	25
13	Writing	25	25
14	Math	20	20
15	Before the expenditure of any monies in the voucher fund adjustment		
16	line item in fiscal year 2007-2008 and fiscal year 2008-2009, the joint		
17	legislative budget committee shall review the intended use of the funds.		
18	Before the expenditure of any Arizona state schools for the deaf and		
19	the blind fund monies in excess of \$14,317,600 in fiscal year 2007-2008 and		
20	\$14,695,400 in fiscal year 2008-2009, the joint legislative budget committee		
21	shall review the intended use of the funds.		
22	Sec. 25. COMMISSION FOR THE DEAF AND THE HARD OF HEARING		
23		<u>2007-08</u>	<u>2008-09</u>
24	FTE positions	16.0	16.0
25	Lump sum appropriation	\$ 5,387,300	\$ 5,387,300
26	Fund sources:		
27	Telecommunication fund for		
28	the deaf	\$ 5,387,300	\$ 5,387,300
29	Performance measures:		
30	Average number of days to issue a voucher	15	15
31	Customer satisfaction rating with the		
32	voucher program (Scale 1-8)	7.8	7.8
33	Sec. 26. STATE BOARD OF DENTAL EXAMINERS		
34		<u>2007-08</u>	<u>2008-09</u>
35	FTE positions	11.0	11.0
36	Lump sum appropriation	\$ 1,106,800**	\$ 1,072,600
37	Fund sources:		
38	Dental board fund	\$ 1,106,800	\$ 1,072,600
39	Performance measures:		
40	Average calendar days to resolve a complaint	98	98
41	Average calendar days to renew a license	10	10
42	Customer satisfaction rating (Scale 1-5)	4	4

1	Sec. 27. DRUG AND GANG PREVENTION RESOURCE CENTER		
2		<u>2007-08</u>	<u>2008-09</u>
3	FTE positions	6.3	6.3
4	Lump sum appropriation	\$ 616,400	\$ 616,400
5	Fund sources:		
6	Drug and gang prevention		
7	resource center fund	\$ 295,800	\$ 295,800
8	Intergovernmental agreements		
9	and grants	320,600	320,600
10	Performance measures:		
11	Customer satisfaction rating of agencies		
12	served by the center (Scale 1-8)	7.2	7.2
13	Intergovernmental agreements and grants revenues in excess of \$320,600		
14	in fiscal year 2007-2008 and \$320,600 in fiscal year 2008-2009 are		
15	appropriated for expenditure. Before the expenditure of these monies, the		
16	center shall provide an expenditure plan for review by the joint legislative		
17	budget committee.		
18	Sec. 28. DEPARTMENT OF ECONOMIC SECURITY		
19		<u>2007-08</u>	
20	<u>Administration</u>		
21	FTE positions	302.2	
22	Operating lump sum appropriation	\$ 40,691,400	
23	Fund sources:		
24	State general fund	\$ 32,724,500	
25	Federal child care and		
26	development fund block grant	1,127,000	
27	Federal temporary assistance		
28	for needy families block grant	5,015,200	
29	Public assistance collections		
30	fund	129,800	
31	Special administration fund	607,300	
32	Spinal and head injuries trust		
33	fund	87,600	
34	Statewide cost allocation plan		
35	fund	1,000,000	
36	Finger imaging	\$ 736,000	
37	Fund sources:		
38	State general fund	\$ 459,400	
39	Federal temporary assistance		
40	for needy families block		
41	grant	276,600	
42	Lease-purchase equipment	\$ 1,799,000	

1	Fund sources:	
2	State general fund	\$ 1,138,000
3	Federal temporary assistance	
4	for needy families block	
5	grant	661,000
6	Public assistance collections	\$ 517,600
7	Fund sources:	
8	Federal temporary assistance for	
9	needy families block grant	\$ 250,900
10	Public assistance collections	
11	fund	266,700
12	Attorney general legal services	\$ 942,900
13	Fund sources:	
14	State general fund	\$ 659,600
15	Federal child care and development	
16	fund block grant	16,600
17	Federal temporary assistance for	
18	needy families block grant	162,000
19	Public assistance collections	
20	fund	104,700
21	Triagency disaster recovery	\$ 271,500
22	Fund sources:	
23	Risk management fund	\$ 271,500
24	In accordance with section 35-142.01, Arizona Revised Statutes, the	
25	department of economic security shall remit to the department of	
26	administration any monies received as reimbursement from the federal	
27	government or any other source for the operation of the department of	
28	economic security west building and any other building lease-purchased by the	
29	state of Arizona in which the department of economic security occupies space.	
30	The department of administration shall deposit these monies in the state	
31	general fund.	
32	In accordance with section 38-654, Arizona Revised Statutes, the	
33	department of economic security shall transfer to the department of	
34	administration for deposit in the special employee health insurance trust	
35	fund any unexpended state general fund monies at the end of each fiscal year	
36	appropriated for employer health insurance contributions.	
37	<u>Developmental disabilities</u>	
38	FTE positions	197.9
39	Operating lump sum appropriation	\$ 3,984,700
40	Fund sources:	
41	State general fund	\$ 3,984,700
42	Case management	\$ 4,366,000

1	Fund sources:	
2	State general fund	\$ 4,366,000
3	Home and community based	
4	services	\$ 36,647,500
5	Fund sources:	
6	State general fund	\$ 35,799,400
7	Long-term care system fund	848,100
8	Institutional services	\$ 294,900
9	Fund sources:	
10	State general fund	\$ 294,900
11	Arizona training program at	
12	Coolidge	\$ 546,900
13	Fund sources:	
14	State general fund	\$ 546,900
15	State-funded long-term care	
16	services	\$ 24,911,600
17	Fund sources:	
18	State general fund	\$ 762,900
19	Long-term care system fund	24,148,700
20	Autism training and oversight	\$ 200,000
21	Fund sources:	
22	Tobacco tax and healthcare -	
23	health research account	\$ 200,000
24	Performance measures:	
25	Per cent of consumer satisfaction with	
26	case management services	97
27	Per cent of consumers living at home who	
28	are satisfied with services and supports	70
29	Per cent of families of children under 18	
30	who are satisfied with services and supports	65
31	Per cent of families or individuals 18 years	
32	or older, who do not live at home with	
33	family, who are satisfied with services	
34	and supports	89

35 It is the intent of the legislature that any available surplus monies
36 for developmental disability programs be applied toward the waiting list,
37 unless there are insufficient monies to annualize these costs in the
38 subsequent year. The children's waiting list shall receive first priority.
39 The amount appropriated for developmental disabilities shall be used to
40 provide for services for nontitle XIX eligible clients. The amount shall not
41 be used for other purposes, unless a transfer of monies is reviewed by the
42 joint legislative budget committee.

1 The department of economic security shall report all new placements
 2 into a state-owned ICF-MR or the Arizona training program at Coolidge campus
 3 in fiscal year 2007-2008 to the president of the senate, the speaker of the
 4 house of representatives, the chairpersons of the senate and house of
 5 representatives appropriations committees and the director of the joint
 6 legislative budget committee and the reason why this placement, rather than a
 7 placement into a privately run facility for the developmentally disabled, was
 8 deemed as the most appropriate placement. The department shall also report
 9 if no new placements were made. This report shall be made available by July
 10 15, 2008.

11	<u>Long-term care</u>	
12	FTE positions	1,664.0
13	Operating lump sum appropriation	\$ 31,951,700
14	Fund sources:	
15	State general fund	\$ 10,772,100
16	Expenditure authority	21,179,600
17	Case management	\$ 37,703,200
18	Fund sources:	
19	State general fund	\$ 12,742,700
20	Expenditure authority	24,960,500
21	Home and community based	
22	services	\$562,266,000
23	Fund sources:	
24	State general fund	\$189,667,600
25	Expenditure authority	372,598,400
26	Institutional services	\$ 13,475,700
27	Fund sources:	
28	State general fund	\$ 4,444,200
29	Expenditure authority	9,031,500
30	Medical services	\$113,636,900
31	Fund sources:	
32	State general fund	\$ 38,561,000
33	Expenditure authority	75,075,900
34	Arizona training program at	
35	Coolidge	\$ 16,344,600
36	Fund sources:	
37	State general fund	\$ 5,421,400
38	Expenditure authority	10,923,200
39	Fee-for-service and reinsurance	\$ 3,669,000

1	Fund sources:	
2	State general fund	\$ 1,237,600
3	Expenditure authority	2,431,400
4	Medicare clawback payments	\$ 2,184,400
5	Fund sources:	
6	State general fund	\$ 2,184,400

7 All monies in the long-term care system fund unexpended and
8 unencumbered at the end of fiscal year 2007-2008 revert to the state general
9 fund, subject to approval by the Arizona health care cost containment system.

10 The department shall report to the joint legislative budget committee
11 by March 1 of each year on preliminary actuarial estimates of the capitation
12 rate changes for the following fiscal year along with the reasons for the
13 estimated changes. For any actuarial estimates that include a range, the
14 total range from minimum to maximum shall be not more than two per cent.
15 Before implementation of any changes in capitation rates for the long-term
16 care program, the department of economic security shall report for review the
17 expenditure plan to the joint legislative budget committee. Before the
18 department implements any changes in policy affecting the amount,
19 sufficiency, duration and scope of health care services and who may provide
20 services, the department shall prepare a fiscal impact analysis on the
21 potential effects of this change on the following year's capitation rates.
22 If the fiscal analysis demonstrates that these changes will result in
23 additional state costs of \$500,000 or greater for a given fiscal year, the
24 department shall submit the policy changes for review by the joint
25 legislative budget committee.

26 Prior to the implementation of any developmentally disabled long term
27 care provider rate increases not already specifically authorized by the
28 legislature, court mandates or changes to federal law, the department shall
29 submit a report for review by the joint legislative budget committee. The
30 report shall include, at a minimum, the estimated cost of the provider rate
31 increase and the ongoing source of funding for the increase.

32 The amounts above include \$6,998,700 from the state general fund and
33 \$11,624,900 from matching federal expenditure authority to raise rates of
34 community service providers and independent service agreement providers
35 contracting with the division of developmental disabilities to the equivalent
36 of one hundred per cent of fiscal year 2007-2008 market rates for all
37 services on the published rate schedule. It is the intent of the legislature
38 that the division request the Arizona health care cost containment system
39 administration to approve a capitation rate increase retroactive to July 1,
40 2007 to make provider rate increases effective July 1, 2007. By July 1,
41 2007, the division shall obtain approval for a rate increase implementation
42 proposal from AHCCCS. By August 1, 2007, the division shall submit the
43 implementation plan for review by the joint legislative budget committee.
44 The adjusted rates shall be implemented beginning with provider payments due
45 for services performed in August 2007. Payment for retroactive reimbursement

1 due for services provided in July 2007 shall be paid to providers no later
 2 than September 15, 2007.

3 The appropriated amount provides funding for a fiscal year 2007-2008
 4 capitation rate increase of 4.0 per cent above fiscal year 2006-2007
 5 excluding salary, benefits, and other statewide adjustments. The department
 6 shall reallocate resources within its existing budget to pay for any
 7 capitation rate increases above 5.0 per cent excluding salary, benefits, and
 8 other statewide adjustments without supplemental funding.

9	<u>Benefits and medical eligibility</u>	
10	FTE positions	569.9
11	Operating lump sum appropriation	\$ 34,688,500
12	Fund sources:	
13	State general fund	\$ 24,671,100
14	Federal temporary assistance	
15	for needy families block	
16	grant	10,017,400
17	Temporary assistance for	
18	needy families cash	
19	benefits	\$125,148,000
20	Fund sources:	
21	State general fund	\$ 45,850,800
22	Federal temporary assistance	
23	for needy families block	
24	grant	79,297,200
25	General assistance	\$ 3,060,800
26	Fund sources:	
27	State general fund	\$ 3,060,800
28	FLSA supplement	\$ 508,900
29	Fund sources:	
30	Federal temporary assistance for	
31	needy families block grant	\$ 508,900
32	Tribal pass-through funding	\$ 4,288,700
33	Fund sources:	
34	State general fund	\$ 4,288,700
35	Tuberculosis control payments	\$ 32,200
36	Fund sources:	
37	State general fund	\$ 32,200
38	Performance measures:	
39	Per cent of cash benefits issued timely	98.6
40	Per cent of total cash benefits payments	
41	issued accurately	95.0

1	Per cent of total food stamps payments	
2	issued accurately	95.0
3	Per cent of clients satisfied with family	
4	assistance administration	90.0

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

8 Notwithstanding section 35-173, subsection C, Arizona Revised Statutes,
 9 any transfer to or from the \$125,148,000 appropriated for temporary
 10 assistance for needy families cash benefits requires review by the joint
 11 legislative budget committee.

12 Of the amount appropriated for temporary assistance for needy families
 13 cash benefits, \$500,000 reflects appropriation authority only to ensure
 14 sufficient cashflow to administer cash benefits for tribes operating their
 15 own welfare programs. The department shall notify the joint legislative
 16 budget committee and the governor's office of strategic planning and
 17 budgeting staff before the use of any of the \$500,000 appropriation
 18 authority.

19 The department shall report to the joint legislative budget committee
 20 by the end of each calendar quarter on progress made in meeting federal TANF
 21 work participation requirements.

22 Child support enforcement

23	FTE positions	863.8
24	Operating lump sum appropriation	\$ 44,355,500
25	Fund sources:	
26	State general fund	\$ 7,596,900
27	Child support enforcement	
28	administration fund	9,400,800
29	Expenditure authority	27,357,800
30	Genetic testing	\$ 360,000
31	Fund sources:	
32	State general fund	\$ 122,400
33	Expenditure authority	237,600
34	Central payment processing	\$ 3,275,700
35	Fund sources:	
36	State general fund	\$ 444,700
37	Child support enforcement	
38	administration fund	1,573,800
39	Expenditure authority	1,257,200
40	County participation	\$ 6,845,200

1	Fund sources:	
2	Child support enforcement	
3	administration fund	\$ 1,384,100
4	Expenditure authority	5,461,100
5	Attorney general legal services	\$ 9,239,000
6	Fund sources:	
7	State general fund	\$ 718,200
8	Child support enforcement	
9	administration fund	2,332,200
10	Expenditure authority	6,188,600
11	Performance measures:	
12	Total IV-D collections	\$330,000,000
13	Ratio of current IV-D support collected	
14	and distributed to current IV-D support	
15	due	45.0
16	All state share of retained earnings, fees and federal incentives above	
17	\$14,690,900 received by the division of child support enforcement are	
18	appropriated for operating expenditures. New full-time equivalent positions	
19	may be authorized with the increased funding. The division of child support	
20	enforcement shall report the intended use of the monies to the president of	
21	the senate, the speaker of the house of representatives, the chairpersons of	
22	the senate and house of representatives appropriations committees and the	
23	director of the joint legislative budget committee and the director of the	
24	governor's office of strategic planning and budgeting.	
25	<u>Aging and community services</u>	
26	FTE positions	108.6
27	Operating lump sum appropriation	\$ 6,819,000
28	Fund sources:	
29	State general fund	\$ 6,579,400
30	Federal temporary assistance	
31	for needy families block	
32	grant	239,600
33	Adult services	\$ 19,277,700
34	Fund sources:	
35	State general fund	\$ 19,277,700
36	Community and emergency	
37	services	\$ 5,924,900
38	Fund sources:	
39	Federal temporary assistance	
40	for needy families block	
41	grant	\$ 5,424,900
42	Utility assistance fund	500,000
43	Coordinated hunger	\$ 2,014,600

1	Fund sources:	
2	State general fund	\$ 1,514,600
3	Federal temporary assistance	
4	for needy families block	
5	grant	500,000
6	Coordinated homeless	\$ 2,804,900
7	Fund sources:	
8	State general fund	\$ 1,155,400
9	Federal temporary assistance	
10	for needy families block	
11	grant	1,649,500
12	Domestic violence prevention	\$ 16,647,400
13	Fund sources:	
14	State general fund	\$ 8,326,700
15	Federal temporary assistance	
16	for needy families block	
17	grant	6,620,700
18	Domestic violence shelter fund	1,700,000
19	Community-based marriage and	
20	communication skills program	
21	fund deposit	\$ 1,200,000
22	Fund sources:	
23	State general fund	\$ 1,200,000
24	Performance measures:	
25	Adult protective services investigation	
26	per cent rate	100

27 The department shall report on activities of food distribution efforts
28 funded through the monies in the coordinated hunger special line item to the
29 joint legislative budget committee by March 15, 2008. The report shall
30 demonstrate how the food was distributed and shall include letters from each
31 participating food bank stating its satisfaction with the distribution and
32 written verification from the association of Arizona food banks that food
33 products have been distributed through regional food banks to all rural areas
34 of the state in a proportional manner.

35 All domestic violence shelter fund monies above \$1,700,000 received by
36 the department of economic security are appropriated for the domestic
37 violence prevention line item. The department of economic security shall
38 report the intended use of the monies above \$1,700,000 to the joint
39 legislative budget committee.

40 The department of economic security shall report to the joint
41 legislative budget committee on the amount of state and federal monies
42 available statewide for domestic violence funding by December 15, 2007. The
43 report shall include, at a minimum, the amount of monies available and the
44 state fiscal agent receiving those monies.

1 It is the intent of the legislature that the department use at least
2 \$1,038,900 of federal temporary assistance for needy families block grant
3 monies in the appropriation for community and emergency services to ensure
4 that councils of governments and tribal governments receive at least the same
5 amount of federal social services block grant monies that those entities
6 received in fiscal year 2000-2001.

7 The department shall apply for the maximum allowable federal temporary
8 assistance for needy families block grant funding in fiscal year 2007-2008
9 available to the state through a grant program to promote healthy marriages
10 and responsible fatherhood. These monies shall be deposited in the
11 community-based marriage and communication skills program fund established by
12 section 41-2032, Arizona Revised Statutes, for at least the following
13 purposes:

- 14 1. Marketing and advertising of marriage skills classes.
- 15 2. The community-based relationship skills high school pilot program.

16 Children, youth and families

17 FTE positions 1,535.5
18 Operating lump sum appropriation \$ 88,625,500

19 Fund sources:

20 State general fund \$ 59,309,900
21 Children and family services
22 training program fund 209,600
23 Federal temporary assistance
24 for needy families block
25 grant 29,106,000

26 Adoption services \$ 46,928,300

27 Fund sources:

28 State general fund \$ 36,242,200
29 Federal temporary assistance
30 for needy families block
31 grant 10,686,100

32 Adoption services - academic tutoring \$ 300,000

33 Fund sources:

34 State general fund \$ 300,000

35 Adoption services - family
36 preservation projects \$ 1,000,000

37 Fund sources:

38 Federal temporary assistance
39 for needy families block
40 grant \$ 1,000,000

41 Attorney general legal
42 services \$ 10,816,300

1	Fund sources:	
2	State general fund	\$ 10,765,900
3	Federal temporary assistance	
4	for needy families block	
5	grant	50,400
6	Child abuse prevention	\$ 824,700
7	Fund sources:	
8	Child abuse prevention fund	\$ 824,700
9	Children support services	\$ 60,382,400
10	Fund sources:	
11	State general fund	\$ 43,503,300
12	Child abuse prevention fund	750,000
13	Federal temporary assistance	
14	for needy families block	
15	grant	16,129,100
16	Comprehensive medical and dental	
17	program	\$ 2,057,000
18	Fund sources:	
19	State general fund	\$ 2,057,000
20	Child protective services appeals	\$ 705,200
21	Fund sources:	
22	State general fund	\$ 705,200
23	Child protective services	
24	expedited substance abuse	
25	treatment fund deposit	\$ 224,500
26	Fund sources:	
27	State general fund	\$ 224,500
28	CPS emergency placement	\$ 5,186,500
29	Fund sources:	
30	State general fund	\$ 2,180,100
31	Federal temporary assistance	
32	for needy families block	
33	grant	3,006,400
34	Education and training vouchers	\$ 700,000
35	Fund sources:	
36	State general fund	\$ 700,000
37	Family builders program	\$ 5,200,000
38	Fund sources:	
39	Federal temporary assistance for	
40	needy families block grant	\$ 5,200,000
41	Foster care placement	\$ 23,362,600

1	Fund sources:	
2	State general fund	\$ 17,139,500
3	Federal temporary assistance for	
4	needy families block grant	6,223,100
5	Healthy families	\$ 13,750,000
6	Fund sources:	
7	State general fund	\$ 8,715,800
8	Federal temporary assistance for	
9	needy families block grant	5,034,200
10	Homeless youth intervention	\$ 400,000
11	Fund sources:	
12	Federal temporary assistance for	
13	needy families block grant	\$ 400,000
14	Independent living maintenance	\$ 3,136,000
15	Fund sources:	
16	State general fund	\$ 3,136,000
17	Intensive family services	\$ 1,985,600
18	Fund sources:	
19	State general fund	\$ 1,985,600
20	Joint substance abuse treatment	
21	fund - state general fund	\$ 5,000,000
22	Fund sources:	
23	State general fund	\$ 5,000,000
24	Permanent guardianship subsidy	\$ 8,051,600
25	Fund sources:	
26	State general fund	\$ 7,192,300
27	Federal temporary assistance for	
28	needy families block grant	859,300
29	CPS residential placement	\$ 17,710,000
30	Fund sources:	
31	State general fund	\$ 6,543,400
32	Federal temporary assistance for	
33	needy families block grant	11,166,600
34	Temporary assistance for needy	
35	families deposit to the joint	
36	substance abuse treatment fund	\$ 2,000,000
37	Fund sources:	
38	Federal temporary assistance for	
39	needy families block grant	\$ 2,000,000
40	Performance measures:	
41	Per cent of newly hired CPS specialists	
42	completing training within 7 months	
43	of hire	100

1	Per cent of children in out-of-home care	
2	who have not returned to their families	
3	or been permanently placed elsewhere	
4	for more than 24 consecutive months	19
5	Per cent of CPS reports responded to by CPS	
6	staff	100
7	Per cent of CPS original dependencies	
8	cases where court denied or dismissed	<1
9	Per cent of office of administrative hearings	
10	where CPS case findings are affirmed	90
11	Per cent of CPS complaints reviewed by	
12	the office of the ombudsman-citizens	
13	aide where allegations are reported	
14	as valid by the ombudsman	13
15	Average number of days spent in shelter	
16	placements	15
17	Number of children in shelter care more	
18	than 21 days	0
19	Number of children under 3 in shelter care	0
20	Number of children under 6 in group homes	0

21 Notwithstanding section 35-173, subsection C, Arizona Revised Statutes,
22 any transfer to or from the amounts appropriated for children support
23 services, CPS emergency placement, CPS residential placement or foster care
24 placement requires review by the joint legislative budget committee.

