

REFERENCE TITLE: **general appropriations; 2007-2008**

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

HB 2781

Introduced by
Representative Boone (with permission of committee on Rules)

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 FTE positions	13.0	13.0
10 Lump sum appropriation	\$ 2,289,500**	\$ 2,290,200
11 Fund sources:		
12 Board of accountancy fund	\$ 2,289,500	\$ 2,290,200
13 Performance measures:		
14 Average calendar days to resolve a complaint	180	180
15 Average calendar days to renew a license	1.0	1.0
16 Customer satisfaction rating (Scale 1-8)	7.0	7.0

17 Sec. 3. ACUPUNCTURE BOARD OF EXAMINERS

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

27 Sec. 4. DEPARTMENT OF ADMINISTRATION

	<u>2007-08</u>
28 <u>State general fund</u>	
29 FTE positions	301.3
30 Operating lump sum appropriation	\$ 21,125,200
31 ENSCO	7,289,400
32 Arizona financial information	
33 system	1,032,400
34 Statewide telecommunications	
35 management contract lease	
36 payment	<u>851,800</u>
37 Total - general fund	\$ 30,298,800
38 Performance measures:	
39 Per cent of ADOA services receiving a good	
40 (6) or better rating from customers,	
41 based on annual survey (Scale 1-8)	75

1	Per cent of procurement plan award dates	
2	met for the RFP process	77
3	Customer satisfaction with establishing	
4	contracts (Scale 1-8)	5.5
5	Customer satisfaction with administering	
6	contracts (Scale 1-8)	5.0
7	Customer satisfaction rating for the	
8	operation of AFIS (Scale 1-8)	7.5
9	Average capitol police response time to	
10	emergency calls (in minutes and seconds)	1:40
11	The department may collect an amount of not to exceed \$1,762,600 from	
12	other funding sources, excluding federal funds, to recover pro rata costs of	
13	operating AFIS II. Any amounts left unspent from the Arizona financial	
14	information system line item shall revert to the state general fund.	
15	<u>Air quality fund</u>	
16	Lump sum appropriation	\$ 575,100
17	Performance measures:	
18	Customer satisfaction with all travel reduction	
19	services (Scale 1-8)	6.5
20	The amounts appropriated for the state employee transportation service	
21	subsidy shall be used for up to a one hundred per cent subsidy of charges	
22	payable for transportation service expenses as provided in section 41-786,	
23	Arizona Revised Statutes, of nonuniversity state employees in a vehicle	
24	emissions control area as defined in section 49-541, Arizona Revised	
25	Statutes, of a county with a population of more than four hundred thousand	
26	persons.	
27	<u>Capital outlay stabilization fund</u>	
28	FTE positions	56.7
29	Operating lump sum appropriation	\$ 5,503,700
30	Utilities	5,733,800
31	Relocation	<u>60,000</u>
32	Total - capital outlay stabilization	
33	fund	\$ 11,297,500
34	Performance measures:	
35	Customer satisfaction rating for building	
36	maintenance (Scale 1-8)	6.5
37	Monies in the relocation line item are exempt from the provisions of	
38	section 35-190, Arizona Revised Statutes, relating to lapsing of	
39	appropriations, until December 31, 2008.	
40	<u>Corrections fund</u>	
41	FTE positions	9.3
42	Lump sum appropriation	\$ 717,100

1 The intent of the legislature is for the amount appropriated from the
 2 corrections fund to be expended solely for the oversight of construction
 3 projects benefiting the state department of corrections or the department of
 4 juvenile corrections.

5 Motor vehicle pool revolving fund
 6 FTE positions 19.0
 7 Lump sum appropriation \$ 11,736,600

8 Performance measures:
 9 Customer satisfaction with short-term (day use)
 10 vehicle rental (Scale 1-8) 7.7

11 It is the intent of the legislature that the department not replace
 12 vehicles until an average of six years and 120,000 miles, or later.