25 Of the amounts appropriated for children support services, CPS
26 emergency placement, CPS residential placement and foster care placement,
27 \$22,613,100 is appropriated from the federal temporary assistance for needy
28 families block grant to the social services block grant for deposit in the
29 following line items in the following amounts:

30	Children support services	5,371,700
31	CPS emergency placement	2,333,700
32	CPS residential placement	9,833,300
33	Foster care placement	5,074,400

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

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

40 It is the intent of the legislature that the \$1,000,000 appropriated to
41 the adoption services - family preservation projects line item be used to
42 promote adoption as an option for children, including but not limited to
43 promoting the agency's adoption program and temporary adoption subsidy
44 payment increases to current adoption subsidy clients. The department shall
45 report the intended use of these monies for review by the joint legislative

1 budget committee by August 1 of each year. The report shall include an
 2 evaluation of the most effective means of expending these funds and
 3 performance measures to gauge the program's success. The report shall
 4 reflect the recommendations of any statutory committee established to provide
 5 recommendations on this appropriation.

6 It is the intent of the legislature that the \$300,000 appropriated to
 7 the adoption services - academic tutoring line item be used to provide
 8 tutoring services to adopted children whose education has been disrupted
 9 because of multiple out-of-home placements in this state and as a result the
 10 child is working below grade level in at least one core subject. This
 11 provision shall not be construed to impose a duty on an officer, agent or
 12 employee of the state to discharge a responsibility or to create any right in
 13 a person or group if the discharge or right would require an expenditure of
 14 state monies in excess of the \$300,000 appropriation.

15	<u>Employment and rehabilitation services</u>	
16	FTE positions	488.9
17	Operating lump sum appropriation	\$ 27,987,500
18	Fund sources:	
19	State general fund	\$ 9,471,900
20	Federal child care and development	
21	fund block grant	9,958,000
22	Federal temporary assistance for	
23	needy families block grant	5,712,800
24	Workforce investment act grant	2,210,200
25	Special administration fund	85,000
26	Spinal and head injuries trust	
27	fund	549,600
28	JOBBS	\$ 22,936,400
29	Fund sources:	
30	State general fund	\$ 1,823,300
31	Federal temporary assistance for	
32	needy families block grant	17,613,100
33	Workforce investment act grant	2,000,000
34	Special administration fund	1,500,000
35	Day care subsidy	\$155,000,100
36	Fund sources:	
37	State general fund	\$ 75,482,900
38	Federal child care and	
39	development fund block grant	71,496,900
40	Federal temporary assistance for	
41	needy families block grant	8,020,300
42	Transitional child care	\$ 34,481,900

1	Fund sources:	
2	Federal child care and	
3	development fund block	
4	grant	\$ 34,481,900
5	Vocational rehabilitation	
6	services	\$ 5,419,100
7	Fund sources:	
8	State general fund	\$ 5,214,400
9	Spinal and head injuries	
10	trust fund	204,700
11	Independent living rehabilitation	
12	services	\$ 2,491,900
13	Fund sources:	
14	State general fund	\$ 784,200
15	Spinal and head injuries trust	
16	fund	1,707,700
17	Summer youth employment and training	\$ 1,000,000
18	Fund sources:	
19	State general fund	\$ 1,000,000
20	Workforce investment act - local	
21	governments	\$ 48,040,600
22	Fund sources:	
23	Workforce investment act grant	\$ 48,040,600
24	Workforce investment act -	
25	discretionary	\$ 3,614,000
26	Fund sources:	
27	Workforce investment act grant	\$ 3,614,000
28	Performance measures:	
29	Number of TANF recipients who obtained	
30	employment	20,000
31	Per cent of customer satisfaction with	
32	child care	95.6
33	Vocational rehabilitation individuals	
34	successfully rehabilitated	4,000

35 Of the \$155,000,100 appropriated for day care subsidy, \$107,043,200 is
36 for a program in which the upper income limit is no more than one hundred
37 sixty-five per cent of the federal poverty level. This provision shall not
38 be construed to impose a duty on an officer, agent or employee of the state
39 to discharge a responsibility or to create any right in a person or group if
40 the discharge or right would require an expenditure of state monies in excess
41 of the \$107,043,200 appropriation.

1 The amounts appropriated for day care subsidy and transitional child
2 care shall be used exclusively for child care costs unless a transfer of
3 monies is reviewed by the joint legislative budget committee. Monies shall
4 not be used from these appropriated amounts for any other expenses of the
5 department of economic security unless a transfer of monies is reviewed by
6 the joint legislative budget committee.

7 Monies in the child care subsidy and transitional child care line items
8 shall be used to provide services only to residents of the state of Arizona
9 who are citizens or legal residents of the United States or who are otherwise
10 lawfully present in the United States.

11 All spinal and head injuries trust fund receipts received by the
12 department of economic security in excess of \$2,462,000 are appropriated to
13 the independent living rehabilitation services line item. Before the
14 expenditure of any spinal and head injuries trust fund receipts in excess of
15 \$2,462,000, the department of economic security shall submit the intended use
16 of the monies for review by the joint legislative budget committee.

17 Monies appropriated to the workforce investment act - discretionary
18 line item may not be expended until a proposed expenditure plan has been
19 reviewed by the joint legislative budget committee.

20 All federal workforce investment act discretionary funds that are
21 received by the state in excess of \$3,614,000 are appropriated to the
22 workforce investment act - discretionary line item. Excess monies may not be
23 spent until a proposed expenditure plan for the excess monies has been
24 reviewed by the joint legislative budget committee.

25 All federal workforce investment act funds for local governments that
26 are received by the state in excess of \$48,040,600 are appropriated to the
27 workforce investment act - local governments line item. Excess monies may
28 not be spent until a proposed expenditure plan for the excess monies has been
29 reviewed by the joint legislative budget committee.

30 Performance measures:

31 Agencywide customer satisfaction rating

32 (Scale 1-5)

3.8

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

38 A monthly report comparing total expenditures for the month and
39 year-to-date as compared to prior year totals shall be forwarded to the
40 president of the senate, the speaker of the house of representatives, the
41 chairpersons of the senate and house of representatives appropriations
42 committees and the director of the joint legislative budget committee by the
43 thirtieth of the following month. The report shall include an estimate of
44 (1) potential shortfalls in entitlement programs, (2) potential federal and
45 other funds, such as the statewide assessment for indirect costs, and any

1 projected surplus in state supported programs that may be available to offset
2 these shortfalls and a plan, if necessary, for eliminating any shortfall
3 without a supplemental appropriation, (3) shortfalls resulting from new
4 leases or renegotiations of current leases and associated costs, and
5 (4) total expenditure authority of the child support enforcement program for
6 the month and year-to-date as compared to prior year totals.

7 The department of economic security shall report the receipt and
8 intended use of all current and prior year reversions from nonappropriated
9 sources to the joint legislative budget committee.

10 Sec. 29. STATE BOARD OF EDUCATION AND SUPERINTENDENT OF PUBLIC INSTRUCTION
11 2007-08

12 Administration

13	FTE positions	72.5
14	Operating lump sum appropriation	\$ 6,330,500
15	Total - administration	\$ 6,330,500

16 Fund sources:

17	State general fund	\$ 6,330,500
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18 The operating lump sum appropriation includes \$291,100 and 4 FTE
19 positions for average daily membership auditing and \$200,000 and 2 FTE
20 positions for information technology security services.

21 Formula programs

22	FTE positions	29.0
23	Operating lump sum appropriation	\$ 2,133,400
24	Basic state aid	\$3,854,470,400

25 Fund sources:

26	State general fund	\$3,809,249,700
27	Permanent state school fund	45,220,700

28 The above appropriation provides basic state support to school
29 districts for maintenance and operations funding as provided by section
30 15-973, Arizona Revised Statutes, and includes an estimated \$45,220,700 in
31 expendable income derived from the permanent state school fund and from state
32 trust lands pursuant to section 37-521, subsection B, Arizona Revised
33 Statutes, for fiscal year 2007-2008.

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

38 Except as required by section 37-521, Arizona Revised Statutes, all
39 monies received during the fiscal year from national forests, interest
40 collected on deferred payments on the purchase of state lands, the income
41 from the investment of permanent funds as prescribed by the enabling act and
42 the Constitution of Arizona and all monies received by the superintendent of
43 public instruction from whatever source, except monies received pursuant to
44 sections 15-237 and 15-531, Arizona Revised Statutes, when paid into the
45 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	Arizona structured English	
4	immersion fund	\$ 14,300,000
5	Additional state aid	\$ 359,013,100
6	Special education fund	35,235,500
7	Other state aid to districts	<u>983,900</u>
8	Total - formula programs	\$4,266,136,300
9	Fund sources:	
10	State general fund	\$4,220,915,600
11	Permanent state school fund	45,220,700
12	<u>Non-formula programs</u>	
13	FTE positions	147.4
14	Operating lump sum appropriation	\$ 1,335,100
15	Achievement testing	10,240,500

16 Before making any changes to the achievement testing program that will
17 increase program costs, the state board of education shall report the
18 estimated fiscal impact of those changes to the joint legislative budget
19 committee.

20	AIMS intervention; dropout	
21	prevention	5,550,000
22	School accountability	4,699,100
23	Adult education and GED	4,468,900

24 The department shall give persons under twenty-one years of age
25 priority in gaining access to services pertaining to general education
26 development testing.

27	Chemical abuse	819,900
28	English learner administration	4,964,500

29 The appropriated amount is to be used by the department of education to
30 provide English language acquisition services for the purposes of section
31 15-756.07, Arizona Revised Statutes, and for the costs of providing English
32 language proficiency assessments, scoring and ancilliary materials as
33 prescribed by the department of education to school districts and charter
34 schools for the purposes of title 15, chapter 7, article 3.1, Arizona Revised
35 Statutes. The department of education may use a portion of the appropriated
36 amount to hire staff or contract with a third party to carry out the purposes
37 of section 15-756.07, Arizona Revised Statutes. Notwithstanding section
38 41-192, Arizona Revised Statutes, the superintendent of public instruction
39 also may use a portion of the appropriated amount to contract with one or
40 more private attorneys to provide legal services in connection with the case
41 of Flores v. State of Arizona, No. CIV 92-596-TUC-RCC.

1	Compensatory instruction fund	
2	deposit	10,000,000
3	Extended school year	500,000
4	Family literacy	1,009,100
5	Gifted support	3,380,100
6	School safety program	6,722,700
7	Small pass-through programs	581,600

8 The appropriated amount includes \$50,000 for the academic contest fund,
9 \$82,400 for academic decathlon, \$50,000 for Arizona geographic alliance,
10 \$40,000 for the Arizona humanities council, \$25,200 for Arizona principal's
11 academy, \$234,000 for Arizona school service through education technology,
12 \$50,000 for project citizen and \$50,000 for the economic academic council.

13	State block grant for early	
14	childhood education	19,446,300
15	State block grant for vocational	
16	education	11,400,500

17 The appropriated amount is for block grants to charter schools and
18 school districts that have vocational education programs. It is the intent
19 of the legislature that monies appropriated in the general appropriation act
20 for the state block grant for vocational education be used to promote
21 improved student achievement by providing vocational education programs with
22 flexible supplemental funding that is linked both to numbers of students in
23 such programs and to numbers of program completers who enter jobs in fields
24 directly related to the vocational education program that they completed. It
25 is the intent of the legislature that the amount of the state block grant for
26 vocational education funding that is used for state level administration of
27 the program be limited to no more than the amount used for such costs during
28 the prior fiscal year plus the applicable amount of any pay raise that may be
29 provided for state employees through legislative appropriation.

30	Vocational education extended year	600,000
31	Physical education pilot	110,000
32	Disabled pupil scholarships	2,500,000
33	Displaced pupils choice grant	
34	program	2,500,000
35	Teacher certification	1,746,600

36 Monies collected by the department of education for teacher
37 certification fees, as authorized by section 15-531, paragraphs 1 and 2,
38 Arizona Revised Statutes, shall be deposited in a teacher certification fund
39 for use in funding costs of the teacher certification program.

1	Parental choice for reading success	1,000,000
2	Optional performance incentive	
3	programs	120,000
4	Teacher training	1,000,000
5	Alternative teacher development	<u>2,000,000</u>
6	Total - nonformula programs	\$ 96,694,900
7	Fund sources:	
8	State general fund	\$ 87,736,300
9	Proposition 301 fund	7,000,000
10	Teacher certification fund	1,958,600
11	Performance measures:	
12	Per cent of students tested who perform	
13	at or above the national norm on the	
14	norm-referenced test (grade 2)	
15	-- reading	54
16	-- math	54
17	Per cent of students tested who perform	
18	at or above the national norm on the	
19	norm-referenced test (grade 9)	
20	-- reading	54
21	-- math	54
22	Per cent of schools with at least 75% of	
23	students meeting or exceeding standards in:	
24	-- reading	36
25	-- writing	36
26	-- math	35
27	Per cent of Arizona high school students	
28	who enter grade 9 and graduate within	
29	4 years	76
30	Per cent of students in grade 3 meeting	
31	or exceeding state academic standards in:	
32	-- reading	76
33	-- writing	76
34	-- math	79
35	Per cent of students in grade 5 meeting	
36	or exceeding state academic standards in:	
37	-- reading	76
38	-- writing	70
39	-- math	76
40	Per cent of students in grade 8 meeting	
41	or exceeding state academic standards in:	
42	-- reading	71
43	-- writing	86
44	-- math	70

1	Per cent of students in grade 12 meeting		
2	or exceeding state academic standards in:		
3	-- reading		90
4	-- writing		90
5	-- math		90
6	Per cent of students tested:		
7	-- norm-referenced test (grades 2 and 9)		97
8	-- AIMS		97
9	Per cent of Arizona schools receiving an		
10	underperforming label		5.5
11	Maximum number of days to process		
12	complete certification applications		8
13	Per cent of customers satisfied with		
14	certification services		90
15	<u>State board of education</u>		
16	FTE positions		8.0
17	Lump sum appropriation	\$	757,700
18	Fund sources:		
19	State general fund	\$	385,800
20	Teacher certification fund		371,900
21	Performance measures:		
22	Per cent of parents who rate "A+" the public		
23	school that their oldest school-age child		
24	attends		8.0
25	The appropriated amount includes \$100,000 for administering a survey to		
26	a random sample of parents of children in public schools statewide. The		
27	survey shall consist of the following question: "Students are given the		
28	grades A+, A, B, C, D and Fail to denote the quality of their work. Using		
29	the same A+, A, B, C, D and Fail scale, what grade would you give the school		
30	that your oldest child attends?"		
31	The state board of education program may establish its own strategic		
32	plan separate from that of the department of education and based on its own		
33	separate mission, goals and performance measures.		
34	Total appropriation - state board of		
35	education and superintendent		
36	of public instruction	\$	4,369,919,400
37	Fund sources:		
38	State general fund	\$	4,315,368,200
39	Proposition 301 fund		7,000,000
40	Permanent state school fund		45,220,700
41	Teacher certification fund		2,330,500

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

11 Within fifteen days of each apportionment of state aid that occurs
 12 pursuant to section 15-973, subsection B, Arizona Revised Statutes, the
 13 department shall provide the joint legislative budget committee staff and the
 14 governor's office of strategic planning and budgeting with an electronic
 15 spreadsheet or database copy of data included in the apor55-1 report for that
 16 apportionment for each school district and the char55-1 report for that
 17 apportionment for each charter school.

18 Sec. 30. DEPARTMENT OF EMERGENCY AND MILITARY AFFAIRS

	<u>2007-08</u>	<u>2008-09</u>
19		
20	<u>Administration</u>	
21	FTE positions	13.9
22	Lump sum appropriation	\$ 1,848,900
23	Military gift package postage	<u>100,000</u>
24	Total - administration	\$ 1,948,900
25	Fund sources:	
26	State general fund	\$ 1,948,900
27	<u>Emergency management</u>	
28	FTE positions	11.0
29	Operating lump sum appropriation	\$ 1,718,200
30	Civil air patrol	<u>54,200</u>
31	Total - emergency management	\$ 1,772,400
32	Fund sources:	
33	State general fund	\$ 1,639,700
34	Emergency response fund	132,700
35	<u>Military affairs</u>	
36	FTE positions	66.2
37	Operating lump sum appropriation	\$ 2,465,900
38	Guardsmen tuition reimbursement	1,446,000
39	Project challenge	<u>1,804,800</u>
40	Total - military affairs	\$ 5,716,700
41	Fund sources:	
42	State general fund	<u>\$ 5,716,700</u>
43	Total appropriation - department of	<u>\$ 9,438,000</u>
44	emergency and military affairs	\$ 9,338,000

1	Fund sources:		
2	State general fund	\$ 9,305,300	\$ 9,205,300
3	Emergency response fund	132,700	132,700
4	Performance measures:		
5	Per cent of project challenge graduates		
6	either employed or in school	95	95
7	Customer satisfaction rating for communities		
8	served during disasters (Scale 1-8)	6.0	6.0
9	The department of emergency and military affairs appropriation includes		
10	\$1,215,000 for service contracts. This amount is exempt from the provisions		
11	of section 35-190, Arizona Revised Statutes, relating to lapsing of		
12	appropriations, except that all fiscal year 2007-2008 monies remaining		
13	unexpended and unencumbered on October 31, 2008, and all fiscal year		
14	2008-2009 monies remaining unexpended and unencumbered on October 31, 2009,		
15	revert to the state general fund.		
16	It is the intent of the legislature that the department of emergency		
17	and military affairs submit a request to the United States department of		
18	defense by September 30, 2007 to allow the department of emergency and		
19	military affairs to conduct training exercises for Arizona national guard		
20	units at the Arizona-Mexico border. The department of emergency and military		
21	affairs shall report to the joint legislative budget committee by December		
22	31, 2007 on the response of the United States department of defense to this		
23	request.		
24	Sec. 31. DEPARTMENT OF ENVIRONMENTAL QUALITY		
25		<u>2007-08</u>	<u>2008-09</u>
26	<u>Administration</u>		
27	FTE positions	144.6	144.6
28	Lump sum appropriation	\$ 14,886,000	\$ 14,885,900
29	Fund sources:		
30	State general fund	\$ 4,354,900	\$ 4,354,900
31	Indirect cost recovery fund	10,531,100	10,531,000
32	<u>Air programs</u>		
33	FTE positions	123.9	123.9
34	Air quality management and analysis	11,292,700	11,289,700
35	Emissions control contractor		
36	payment	33,239,600	33,239,600
37	Emissions control program -		
38	administration	4,180,100	4,180,100
39	Transfers to counties program	165,000	165,000
40	Maricopa, Pima and Pinal counties		
41	travel reduction plan	<u>1,676,900</u>	<u>1,676,900</u>
42	Total - air programs	\$ 50,554,300	\$ 50,551,300

1	Fund sources:		
2	State general fund	\$ 2,088,800	\$ 2,088,800
3	Air quality fund	5,155,500	5,152,500
4	Air permits administration fund	5,890,300	5,890,300
5	Emissions inspection fund	37,419,700	37,419,700
6	<u>Waste programs</u>		
7	FTE positions	48.4	48.4
8	Waste control and management	6,469,200	6,469,200
9	Underground storage tank program	22,000	22,000
10	Waste tire program	<u>224,900</u>	<u>224,900</u>
11	Total - waste programs	\$ 6,716,100	\$ 6,716,100
12	Fund sources:		
13	State general fund	\$ 1,973,900	\$ 1,973,900
14	Hazardous waste management fund	780,000	780,000
15	Recycling fund	2,319,800	2,319,800
16	Solid waste fee fund	1,483,100	1,483,100
17	Underground storage tank		
18	revolving fund	22,000	22,000
19	Used oil fund	137,300	137,300
20	<u>Water programs</u>		
21	FTE positions	145.5	145.5
22	Arizona pollution discharge		
23	elimination system	951,300	951,300
24	Drinking water regulation program	2,262,700	2,262,700
25	Surface water regulation program	1,292,900	1,292,900
26	Underground water regulation		
27	program	<u>7,015,200</u>	<u>6,995,200</u>
28	Total - water programs	\$ 11,522,100	\$ 11,502,100
29	Fund sources:		
30	State general fund	\$ 5,663,000	\$ 5,663,000
31	Water quality fee fund	5,859,100	5,839,100
32	<u>WIFA</u>		
33	Clean water revolving loan		
34	program	1,551,900	1,551,900
35	Drinking water revolving loan		
36	program	<u>893,200</u>	<u>893,200</u>
37	Total - WIFA	\$ 2,445,100	\$ 2,445,100
38	Fund sources:		
39	State general fund	\$ 2,445,100	\$ 2,445,100
40	Total appropriation - department of		
41	environmental quality	\$ 86,123,600	\$ 86,100,500

1	Fund sources:		
2	State general fund	\$ 16,525,700	\$ 16,525,700
3	Air permits administration fund	5,890,300	5,890,300
4	Air quality fund	5,155,500	5,152,500
5	Emissions inspection fund	37,419,700	37,419,700
6	Hazardous waste management fund	780,000	780,000
7	Indirect cost recovery fund	10,531,100	10,531,000
8	Recycling fund	2,319,800	2,319,800
9	Solid waste fee fund	1,483,100	1,483,100
10	Underground storage tank		
11	revolving fund	22,000	22,000
12	Used oil fund	137,300	137,300
13	Water quality fee fund	5,859,100	5,839,100
14	Performance measures:		
15	Per cent of contaminated sites closed		
16	requiring no further action (cumulative)		
17	versus known sites	82.0	82.0
18	Number of nonattainment areas exceeding		
19	national ambient air quality standards	5	5
20	Per cent of statutorily set permit timelines		
21	met through licensing time frames rule	99	99
22	Number of days per year exceeding national		
23	ambient air quality standards for ozone,		
24	carbon monoxide or particulates	0	0
25	Per cent of facilities from drinking water		
26	priority log assigned to enforcement staff	100	100
27	Customer satisfaction rating for citizens		
28	(Scale 1-8)	7.4	7.4
29	Of the monies appropriated to the Maricopa, Pima and Pinal counties		
30	travel reduction plan line item in fiscal year 2007-2008 and fiscal year		
31	2008-2009, \$948,600 shall be allocated to Maricopa county, \$373,000 shall be		
32	allocated to the Pima association of governments, \$87,000 shall be allocated		
33	to Pinal county and \$268,300 shall be allocated to Pima county.		
34	When expenditures from the hazardous waste or environmental health		
35	reserves are authorized, the director of the department of environmental		
36	quality shall report the nature of the emergency and the authorized		
37	expenditure amount to the president of the senate, the speaker of the house		
38	of representatives, the chairpersons of the senate and house of		
39	representatives appropriations committees and the director of the joint		
40	legislative budget committee.		

1 All water quality fee fund revenues received by the department of
2 environmental quality in excess of \$5,859,100 in fiscal year 2007-2008 and
3 \$5,839,100 in fiscal year 2008-2009 are appropriated to the department.
4 Before the expenditure of water quality fee fund receipts in excess of
5 \$5,859,100 in fiscal year 2007-2008 and \$5,839,100 in fiscal year 2008-2009,
6 the department of environmental quality shall submit the intended use of the
7 monies for review by the joint legislative budget committee.

8 Pursuant to section 49-282, Arizona Revised Statutes, the department of
9 environmental quality shall submit a fiscal year 2008-2009 and fiscal year
10 2009-2010 budget for the water quality assurance revolving fund before
11 September 1, 2007, and September 1, 2008, respectively, for review by the
12 senate and house of representatives appropriations committees.

13 The amounts appropriated for the clean water revolving loan program and
14 the drinking water revolving loan program in fiscal year 2007-2008 and fiscal
15 year 2008-2009 shall be used to provide a twenty per cent match of the fiscal
16 year 2007-2008 and fiscal year 2008-2009 federal safe drinking water and
17 clean water revolving fund allocations to this state. Of the amount
18 appropriated, any amount in excess of the required twenty per cent match
19 reverts to the state general fund.

20 The monies appropriated in the transfers to counties program line item
21 are for use by Arizona counties to avoid being declared in nonattainment of
22 particulate matter standards by establishing public notification and outreach
23 programs, minimizing exposure to particulate matter concentrations, and
24 abating and minimizing controllable sources of particulate matter through
25 best available control measures. Of the monies in the transfers to counties
26 program line item in fiscal year 2007-2008, and fiscal year 2008-2009,
27 \$50,000 shall be used by Pima county for carbon monoxide monitoring as
28 required by the Pima county limited maintenance plan with the United States
29 environmental protection agency.

30 The appropriation from the air permits administration fund is an
31 estimate representing all monies distributed to this fund, including balance
32 forward, revenue and transfers during fiscal year 2007-2008 and fiscal year
33 2008-2009. These monies are appropriated to the Arizona department of
34 environmental quality for the purposes established in section 49-455, Arizona
35 Revised Statutes. The appropriation shall be adjusted as necessary to
36 reflect actual final receipts credited to the air permits administration
37 fund.

38 The department of environmental quality shall report annually on the
39 progress of WQARF activities, including emergency response, priority site
40 remediation, cost recovery activity, revenue and expenditure activity and
41 other WQARF-funded program activity. This report shall also include a budget
42 for the WQARF program which is developed in consultation with the WQARF
43 advisory board. The fiscal year 2007-2008 report shall be submitted to the
44 joint legislative budget committee by September 1, 2007, and the fiscal year
45 2008-2009 report shall be submitted by September 1, 2008. This budget shall

1 specify the monies budgeted for each listed site during fiscal year 2007-2008
 2 and fiscal year 2008-2009. In addition, the department and the advisory
 3 board shall prepare and submit to the joint legislative budget committee, by
 4 October 2, 2007, and October 2, 2008, a report in a table format summarizing
 5 the current progress on remediation of each listed site on the WQARF
 6 registry. The table shall include the stage of remediation for each site at
 7 the end of fiscal year 2006-2007 and fiscal year 2007-2008, whether the
 8 current stage of remediation is anticipated to be completed in fiscal year
 9 2007-2008 and fiscal year 2008-2009, and the anticipated stage of remediation
 10 at each listed site at the end of fiscal year 2008-2009 and fiscal year
 11 2009-2010, assuming fiscal year 2007-2008 and 2008-2009 funding levels. The
 12 department and advisory board may include other relevant information about
 13 the listed sites in the table.

14 The department of environmental quality shall submit a written report
 15 detailing the maximum, minimum and average water quality permit processing
 16 times for fiscal year 2006-2007 by December 1, 2007, and fiscal year
 17 2007-2008 by December 1, 2008, for review by the joint legislative budget
 18 committee. The fiscal year 2006-2007 and fiscal year 2007-2008 data shall
 19 contain the year-to-date actual data and projected totals for each year.
 20 This report shall also include total number of staff hours devoted to water
 21 quality permit processing in fiscal year 2006-2007 and fiscal year 2007-2008,
 22 the total costs to process these permits, and the progress made in reducing
 23 water quality permit processing times.

24 All indirect cost fund recovery revenues received by the department of
 25 environmental quality in excess of \$10,531,100 in fiscal year 2007-2008 and
 26 \$10,531,000 in fiscal year 2008-2009 are appropriated to the department.
 27 Before the expenditure of indirect cost recovery fund receipts in excess of
 28 \$10,531,100 in fiscal year 2007-2008 and \$10,531,000 in fiscal year
 29 2008-2009, the department of environmental quality shall submit the intended
 30 use of the monies for review by the joint legislative budget committee.

31 Any transfer from the amount appropriated for the Arizona pollution
 32 discharge elimination system line item shall require prior joint legislative
 33 budget committee review.

34 Sec. 32. OFFICE OF EQUAL OPPORTUNITY

	<u>2007-08</u>	<u>2008-09</u>
35 FTE positions	4.0	4.0
36 Lump sum appropriation	\$ 245,200	\$ 245,200
37 Fund sources:		
38 State general fund	\$ 245,200	\$ 245,200

40 Sec. 33. STATE BOARD OF EQUALIZATION

	<u>2007-08</u>	<u>2008-09</u>
41 FTE positions	7.0	7.0
42 Lump sum appropriation	\$ 653,500	\$ 653,500

1	Fund sources:		
2	State general fund	\$ 653,500	\$ 653,500
3	Performance measures:		
4	Average calendar days to process a		
5	property tax appeal from receipt to		
6	issuance	28	28
7	Per cent of rulings upheld in tax courts	100	100
8	Customer satisfaction rating (Scale 1-8)	6.1	6.1
9	Sec. 34. BOARD OF EXECUTIVE CLEMENCY		
10		<u>2007-08</u>	<u>2008-09</u>
11	FTE positions	17.0	17.0
12	Lump sum appropriation	\$ 1,087,400	\$ 1,087,400
13	Fund sources:		
14	State general fund	\$ 1,087,400	\$ 1,087,400
15	Performance measures:		
16	Customer satisfaction rating for victims		
17	(Scale 1-8)	6.0	6.0
18	Sec. 35. ARIZONA EXPOSITION AND STATE FAIR BOARD		
19		<u>2007-08</u>	<u>2008-09</u>
20	FTE positions	186.0	186.0
21	Lump sum appropriation	\$ 16,066,100	\$ 16,066,100
22	Fund sources:		
23	Arizona exposition and state		
24	fair fund	\$ 16,066,100	\$ 16,066,100
25	Performance measures:		
26	Fair attendance	1,300,000	1,300,000
27	Per cent of guests rating state fair "good"		
28	or "excellent" based on annual survey	96	96
29	Sec. 36. DEPARTMENT OF FINANCIAL INSTITUTIONS		
30		<u>2007-08</u>	<u>2008-09</u>
31	FTE positions	57.1	57.1
32	Operating lump sum appropriation	\$ 3,757,100	\$ 3,757,100
33	Document imaging project	<u>75,000</u>	<u>0</u>
34	Total appropriation - department of		
35	financial institutions	\$ 3,832,100	\$ 3,757,100
36	Fund sources:		
37	State general fund	\$ 3,832,100	\$ 3,757,100
38	Performance measures:		
39	Per cent of examinations reports mailed		
40	within 25 days of examiner's completion		
41	of exam procedures	78.0	78.0

1	Per cent of license applications approved		
2	within 45 days of receipt	65.0	65.0
3	Per cent of examinations receiving		
4	satisfactory rating	91.0	91.0
5	Average days from receipt to resolution		
6	of regular complaints	100.0	100.0
7	Per cent of complainants indicating they		
8	received "good" or better service when		
9	filing a complaint	75.0	75.0
10	The department of financial institutions shall assess and set fees to		
11	ensure that monies deposited in the state general fund will equal or exceed		
12	its expenditure from the state general fund.		
13	Sec. 37. DEPARTMENT OF FIRE, BUILDING AND LIFE SAFETY		
14		<u>2007-08</u>	<u>2008-09</u>
15	FTE positions	55.0	55.0
16	Lump sum appropriation	\$ 3,789,500	\$ 3,764,000
17	Fund sources:		
18	State general fund	\$ 3,789,500	\$ 3,764,000
19	Performance measures:		
20	Per cent of manufactured homes complaints		
21	closed vs. complaints filed	98	98
22	Customer satisfaction rating (Scale 1-5)	4.7	4.7
23	Sec. 38. STATE BOARD OF FUNERAL DIRECTORS AND EMBALMERS		
24		<u>2007-08</u>	<u>2008-09</u>
25	FTE positions	4.0	4.0
26	Lump sum appropriation	\$ 340,600**	\$ 340,600
27	Fund sources:		
28	Board of funeral directors and		
29	embalmers fund	\$ 340,600	\$ 340,600
30	Performance measures:		
31	Average calendar days to resolve a complaint	78	78
32	Average calendar days to renew a license	23	23
33	Customer satisfaction rating (Scale 1-8)	7.7	7.7
34	Sec. 39. GAME AND FISH DEPARTMENT		
35		<u>2007-08</u>	<u>2008-09</u>
36	FTE positions	274.5	274.5
37	Operating lump sum appropriation	\$ 31,547,400	\$ 30,971,200
38	Pittman - Robertson/Dingell -		
39	Johnson act	2,808,000	2,808,000
40	Performance incentive pay program	346,800*	346,800*
41	Lower Colorado multispecies		
42	conservation	350,000	350,000

1	Watercraft grant program	250,000	250,000
2	Watercraft safety education program	<u>1,600,000</u>	<u>1,625,000</u>
3	Total appropriation - game and fish		
4	department	\$ 36,902,200	\$ 36,351,000
5	Fund sources:		
6	Game and fish fund	\$ 30,395,300	\$ 30,026,600
7	Waterfowl conservation fund	43,400	43,400
8	Wildlife endowment fund	16,000	16,000
9	Watercraft licensing fund	6,124,300	5,941,800
10	Game, nongame, fish and		
11	endangered species fund	323,200	323,200
12	Performance measures:		
13	Per cent of the public surveyed rating		
14	watercraft safety as "good" or "excellent"	80	80
15	Per cent of anglers surveyed reporting they were		
16	satisfied with their angling experiences	75	75
17	In addition to the \$2,808,000 for the Pittman - Robertson/Dingell -		
18	Johnson act line item, the lump sum appropriation includes \$40,000 for		
19	cooperative fish and wildlife research which may be used for the purpose of		
20	matching federal and apportionment funds.		
21	The \$300,000 from the game and fish fund and \$46,800 from the		
22	watercraft licensing fund in fiscal year 2007-2008 and fiscal year 2008-2009		
23	for the performance incentive pay program line item shall be used for		
24	personal services and employee related expenditures associated with the		
25	department's performance incentive pay program in accordance with Laws 1999,		
26	chapter 138. This appropriation is a continuing appropriation and is exempt		
27	from the provisions of section 35-190, Arizona Revised Statutes, relating to		
28	lapsing of appropriations.		
29	The shooting range appropriation of \$100,000 in fiscal year 2007-2008		
30	and fiscal year 2008-2009, included in the lump sum appropriation, is a		
31	continuing appropriation and is exempt from the provisions of section 35-190,		
32	Arizona Revised Statutes, relating to lapsing of appropriations, until		
33	December 31, 2009.		
34	Sec. 40. DEPARTMENT OF GAMING		
35		<u>2007-08</u>	<u>2008-09</u>
36	FTE positions	123.0	123.0
37	Operating lump sum appropriation	\$ 9,156,700	\$ 8,454,700
38	Casino operations certification	2,186,900	2,173,900
39	Problem gambling	2,724,600	3,185,100
40	Joint monitoring system	<u>1,188,100</u>	<u>2,442,100</u>
41	Total appropriation - department of gaming	\$ 15,256,300	\$ 16,255,800

1	Fund sources:		
2	Tribal-state compact fund	\$ 2,186,900	\$ 2,173,900
3	Arizona benefits fund	12,769,400	13,781,900
4	State lottery fund	300,000	300,000
5	Performance measures:		
6	Per cent of gaming facilities reviewed		
7	for compact compliance	100	100
8	Per cent of vendor customers satisfied		
9	with process	96	96
10	If information technology authorization committee approval is required		
11	for the project investment justification for the joint monitoring system and		
12	the information technology authorization committee does not approve the		
13	project investment justification, monies for the joint monitoring system		
14	special line item shall not be spent and will revert to the instructional		
15	improvement fund.		
16	Sec. 41. ARIZONA GEOLOGICAL SURVEY		
17		<u>2007-08</u>	<u>2008-09</u>
18	FTE positions	12.3	12.3
19	Lump sum appropriation	\$ 1,073,900	\$ 1,073,900
20	Fund sources:		
21	State general fund	\$ 1,073,900	\$ 1,073,900
22	Performance measures:		
23	Satisfaction with service provided		
24	(Scale 1-5)	4.9	4.9
25	Sec. 42. GOVERNMENT INFORMATION TECHNOLOGY AGENCY		
26		<u>2007-08</u>	<u>2008-09</u>
27	FTE positions	21.0	21.0
28	Lump sum appropriation	\$ 2,755,800	\$ 2,758,600
29	E-health initiative	<u>1,500,000</u>	<u>1,500,000</u>
30	Total appropriation - government information		
31	technology agency	\$ 4,255,800	\$ 4,258,600
32	Fund sources:		
33	State general fund	\$ 1,500,000	\$ 1,500,000
34	Information technology fund	\$ 2,755,800	\$ 2,758,600
35	Performance measures:		
36	Per cent of information technology (IT)		
37	projects completed on schedule	96	96
38	Per cent of IT projects completed within budget	96	96
39	Per cent of agency IT managers rating		
40	GITA performance as excellent	60	60
41	Per cent of IT projects that are compliant		
42	with state enterprise architecture standards	90	90

1	Sec. 43. OFFICE OF THE GOVERNOR		
2		<u>2007-08</u>	<u>2008-09</u>
3	Lump sum appropriation	\$ 7,134,800*	\$ 7,134,800*
4	Fund sources:		
5	State general fund	\$ 7,134,800	\$ 7,134,800
6	Included in the lump sum appropriations of \$7,134,800 for fiscal year		
7	2007-2008 and fiscal year 2008-2009 is \$10,000 each fiscal year for the		
8	purchase of mementos and items for visiting officials.		
9	Sec. 44. GOVERNOR'S OFFICE OF STRATEGIC PLANNING AND BUDGETING		
10		<u>2007-08</u>	<u>2008-09</u>
11	FTE positions	26.0	26.0
12	Lump sum appropriation	\$ 2,209,900	\$ 2,209,900
13	Fund sources:		
14	State general fund	\$ 2,209,900	\$ 2,209,900
15	Performance measures:		
16	Per cent of participants rating budget and		
17	planning training "good" or "excellent"	98	98
18	Sec. 45. DEPARTMENT OF HEALTH SERVICES		
19		<u>2007-08</u>	
20	<u>Administration</u>		
21	FTE positions	428.3	
22	Operating lump sum appropriation	\$ 16,546,400	
23	Fund sources:		
24	State general fund	\$ 13,764,400	
25	Capital outlay stabilization		
26	fund	1,578,100	
27	Emergency medical services		
28	operating fund	203,900	
29	Indirect cost fund	1,000,000	
30	Assurance and licensure	\$ 11,519,600	
31	Fund sources:		
32	State general fund	\$ 9,442,800	
33	Federal child care and development		
34	fund block grant	805,100	
35	Hearing and speech professionals		
36	fund	331,100	
37	Nursing care institution resident		
38	protection revolving fund	38,000	
39	Expenditure authority	902,600	
40	Attorney general legal services	\$ 444,900	

1	Fund sources:		
2	State general fund	\$	394,900
3	Emergency medical services		
4	operating fund		50,000
5	Newborn screening program fund -		
6	indirect costs	\$	478,600
7	Fund sources:		
8	Newborn screening program fund	\$	478,600
9	Nursing care institution incentive		
10	grants	\$	400,000
11	Fund sources:		
12	Nursing care institution		
13	resident protection fund	\$	400,000
14	Indirect cost fund	\$	7,763,300
15	Fund sources:		
16	Indirect cost fund	\$	7,763,300
17	Performance measures:		
18	Per cent of relicensure surveys completed		
19	on time:		
20	Child care facilities		70
21	Health care facilities		85
22	Per cent of complaint investigations initiated		
23	later than investigative guidelines:		
24	Child care facilities		0
25	Health care facilities		15

26 Contingent on federal approval of the use of these monies, the \$400,000
27 appropriation for nursing care institution quality improvement grants shall
28 be used to award grants to applicant nursing care institutions that in the
29 past has received one or more deficiencies on the annual facility compliance
30 and licensure survey conducted pursuant to section 36-425.02, Arizona Revised
31 Statutes, regardless of the actual date of the survey. The purpose of the
32 nursing care institution quality improvement grant is to improve the quality
33 in the particular facility in reference to one or more of six specific
34 quality measures: 1) reduction in incidences of pressure ulcers;
35 2) reduction in physical restraints; 3) improvement in pain management;
36 4) reduction in incontinence; 5) reduction in falls; 6) reduction in the use
37 of anti-psychotic medication. A nursing care institution must use a grant
38 awarded pursuant to this paragraph only for programs and activities designed
39 to improve the quality of resident care in the specified six quality
40 measures. The department shall make awards based on the likelihood of
41 success of the grant in addressing one or more of the specified quality
42 measures, the potential development of services or procedures that will
43 contribute to best practices methodology in addressing one or more of the
44 specified criteria, the financial controls identified to ensure the proper
45 expenditure of grant funds and the quality and development of the

1 application. The grant funds shall be available after July 1, 2007. The
2 department shall adopt application forms, timeframes for application,
3 timeframes for response and timeframes for question and answer follow-up.
4 The department may stipulate that if any applicant does not meet any
5 particular timeframe in the application process, the applicant's request for
6 a grant is dismissed. The nursing care institution may use available grant
7 funds for measurement tools, in-service training, consultation, technology
8 improvement, work force development initiatives, systems improvements,
9 medication management improvements and development and adoption of best
10 practices and materials in order to improve one or more of the specified
11 quality measures. The department may divide the appropriation based on the
12 number and scope of approved applications into a number of grants that the
13 department deems appropriate. If a facility is awarded a grant, it must
14 submit in writing to spend the grant on the program contained in its
15 application or forfeit the grant and repay the funds to the department. The
16 department may require a grant awardee to report the uses of the award and to
17 share data and best practices that have been developed by the facility. If
18 the facility transfers ownership, the department shall award the grant to the
19 licensee at the time of the award. If the facility ceases operation before
20 the quality improvement grant distribution date it is not eligible for a
21 quality improvement grant. Up to 10% of the monies appropriated to the
22 department for quality improvement grants may be used by the department for
23 administrative purposes. Monies appropriated for nursing care institution
24 quality improvement grants shall not be used for any other expenses of the
25 department of health services without review of the joint legislative budget
26 committee. Any transfer to or from the amounts appropriated for nursing care
27 institution quality improvement grants shall require prior review by the
28 joint legislative budget committee.

29 Public health

30	FTE positions	248.1
31	Operating lump sum appropriation	\$ 6,426,700
32	Fund sources:	
33	State general fund	\$ 5,599,700
34	Emergency medical services	
35	operating fund	827,000
36	AIDS reporting and surveillance	\$ 1,125,000
37	Fund sources:	
38	State general fund	\$ 1,125,000
39	Alzheimer's disease research	\$ 2,000,000

1	Fund sources:	
2	State general fund	\$ 1,000,000
3	Tobacco tax and health care	
4	fund - health research account	1,000,000
5	Arizona statewide immunization	
6	information system	\$ 503,200
7	Fund sources:	
8	State general fund	\$ 503,200
9	Children's autism services	
10	(section 36-3415, paragraph 1,	
11	Arizona Revised Statutes)	\$ 1,800,000
12	Fund sources:	
13	Tobacco tax and health care	
14	fund - health research account	\$ 1,800,000
15	Children's autism services	
16	(section 36-3415, paragraph 2,	
17	Arizona Revised Statutes)	\$ 500,000
18	Fund sources:	
19	Tobacco tax and health care	
20	fund - health research account	\$ 500,000
21	Community health centers	\$ 14,964,900
22	Fund sources:	
23	State general fund	\$ 11,964,900
24	Tobacco tax and health care	
25	fund - medically needy	
26	account	3,000,000
27	County public health	\$ 200,000
28	Fund sources:	
29	State general fund	\$ 200,000
30	County tuberculosis provider	
31	care and control	\$ 1,010,500
32	Fund sources:	
33	State general fund	\$ 1,010,500
34	Diabetes prevention and control	\$ 100,000
35	Fund sources:	
36	State general fund	\$ 100,000
37	Direct grants	\$ 460,300
38	Fund sources:	
39	State general fund	\$ 460,300
40	EMS operations	\$ 3,173,800

1	Fund sources:	
2	Emergency medical services	
3	operating fund	\$ 3,173,800
4	Hepatitis C surveillance	\$ 397,800
5	Fund sources:	
6	State general fund	\$ 397,800
7	Kidney program	\$ 50,500
8	Fund sources:	
9	State general fund	\$ 50,500
10	Laboratory services	\$ 5,176,700
11	Fund sources:	
12	State general fund	\$ 4,227,700
13	Environmental laboratory	
14	licensure revolving fund	949,000
15	Loan repayment	\$ 250,000
16	Fund sources:	
17	State general fund	\$ 100,000
18	Emergency medical services	
19	operating fund	150,000
20	Osteoporosis outreach	\$ 300,000
21	Fund sources:	
22	State general fund	\$ 300,000
23	Poison control center funding	\$ 925,000
24	Fund sources:	
25	State general fund	\$ 925,000
26	Reimbursement to counties	\$ 67,900
27	Fund sources:	
28	State general fund	\$ 67,900
29	Renal and nonrenal disease management	\$ 768,000
30	Fund sources:	
31	State general fund	\$ 768,000
32	Scorpion antivenom	\$ 150,000
33	Fund sources:	
34	State general fund	\$ 150,000
35	STD control subventions	\$ 26,300
36	Fund sources:	
37	State general fund	\$ 26,300
38	Telemedicine	\$ 260,000
39	Fund sources:	
40	State general fund	\$ 260,000
41	Teratogen program	\$ 60,000

1	Fund sources:		
2	State general fund	\$	60,000
3	Trauma advisory board	\$	393,600
4	Fund sources:		
5	Emergency medical services		
6	operating fund	\$	393,600
7	University of Arizona poison		
8	control center funding	\$	1,275,000
9	Fund sources:		
10	State general fund	\$	1,275,000
11	Vaccines	\$	8,184,300
12	Fund sources:		
13	State general fund	\$	8,184,300
14	Vital records maintenance	\$	500,300
15	Fund sources:		
16	Vital records electronic		
17	systems fund	\$	500,300
18	Performance measures:		
19	Immunization rate among two-year-old		
20	children		84
21	Per cent of high school youth who smoked		
22	in the last month		18
23	Customer waiting time in vital records		
24	lobby (in minutes)		14

25 Of the \$14,964,900 appropriated for community health centers, at least
26 \$564,000 shall be distributed to Yavapai county for county primary care
27 programs.

28 The department of health services may use up to four per cent of the
29 amounts appropriated for renal and nonrenal disease management, community
30 health centers and telemedicine for the administrative costs to implement
31 each program.

32 Monies appropriated for AIDS reporting and surveillance and renal and
33 nonrenal disease management shall be used to provide services only to
34 residents of the state of Arizona who are citizens or legal residents of the
35 United States or who are otherwise lawfully present in the United States.