13 Telecommunications fund
 14 FTE positions 22.0
 15 Lump sum appropriation \$ 3,048,100

16 Performance measures:
 17 Customer satisfaction rating for the wide area
 18 network (MAGNET) (Scale 1-8) 6.4
 19 Customer satisfaction rating for statewide
 20 telecommunications management contract
 21 services (Scale 1-8) 7.0

22 Telecommunications fund -
 23 infrastructure improvements
 24 account
 25 Lump sum appropriation \$ 4,713,700

26 Automation operations fund
 27 FTE positions 158.4
 28 Lump sum appropriation \$ 24,028,200

29 Performance measures:
 30 Customer satisfaction rating for mainframe
 31 services based on annual survey (Scale 1-8) 7.0

32 The appropriation for the automation operations fund is an estimate
 33 representing all monies, including balance forward, revenue and transfers
 34 during fiscal year 2007-2008. These monies are appropriated to the
 35 department of administration for the purposes established in section 41-711,
 36 Arizona Revised Statutes. The appropriation shall be adjusted as necessary
 37 to reflect receipts credited to the automation operations fund for automation
 38 operation center projects. Expenditures for all additional automation
 39 operation center projects shall be subject to review by the joint legislative
 40 budget committee, following approval of the government information technology
 41 agency. Expenditures for each additional project shall not exceed the
 42 specific revenues of that project.

1	<u>Risk management fund</u>	
2	FTE positions	96.0
3	Operating lump sum appropriation	\$ 9,506,300
4	Risk management losses and premiums	46,726,200
5	Workers' compensation losses and	
6	premiums	26,460,200
7	External legal services	5,592,200
8	Nonlegal related expenditures	<u>3,153,900</u>
9	Total - risk management fund	\$ 91,438,800
10	<u>Highway user revenue fund</u>	
11	Highway hazards assessments	\$ 150,000
12	The highway hazards assessment line item is to be used to contract for	
13	an outside review of the state's highways for potential hazards. The	
14	department shall submit a report with recommendations to the joint	
15	legislative budget committee by January 31, 2008.	
16	Performance measures:	
17	Workers' compensation incidence rates/100	
18	FTE positions	4.1
19	Customer satisfaction with self-insurance	
20	(Scale 1-8)	6.8
21	<u>Personnel division fund</u>	
22	FTE positions	139.0
23	Operating lump sum appropriation	\$ 13,016,700
24	Human resources information solution	
25	certificate of participation	<u>4,239,100</u>
26	Total - personnel division fund	\$ 17,255,800
27	Performance measures:	
28	Customer satisfaction with employee training	
29	(Scale 1-8)	6.1
30	<u>Special employee health insurance</u>	
31	<u>trust fund</u>	
32	FTE positions	39.0
33	Lump sum appropriation	\$ 5,130,000
34	Performance measures:	
35	Customer satisfaction with benefit plans	
36	(Scale 1-8)	6.2
37	<u>State surplus materials revolving</u>	
38	<u>fund</u>	
39	FTE positions	16.0
40	Operating lump sum appropriation	\$ 1,222,100
41	State surplus property sales	
42	proceeds	<u>3,000,000</u>
43	Total - state surplus materials	
44	revolving fund	\$ 4,222,100

1 All state surplus property sales proceeds received by the department in
 2 excess of \$3,000,000 are appropriated. Before the expenditure of any state
 3 surplus property sales proceeds in excess of \$3,000,000, the department shall
 4 report the intended use of the monies to the joint legislative budget
 5 committee.

6 Federal surplus materials revolving
 7 fund

8	FTE positions	7.0	
9	Lump sum appropriation	\$ 429,600	
10	Total appropriation - department of		
11	administration	\$205,041,400	
12	Fund sources:		
13	State general fund	\$ 30,298,800	
14	Other appropriated funds	174,742,600	

15 Sec. 5. OFFICE OF ADMINISTRATIVE HEARINGS

16		<u>2007-08</u>	<u>2008-09</u>
17	FTE positions	15.0	15.0
18	Lump sum appropriation	\$ 1,228,400	\$ 1,228,400
19	Fund sources:		
20	State general fund	\$ 1,213,900	\$ 1,213,900
21	Healthcare group fund	14,500	14,500
22	Performance measures:		
23	Average days from request for hearing to		
24	transmission of decision to the agency	70	70
25	Evaluations rating the administrative law		
26	judge "excellent" or "good" in impartiality	97	97

27 The office of administrative hearings shall enter into interagency
 28 service agreements to provide services pursuant to title 41, chapter 6,
 29 article 10, Arizona Revised Statutes.