36 The department of health services shall require the screening of
37 potential recipients of vaccines for private insurance coverage, eligibility
38 for the federal vaccines for children program and eligibility for the state
39 children's health insurance program. This requirement applies to vaccines
40 purchased with state monies appropriated for the vaccines line item for both
41 the federal 317 program and the state-only immunization program.

1 The department of health services shall report to the joint legislative
2 budget committee by February 1, 2008 on the amount of federal monies received
3 for fiscal year 2007-2008 for the 317 vaccine program.

4 The appropriation for direct grants is to provide for local health work
5 and a portion of the cost of employing one public health nurse and one
6 sanitarian in counties with populations of less than 500,000 persons. The
7 monies are to be divided equally among eligible counties on a nonmatching
8 basis. All monies that are received by a county under this appropriation and
9 that are not used for the prescribed purposes revert to the state general
10 fund.

11 The \$67,900 appropriated for reimbursement to counties is to provide
12 matching monies to counties with populations of less than 500,000 persons for
13 local health work on an equal matching basis and shall be distributed based
14 on the proportion of funding each county received in fiscal year 2002-2003.

15 The \$200,000 appropriated for county public health shall be distributed
16 as follows to the following counties to reimburse local health departments
17 pursuant to section 36-189, Arizona Revised Statutes: Coconino, \$36,220;
18 Gila, \$5,440; Mohave, \$30,780; Yavapai, \$25,820; Yuma, \$101,740.

19 The department of health services shall distribute a pamphlet on
20 umbilical cord blood pursuant to section 36-112, Arizona Revised Statutes.
21 The department shall distribute the pamphlet free of charge to physicians and
22 health care institutions on request and shall make the pamphlet available on
23 its website.

24 Family health

25	FTE positions	96.8
26	Operating lump sum appropriation	\$ 5,807,400
27	Fund <u>sources</u> :	
28	State general fund	\$ 3,704,100
29	Expenditure authority	2,103,300
30	Abstinence funding	\$ 1,500,000
31	Fund sources:	
32	State general fund	\$ 1,500,000
33	Adult cystic fibrosis	\$ 105,200
34	Fund sources:	
35	State general fund	\$ 105,200
36	Adult sickle cell anemia	\$ 33,000
37	Fund sources:	
38	State general fund	\$ 33,000
39	AHCCCS - children's rehabilitative	
40	services	\$ 63,791,900
41	Fund sources:	
42	State general fund	\$ 21,517,000
43	Expenditure authority	42,274,900

1	Breast and cervical cancer	
2	screening	\$ 1,345,500
3	Fund sources:	
4	State general fund	\$ 1,345,500
5	Child fatality review team	\$ 100,000
6	Fund sources:	
7	Child fatality review fund	\$ 100,000
8	Children's rehabilitative	
9	services	\$ 3,587,000
10	Fund sources:	
11	State general fund	\$ 3,587,000
12	County nutrition services	\$ 330,300
13	Fund sources:	
14	State general fund	\$ 330,300
15	County prenatal services grant	\$ 1,148,500
16	Fund sources:	
17	State general fund	\$ 1,148,500
18	Folic acid	\$ 400,000
19	Fund sources:	
20	Tobacco tax and health care fund -	
21	medically needy account	\$ 400,000
22	Health start	\$ 226,600
23	Fund sources:	
24	State general fund	\$ 226,600
25	High risk perinatal services	\$ 5,430,600
26	Fund sources:	
27	State general fund	\$ 4,980,600
28	Emergency medical services	
29	operating fund	450,000
30	Medicaid special exemption	
31	payments	\$ 1,361,700
32	Fund sources:	
33	State general fund	\$ 459,300
34	Expenditure authority	902,400
35	Modular dental buildings	\$ 200,000
36	Fund sources:	
37	State general fund	\$ 200,000
38	Newborn screening program	\$ 6,269,200
39	Fund sources:	
40	Newborn screening program fund	\$ 6,269,200
41	Women's services	\$ 500,000
42	Fund sources:	
43	State general fund	\$ 500,000

1 Performance measures:
2 Number of newborns screened under newborn
3 screening program 100,000
4 The amounts appropriated for children's rehabilitative services and for
5 AHCCCS - children's rehabilitative services are intended to cover all costs
6 in full for contracts for the provision of services to clients, unless a
7 transfer of monies is reviewed by the joint legislative budget committee.
8 The department of health services may transfer up to \$350,000 in
9 revenues from the indirect cost fund to the Arizona health care cost
10 containment system administration for the purpose of meeting indirect cost
11 state match requirements related to AHCCCS - children's rehabilitative
12 services program.
13 Of the \$5,430,600 appropriated for high risk perinatal services
14 \$583,000 shall be distributed to counties.
15 Monies in the women's services line item shall be used to provide
16 \$20,000 in individual grants to nonprofit agencies whose primary function is
17 to assist pregnant women in seeking alternatives to abortion. Grant monies
18 shall be used to provide medically accurate services and programs related to
19 pregnancy and up to twelve months after birth. Grant monies shall not be
20 used for abortion or abortion referral services or granted to entities that
21 promote, refer or perform abortions. The department may use up to ten per
22 cent of monies appropriated to this line item for any associated
23 administrative costs.
24 Behavioral health
25 FTE positions 122.0
26 Operating lump sum appropriation \$ 9,307,800
27 Fund sources:
28 State general fund \$ 4,450,100
29 Expenditure authority 4,857,700
30 Arnold v. Sarn \$ 37,323,600
31 Fund sources:
32 State general fund \$ 27,500,000
33 Expenditure authority 9,823,600
34 Children's behavioral health
35 services \$ 9,351,800
36 Fund sources:
37 State general fund \$ 9,351,800
38 Children's behavioral health state
39 match for title XIX \$347,863,000
40 Fund sources:
41 State general fund \$117,334,200
42 Expenditure authority 230,528,800
43 Court monitoring \$ 197,500

1	Fund sources:	
2	State general fund	\$ 197,500
3	Dual eligible part D copay subsidy	\$ 802,600
4	Fund sources:	
5	State general fund	\$ 802,600
6	Medicaid special exemption	
7	payments	\$ 18,550,800
8	Fund sources:	
9	State general fund	\$ 6,257,200
10	Expenditure authority	12,293,600
11	Medicare clawback payments	\$ 9,771,900
12	Fund sources:	
13	State general fund	\$ 9,771,900
14	Mental health and substance abuse	
15	state match for title XIX	\$ 96,147,100
16	Fund sources:	
17	State general fund	\$ 32,430,400
18	Expenditure authority	63,716,700
19	Mental health nontitle XIX	\$ 2,447,300
20	Fund sources:	
21	State general fund	\$ 2,447,300
22	Proposition 204 - administration	\$ 6,534,800
23	Fund sources:	
24	State general fund	\$ 2,130,200
25	Expenditure authority	4,404,600
26	Proposition 204 - children's	
27	behavioral health services	\$ 4,596,200
28	Fund sources:	
29	State general fund	\$ 1,550,300
30	Expenditure authority	3,045,900
31	Proposition 204 - general mental	
32	health and substance abuse	\$ 89,192,700
33	Fund sources:	
34	State general fund	\$ 30,084,700
35	Expenditure authority	59,108,000
36	Proposition 204 - seriously	
37	mentally ill services	\$164,166,900
38	Fund sources:	
39	State general fund	\$ 55,373,500
40	Expenditure authority	108,793,400
41	Seriously emotionally handicapped	
42	children	\$ 500,000

1	Fund sources:	
2	State general fund	\$ 500,000
3	Seriously mentally ill	
4	nontitle XIX	\$ 61,116,700
5	Fund sources:	
6	State general fund	\$ 30,691,900
7	Tobacco tax and health care fund	
8	medically needy account	30,424,800
9	Seriously mentally ill state match	
10	for title XIX	\$172,953,800
11	Fund sources:	
12	State general fund	\$ 58,337,300
13	Expenditure authority	114,616,500
14	Substance abuse nontitle XIX	\$ 14,635,400
15	Fund sources:	
16	State general fund	\$ 12,135,400
17	Substance abuse services fund	2,500,000
18	Youth methamphetamine prevention	
19	programs	\$ 500,000
20	Fund sources:	
21	State general fund	\$ 500,000
22	Crisis intervention training grants	\$ 250,000
23	Fund sources:	
24	State general fund	\$ 250,000
25	Performance measures:	
26	Per cent of RBHA title XIX clients	
27	satisfied with services	90
28	Per cent of title XIX population that is	
29	enrolled in a behavioral health service	13.5

30 The amount appropriated for children's behavioral health services shall
31 be used to provide services for nontitle XIX eligible children. The amount
32 shall not be used to pay for either federally or nonfederally reimbursed
33 services for title XIX eligible children, unless a transfer of monies is
34 reviewed by the joint legislative budget committee.

35 It is the intent of the legislature that the total amount available in
36 the Arnold v. Sarn line item be used for the population covered by the Arnold
37 v. Sarn lawsuit in counties with a population of two million or more persons
38 and for seriously mentally ill persons that meet the same criteria as those
39 covered by the Arnold v. Sarn lawsuit in counties with populations of less
40 than two million persons.

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

1 The department of health services shall report to the joint legislative
2 budget committee thirty days after the end of each calendar quarter on the
3 progress the department is making toward settling the Arnold v. Sarn lawsuit.
4 The report shall include at a minimum the department's progress towards
5 meeting the exit criteria and whether the department is in compliance with
6 the exit criteria schedule.

7 Monies appropriated for youth methamphetamine prevention programs shall
8 be distributed to a statewide alliance of community-based organizations with
9 a proven track record in providing substance abuse prevention programming to
10 children. Programs must serve children in rural, urban and Indian
11 communities and military bases in Arizona. The department of health services
12 shall submit a quarterly summary of the reports received from the
13 organizations to the governor, the president of the senate and the speaker of
14 the house of representatives and the joint legislative budget committee.

15 It is the intent of the legislature that the statewide weighted average
16 capitation rate increase for children's behavioral health services
17 attributable to the JK v. Gerard lawsuit be \$4.70 per member per month for
18 the contract year beginning July 1, 2007.

19 The \$250,000 appropriation for crisis intervention training grants
20 shall be used for training and community coordination costs, with input from
21 stakeholders from the community, to train law enforcement agencies and first
22 responders in best practices in the treatment of individuals with mental
23 illness. Grant monies shall be used by recipients to supplement, and not
24 supplant, existing funding for this purpose. Monies in the crisis
25 intervention training grants line item are nonlapsing through fiscal year
26 2008-2009. The department shall submit a report to the joint legislative
27 budget committee by October 1, 2008 on the progress made in crisis
28 intervention training as a result of this funding.

29 Arizona state hospital

30 FTE positions	876.7
31 Operating lump sum appropriation	\$ 55,085,800
32 Fund sources:	
33 State general fund	\$ 47,893,600
34 Arizona state hospital fund	6,842,200
35 Arizona state hospital land	
36 earnings fund	350,000
37 Community placement treatment	\$ 6,704,800
38 Fund sources:	
39 State general fund	\$ 5,574,100
40 Arizona state hospital fund	1,130,700
41 Sexually violent persons	\$ 11,269,100
42 Fund sources:	
43 State general fund	\$ 11,269,100

1 Performance measures:

2 Per cent of adult clients successfully
3 placed in community who return for
4 another stay within one year of discharge 4.0

5 The department shall report to the joint legislative budget committee
6 by March 1 of each year on preliminary actuarial estimates of the capitation
7 rate changes for the following fiscal year along with the reasons for the
8 estimated changes. For any actuarial estimates that include a range, the
9 total range from minimum to maximum shall be no more than two per cent.
10 Before implementation of any changes in capitation rates for the
11 AHCCCS - children's rehabilitative services line item and any title XIX
12 behavioral health line items, the department of health services shall report
13 its expenditure plan for review by the joint legislative budget committee.
14 Before the department implements any changes in policy affecting the amount,
15 sufficiency, duration and scope of health care services and who may provide
16 services, the department shall prepare a fiscal impact analysis on the
17 potential effects of this change on the following year's capitation rates.
18 If the fiscal analysis demonstrates that these changes will result in
19 additional state costs of \$500,000 or greater for a given fiscal year, the
20 department shall submit the policy changes for review by the joint
21 legislative budget committee.

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

26 A monthly report comparing total expenditures for the month and
27 year-to-date as compared to prior year totals shall be forwarded to the
28 president of the senate, the speaker of the house of representatives, the
29 chairpersons of the senate and house of representatives appropriations
30 committees and the director of the joint legislative budget committee by the
31 thirtieth of the following month. The report shall include an estimate of
32 (1) potential shortfalls in programs, (2) potential federal and other funds,
33 such as the statewide assessment for indirect costs, that may be available to
34 offset these shortfalls, and a plan, if necessary, for eliminating any
35 shortfall without a supplemental appropriation, and (3) total expenditure
36 authority of the month and year-to-date for seriously mentally ill state
37 match for title XIX, seriously mentally ill nontitle XIX, children's
38 behavioral health services, children's behavioral health state match for
39 title XIX, mental health nontitle XIX, substance abuse nontitle XIX,
40 seriously emotionally handicapped children and children's rehabilitative
41 services.

1 Notwithstanding section 35-173, subsection C, Arizona Revised Statutes,
 2 any transfer to or from the amounts appropriated for seriously mentally ill
 3 state match for title XIX, seriously mentally ill nontitle XIX,
 4 Arnold v. Sarn, vital records maintenance, folic acid, children's behavioral
 5 health services, children's behavioral health state match for title XIX,
 6 mental health nontitle XIX, substance abuse nontitle XIX, mental health and
 7 substance abuse state match for title XIX, seriously emotionally handicapped
 8 children, children's rehabilitative services, AHCCCS - children's
 9 rehabilitative services, adult cystic fibrosis, adult sickle cell anemia,
 10 high risk perinatal services, county prenatal services grant, community
 11 placement treatment, dual eligible copay subsidy, sexually violent persons,
 12 county tuberculosis provider care and control, kidney program, county
 13 nutrition services, community health centers, vaccines, renal and nonrenal
 14 disease management, AIDS reporting and surveillance, telemedicine, university
 15 of Arizona poison center funding, poison control center funding, vital
 16 records management and women's services shall require review by the joint
 17 legislative budget committee. The department may transfer monies between the
 18 amounts appropriated for proposition 204 children's behavioral health
 19 services, proposition 204 seriously mentally ill services and proposition 204
 20 general mental health and substance abuse without review by the joint
 21 legislative budget committee but may not transfer monies to and from these
 22 line items to any other line item except as provided above without review by
 23 the joint legislative budget committee. The amounts appropriated for these
 24 items shall be used exclusively for contracts for the provision of services
 25 to clients unless a transfer of monies is reviewed by the joint legislative
 26 budget committee or unless otherwise permitted to be expended for
 27 administrative costs as specified in this act. Monies shall not be used from
 28 these appropriated amounts for any other expenses of the department of health
 29 services, unless a transfer of monies is reviewed by the joint legislative
 30 budget committee.

31 Sec. 46. ARIZONA HISTORICAL SOCIETY

	<u>2007-08</u>	<u>2008-09</u>
32		
33	59.9	59.9
34	\$ 2,339,900	\$ 2,339,900
35	80,000	80,000
36	<u>2,172,100</u>	<u>2,172,600</u>
37	Total appropriation - Arizona historical	
38	\$ 4,592,000	\$ 4,592,500
39	Fund sources:	
40	\$ 4,398,800	\$ 4,398,800
41	193,200	193,700
42	Performance measures:	
43	36,000	36,000
44	7.0	7.0

1	Sec. 47. PRESCOTT HISTORICAL SOCIETY			
2			<u>2007-08</u>	<u>2008-09</u>
3	FTE positions		16.0	16.0
4	Lump sum appropriation	\$	734,000	\$ 734,000
5	Fund sources:			
6	State general fund	\$	734,000	\$ 734,000
7	Performance measures:			
8	Paid number of visitors		15,000	15,000
9	Customer satisfaction rating (Scale 1-8)		7.9	7.9
10	Sec. 48. BOARD OF HOMEOPATHIC MEDICAL EXAMINERS			
11			<u>2007-08</u>	<u>2008-09</u>
12	FTE positions		1.0	1.0
13	Lump sum appropriation	\$	93,200**	\$ 91,500
14	Fund sources:			
15	Board of homeopathic medical			
16	examiner's fund	\$	93,200	\$ 91,500
17	Performance measures:			
18	Average calendar days to resolve a complaint		145	145
19	Average calendar days to renew a license		45	45
20	Customer satisfaction rating (Scale 1-8)		6.0	6.0
21	Sec. 49. DEPARTMENT OF HOUSING			
22			<u>2007-08</u>	<u>2008-09</u>
23	FTE positions		12.0	12.0
24	Lump sum appropriation	\$	851,200	\$ 909,300
25	Fund sources:			
26	Housing trust fund	\$	851,200	\$ 909,300
27	Performance measures:			
28	Households assisted into homeownership		1,000	1,000
29	Affordable rental units assisted		2,000	2,000
30	Customer satisfaction rating (Scale 1-7)		6.1	6.1
31	Sec. 50. ARIZONA COMMISSION OF INDIAN AFFAIRS			
32			<u>2007-08</u>	<u>2008-09</u>
33	FTE positions		3.0	3.0
34	Lump sum appropriation	\$	223,300	\$ 223,300
35	Fund sources:			
36	State general fund	\$	223,300	\$ 223,300
37	Performance measures:			
38	Per cent of customer surveys rating			
39	overall satisfaction as "good",			
40	"better" or "excellent"		88	88

1	Sec. 51. INDUSTRIAL COMMISSION OF ARIZONA		
2		<u>2007-08</u>	<u>2008-09</u>
3	FTE positions	291.0	291.0
4	Lump sum appropriation	\$ 19,307,400	\$ 19,294,500
5	Fund sources:		
6	Industrial commission		
7	administrative fund	\$ 19,307,400	\$ 19,294,500
8	Performance measures:		
9	Average number of days to resolve a case		
10	by the administrative law judge division	118	118
11	Per cent of workers' compensation claims		
12	processed within five days	99	99
13	Elevator inspections conducted	6,300	6,300
14	Customer satisfaction rating for workers'		
15	compensation program (Scale 1-8)	7.1	7.1
16	Sec. 52. DEPARTMENT OF INSURANCE		
17		<u>2007-08</u>	<u>2008-09</u>
18	FTE positions	106.5	106.5
19	Operating lump sum appropriation	\$ 6,764,100	\$ 6,764,100
20	Managed care and dental plan		
21	oversight	601,700	601,700
22	NCOIL participation	<u>25,000</u>	<u>25,000</u>
23	Total appropriation - department of insurance	\$ 7,390,800	\$ 7,390,800
24	Fund sources:		
25	State general fund	\$ 7,365,800	\$ 7,365,800
26	Captive insurance regulatory		
27	and supervision fund	25,000	25,000
28	Performance measures:		
29	Average calendar days to complete a		
30	consumer complaint investigation	75	75
31	Per cent of survey licensees respondents		
32	indicating "satisfied" or "better"	93	93
33	Per cent of consumer services survey		
34	respondents indicating "satisfied"		
35	or "better"	77	77
36	Average number of days to issue a license	45	45
37	The \$25,000 appropriated in the NCOIL participation line item is for		
38	the costs of participating in the national conference of insurance		
39	legislators.		
40	It is the intent of the legislature that the increase of \$294,000 in		
41	fiscal year 2007-2008 and fiscal year 2008-2009 for new agreements to		
42	prosecute fraud cases will be funded by the department generating sufficient		
43	revenues from fraud unit fees.		

1 Sec. 53. ARIZONA JUDICIARY

2 2007-08

3 Supreme court

4	FTE positions	194.0
5	Operating lump sum appropriation	\$ 16,777,900
6	Automation	12,391,500
7	Case and cash management system	1,517,300
8	County reimbursements	246,000
9	Court appointed special advocate	3,545,500
10	Domestic relations	752,800
11	Foster care review board	2,369,700
12	Commission on judicial conduct	450,100
13	Judicial nominations and	
14	performance review	314,100
15	Model court	514,300
16	Rural state aid to courts	418,500
17	State aid	<u>7,091,000</u>
18	Total appropriation - supreme court	\$ 46,388,700

19 Fund sources:

20	State general fund	\$ 18,023,400
21	Confidential intermediary and	
22	fiduciary fund	470,600
23	Court appointed special advocate	
24	fund	3,443,500
25	Criminal justice enhancement fund	3,061,600
26	Defensive driving school fund	5,395,100
27	Judicial collection enhancement	
28	fund	12,049,800
29	State aid to the courts fund	3,944,700

30 Performance measures:

31	Customer satisfaction rating for defensive	
32	driving schools (Scale 1-8)	7.9

33 By September 1, 2007, the supreme court shall report to the joint
34 legislative budget committee on current and future automation projects
35 coordinated by the administrative office of the courts. The report shall
36 include a list of court automation projects receiving or anticipated to
37 receive state monies in the current or next two fiscal years as well as a
38 description of each project, number of FTE positions, the entities involved
39 and the goals and anticipated results for each automation project. The
40 report shall be submitted in one summary document. The report shall indicate
41 each project's total multi-year cost by fund source and budget line item,
42 including any prior year, current year and any future year expenditures.

1 By December 31, 2007 and June 30, 2008, the administrative office of
2 the courts shall report to the joint legislative budget committee on monies
3 expended from the case and cash management system line item and progress
4 relative to the development and deployment of the case and cash management
5 system. The report shall include a timeline and expenditure plan for the
6 project, identify the courts involved and their respective monetary and
7 nonmonetary contributions and indicate progress and changes relative to the
8 project since the previous timeline and expenditure plan was submitted.

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

11 All case processing assistance fund receipts received by the
12 administrative office of the courts in excess of \$3,061,600 in fiscal year
13 2007-2008 are appropriated to the supreme court. Before the expenditure of
14 any case processing assistance fund receipts in excess of \$3,061,600 in
15 fiscal year 2007-2008, the administrative office of the courts shall submit
16 the intended use of the monies for review by the joint legislative budget
17 committee.

18 All defensive driving school fund receipts received by the
19 administrative office of the courts in excess of \$5,395,100 in fiscal year
20 2007-2008 are appropriated to the supreme court. Before the expenditure of
21 any defensive driving school fund receipts in excess of \$5,395,100 in fiscal
22 year 2007-2008, the administrative office of the courts shall submit the
23 intended use of the monies for review by the joint legislative budget
24 committee.

25 Notwithstanding any other law, the amount appropriated for rural state
26 aid to the courts shall be allocated to counties with populations of less
27 than 500,000 persons.

28 All judicial collection enhancement fund receipts, excluding revenues
29 resulting from the probation surcharge, received by the administrative office
30 of the courts in excess of \$12,049,800 in fiscal year 2007-2008 are
31 appropriated to the supreme court. Before the expenditure of judicial
32 collection enhancement fund receipts in excess of \$12,049,800 in fiscal year
33 2007-2008, the administrative office of the courts shall submit the intended
34 use of the monies for review by the joint legislative budget committee.

35 The administrative office of the courts shall not transfer monies
36 between the supreme court operating budget and the automation line item
37 without review by the joint legislative budget committee.

38 Court of appeals

39 FTE positions	147.5
40 Division I	\$ 9,500,400
41 Performance measures:	
42 Customer satisfaction rating for	
43 settlement program (Scale 1-8)	7.7
44 Division II	\$ 4,229,000

1	Performance measures:	
2	Customer satisfaction rating for	
3	settlement program (Scale 1-8)	<u>7.8</u>
4	Total appropriation - court of appeals	\$ 13,729,400
5	Fund sources:	
6	State general fund	\$ 13,729,400
7	Of the 147.5 FTE positions for fiscal year 2007-2008, 107.2 FTE	
8	positions are for Division I and 40.3 FTE positions are for Division II.	
9	<u>Superior court</u>	
10	FTE positions	234.4
11	Judges compensation	\$ 17,732,500
12	Adult standard probation	13,626,800
13	Adult intensive probation	11,316,500
14	Community punishment	2,854,800
15	Interstate compact	640,400
16	Sex offenders GPS monitoring	750,000
17	Drug court	1,000,000
18	Juvenile standard probation	4,995,500
19	Juvenile intensive probation	10,130,900
20	Juvenile treatment services	22,454,000
21	Juvenile family counseling	660,400
22	Juvenile crime reduction	5,202,600
23	Probation surcharge	2,723,800
24	Progressively increasing	
25	consequences	10,168,500
26	Special water master	<u>20,000</u>
27	Total appropriation - superior court	\$104,276,700
28	Fund sources:	
29	State general fund	\$ 94,019,900
30	Criminal justice enhancement fund	7,033,000
31	Drug treatment and education fund	500,000
32	Judicial collection enhancement	
33	fund	2,723,800
34	Performance measures:	
35	Customer satisfaction rating by states	
36	participating in the interstate compact	
37	(Scale 1-8)	7.0
38	<u>Juvenile standard probation:</u>	
39	Per cent of probationers successfully	
40	completing probation without a referral	
41	(a notice of misbehavior)	88

1	<u>Juvenile intensive probation (JIPS):</u>	
2	Per cent of probationers successfully	
3	completing probation without a referral	
4	(a notice of misbehavior)	68
5	<u>Adult standard probation:</u>	
6	Per cent of probationers exiting probation	
7	and not committed to county jail or prison	83
8	<u>Adult intensive probation (AIPS):</u>	
9	Per cent of probationers exiting intensive	
10	probation and not committed to county jail	
11	or prison	51

12 Of the 234.4 FTE positions, 171 FTE positions represent superior court
13 judges. One-half of their salaries are provided by state general fund
14 appropriations pursuant to section 12-128, Arizona Revised Statutes. This is
15 not meant to limit the counties' ability to add judges pursuant to section
16 12-121, Arizona Revised Statutes.

17 Up to 4.6 per cent of the amounts appropriated for juvenile probation
18 services - treatment services and progressively increasing consequences may
19 be retained and expended by the supreme court to administer the programs
20 established by section 8-322, Arizona Revised Statutes, and to conduct
21 evaluations as needed. The remaining portion of the treatment services and
22 progressively increasing consequences programs shall be deposited in the
23 juvenile probation services fund established by section 8-322, Arizona
24 Revised Statutes.

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

29 All community punishment program receipts received by the
30 administrative office of the courts in excess of \$2,854,800 in fiscal year
31 2007-2008 are appropriated to the community punishment line item. Before the
32 expenditure of any community punishment receipts in excess of \$2,854,800 in
33 fiscal year 2007-2008, the administrative office of the courts shall submit
34 the intended use of the monies for review by the joint legislative budget
35 committee.

36 All juvenile crime reduction fund receipts received by the
37 administrative office of the courts in excess of \$5,202,600 in fiscal year
38 2007-2008 are appropriated to the juvenile crime reduction line item. Before
39 the expenditure of any juvenile crime reduction fund receipts in excess of
40 \$5,202,600 in fiscal year 2007-2008, the administrative office of the courts
41 shall submit the intended use of the monies for review by the joint
42 legislative budget committee.

1 All judicial collection enhancement fund receipts received by the
2 administrative office of the courts resulting from the probation surcharge in
3 excess of \$2,723,800 in fiscal year 2007-2008 are appropriated to the
4 superior court. Before the expenditure of judicial collection enhancement
5 fund receipts in excess of \$2,723,800 in fiscal year 2007-2008, the
6 administrative office of the courts shall submit the intended use of the
7 monies for review by the joint legislative budget committee.

8 By November 1, 2007, the administrative office of the courts shall
9 report to the joint legislative budget committee the fiscal year 2006-2007
10 actual, fiscal year 2007-2008 estimated and fiscal year 2008-2009 requested
11 amounts for the following:

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

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

22 3. The amount of monies from the adult standard, adult intensive,
23 juvenile standard and juvenile intensive line items that the office does not
24 distribute as direct aid to counties. The report shall delineate how the
25 office expends these monies that are not distributed as direct aid to
26 counties.

27 Total appropriation - Arizona judiciary	\$164,394,800
28 Fund sources:	
29 State general fund	\$125,772,700
30 Confidential intermediary and	
31 fiduciary fund	470,600
32 Court appointed special advocate	
33 fund	3,443,500
34 Criminal justice enhancement fund	10,094,600
35 Defensive driving school fund	5,395,100
36 Drug treatment and education fund	500,000
37 Judicial collection enhancement	
38 fund	14,773,600
39 State aid to the courts fund	3,944,700

40 The administrative office of the courts shall submit the intended use
41 of any reimbursement monies received for review to the joint legislative
42 budget committee prior to their expenditure.

1 Sec. 54. DEPARTMENT OF JUVENILE CORRECTIONS

2		<u>2007-08</u>
3	FTE positions	1,163.7
4	Lump sum appropriation	\$ 82,407,700
5	Fund sources:	
6	State general fund	\$ 77,945,300
7	State charitable, penal and	
8	reformatory institutions	
9	land fund	1,094,700
10	Criminal justice enhancement fund	685,200
11	State education fund for committed	
12	youth	2,682,500
13	Performance measures:	
14	Escapes from DJC secure care facilities	0
15	Per cent of juveniles passing the GED	
16	language test	89
17	Per cent of juveniles who show progress in	
18	their primary treatment problem area	75
19	Per cent of juveniles returned to custody	
20	within 12 months of release	20

21 The department shall provide a travel stipend to all southwest regional
 22 juvenile correction complex staff whose residence is at least twenty miles
 23 from work.

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

29 Before the expenditure of any state education fund for committed youth
 30 receipts in excess of \$2,682,500, the department of juvenile corrections
 31 shall report the intended use of the monies to the director of the joint
 32 legislative budget committee.

33 Sec. 55. STATE LAND DEPARTMENT

34		<u>2007-08</u>	<u>2008-09</u>
35	FTE positions	222.9	224.9
36	Operating lump sum appropriation	\$ 16,846,700	\$ 16,933,600
37	Natural resource conservation		
38	districts	650,000	650,000
39	Environmental county grants	250,000	250,000
40	CAP user fees	1,268,600	1,488,300

1	Inmate fire crews	974,300	974,300
2	Fire suppression operating		
3	expenses	2,403,900	2,316,600
4	Due diligence fund	<u>500,000</u>	<u>500,000</u>
5	Total appropriation - state land department	\$ 22,893,500	\$ 23,112,800
6	Fund sources:		
7	State general fund	\$ 22,173,500	\$ 22,392,800
8	Environmental special plate fund	220,000	220,000
9	Due diligence fund	500,000	500,000
10	Performance measures:		
11	Average land sales processing time		
12	(application to auction, in months)	20	20
13	Per cent of customers giving the department		
14	a rating above 4 (5 = very satisfied)	87	87
15	Total trust generated	\$486,200,000	\$486,200,000
16	Total expendable fund earnings generated	\$127,800,000	\$127,800,000
17	Total trust land sales	\$500,000,000	\$500,000,000
18	Total number of trust land acres sold in		
19	Maricopa, Pima and Pinal counties	3,000	3,000
20	Total number of trust land acres sold in		
21	all other remaining counties	1,000	1,000

22 The appropriation includes \$1,268,600 for central Arizona project user
 23 fees in fiscal year 2007-2008 and \$1,488,300 in fiscal year 2008-2009. For
 24 fiscal year 2007-2008 and fiscal year 2008-2009, from municipalities that
 25 assume their allocation of central Arizona project water every dollar
 26 received as reimbursement to the state for past central Arizona water
 27 conservation district payments, one dollar reverts to the state general fund
 28 in the year that the reimbursement is collected.

29 Of the amount appropriated for natural resource conservation districts
 30 in fiscal year 2007-2008 and fiscal year 2008-2009, \$30,000 shall be used to
 31 provide grants to natural resource conservation districts environmental
 32 education centers.

33 Of the operating lump sum appropriation, the sum of \$3,819,300
 34 supplements planning and disposition funding and shall be used by the state
 35 land department for the sole purpose of the planning and disposition of state
 36 trust land as follows:

- 37 1. The employment of outside professional services.
- 38 2. At least two of the twelve FTE positions appropriated in the fiscal
 39 year 2005-2006 budget for the planning and disposition of state trust land
 40 located within five miles of the corporate boundaries of incorporated cities
 41 and towns having a population of less than one hundred thousand persons.

1 3. The state land commissioner shall provide for the disposition of
 2 state trust land in the most expeditious manner consistent with the fiduciary
 3 duties prescribed by the enabling act and the Constitution of Arizona. By
 4 October 1, 2007, the commissioner shall provide a report to the joint
 5 legislative budget committee on the planning, sale and lease of trust land in
 6 the preceding year. The report shall:

7 (a) Identify the number of acres that were added to a conceptual plan,
 8 added to a master plan or otherwise planned or prepared for disposition, sale
 9 and long-term commercial lease.

10 (b) Distinguish between urban and rural parcels.

11 (c) Indicate the value added or revenue received.

12 (d) List the resources used and dedicated to trust land planning and
 13 disposition, including FTE positions, contracts and appropriated and
 14 nonappropriated expenditures for each of the items included in the report.

15 (e) Include in the report an inventory of trust land prepared for
 16 sale, including the appraised value and totals for the fiscal year regarding:

17 (i) The amount of trust land sold.

18 (ii) The amount of trust land put under long-term commercial lease.

19 (iii) The amount of revenue collected from the sale of trust land.

20 (iv) The amount of revenue collected from the long-term commercial
 21 lease of trust land.

22 (v) The amount of purchase price financed on installment sales of
 23 state trust land and the principal payoff terms and anticipated yield to the
 24 trust over the terms of the installment sales.

25 By December 31, 2007, the land department shall submit a report to the
 26 joint legislative budget committee detailing the activities of the two
 27 additional FTE positions appropriated for mineral leasing in fiscal year
 28 2007-2008 and fiscal year 2008-2009. In the report the department shall
 29 include information regarding the number of lease applications submitted, the
 30 average number of days to process a lease application, the number of
 31 outstanding lease applications, the dates that outstanding lease applications
 32 were initially submitted to the department, and the revenue generated from
 33 mineral leases.

34 Sec. 56. LAW ENFORCEMENT MERIT SYSTEM COUNCIL

	<u>2007-08</u>	<u>2008-09</u>
FTE positions	1.0	1.0
Lump sum appropriation	\$ 74,200	\$ 74,200
Fund sources:		
State general fund	\$ 74,200	\$ 74,200

40 Sec. 57. LEGISLATURE

	<u>2007-08</u>	<u>2008-09</u>
<u>Senate</u>		
Lump sum appropriation	\$ 9,193,000*	\$ 9,193,000*

1	Fund sources:		
2	State general fund	\$ 9,193,000	\$ 9,193,000
3	Included in the lump sum appropriations of \$9,193,000 for fiscal year		
4	2007-2008 and fiscal year 2008-2009 is \$1,000 each fiscal year for the		
5	purchase of mementos and items for visiting officials.		
6	<u>House of representatives</u>		
7	Lump sum appropriation	\$ 13,854,800*	\$ 13,854,800*
8	Fund sources:		
9	State general fund	\$ 13,854,800	\$ 13,854,800
10	Included in the lump sum appropriations of \$13,854,800 for fiscal year		
11	2007-2008 and fiscal year 2008-2009 is \$1,000 each fiscal year for the		
12	purchase of mementos and items for visiting officials.		
13	<u>Legislative council</u>		
14	FTE positions	49.8	49.8
15	Operating lump sum appropriation	\$ 4,983,100*	\$ 4,983,100*
16	Ombudsman-citizens aide office	<u>593,000*</u>	<u>593,000*</u>
17	Total appropriation - legislative		
18	council	\$ 5,576,100*	\$ 5,576,100*
19	Fund sources:		
20	State general fund	\$ 5,576,100	\$ 5,576,100
21	Performance measures:		
22	Per cent of customers rating accuracy and		
23	timeliness of bill drafting "good" or		
24	"excellent" based on annual survey	98.5	98.5
25	Per cent of customers rating accuracy of		
26	computer help desk "good" or "excellent"		
27	based on annual survey	100	100
28	Per cent of investigations completed		
29	within three months by office of the		
30	ombudsman-citizens aide	90	90
31	Per cent of customers rating overall		
32	experience with the office of the		
33	ombudsman-citizens aide "good" or		
34	"excellent"	92	92
35	<u>Joint legislative budget committee</u>		
36	FTE positions	35.0	35.0
37	Lump sum appropriation	\$ 2,948,600*	\$ 2,948,600*
38	Fund sources:		
39	State general fund	\$ 2,948,600	\$ 2,948,600

1	Performance measures:		
2	Survey of legislator satisfaction (4=high)	3.68	3.68
3	Errors in budget bills	0	0
4	Maximum per cent actual revenues vary		
5	from forecasted revenues	+ -3.0	+ -3.0
6	Days to transmit fiscal notes	14	14
7	<u>Auditor general</u>		
8	FTE positions	209.4	209.4
9	Lump sum appropriation	\$ 17,891,900*	\$ 17,891,900*
10	Fund sources:		
11	State general fund	\$ 17,891,900	\$ 17,891,900
12	Performance measures:		
13	Per cent of single audit recommendations		
14	implemented or adopted within one year		
15	for financial audits	47	47
16	Per cent of administrative recommendations		
17	implemented or adopted within two years		
18	for performance audits	98	98
19	<u>Arizona state library, archives and</u>		
20	<u>public records</u>		
21	FTE positions	115.8	115.8
22	Operating lump sum appropriation	\$ 7,450,400	\$ 7,450,400
23	Grants-in-aid	651,400	651,400
24	Statewide radio reading service		
25	for the blind	<u>97,000</u>	<u>97,000</u>
26	Total appropriation - Arizona state		
27	library, archives and public		
28	records	\$ 8,198,800*	\$ 8,198,800*
29	Fund sources:		
30	State general fund	\$ 7,536,300	\$ 7,536,300
31	Records services fund	662,500	662,500
32	Performance measures:		
33	Customer satisfaction rating (Scale 1-8)	7.4	7.4
34	All records services fund receipts, including prior year fund balances,		
35	received by the Arizona state library, archives and public records in excess		
36	of \$662,500 in fiscal year 2007-2008 and fiscal year 2008-2009 are		
37	appropriated to the Arizona state library, archives and public records.		
38	Before the expenditure of records services fund receipts in excess of		
39	\$662,500 in fiscal year 2007-2008 and fiscal year 2008-2009, the Arizona		
40	state library, archives and public records shall submit the intended use of		
41	the monies for review by the joint legislative budget committee.		

1	Sec. 58. DEPARTMENT OF LIQUOR LICENSES AND CONTROL		
2		<u>2007-08</u>	<u>2008-09</u>
3	FTE positions	47.2	47.2
4	Lump sum appropriation	\$ 3,534,100	\$ 3,534,100
5	Fund sources:		
6	State general fund	\$ 3,534,100	\$ 3,534,100
7	Performance measures:		
8	Investigations and routine liquor		
9	inspections completed	3,750	3,750
10	Average calendar days to complete an		
11	investigation	33	33
12	Per cent of customers who responded to		
13	the survey reporting "very good" or		
14	"excellent" service	86	86
15	Sec. 59. ARIZONA STATE LOTTERY COMMISSION		
16		<u>2007-08</u>	<u>2008-09</u>
17	FTE positions	110.0	110.0
18	Operating lump sum appropriation	\$ 8,034,700	\$ 7,838,100
19	Sales incentive program	50,000	50,000
20	Telecommunications	<u>654,400</u>	<u>654,400</u>
21	Total appropriation - Arizona state		
22	lottery commission	\$ 8,739,100	\$ 8,542,500
23	Fund source:		
24	State lottery fund	\$ 8,739,100	\$ 8,542,500
25	Performance measures:		
26	Increase in on-line sales from prior year	\$ 5,339,600	\$ 5,181,100
27	Increase in instant ticket sales from		
28	prior year	\$ 4,484,400	\$ 2,242,200
29	Customer satisfaction rating for retailers		
30	(Scale 1-8)	7.5	7.5
31	An amount equal to 3.6 per cent of actual instant ticket sales is		
32	appropriated for the printing of instant tickets or for contractual		
33	obligations concerning instant ticket distribution. This amount is currently		
34	estimated to be \$9,565,000 in fiscal year 2007-2008 and \$9,645,700 in		
35	2008-2009.		
36	An amount equal to a percentage of actual on-line game sales as		
37	determined by contract is appropriated for payment of on-line vendor fees.		
38	This amount is currently estimated to be \$8,072,200 in fiscal year 2007-2008		
39	and \$8,269,100 in fiscal year 2008-2009, or 3.8012 per cent of actual on-line		
40	ticket sales.		

1 An amount equal to 2.7 per cent of gross lottery game sales, but not
 2 more than \$11,000,000, is appropriated for advertising in accordance with
 3 section 5-505, Arizona Revised Statutes, which states that not more than four
 4 per cent of the annual gross revenues shall be expended for advertising.
 5 Based on projected sales, this amount is currently estimated to reach the
 6 \$11,000,000 cap in fiscal year 2007-2008 and fiscal year 2008-2009.

7 An amount equal to 6.5 per cent of gross lottery game sales is
 8 appropriated for payment of sales commissions to ticket retailers. In
 9 accordance with Laws 1997, chapter 214, an additional amount of not to exceed
 10 0.5 per cent of gross lottery game sales is appropriated for payment of sales
 11 commissions to ticket retailers. The combined amount is currently estimated
 12 to be 6.7 per cent of total ticket sales, or \$32,029,500 in fiscal year
 13 2007-2008 and \$32,526,900 in fiscal year 2008-2009.

14 Sec. 60. ARIZONA MEDICAL BOARD

	<u>2007-08</u>	<u>2008-09</u>
15 FTE positions	58.5	58.5
16 Lump sum appropriation	\$ 5,567,700**	\$ 5,567,700
17 Fund sources:		
18 Arizona medical board fund	\$ 5,567,700	\$ 5,567,700
19 Performance measures:		
20 Average calendar days to resolve a complaint		
21 M.D.	180	180
22 P.A.	180	180
23 Per cent of open investigations greater than		
24 Six months old		
25 M.D.	35	35
26 P.A.	40	40
27 Customer satisfaction rating (Scale 1-8)	7.7	7.7

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

32 Sec. 61. BOARD OF MEDICAL STUDENT LOANS

	<u>2007-08</u>	<u>2008-09</u>
33 Medical student financial		
34 assistance	\$ 1,809,800	\$ 1,809,800
35 Fund sources:		
36 State general fund	\$ 1,500,000	\$ 1,500,000
37 Medical student loan fund	309,800	309,800
38 Performance measures:		
39 Per cent of physicians meeting service		
40 requirement	93	93
41 Customer satisfaction rating (Scale 1-8)	7.5	7.5

1	Sec. 62. STATE MINE INSPECTOR			
2			<u>2007-08</u>	
3	FTE positions		17.0	
4	Lump sum appropriation	\$	1,828,400	
5	Fund sources:			
6	State general fund	\$	1,828,400	
7	Performance measures:			
8	Per cent of mandated inspections completed		70	
9	Number of inspections		600	
10	Customer satisfaction rating for mines			
11	(Scale 1-8)		7.5	
12	Sec. 63. DEPARTMENT OF MINES AND MINERAL RESOURCES			
13			<u>2007-08</u>	<u>2008-09</u>
14	FTE positions		9.0	9.0
15	Lump sum appropriation	\$	914,900	\$ 914,900
16	Fund sources:			
17	State general fund	\$	914,900	\$ 914,900
18	Performance measures:			
19	Number of paying visitors		5,500	5,500
20	Customer satisfaction rating (Scale 1-5)		4.9	4.9
21	Sec. 64. NATUROPATHIC PHYSICIANS BOARD OF MEDICAL EXAMINERS			
22			<u>2007-08</u>	<u>2008-09</u>
23	FTE positions		7.0	7.0
24	Lump sum appropriation	\$	586,600**	\$ 584,000
25	Fund sources:			
26	Naturopathic physicians board of			
27	medical examiners fund	\$	586,600	\$ 584,000
28	Performance measures:			
29	Average calendar days to resolve a complaint		57	57
30	Average calendar days to renew a license		23	23
31	Customer satisfaction rating (Scale 1-8)		7.3	7.3
32	Sec. 65. ARIZONA NAVIGABLE STREAM ADJUDICATION COMMISSION			
33			<u>2007-08</u>	
34	FTE positions		2.0	
35	Lump sum appropriation	\$	173,600	
36	Fund sources:			
37	State general fund	\$	173,600	
38	Performance measures:			
39	Per cent of Arizona rivers and			
40	streams adjudicated		100	
41	Customer satisfaction rating for hearing			
42	attendees (Scale 1-8)		7.5	

1	Sec. 66. ARIZONA STATE BOARD OF NURSING		
2		<u>2007-08</u>	<u>2008-09</u>
3	FTE positions	41.2	41.2
4	Operating lump sum appropriation	\$ 3,674,100**	\$ 3,461,500
5	CNA fingerprinting	<u>166,000</u>	<u>166,000</u>
6	Total appropriation - Arizona state		
7	board of nursing	\$ 3,840,100	\$ 3,627,500
8	Fund sources:		
9	State general fund	\$ 166,000	\$ 166,000
10	Board of nursing fund	3,674,100	3,461,500
11	Performance measures:		
12	Average calendar days to resolve a complaint	175	175
13	Average calendar days to renew a license	3	3
14	Customer satisfaction rating (Scale 1-8)	7.2	7.2
15	Sec. 67. BOARD OF EXAMINERS OF NURSING CARE INSTITUTION ADMINISTRATORS AND		
16	ASSISTED LIVING FACILITY MANAGERS		
17		<u>2007-08</u>	<u>2008-09</u>
18	FTE positions	5.0	5.0
19	Lump sum appropriation	\$ 358,700**	\$ 358,700
20	Fund sources:		
21	Nursing care institution		
22	administrators' licensing and		
23	assisted living facility		
24	managers' certification fund	\$ 358,700	\$ 358,700
25	Performance measures:		
26	Average calendar days to resolve a complaint	65	65
27	Average calendar days to renew a license	15	15
28	Customer satisfaction rating (Scale 1-8)	6.0	6.0
29	Sec. 68. BOARD OF OCCUPATIONAL THERAPY EXAMINERS		
30		<u>2007-08</u>	<u>2008-09</u>
31	FTE positions	3.0	3.0
32	Lump sum appropriation	\$ 239,900**	\$ 239,900
33	Fund sources:		
34	Occupational therapy fund	\$ 239,900	\$ 239,900
35	Performance measures:		
36	Average calendar days to resolve a complaint	100	100
37	Average calendar days to renew a license		
38	(from receipt of application to issuance)	30	30
39	Customer satisfaction rating (Scale 1-8)	7.2	7.2

1	Sec. 69. STATE BOARD OF DISPENSING OPTICIANS		
2		<u>2007-08</u>	<u>2008-09</u>
3	FTE positions	1.0	1.0
4	Lump sum appropriation	\$ 122,100**	\$ 120,100
5	Fund sources:		
6	Board of dispensing opticians fund	\$ 122,100	\$ 120,100
7	Performance measures:		
8	Average calendar days to resolve a complaint	76	76
9	Average calendar days to renew a license	3	3
10	Customer satisfaction rating (Scale 1-8)	6.0	6.0
11	Sec. 70. STATE BOARD OF OPTOMETRY		
12		<u>2007-08</u>	<u>2008-09</u>
13	FTE positions	2.0	2.0
14	Lump sum appropriation	\$ 194,400**	\$ 194,400
15	Fund sources:		
16	Board of optometry fund	\$ 194,400	\$ 194,400
17	Performance measures:		
18	Average calendar days to resolve a complaint	100	100
19	Average calendar days to renew a license	2	2
20	Customer satisfaction rating (Scale 1-8)	7.4	7.4
21	Sec. 71. OSTEOPATHIC EXAMINERS BOARD IN MEDICINE AND SURGERY		
22		<u>2007-08</u>	<u>2008-09</u>
23	FTE positions	6.7	6.7
24	Lump sum appropriation	\$ 660,600**	\$ 660,600
25	Fund sources:		
26	Board of osteopathic examiners fund	\$ 660,600	\$ 660,600
27	Performance measures:		
28	Average calendar days to resolve a complaint	315	315
29	Average calendar days to renew a license	5	5
30	Average calendar days to process license	65	65
31	Customer satisfaction rating (Scale 1-8)	6.0	6.0
32	Sec. 72. STATE PARKS BOARD		
33		<u>2007-08</u>	<u>2008-09</u>
34	FTE positions	249.3	249.3
35	Operating lump sum appropriation	\$ 14,222,300	\$ 14,222,300
36	Kartchner caverns state park	<u>2,535,800</u>	<u>2,535,800</u>
37	Total appropriation - Arizona state parks		
38	board	\$ 16,758,100	\$ 16,758,100
39	Fund sources:		
40	State general fund	\$ 6,775,000	\$ 6,775,000
41	State parks enhancement fund	8,368,300	8,368,300

1	Law enforcement and boating		
2	safety fund	1,092,700	1,092,700
3	Reservation surcharge revolving		
4	fund	522,100	522,100
5	Performance measures:		
6	Annual park attendance	2,500,000	2,500,000
7	Per cent of park visitors rating their		
8	experience "good" or "excellent"	95	95

9 The appropriation for law enforcement and boating safety fund projects
10 is an estimate representing all monies distributed to this fund, including
11 balance forward, revenue and transfers during fiscal year 2007-2008 and
12 fiscal year 2008-2009. These monies are appropriated to the Arizona state
13 parks board for the purposes established in section 5-383, Arizona Revised
14 Statutes. The appropriation shall be adjusted as necessary to reflect actual
15 final receipts credited to the law enforcement and boating safety fund.

16 All other operating expenditures include \$26,000 from the state parks
17 enhancement fund for Fool Hollow state park revenue sharing. If receipts to
18 Fool Hollow exceed \$260,000 in fiscal year 2007-2008 and fiscal year
19 2008-2009, an additional ten per cent of this increase of Fool Hollow
20 receipts is appropriated from the state parks enhancement fund to meet the
21 revenue sharing agreement with the city of Show Low and the United States
22 forest service.

23 All reservation surcharge revolving fund receipts received by the
24 Arizona state parks board in excess of \$522,100 in fiscal year 2007-2008 and
25 fiscal year 2008-2009 are appropriated to the reservation surcharge revolving
26 fund. Before the expenditure of any reservation surcharge revolving fund
27 monies in excess of \$522,100 in fiscal year 2007-2008 and fiscal year
28 2008-2009, the Arizona state parks board shall submit the intended use of the
29 monies for review by the joint legislative budget committee.

30 During fiscal year 2007-2008 and fiscal year 2008-2009, no more than
31 \$5,000 each year from appropriated or nonappropriated monies may be used for
32 the purposes of out-of-state travel expenses by state parks board staff. No
33 appropriated or nonappropriated monies may be used for out-of-country travel
34 expenses. The state parks board shall submit by June 30, 2008 and June 30,
35 2009, a report to the joint legislative budget committee on out-of-state
36 travel activities and expenditures for that fiscal year.

37 Sec. 73. PERSONNEL BOARD

38		<u>2007-08</u>	<u>2008-09</u>
39	FTE positions	3.0	3.0
40	Lump sum appropriation	\$ 357,900	\$ 357,900
41	Fund sources:		
42	State general fund	\$ 357,900	\$ 357,900

1	Performance measures:		
2	Average number of calendar days from		
3	receipt of appeal/complaint to final	120	120
4	Per cent of customers rating service as		
5	"good" or "excellent"	92	92
6	Sec. 74. PHARMACY BOARD		
7		<u>2007-08</u>	<u>2008-09</u>
8	FTE positions	18.0	18.0
9	Lump sum appropriation	\$ 1,855,300**	\$ 1,846,500
10	Fund sources:		
11	Arizona state board of pharmacy		
12	fund	\$ 1,855,300	\$ 1,846,500
13	Performance measures:		
14	Average calendar days to resolve a complaint	55	55
15	Customer satisfaction rating (Scale 1-8)	7.8	7.8
16	Sec. 75. BOARD OF PHYSICAL THERAPY EXAMINERS		
17		<u>2007-08</u>	<u>2008-09</u>
18	FTE positions	3.8	3.8
19	Lump sum appropriation	\$ 379,800**	\$ 349,600
20	Fund sources:		
21	Board of physical therapy fund	\$ 379,800	\$ 349,600
22	Performance measures:		
23	Average calendar days to resolve a complaint	150	150
24	Average calendar days to renew a license	15	15
25	Customer satisfaction rating (Scale 1-8)	7.0	7.0
26	Sec. 76. ARIZONA PIONEERS' HOME		
27		<u>2007-08</u>	<u>2008-09</u>
28	FTE positions	115.8	115.8
29	Personal services	\$ 3,669,000	\$ 3,747,800
30	Employee related expenditures	1,466,800	1,484,200
31	All other operating expenditures	982,400	1,009,900
32	Prescription drugs	<u>250,000</u>	<u>258,000</u>
33	Total appropriation - pioneers' home	\$ 6,368,200	\$ 6,499,900
34	Fund sources:		
35	State general fund	\$ 1,236,000	\$ 1,236,000
36	Miners' hospital fund	1,685,600	1,685,600
37	State charitable fund	3,446,600	3,578,300
38	Performance measures:		
39	Per cent of residents rating services as		
40	"good" or "excellent"	98	98
41	Earnings on state lands and interest on the investment of the permanent		
42	land funds are appropriated for the pioneers' home and the hospital for		
43	disabled miners in compliance with the enabling act and the Constitution of		
44	Arizona.		

1	The pioneers' home shall not exceed its expenditure authority for		
2	monies appropriated from the miners' hospital for disabled miners land fund.		
3	Sec. 77. STATE BOARD OF PODIATRY EXAMINERS		
4		<u>2007-08</u>	<u>2008-09</u>
5	FTE positions	1.0	1.0
6	Lump sum appropriation	\$ 138,700**	\$ 138,800
7	Fund sources:		
8	Podiatry fund	\$ 138,700	\$ 138,800
9	Performance measures:		
10	Average calendar days to resolve a complaint	90	90
11	Average days to process an application		
12	for licensure	3.0	3.0
13	Customer satisfaction rating (Scale 1-8)	6.0	6.0
14	Sec. 78. COMMISSION FOR POSTSECONDARY EDUCATION		
15		<u>2007-08</u>	<u>2008-09</u>
16	FTE positions	10.0	10.0
17	Operating lump sum appropriation	\$ 395,700	\$ 395,700
18	Leveraging educational assistance		
19	partnership (LEAP)	3,364,500	3,364,500
20	Postsecondary education grant program	8,300,000	8,300,000
21	Private postsecondary education		
22	student financial assistance		
23	program	400,000	400,000
24	Family college savings program	150,000	150,000
25	Arizona college and career guide	21,200	21,200
26	Arizona minority educational		
27	policy analysis center	100,000	100,000
28	Twelve plus partnership	130,500	130,500
29	Case managers	<u>100,000</u>	<u>100,000</u>
30	Total appropriation - commission for		
31	postsecondary education	\$ 12,961,900	\$ 12,961,900
32	Fund sources:		
33	State general fund	\$ 10,020,800	\$ 10,020,800
34	Postsecondary education fund	2,941,100	2,941,100
35	Performance measures:		
36	LEAP student grants awarded	4,000	4,000
37	Per cent of customers rating commission		
38	services as "good" or "excellent"	95	95
39	The appropriation for leveraging educational assistance partnership is		
40	provided to create grants under the Arizona state student incentive grant		
41	program administered by the commission for postsecondary education. Grants		
42	may be made according to the provisions of applicable federal and state laws		
43	and regulations relating to this program. Only Arizona residents who		
44	demonstrate financial need and who are attending, on at least a half-time		

1 basis, an approved program at a properly accredited Arizona postsecondary
2 educational institution are eligible for the program.

3 Each participating institution, public or private, in order to be
4 eligible to receive state matching funds under the state student incentive
5 grant program for grants to students, shall provide an amount of
6 institutional matching funds that equals the amount of funds provided by the
7 state to the institution for the state student incentive grant program.
8 Administrative expenses incurred by the commission for postsecondary
9 education shall be paid from institutional matching funds and shall not
10 exceed twelve per cent of the funds in fiscal year 2007-2008 and fiscal year
11 2008-2009.

12 Any unencumbered balance remaining in the postsecondary education fund
13 on June 30, 2007 for fiscal year 2007-2008, and June 30, 2008 for fiscal year
14 2008-2009, and all grant monies and other revenues received by the commission
15 for postsecondary education, when paid into the state treasury, are
16 appropriated for the explicit purposes designated by line items and for
17 additional responsibilities prescribed in sections 15-1851 and 15-1852,
18 Arizona Revised Statutes.

19 The appropriations for Arizona college and career guide, Arizona
20 minority educational policy analysis center and twelve plus partnership are
21 estimates representing all monies distributed to this fund, including balance
22 forward, revenue and transfers, during fiscal year 2007-2008 and fiscal year
23 2008-2009. The appropriations shall be adjusted as necessary to reflect
24 actual final receipts credited to the postsecondary education fund.

25 Of the total amount appropriated for the private postsecondary
26 education student financial assistance program, no more than ten per cent may
27 be used for program administrative costs.

28 The appropriation for case managers shall be for 2 additional FTEs or
29 for equivalent contracted positions for potential students, applicants and
30 enrolled students who are or were eligible for services as prescribed in
31 section 8-521 or 8-521.01, Arizona Revised Statutes, and who are under
32 twenty-six years of age.

33 The commission for postsecondary education shall not transfer funds out
34 of the private postsecondary education student financial assistance program
35 or the postsecondary education grant program line items.

36 Of the \$8,300,000 appropriated for the postsecondary education grant
37 program, up to \$500,000 may be allocated for the administration of the
38 program in fiscal year 2007-2008 and fiscal year 2008-2009.

39 Sec. 79. STATE BOARD FOR PRIVATE POSTSECONDARY EDUCATION

	<u>2007-08</u>	<u>2008-09</u>
40		
41	4.0	4.0
42	\$ 318,400**	\$ 318,400

1	Fund sources:			
2	Board for private postsecondary			
3	education fund	\$	318,400	\$ 318,400
4	Performance measures:			
5	Average number of days to pay student			
6	tuition recovery fund claims		90	90
7	Average days to process student record requests		10	10
8	Customer satisfaction rating (Scale 1-8)		7.8	7.8
9	Sec. 80. STATE BOARD OF PSYCHOLOGIST EXAMINERS			
10			<u>2007-08</u>	<u>2008-09</u>
11	FTE positions		4.0	4.0
12	Lump sum appropriation	\$	374,300**	\$ 381,900
13	Fund sources:			
14	Board of psychologist examiners			
15	fund	\$	374,300	\$ 381,900
16	Performance measures:			
17	Average calendar days to resolve a complaint		86	86
18	Average days to process an application			
19	for licensure		38	38
20	Customer satisfaction rating (Scale 1-8)		7.2	7.2
21	Sec. 81. DEPARTMENT OF PUBLIC SAFETY			
22			<u>2007-08</u>	
23	FTE positions		2,108.8	
24	Operating lump sum appropriation	\$189,513,700		
25	GIITEM	26,416,600		
26	Highway patrol safety equipment	3,000,000		
27	Motor vehicle fuel	3,935,500		
28	Statewide interoperability design	1,329,400		
29	Sworn officer salary adjustments	<u>2,672,900</u>		
30	Total appropriation - department of public			
31	safety	\$226,868,100		
32	Fund sources:			
33	State general fund	\$165,358,300		
34	Highway user revenue fund	10,000,000		
35	State highway fund	10,000,000		
36	Arizona highway patrol fund	20,425,900		
37	Criminal justice enhancement fund	3,188,300		
38	Safety enforcement and transportation			
39	infrastructure fund	1,481,000		
40	Crime laboratory assessment fund	5,721,400		
41	Arizona deoxyribonucleic acid			
42	identification system fund	3,670,200		

1	Automated fingerprint identification	
2	system fund	3,285,800
3	Motorcycle safety fund	205,000
4	Risk management fund	296,200
5	Parity compensation fund	3,236,000
6	Performance measures:	
7	Per cent of scientific analysis cases over	
8	30 calendar days old	6.0
9	Per cent of system reliability of the Arizona	
10	automated fingerprint identification network	98
11	Clandestine labs dismantled	70

12 Of the \$26,416,600 appropriated to GIITEM, \$10,000,000 is to be used
13 for the multijurisdictional task force known as the gang and immigration
14 intelligence team enforcement mission (GIITEM). If the department of public
15 safety uses any of the monies appropriated for GIITEM for an agreement or
16 contract with a city, town, county or other entity to provide services for
17 the GIITEM program, the city, town, county or other entity shall provide not
18 less than fifteen per cent of the cost of the services and the department of
19 public safety shall provide not more than eighty-five per cent of the cost
20 for each agreement or contract. The distribution of these monies are
21 contingent upon the department of public safety entering into a 287
22 memorandum of understanding with the United States department of homeland
23 security. The \$10,000,000 is to be used for functions relating to
24 immigration enforcement, including border security and border personnel. As
25 state and local law enforcement agencies come into contact with gang or
26 suspected gang members, the use of these monies is contingent upon law
27 enforcement agencies verifying the immigration status of these individuals and
28 taking appropriate action. The \$10,000,000 is exempt from the provisions of
29 section 35-190, Arizona Revised Statutes, relating to the lapsing of
30 appropriations, except that all unexpended and unencumbered monies shall
31 revert on June 30, 2009. The department shall submit an expenditure plan to
32 the joint legislative budget committee for review prior to expending any
33 monies not identified in the department's previous expenditure plans. Within
34 thirty days after the last day of each calendar quarter, the department shall
35 provide a summary of quarterly and year-to-date expenditures and progress to
36 the joint legislative budget committee.

37 Of the \$26,416,600 appropriated to GIITEM, \$7,000,000 is to be used for
38 one hundred department of public safety GIITEM personnel located anywhere
39 within the state. The additional staff shall include at least fifty sworn
40 DPS positions to be used for immigration enforcement and border security and
41 up to fifty DPS positions to expand GIITEM's public awareness, investigation,
42 and intelligence efforts. The additional positions would assist GIITEM in
43 various efforts including, but not limited to: 1) arresting illegal aliens,
44 2) responding to and investigating complaints of employers hiring illegal
45 aliens, 3) investigating crimes of identity theft in the context of hiring

1 illegal aliens and the unlawful entry into the country, and 4) taking
2 enforcement action, as permitted under federal law and article VI of the U.S.
3 Constitution. As state and local law enforcement agencies come into contact
4 with gang or suspected gang members, the use of these monies is contingent
5 upon law enforcement agencies verifying the immigration status of these
6 individuals and taking appropriate action. The department shall submit an
7 expenditure plan to the joint legislative budget committee for review prior
8 to expending any monies not identified in the department's previous
9 expenditure plans. Within thirty days after the last day of each calendar
10 quarter, the department shall provide a summary of quarterly and year-to-date
11 expenditures and progress to the joint legislative budget committee.

12 The department of public safety's gang and immigration intelligence
13 team enforcement mission shall work with the department of corrections to
14 combat gang activity. The department of public safety and the department of
15 corrections shall report jointly to the joint legislative budget committee by
16 December 1, 2007 on their collaborative efforts and procedures.

17 The department of public safety shall report quarterly to the joint
18 legislative budget committee on sworn personnel staffing levels. The report
19 shall identify the number of filled and appropriated positions by job
20 classification and, if applicable, the program to which the position is
21 assigned.

22 Of the \$2,672,900 for sworn officer salary adjustments, \$2,000,000 from
23 the general fund shall be used to provide salary adjustments for the officer
24 I, officer II, and officer III classifications. The distribution of the
25 \$672,900 from the parity compensation fund shall be determined by the
26 department. DPS shall provide a report indicating how the monies were
27 allocated to the joint legislative budget committee by September 30, 2007.
28 The report should include a salary comparison, by classification, based on
29 both the five highest paying law enforcement agencies in the state and those
30 that employ in excess of one hundred sworn positions.

31 Any monies remaining in the department of public safety joint account
32 on June 30, 2008 shall revert to the funds from which they were appropriated.
33 The reverted monies shall be returned in direct proportion to the amounts
34 appropriated.

35 It is the intent of the legislature that \$709,000 from the
36 anti-racketeering fund in fiscal year 2007-2008 be used for the personal
37 computer replacement program.

38 It is the intent of the legislature that \$668,700 from the
39 anti-racketeering fund in fiscal year 2007-2008 be used for the tri-agency
40 disaster recovery system.

41 It is the intent of the legislature that \$2,200,000 from the
42 anti-racketeering fund in fiscal year 2007-2008 be used for the detailed
43 design of the long-term interoperability solution.

1 Prior to expending the \$2,200,000 increase for detailed design of the
 2 statewide interoperability solution, the department shall submit an
 3 expenditure plan to the joint legislative budget committee for review.

4 Sec. 82. ARIZONA DEPARTMENT OF RACING

	<u>2007-08</u>	<u>2008-09</u>
5 FTE positions	46.5	46.5
6 Lump sum appropriation	\$ 3,264,900	\$ 3,264,900
7 Fund sources:		
8 State general fund	\$ 2,747,900	\$ 2,747,900
9 County fair racing fund	450,000	450,000
10 Racing administration fund	67,000	67,000
11 Performance measures:		
12 Per cent of horse racing customers reporting		
13 "very good" or "excellent" service	95	95
14 Per cent of greyhound racing customers		
15 reporting "very good" or "excellent" service	99	99
16 Per cent of positive horse drug tests	1.2	1.2
17 Per cent of positive greyhound drug tests	0.02	0.02

18 The department of racing shall report to the president of the senate,
 19 the speaker of the house of representatives, the chairpersons of the senate,
 20 the speaker of the house of representatives appropriations committees and the director of
 21 the joint legislative budget committee on an annual basis on boxing related
 22 activities. The report shall contain the number of boxing events, gross
 23 receipts, state revenues and license fee collections.

24 Sec. 83. RADIATION REGULATORY AGENCY

	<u>2007-08</u>	<u>2008-09</u>
25 FTE positions	31.0	32.0
26 Lump sum appropriation	\$ 1,875,800	\$ 1,910,100
27 Fund sources:		
28 State general fund	\$ 1,593,900	\$ 1,628,200
29 State radiologic technologist		
30 certification fund	281,900	281,900
31 Performance measures:		
32 Per cent of x-ray tubes overdue for inspection	40	40
33 Radiological incidents (non-Palo Verde related)	9	9
34 Radiological incidents (Palo Verde)	0	0
35 Customer satisfaction rating (Scale 1-8)	7.5	7.5

36 By November 1, 2007, the radiation regulatory agency shall submit a
 37 report to the joint legislative budget committee detailing the fee increases
 38 that would be necessary to make the agency self-supporting.
 39
 40

1	Sec. 84. GOVERNOR - ARIZONA RANGERS' PENSIONS		
2		<u>2007-08</u>	<u>2008-09</u>
3	Lump sum appropriation	\$ 13,400	\$ 13,700
4	Fund sources:		
5	State general fund	\$ 13,400	\$ 13,700
6	Sec. 85. REAL ESTATE DEPARTMENT		
7		<u>2007-08</u>	<u>2008-09</u>
8	FTE positions	68.4	70.4
9	Lump sum appropriation	\$ 4,064,500	\$ 4,127,600
10	Fund sources:		
11	State general fund	\$ 4,064,500	\$ 4,127,600
12	Performance measures:		
13	Average days to issue a public report	60.0	60.0
14	Average days from receipt to issuance of		
15	license reports	9.0	9.0
16	Per cent of surveys from licensees indicating		
17	"good" to "excellent" service	95.0	95.0
18	Average days from receipt of complaint to		
19	resolution	130	130
20	Sec. 86. RESIDENTIAL UTILITY CONSUMER OFFICE		
21		<u>2007-08</u>	<u>2008-09</u>
22	FTE positions	12.0	12.0
23	Operating lump sum appropriation	\$ 1,128,900	\$ 1,128,900
24	Professional witnesses	<u>145,000*</u>	<u>145,000*</u>
25	Total appropriation - residential utility		
26	consumer office	\$ 1,273,900	\$ 1,273,900
27	Fund sources:		
28	Residential utility consumer office		
29	revolving fund	\$ 1,273,900	\$ 1,273,900
30	Performance measures:		
31	Per cent variance between utilities'		
32	requests for rate increases and the		
33	actual ACC authorized rates	(12.5)	(12.5)
34	Sec. 87. BOARD OF RESPIRATORY CARE EXAMINERS		
35		<u>2007-08</u>	<u>2008-09</u>
36	FTE positions	4.0	4.0
37	Lump sum appropriation	\$ 238,500**	\$ 236,800
38	Fund sources:		
39	Board of respiratory care		
40	examiners fund	\$ 238,500	\$ 236,800
41	Performance measures:		
42	Average calendar days to resolve a complaint	85	85
43	Customer satisfaction rating (Scale 1-8)	6.8	6.8

1	Sec. 88. STATE RETIREMENT SYSTEM		
2		<u>2007-08</u>	<u>2008-09</u>
3	FTE positions	235.0	235.0
4	Operating lump sum appropriation	\$ 19,486,500	\$ 20,165,600
5	Information technology plan	<u>2,747,100</u>	<u>2,747,100</u>
6	Total appropriation - Arizona state		
7	retirement system	\$ 22,233,600	\$ 22,912,700
8	Fund sources:		
9	State retirement system		
10	administration account	\$ 19,433,600	\$ 20,112,700
11	Long-term disability		
12	administration account	2,800,000	2,800,000
13	Performance measures:		
14	Per cent of members satisfied with ASRS		
15	telephone services	96	96
16	Per cent of investment returns	8.0	8.0
17	Per cent of benefit payment calculations		
18	that are accurate as measured by quality		
19	control sample	99.5	99.5
20	Before the expenditure of the appropriation of \$2,747,100 in fiscal		
21	year 2007-2008 and fiscal year 2008-2009 and the hiring of FTE positions		
22	appropriated for the agency's information technology plan, the retirement		
23	system shall present an expenditure plan to the joint legislative budget		
24	committee staff for review. The expenditure plan shall include current year		
25	and prior years' appropriations to be spent in the current year and prior		
26	year appropriation balances. The agency shall provide annual reports to the		
27	joint legislative budget committee staff regarding the expenditures and		
28	project tasks completed to date. Actual divestiture of monies from the		
29	retirement fund for expenditure shall occur following the joint legislative		
30	budget committee staff review of the agency's information technology plan.		
31	The appropriation includes \$678,800 in fiscal year 2007-2008 and		
32	\$1,154,800 in fiscal year 2008-2009 for technology upgrades. These monies		
33	shall not be spent and will revert to the Arizona state retirement system		
34	account if the information technology authorization committee does not		
35	approve the project investment justification for technology upgrades.		
36	Sec. 89. DEPARTMENT OF REVENUE		
37		<u>2007-08</u>	<u>2008-09</u>
38	FTE positions	1,164.0	1,164.0
39	Operating lump sum appropriation	\$ 71,297,900	\$ 69,656,100
40	BRITS operational support	2,223,700	2,223,700
41	Unclaimed property administration	<u>1,629,000</u>	<u>1,608,600</u>
42	Total appropriation - department of revenue	\$ 75,150,600	\$ 73,488,400

1	Fund sources:		
2	State general fund	\$ 72,487,500	\$ 70,819,200
3	Estate and unclaimed property fund	1,629,000	1,608,600
4	Liability setoff fund	419,600	413,800
5	Tobacco tax and health care fund	614,500	646,800
6	Performance measures:		
7	Average calendar days to refund income tax	12	12
8	Per cent of written taxpayer inquiries		
9	answered within 30 calendar days		
10	of receipt	65	65
11	Customer satisfaction rating for taxpayer		
12	information section (Scale 1-5)	4.7	4.7
13	The department shall provide the department's general fund revenue		
14	enforcement goals for fiscal year 2007-2008 to the joint legislative budget		
15	committee for review by July 31, 2007, and for fiscal year 2008-2009 by July		
16	31, 2008. The department shall provide an annual progress report to the		
17	joint legislative budget committee as to the effectiveness of the		
18	department's overall enforcement and collections program for fiscal year		
19	2007-2008 by July 31, 2008 and for fiscal year 2008-2009 by July 31, 2009.		
20	The reports shall include a comparison of projected and actual general fund		
21	revenue enforcement collections for fiscal year 2007-2008 and fiscal year		
22	2008-2009 respectively.		
23	An amount equal to 12.5 per cent of the dollar value of the properties		
24	recovered by unclaimed property contract auditors is appropriated from the		
25	estate and unclaimed property fund to pay unclaimed property contract auditor		
26	fees in accordance with section 44-313, Arizona Revised Statutes, requiring		
27	that administrative expenses be appropriated. This amount is currently		
28	estimated at \$1,770,000 in fiscal year 2007-2008 and fiscal year 2008-2009.		
29	Sec. 90. SCHOOL FACILITIES BOARD		
30			<u>2007-08</u>
31	FTE positions		18.0
32	Operating lump sum appropriation	\$ 1,735,400	
33	New school facilities debt service	71,967,200	
34	Energy and water savings pilot		
35	program	4,000,000	
36	New school facilities	<u>370,000,000</u>	
37	Total appropriation - school facilities		
38	board	\$447,702,600	
39	Fund sources:		
40	State general fund	\$447,702,600	

1 Performance measures:
 2 Per cent of school districts inspected
 3 meeting minimum adequacy standards 100
 4 Per cent of school districts rating the
 5 board's services as "good" or "excellent"
 6 in an annual survey 90
 7 Monies in the energy and water savings pilot program special line item
 8 are exempt from the provisions of section 35-190, Arizona Revised Statutes,
 9 related to lapsing of appropriations.
 10 Sec. 91. DEPARTMENT OF STATE - SECRETARY OF STATE

	<u>2007-08</u>	<u>2008-09</u>
11 FTE positions	48.3	48.3
12 Operating lump sum appropriation	\$ 2,755,400	\$ 2,713,800
13 Election services	4,361,000	4,361,000
14 Help America vote act	<u>15,000,000</u>	<u>4,000,000</u>
15 Total appropriation - secretary of state	\$ 22,116,400	\$ 11,074,800
16 Fund sources:		
17 State general fund	\$ 7,021,600	\$ 6,980,000
18 Election systems improvement fund	15,000,000	4,000,000
19 Professional employer organization		
20 fund	94,800	94,800

21
 22 Performance measures:
 23 Per cent of documents returned to public
 24 filer in 48 hours (business services
 25 division) 70 70
 26 Per cent of election law complaints reviewed
 27 and acted on within 7 days 100 100
 28 The secretary of state shall report to the joint legislative budget
 29 committee and the governor's office of strategic planning and budgeting by
 30 December 31, 2007 the actual amount and purpose of expenditures from the
 31 election systems improvement fund in fiscal year 2006-2007 and the expected
 32 amount and purpose of expenditures from the fund for fiscal years 2007-2008
 33 and 2008-2009.
 34 Any transfer to or from the amount appropriated for the election
 35 services line item shall require review by the joint legislative budget
 36 committee.
 37 The fiscal year 2007-2008 appropriation from the election systems
 38 improvement fund for HAVA is available for use pursuant to section 35-143.01,
 39 subsection C, Arizona Revised Statutes, and is exempt from the provisions of
 40 section 35-190, Arizona Revised Statutes, relating to lapsing of
 41 appropriations, until June 30, 2009.

1	Sec. 92. STATE BOARDS' OFFICE		
2		<u>2007-08</u>	<u>2008-09</u>
3	FTE positions	3.0	3.0
4	Lump sum appropriation	\$ 260,000**	\$ 260,000
5	Fund sources:		
6	Special services revolving fund	\$ 260,000	\$ 260,000
7	Performance measures:		
8	Overall customer satisfaction rating		
9	(Scale 1-8)	7.1	7.1
10	Sec. 93. STRUCTURAL PEST CONTROL COMMISSION		
11		<u>2007-08</u>	<u>2008-09</u>
12	FTE positions	40.0	41.0
13	Lump sum appropriation	\$ 2,770,200**	\$ 2,668,900
14	Fund sources:		
15	Structural pest control commission		
16	fund	\$ 2,770,200	\$ 2,668,900
17	Performance measures:		
18	Average calendar days to resolve a complaint	240	240
19	Average calendar days to renew a license	20	20
20	Customer satisfaction rating (Scale 1-8)	6.8	6.8
21	Sec. 94. STATE BOARD OF TAX APPEALS		
22		<u>2007-08</u>	<u>2008-09</u>
23	FTE positions	4.0	4.0
24	Lump sum appropriation	\$ 305,200	\$ 305,200
25	Fund sources:		
26	State general fund	\$ 305,200	\$ 305,200
27	Performance measures:		
28	Months to process appeal	4.5	4.5
29	Per cent of rulings upheld in tax courts	90	90
30	Customer satisfaction rating (Scale 1-8)	7.0	7.0
31	Sec. 95. BOARD OF TECHNICAL REGISTRATION		
32		<u>2007-08</u>	<u>2008-09</u>
33	FTE positions	23.0	23.0
34	Lump sum appropriation	\$ 1,712,400**	\$ 1,700,200
35	Fund sources:		
36	Technical registration fund	\$ 1,712,400	\$ 1,700,200
37	Performance measures:		
38	Average calendar days to resolve a complaint	285	285
39	Average calendar days to process an initial		
40	application	85	85
41	Customer satisfaction rating (Scale 1-8)	7.5	7.5

1	Sec. 96. DEPARTMENT OF TRANSPORTATION	
2		<u>2007-08</u>
3	<u>Administration</u>	
4	FTE positions	412.0
5	Operating lump sum appropriation	\$ 41,141,100
6	Attorney general legal services	<u>2,737,700</u>
7	Total appropriation - administration	\$ 43,878,800
8	Fund sources:	
9	State highway fund	\$ 43,878,800
10	<u>Highways</u>	
11	FTE positions	2,548.0
12	Operating lump sum appropriation	\$133,825,100
13	Highway maintenance	126,991,600
14	Vehicles and heavy equipment	37,534,200
15	Vehicles and heavy equipment	
16	fuel surcharge	<u>2,000,000</u>
17	Total - highways	\$300,350,900
18	Fund sources:	
19	State general fund	\$ 82,900
20	Safety enforcement and	
21	transportation	
22	infrastructure fund	558,700
23	State highway fund	261,175,100
24	Transportation department	
25	equipment fund	38,534,200
26	Performance measures:	
27	Per cent of Maricopa regional freeway	
28	miles completed for the original	
29	twenty-year half cent sales tax	
30	ending December 31, 2005	100
31	Per cent of Maricopa regional freeway	
32	travel lane miles completed for	
33	the twenty-year half cent sales tax	
34	extension effective January 1, 2006	0.7
35	Per cent of overall highway construction	
36	projects completed on schedule	97

37 Of the total amount appropriated for the highways program, \$126,991,600
38 in fiscal year 2007-2008 for highway maintenance is exempt from the
39 provisions of section 35-190, Arizona Revised Statutes, relating to lapsing
40 of appropriations, except that all unexpended and unencumbered monies of the
41 appropriation revert to their fund of origin, either the state highway fund
42 or the safety enforcement and transportation infrastructure fund, on August
43 31, 2008.

1 Of the total amount appropriated for the highways program, \$2,663,000
 2 in fiscal year 2007-2008 is for performance pay for participants in the
 3 department's engineer pay plan. The department shall establish performance
 4 measures with measurable quality and quantity objectives for participants in
 5 the engineer pay plan that are designed to result in increased productivity
 6 and improved quality of the delivery of state services or products. The
 7 department shall either apply these performance measures to the entire
 8 engineer pay plan or apply relevant performance measures to subsets within
 9 the engineering pay plan either on a group or individual basis. Every
 10 quarter or month, the department shall review the participants' performance
 11 to determine if the performance measures were met. If the performance
 12 measures are met or exceeded, the applicable participants are entitled to
 13 receive the performance pay for the corresponding quarter.

14 Motor vehicle

15	FTE positions	1,755.0
16	Operating lump sum appropriation	\$105,349,100
17	Abandoned vehicle administration	999,000
18	New third party funding	733,700
19	Fraud investigations	<u>993,400</u>
20	Total appropriation - motor vehicle	\$108,075,200
21	Fund sources:	
22	Air quality fund	\$ 68,600
23	Driving under the influence	
24	abatement fund	136,900
25	Highway user revenue fund	607,400
26	Motor vehicle liability insurance	
27	enforcement fund	2,383,900
28	Safety enforcement and	
29	transportation infrastructure	
30	fund	1,584,800
31	State highway fund	101,533,300
32	Vehicle inspection and title	
33	enforcement fund	1,760,300
34	Performance measures:	
35	Average office wait time from arriving at	
36	MVD office to receiving numbered ticket	
37	(minutes)	2.0
38	Average office wait time from receiving	
39	numbered ticket to arriving at counter	
40	(minutes)	15.0

1	Per cent of office customers rating	
2	services "good" or "excellent"	83
3	Average telephone wait time to speak	
4	to an MVD employee (minutes)	15.2
5	Per cent of alternative vehicle	
6	registration renewal methods	
7	(mail, internet, third party)	80

8 The department shall submit semiannual progress reports to the joint
9 legislative budget committee for review of the progress in increasing third
10 party transactions, the status of motor vehicle division third party
11 staffing, workload and quality assurance backlog. The semiannual progress
12 report shall also include the number of existing third parties and the number
13 of entities on any third party waiting lists. The semiannual report shall
14 address title and registration, vehicle identification number inspection,
15 commercial driver license examination, noncommercial driver license
16 examination, commercial driver training school, noncommercial driver training
17 school and traffic survival school. The reports are due by January 30, 2008
18 and July 30, 2008.

19 The department shall not transfer any funds to or from the motor
20 vehicle division without the review by the joint legislative budget
21 committee.

22 The department of transportation shall submit quarterly progress
23 reports to the joint legislative budget committee on their progress in
24 improving motor vehicle division wait times and vehicle registration renewal
25 by mail turnaround times. The reports shall document the monthly averages
26 for the total time customers spent at the office and the reasons for changes
27 in these times for each motor vehicle division field office equipped with
28 electronic customer monitoring devices. The reports shall document the wait
29 time to get a numbered ticket from a motor vehicle division employee, the
30 time between receiving the numbered ticket and arriving at the counter and
31 the transaction time at the counter. The reports shall document the number
32 of customers who arrived at motor vehicle division offices but who did not
33 complete their transaction, and the motor vehicle division's average
34 turnaround time for vehicle registration renewal by mail. The reports shall
35 include details by office for all offices in the metropolitan areas which are
36 defined to include all of Maricopa County, Apache Junction, Tucson and
37 Flagstaff, and summarized for the nonmetropolitan areas. In addition to
38 documenting wait times, the reports shall document the number of primary
39 transactions (driver license, titles, and vehicle registrations) and
40 secondary transactions (all others), the number of counter positions assigned
41 and filled and the productivity levels (the average number of primary
42 transactions completed by staff and the average number of secondary
43 transactions completed by staff). The reports shall document the number of
44 primary and secondary transactions completed by third parties by metropolitan

1 and nonmetropolitan area offices. The reports are due within thirty days
 2 after the end of each calendar quarter.

3 The appropriation for the motor vehicle division includes 4 FTE
 4 positions and \$299,600 from the state highway fund for alcohol monitoring.
 5 If Senate Bill 1582 or similar legislation to address alcohol monitoring is
 6 not enacted into law during the forty-eighth legislature, first regular
 7 session, the sum of \$299,600 and 4 FTE positions shall revert to the state
 8 highway fund.

9 The appropriation for the motor vehicle division includes \$54,100 from
 10 the state highway fund for vehicle registration and legal presence. If House
 11 Bill 2570 or similar legislation to address vehicle registration and legal
 12 presence is not enacted into law during the forty-eighth legislature, first
 13 regular session, the sum of \$54,100 shall revert to the state highway fund.

14 Aeronautics

15	FTE positions	33.0
16	Lump sum appropriation	\$ 2,567,600
17	Fund sources:	
18	State aviation fund	\$ 2,567,600
19	Performance measures:	
20	Per cent of airport development projects	
21	completed on schedule	100
22	Total appropriation - Arizona department	
23	of transportation	<u>\$454,872,500</u>
24	Fund sources:	
25	State general fund	\$ 82,900
26	Air quality fund	68,600
27	Driving under the influence	
28	abatement fund	136,900
29	Highway user revenue fund	607,400
30	Motor vehicle liability	
31	insurance enforcement fund	2,383,900
32	Safety enforcement and	
33	transportation infrastructure	
34	fund	2,143,500
35	State aviation fund	2,567,600
36	State highway fund	406,587,200
37	Transportation department	
38	equipment fund	38,534,200
39	Vehicle inspection and title	
40	enforcement fund	1,760,300

41 Of the \$454,872,500 appropriation to the department of transportation,
 42 the department of transportation shall pay \$16,773,800 in fiscal year
 43 2007-2008 from all funds to the department of administration for its risk
 44 management payment.

1	Sec. 97. STATE TREASURER	
2		<u>2007-08</u>
3	FTE positions	34.4
4	Operating lump sum appropriation	\$ 3,273,900
5	Justice of the peace salaries	<u>3,122,500</u>
6	Total appropriation - state treasurer	\$ 6,396,400
7	Fund sources:	
8	State general fund	\$ 6,362,600
9	State treasurer's management fund	33,800
10	Performance measures:	
11	Ratio of yield of LGIP to Standard	
12	and Poor's LGIP index	1.2
13	Ratio of yield of endowment pools to	
14	Big Bond Index	1.1
15	Customer satisfaction rating for local	
16	government investment pool participants	
17	(Scale 1-8)	7.4
18	Before changing the eight basis point investment management fee, the	
19	treasurer shall submit the proposed change and its fiscal impact to the joint	
20	legislative budget committee for review.	
21	Sec. 98. ARIZONA BOARD OF REGENTS	
22		<u>2007-08</u>
23	FTE positions	27.9
24	Operating lump sum appropriation	\$ 2,322,000
25	Arizona teachers incentive program	90,000
26	Arizona transfer articulation	
27	support system	213,700
28	Student financial assistance	10,161,200
29	Western interstate commission	
30	office	116,000
31	WICHE student subsidies	<u>4,115,000</u>
32	Total appropriation - Arizona board of	
33	regents	\$ 17,017,900
34	Fund sources:	
35	State general fund	\$ 17,017,900
36	Performance measures:	
37	Per cent of graduating seniors who rate	
38	their overall university experience	
39	as "good"/"excellent"	95
40	Per cent of full-time undergraduate students	
41	enrolled per semester in three or more	
42	primary courses with ranked faculty	77

1 Per cent of full-time undergraduate students
 2 enrolled per semester in three or more
 3 primary courses with professors of any rank 40
 4 Average number of years taken to graduate
 5 for students who began as freshmen 4.5

6 Within ten days of the acceptance of the universities' semiannual all
 7 funds budget reports, the Arizona board of regents shall submit an
 8 expenditure plan to the joint legislative budget committee for its review.
 9 The expenditure plan shall include any tuition revenue amounts that are
 10 greater than the appropriated amounts and all retained tuition and fee
 11 revenue expenditures for the current fiscal year. The additional revenue
 12 expenditure plan shall provide as much detail as the university budget
 13 requests.

14 Sec. 99. ARIZONA STATE UNIVERSITY

15		<u>2007-08</u>
16	<u>Main campus</u>	
17	FTE positions	7,102.6
18	Operating lump sum appropriation	\$540,462,600
19	Biomedical informatics	3,017,800
20	Discretionary adjustment	15,064,000
21	Downtown Phoenix campus	<u>47,234,200</u>
22	Total - Main campus	\$605,778,600
23	Fund sources:	
24	State general fund	\$380,774,100
25	University collections fund	225,004,500
26	Performance measures:	
27	Per cent of graduating seniors who rate	
28	their overall university experience	
29	as "good"/"excellent"	95
30	Per cent of full-time undergraduate	
31	students enrolled per semester in three or	
32	more primary courses with ranked faculty	72
33	Per cent of full-time undergraduate students	
34	enrolled per semester in three or more	
35	primary courses with professors of any rank	40
36	Average number of years taken to graduate	
37	for students who began as freshmen	4.6
38	External dollars for research and creative	
39	activity	\$205,000,000
40	<u>East campus</u>	
41	FTE positions	532.5
42	Operating lump sum appropriation	\$ 42,763,300
43	TRIF lease-purchase payment	<u>2,000,000</u>
44	Total - East campus	\$ 44,763,300

1	Fund sources:	
2	State general fund	\$ 23,778,500
3	University collections fund	18,984,800
4	Technology and research initiative	
5	fund	2,000,000
6	Performance measures:	
7	Per cent of graduating seniors who rate	
8	their overall university experience	
9	as "good"/"excellent"	96
10	Per cent of full-time undergraduate students	
11	enrolled per semester in three or more	
12	primary courses with ranked faculty	68
13	Per cent of full-time undergraduate students	
14	enrolled per semester in three or more	
15	primary courses with professors of any rank	40
16	Average number of years taken to graduate	
17	for students who began as freshmen	4.8
18	<u>West campus</u>	
19	FTE positions	848.3
20	Operating lump sum appropriation	\$ 73,771,600
21	TRIF lease-purchase payment	<u>1,600,000</u>
22	Total - West campus	\$ 75,371,600
23	Fund sources:	
24	State general fund	\$ 51,919,500
25	University collections fund	21,852,100
26	Technology and research	
27	initiative fund	1,600,000
28	Performance measures:	
29	Per cent of graduating seniors who rate	
30	their overall university experience	
31	as "good"/"excellent"	98
32	Per cent of full-time undergraduate students	
33	enrolled per semester in three or more	
34	primary courses with ranked faculty	72
35	Per cent of full-time undergraduate students	
36	enrolled per semester in three or more	
37	primary courses with professors of any rank	45
38	Average number of years taken to graduate for	
39	students who began as freshmen	4.5
40	Total appropriation - Arizona state	
41	university	<u>\$725,913,500</u>

1 Fund sources:
 2 State general fund \$456,472,100
 3 University collections fund 265,841,400
 4 Technology and research initiative
 5 fund 3,600,000
 6 The state general fund appropriations shall not be used for alumni
 7 association funding.
 8 The appropriated monies are not to be used for scholarships.
 9 The appropriated monies are not to be used to support any student
 10 newspaper.
 11 The appropriated monies shall not be used by the Arizona state
 12 university college of law legal clinic for any lawsuits involving inmates of
 13 the state department of corrections in which the state is the adverse party.
 14 University budget requests shall provide as much detail for the
 15 downtown Phoenix campus as for any other budget program. Notwithstanding
 16 section 35-173, subsection C, Arizona Revised Statutes, any proposed transfer
 17 to or from the amounts appropriated for the downtown Phoenix campus line item
 18 shall require prior review by the joint legislative budget committee.
 19 Any unencumbered balances remaining in the collections account on June
 20 30, 2007 and all collections received by the university during the fiscal
 21 year, when paid into the state treasury, are appropriated for operating
 22 expenditures, capital outlay and fixed charges. Earnings on state lands and
 23 interest on the investment of the permanent land funds are appropriated in
 24 compliance with the enabling act and the Constitution of Arizona. No part of
 25 this appropriation may be expended for supplemental life insurance or
 26 supplemental retirement. Receipts from summer session, when deposited in the
 27 state treasury, together with any unencumbered balance in the summer session
 28 account, are appropriated for the purpose of conducting summer sessions but
 29 are excluded from the amounts enumerated above.
 30 Sec. 100. NORTHERN ARIZONA UNIVERSITY

	<u>2007-08</u>
31 FTE positions	2,170.8
32 Operating lump sum appropriation	\$182,572,200
33 Discretionary adjustment	8,736,000
34 NAU - Yuma	<u>2,383,900</u>
35 Total appropriation - Northern Arizona	
36 university	\$193,692,100
37 Fund sources:	
38 State general fund	\$148,407,700
39 University collections fund	45,284,400
40	

1	Performance measures:	
2	Per cent of graduating seniors who rate	
3	their overall university experience	
4	as "good"/"excellent"	98
5	Per cent of full-time undergraduate	
6	students enrolled per semester in	
7	three or more primary courses with	
8	ranked faculty	93
9	Per cent of full-time undergraduate students	
10	enrolled per semester in three or more	
11	primary courses with professors of any rank	60
12	Average number of years taken to graduate for	
13	students who began as freshmen	4.5

14 The state general fund appropriations shall not be used for alumni
 15 association funding.

16 The appropriated monies are not to be used for scholarships.

17 The appropriated monies are not to be used to support any student
 18 newspaper.

19 Any unencumbered balances remaining in the collections account on June
 20 30, 2007 and all collections received by the university during the fiscal
 21 year, when paid into the state treasury, are appropriated for operating
 22 expenditures, capital outlay and fixed charges. Earnings on state lands and
 23 interest on the investment of the permanent land funds are appropriated in
 24 compliance with the enabling act and the Constitution of Arizona. No part of
 25 this appropriation may be expended for supplemental life insurance or
 26 supplemental retirement. Receipts from summer session, when deposited in the
 27 state treasury, together with any unencumbered balance in the summer session
 28 account, are appropriated for the purpose of conducting summer sessions but
 29 are excluded from the amounts enumerated above.

30 Sec. 101. UNIVERSITY OF ARIZONA

31		<u>2007-08</u>
32	<u>Main campus</u>	
33	FTE positions	5,676.8
34	Operating lump sum appropriation	\$376,918,600
35	Agriculture	42,256,900
36	Arizona cooperative extension	11,728,500
37	Discretionary adjustment	12,500,000
38	Sierra Vista campus	<u>5,593,300</u>
39	Total - Main campus	\$448,997,300
40	Fund sources:	
41	State general fund	\$331,330,100
42	University collections fund	117,667,200

1 Performance measures:
2 Per cent of graduating seniors who rate
3 their overall university experience
4 as "good"/"excellent" 96
5 Per cent of full-time undergraduate students
6 enrolled per semester in three or more
7 primary courses with ranked faculty 80
8 Per cent of full-time undergraduate students
9 enrolled per semester in three or more
10 primary courses with professors of any rank 55
11 Average number of years taken to graduate
12 for students who began as freshmen 4.6
13 Health sciences center
14 FTE positions 954.2
15 Operating lump sum appropriation \$ 66,050,300
16 Clinical rural rotation 504,100
17 Clinical teaching support 9,812,200
18 Liver research institute 525,200
19 Phoenix medical campus 12,009,600
20 Telemedicine network 1,213,100
21 Total - health sciences center \$ 90,114,500
22 Fund sources:
23 State general fund \$ 75,758,400
24 University collections fund 14,356,100
25 Performance measures:
26 Per cent of graduating seniors who rate
27 their overall university experience
28 as "good"/"excellent" 99
29 Total appropriation - university of
30 Arizona \$539,111,800
31 Fund sources:
32 State general fund \$407,088,500
33 University collections fund 132,023,300
34 The state general fund appropriations shall not be used for alumni
35 association funding.
36 The appropriated monies are not to be used for scholarships.
37 The appropriated monies are not to be used to support any student
38 newspaper.
39 Any unencumbered balances remaining in the collections account on June
40 30, 2007 and all collections received by the university during the fiscal
41 year, when paid into the state treasury, are appropriated for operating
42 expenditures, capital outlay and fixed charges. Earnings on state lands and
43 interest on the investment of the permanent land funds are appropriated in
44 compliance with the enabling act and the Constitution of Arizona. No part of
45 this appropriation may be expended for supplemental life insurance or

1 supplemental retirement. Receipts from summer session, when deposited in the
 2 state treasury, together with any unencumbered balance in the summer session
 3 account, are appropriated for the purpose of conducting summer sessions but
 4 are excluded from the amounts enumerated above.

5 University budget requests shall provide as much detail for the Phoenix
 6 medical campus as for any other budget program. Notwithstanding section
 7 35-173, subsection C, Arizona Revised Statutes, any proposed transfer to or
 8 from the amounts appropriated for the Phoenix medical campus line item shall
 9 require prior review by the joint legislative budget committee.

10 The university of Arizona and the Arizona board of regents shall report
 11 to the joint legislative budget committee, on August 15, 2007 and February
 12 15, 2008, updates concerning the formal relationship between the Phoenix
 13 medical campus and area hospitals, partnerships with private medical schools,
 14 the availability of clinical rotations for medical students in this state,
 15 the creation of new residency positions in this state, the expansion of
 16 medical services in this state's rural areas, the attraction of out-of-state
 17 medical students to practice in this state and any other strategies being
 18 considered or employed to prevent a doctor shortage in this state or the
 19 rural areas of this state.

20 The university of Arizona may transfer any amount from the \$12,500,000
 21 discretionary adjustment to the health sciences center without prior joint
 22 legislative budget committee review.

23 Sec. 102. DEPARTMENT OF VETERANS' SERVICES

	<u>2007-08</u>	<u>2008-09</u>
24		
25	376.3	376.3
26	FTE positions	
26	Operating lump sum appropriation	\$ 2,730,000
27	Arizona state veterans' home	\$ 2,757,000
28	Southern Arizona cemetery	16,146,500
29	Telemedicine project	272,100
30	Veterans' organizations contracts	10,000
31	Veterans' benefit counseling	29,200
31	<u>3,104,000</u>	<u>3,047,000</u>
32	Total appropriation - department of	
33	veterans' services	\$ 22,234,800
34	Fund sources:	
35	State general fund	\$ 8,220,600
36	State home for veterans' trust	
37	fund	13,291,500
38	State veterans' conservatorship	
39	fund	722,700

1	Performance measures:		
2	DHS quality rating of the veterans' home		
3	("A", "B", "C" or "D")	A	A
4	Per cent of customers rating department's		
5	services as "good" or "excellent"	98	98
6	Two of the veterans' benefit counseling FTEs shall be assigned for		
7	counseling among the Indian tribes in this state.		
8	Sec. 103. ARIZONA STATE VETERINARY MEDICAL EXAMINING BOARD		
9		<u>2007-08</u>	<u>2008-09</u>
10	FTE positions	5.5	5.5
11	Lump sum appropriation	\$ 460,500**	\$ 451,000
12	Fund sources:		
13	Veterinary medical examining		
14	board fund	\$ 460,500	\$ 451,000
15	Performance measures:		
16	Average calendar days to resolve a complaint	90	90
17	Average calendar days to renew a license	60	60
18	Customer satisfaction rating (Scale 0-100)	93	93
19	Sec. 104. DEPARTMENT OF WATER RESOURCES		
20		<u>2007-08</u>	<u>2008-09</u>
21	FTE positions	221.7	221.7
22	Operating lump sum appropriation	\$ 15,372,400	\$ 15,372,400
23	Adjudication support	2,105,000	2,105,000
24	Assured and adequate water supply		
25	administration	2,200,400	2,200,400
26	Arizona water protection fund		
27	deposit	- 0 -	- 0 -
28	Rural water studies	1,999,100	1,999,100
29	Water supply development projects	1,000,000	- 0 -
30	Automated groundwater monitoring	<u>500,000</u>	<u>500,000</u>
31	Total appropriation - department of water		
32	resources	\$ 23,176,900	\$ 22,176,900
33	Fund sources:		
34	State general fund	\$ 22,076,500	\$ 21,076,500
35	Assured and adequate water		
36	supply administration fund	1,100,400	1,100,400
37	Performance measures:		
38	Per cent of Colorado river entitlement used	100	100
39	Per cent of Arizona's unclaimed Colorado		
40	river entitlement that is recharged via		
41	the water banking authority	95	95

1	Number of dams in a non-emergency unsafe		
2	condition	13	13
3	Number of rural water studies initiated	4	4
4	Number of rural water studies completed		
5	in current year	4	4
6	Customer satisfaction rating for hydrology		
7	program (Scale 1-8)	8.0	8.0

8 Monies appropriated for the purposes of rural water studies are exempt
 9 from the provisions of section 35-190, Arizona Revised Statutes, relating to
 10 lapsing of appropriations through June 30, 2010.

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

16 The department shall report to the joint legislative budget committee
 17 on the amount of fees collected by the assured and adequate water supply
 18 program within thirty days after the end of each calendar year quarter.

19 It is the intent of the legislature that monies in the rural water
 20 studies line item will only be spent to assess local water use needs and to
 21 develop plans for sustainable future water supplies in rural areas outside
 22 the state's AMAs and not be made available for other department operating
 23 expenditures.

24 The department of water resources shall not transfer any funds into or
 25 out of the rural water studies special line item, and funds shall not be used
 26 for the conservation and drought office or a similar office.

27 Monies in the adjudication support special line item shall only be used
 28 for the exclusive purposes prescribed in sections 45-256 and 45-257(B)(4),
 29 Arizona Revised Statutes. The department of water resources shall not
 30 transfer any funds into or out of the adjudication support special line item.

31 Sec. 105. DEPARTMENT OF WEIGHTS AND MEASURES

	<u>2007-08</u>	<u>2008-09</u>
32		
33	<u>General services</u>	
34	25.9	25.9
35	\$ 1,782,500	\$ 1,760,900
36	Fund sources:	
37	\$ 1,651,600	\$ 1,640,200
38	Motor vehicle liability	
39	130,900	120,700
40	<u>Vapor recovery</u>	
41	8.5	8.5
42	\$ 628,700	\$ 634,000
43	Fund sources:	
44	\$ 628,700	\$ 634,000

1	<u>Oxygenated fuel</u>		
2	FTE positions	6.0	6.0
3	Lump sum appropriation	\$ 881,100	\$ 883,600
4	Fund sources:		
5	Air quality fund	<u>\$ 881,100</u>	<u>\$ 883,600</u>
6	Total appropriation - department		
7	of weights and measures	\$ 3,292,300	\$ 3,278,500
8	Fund sources:		
9	State general fund	\$ 1,651,600	\$ 1,640,200
10	Air quality fund	1,509,800	1,517,600
11	Motor vehicle liability		
12	insurance enforcement fund	130,900	120,700
13	Performance measures:		
14	Average customer satisfaction rating		
15	(Scale 1-5)	4.7	4.7
16	Per cent of retail stores' price		
17	scanning devices in compliance	71	71
18	Per cent of cleaner burning gas		
19	samples in compliance with oxygenated		
20	fuel standards	100	100
21	Per cent of gasoline dispensing facilities		
22	inspected annually that are in compliance		
23	with vapor recovery standards	90	90
24	Sec. 106. <u>Appropriation; operating adjustments</u>		
25		<u>2007-08</u>	
26	State employee health insurance		
27	adjustments	\$ 27,245,000	
28	Fund sources:		
29	State general fund	\$ 20,245,000	
30	Other appropriated funds	7,000,000	
31	State employee retirement		
32	adjustments	\$ 19,200,000	
33	Fund sources:		
34	State general fund	\$ 16,000,000	
35	Other appropriated funds	3,200,000	
36	State employee salary adjustments	\$ 86,755,000	
37	Fund sources:		
38	State general fund	68,755,000	
39	Other appropriated funds	18,000,000	
40	State-owned space rent adjustments	\$ 3,801,000	
41	Fund sources:		
42	State general fund	\$ 2,801,000	
43	Other appropriated funds	1,000,000	
44	State telecommunications		
45	adjustments	\$ 5,509,800	

1 Fund sources:
2 State general fund \$ 5,509,800
3 The other appropriated funds may be allocated from the following funds:
4 board of accountancy fund, acupuncture board of examiners fund, air permits
5 administration fund, air quality fund, antitrust enforcement revolving fund,
6 board of appraisal fund, Arizona arts trust fund, assured and adequate water
7 supply administration fund, attorney general legal services cost allocation
8 fund, Arizona automated fingerprint identification system fund, automobile
9 theft authority fund, automation operations fund, state aviation fund, board
10 of barbers fund, board of behavioral health examiners fund, Arizona benefits
11 fund, bond fund, capital outlay stabilization fund, state charitable fund,
12 child abuse prevention fund, child fatality review fund, child support
13 enforcement administration fund, children's health insurance program fund,
14 board of chiropractic examiners fund, citrus, fruit and vegetable revolving
15 fund, collection enforcement revolving fund, commerce and economic
16 development commission fund, commercial feed fund, confidential intermediary
17 and fiduciary fund, agricultural consulting and training fund, consumer
18 protection-consumer fraud revolving fund, corrections fund, board of
19 cosmetology fund, crime laboratory assessment fund, criminal justice
20 enhancement fund, county fair racing fund, court appointed special advocate
21 fund, defensive driving school fund, dental board fund, Arizona
22 deoxyribonucleic acid identification system fund, board of dispensing
23 opticians fund, driving under the influence abatement fund, drug and gang
24 prevention resource center fund, state education fund for committed youth,
25 state education fund for correctional education, state egg inspection fund,
26 election systems improvement fund, emergency medical services operating fund,
27 emissions inspection fund, environmental laboratory licensure revolving fund,
28 estate and unclaimed property fund, Arizona exposition and state fair fund,
29 federal child care and development fund block grant, federal surplus
30 materials revolving fund, federal temporary assistance for needy families
31 block grant, fertilizer materials fund, board of funeral directors' and
32 embalmers' fund, fingerprint clearance card fund, game and fish fund, game,
33 nongame, fish and endangered species fund, hazardous waste management fund,
34 healthcare group fund, hearing and speech professionals fund, state highway
35 fund, Arizona highway patrol fund, highway user revenue fund, board of
36 homeopathic medical examiners' fund, housing trust fund, DHS indirect cost
37 fund, ADEQ indirect cost recovery fund, industrial commission administrative
38 fund, information technology fund, interagency service agreements fund,
39 intergovernmental agreements and grants, investment management regulatory and
40 enforcement fund, judicial collection enhancement fund, land conservation
41 fund administration account, lease-purchase building operating and
42 maintenance fund, liability set-off fund, long-term care system fund,
43 long-term disability administration account, state lottery fund, Arizona
44 medical board fund, the miners' hospital for disabled miners land fund, motor
45 vehicle liability insurance enforcement fund, motor vehicle pool revolving

1 fund, naturopathic physicians board of medical examiners fund, newborn
2 screening program fund, board of nursing fund, nursing care institution
3 administrators' licensing and assisted living facility managers'
4 certification fund, occupational therapy fund, oil overcharge fund, board of
5 optometry fund, board of osteopathic examiners fund, state parks enhancement
6 fund, penitentiary land fund, personnel division fund, pesticide fund,
7 Arizona state board of pharmacy fund, board of physical therapy fund,
8 podiatry fund, postsecondary education fund, prison construction and
9 operations fund, board for private postsecondary education fund, professional
10 employer organization fund, Arizona protected native plant fund, board of
11 psychologist examiners fund, public access fund, public assistance
12 collections fund, racing administration fund, state radiologic technologist
13 certification fund, records services fund, recycling fund, registrar of
14 contractors fund, reservation surcharge revolving fund, residential utility
15 consumer office revolving fund, board of respiratory care examiners fund,
16 state retirement system administration account, risk management revolving
17 fund, safety enforcement and transportation infrastructure fund, Arizona
18 schools for the deaf and the blind fund, securities regulatory and
19 enforcement fund, seed law fund, solid waste fee fund, special administration
20 fund, special employee health insurance trust fund, special services
21 revolving fund, spinal and head injuries trust fund, state aid to the courts
22 fund, Arizona state hospital fund, state board of equalization fund, state
23 surplus materials revolving fund, structural pest control commission fund,
24 substance abuse services fund, teacher certification fund, technical
25 registration fund, telecommunications fund, telecommunication fund for the
26 deaf, telecommunications excise tax fund, tobacco tax and health care fund,
27 transportation department equipment fund, tribal-state compact fund, used oil
28 fund, utility regulation revolving fund, vehicle inspection and title
29 enforcement fund, state veterans' conservatorship fund, state home for
30 veterans' trust fund, veterinary medical examining board fund, victims'
31 rights fund, vital records electronic systems fund, watercraft licensing
32 fund, waterfowl conservation fund, water quality fee fund and workforce
33 investment act grant.

34 State employee health insurance adjustments

35 The amount appropriated for state employee health insurance adjustments
36 shall be for fiscal year 2007-2008 increases in the employer share of state
37 employee health insurance premiums. The joint legislative budget committee
38 staff shall determine and the department of administration shall allocate to
39 each agency's or department's employee related expenditures an amount
40 sufficient for the employer share of the employee health insurance increases.
41 The joint legislative budget committee staff shall also determine and the
42 department of administration shall allocate adjustments, as necessary, in
43 expenditure authority to allow implementation of state employee health
44 insurance adjustments.

1 State employee retirement adjustments

2 The amount appropriated for state employee retirement contribution
3 adjustments shall be for fiscal year 2007-2008 increases in the employer
4 share of state employee retirement contributions. The joint legislative
5 budget committee staff shall determine and the department of administration
6 shall allocate to each agency's or department's employee related expenditures
7 an amount sufficient for the employer share of the employee retirement
8 contribution increase. The joint legislative budget committee staff shall
9 also determine and the department of administration shall allocate
10 adjustments, as necessary, in expenditure authority to allow implementation
11 of state employee retirement contribution adjustments.

12 Salary adjustments

13 The amount appropriated for salary adjustments includes personal
14 services and employee related expenditures for state officers and employees
15 in accordance with this act.

16 For fiscal year 2007-2008, the joint legislative budget committee staff
17 shall determine and the department of administration shall allocate to each
18 agency or department an amount for these adjustments. The joint legislative
19 budget committee staff shall also determine and the department of
20 administration shall allocate adjustments, as necessary, in expenditure
21 authority to allow implementation of salary adjustments.

22 The annual salary level of each employee shall be increased by 3.0 per
23 cent. The following exceptions are in lieu of the general salary adjustment.
24 All adjustments are effective July 1, 2007 and shall apply to less than
25 full-time employees on a prorated basis. For faculty members employed by a
26 university under the jurisdiction of the Arizona board of regents, the
27 president of each university shall have discretion to determine the amount of
28 the salary adjustment. Board and commission members who are paid on a per
29 diem basis and agency heads who are appointed for a fixed term of office
30 shall not receive the 3.0 per cent salary adjustment per employee.

31 State owned space rent adjustments

32 The amount appropriated for rent adjustments shall be used to fund
33 agency rent charges for state owned space increases from \$15.50 per square
34 foot to \$19.50 per square foot for office space, and increases from \$6.00 per
35 square foot to \$7.00 per square foot for storage space.

36 For fiscal year 2007-2008, the joint legislative budget committee staff
37 shall determine and the department of administration shall allocate to each
38 agency or department an amount for these adjustments.

39 State telecommunications adjustments

40 The amount appropriated for state telecommunications adjustments shall
41 be to annualize fiscal year 2006-2007 increases and for new fiscal year
42 2007-2008 adjustments in agency or department telecommunication charges. The
43 joint legislative budget committee staff shall determine and the department
44 of administration shall allocate to each agency or department an amount
45 sufficient for the contribution increase. The joint legislative budget

1 committee staff shall also determine and the department of administration
2 shall allocate adjustments, as necessary, in expenditure authority to allow
3 implementation of state telecommunications adjustments.

4 Sec. 107. Legislative intent; expenditure reporting

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

15 Sec. 108. FTE positions; reporting

16 Full-time equivalent (FTE) positions contained in this act are subject
17 to appropriation. The director of the department of administration shall
18 account for the use of all appropriated FTE positions excluding those in the
19 department of economic security, the universities and the department of
20 environmental quality. The director shall submit fiscal year 2007-2008
21 reports by February 1, 2008 and August 1, 2008 to the director of the joint
22 legislative budget committee. The reports shall compare the level of FTE
23 usage in each fiscal year to the appropriated level. The director of the
24 department of administration shall notify the director of each budget unit if
25 the budget unit has exceeded its number of appropriated FTE positions. The
26 above excluded agencies shall each report to the director of the joint
27 legislative budget committee in a manner comparable to the department of
28 administration reporting.

29 Sec. 109. Filled FTE positions; reporting

30 By October 1, 2007, each agency, including the judiciary and
31 universities, shall submit a report to the director of the joint legislative
32 budget committee on the number of filled, appropriated FTE positions by fund
33 source. The number of filled, appropriated FTE positions reported shall be
34 as of September 1, 2007.

35 Sec. 110. Performance measure results; reporting

36 As part of its fiscal year 2008-2009 budget request, agencies shall
37 submit the fiscal year 2006-2007 result for the performance measures listed
38 in this act. If an agency fails to submit this information, it shall submit
39 a report to the joint legislative budget committee staff and the office of
40 strategic planning and budgeting as part of its fiscal year 2008-2009 budget
41 request on why the agency failed to submit its results for the performance
42 measure.

1 Sec. 111. Transfer of spending authority

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

6 Sec. 112. Interim reporting requirements

7 A. State general fund revenue for fiscal year 2006-2007, not including
8 the beginning balance and including one-time revenues, is forecasted to be
9 \$9,850,930,000.

10 B. State general fund revenue for fiscal year 2007-2008, not including
11 the beginning balance and including one-time revenues, is forecasted to be
12 \$10,032,264,800.

13 C. The executive branch shall provide to the joint legislative budget
14 committee a preliminary estimate of the fiscal year 2006-2007 state general
15 fund ending balance by September 15, 2007. The preliminary estimate of the
16 fiscal year 2007-2008 state general fund ending balance shall be provided by
17 September 15, 2008. The estimate shall include projections of total
18 revenues, total expenditures and ending balance. The department of
19 administration shall continue to provide the final report for the fiscal year
20 in its annual financial report pursuant to section 35-131, Arizona Revised
21 Statutes.

22 D. Based on the information provided by the executive branch, the
23 staff of the joint legislative budget committee shall report to the joint
24 legislative budget committee by October 15 of 2007 and 2008 as to whether
25 that fiscal year's revenues and ending balance are expected to change by more
26 than \$50,000,000 from the budgeted projections. The executive branch may
27 also provide its own estimates to the joint legislative budget committee by
28 October 15 of each year.

29 Sec. 113. Definition

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

33 Sec. 114. Definition

34 For the purposes of this act, "**" means this appropriation is
35 available for use pursuant to section 35-143.01, subsection C, Arizona
36 Revised Statutes, and is exempt from the provisions of section 35-190,
37 Arizona Revised Statutes, relating to lapsing of appropriations, until June
38 30, 2009.

39 Sec. 115. Definition

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