30 Sec. 6. DEPARTMENT OF AGRICULTURE

31		<u>2007-08</u>	<u>2008-09</u>
32	FTE positions	249.2	249.2
33	Operating lump sum appropriation	\$ 15,139,000	\$ 15,357,900
34	Agricultural employment relations		
35	board	23,300	23,300
36	Animal damage control	65,000	65,000
37	Red imported fire ant	<u>23,200</u>	<u>23,200</u>
38	Total appropriation - department of		
39	agriculture	\$ 15,250,500	\$ 15,469,400
40	Fund sources:		
41	State general fund	\$ 11,895,500	\$ 12,117,500
42	Aquaculture fund	9,200	9,200
43	Arizona protected native plant fund	186,500	186,500
44	Citrus, fruit and vegetable		
45	revolving fund	1,044,900	1,044,900

1	Commercial feed fund	293,200	293,200
2	Agricultural consulting and		
3	training fund	103,400	103,400
4	Dangerous plants, pests and		
5	diseases fund	40,000	40,000
6	State egg inspection fund	869,800	866,700
7	Fertilizer materials fund	298,500	298,500
8	Livestock custody fund	79,400	79,400
9	Pesticide fund	376,900	376,900
10	Seed law fund	53,200	53,200
11	Performance measures:		
12	Per cent of industry stakeholders rating		
13	the department's quality of communication		
14	excellent or good	95	95
15	Per cent of meat and poultry product tests		
16	in compliance with bacteria, drug and		
17	chemical residue requirements	95	95
18	Per cent of inspections within the state		
19	interior resulting in pest interceptions	7.0	7.0
20	Overall customer satisfaction rating for		
21	laboratory services (per cent)	98	98
22	Sec. 7. ARIZONA HEALTH CARE COST CONTAINMENT SYSTEM		
23		<u>2007-08</u>	
24	<u>Administration</u>		
25	FTE positions	3,159.4	
26	Operating lump sum appropriation	\$ 67,765,600	
27	DOA data center charges	5,717,500	
28	Indian advisory council	227,000	
29	DES eligibility	53,698,200	
30	DES title XIX pass-through	345,300	
31	Healthcare group administration		
32	and reinsurance	8,360,000	
33	Office of administrative hearings	269,700	
34	KidsCare - administration	9,139,200	
35	Proposition 204 - AHCCCS		
36	administration	11,029,700	
37	Proposition 204 - DES		
38	eligibility	38,780,100	
39	2-1-1 system	<u>1,000,000</u>	
40	Total appropriation and expenditure		
41	authority - administration	\$196,332,300	

1	Fund sources:	
2	State general fund	\$ 83,439,800
3	Budget neutrality compliance	
4	fund	2,683,100
5	Children's health insurance	
6	program fund	6,985,400
7	Health care group fund	8,360,000
8	Expenditure authority	94,864,000

9	Performance measures:	
10	Per cent of applications processed on time	95
11	Customer satisfaction rating for eligibility	
12	determination clients (Scale 1-8)	6.0

13 It is the intent of the legislature that the appropriation for the
 14 department of administration data center charges be used only for the payment
 15 of charges incurred by the department for the use of computing services
 16 provided by the department of administration data center.

17 The amounts appropriated for the department of economic security
 18 eligibility line item shall be used for intergovernmental agreements with the
 19 department of economic security for the purpose of eligibility determination
 20 and other functions. The general fund share may be used for eligibility
 21 determination for other programs administered by the division of benefits and
 22 medical eligibility based on the results of the Arizona random moment
 23 sampling survey.

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

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

37 AHCCCS shall implement the maximum amount of cost sharing permissible
 38 under the federal deficit reduction act of 2005. AHCCCS shall report by
 39 December 31, 2007 to the joint legislative budget committee as to how it has
 40 implemented this requirement.

41	<u>Acute care</u>	
42	Capitation	\$1,897,327,900
43	Reinsurance	105,860,100
44	Fee-for-service	484,309,000
45	Medicare premiums	96,642,600

1	Graduate medical education	41,191,800
2	Hospital loan residency program	1,000,000
3	Temporary medical coverage	10,326,400
4	Dual eligible part D copay subsidy	1,029,700
5	Disproportionate share payments	143,477,300
6	Critical access hospitals	1,700,000
7	Breast and cervical cancer	986,600
8	Ticket to work	6,763,800
9	Proposition 204 - capitation	998,489,600
10	Proposition 204 - reinsurance	107,866,200
11	Proposition 204 - fee-for-service	166,921,700
12	Proposition 204 - medicare	
13	premiums	29,942,700
14	Proposition 204 - county hold	
15	harmless	4,825,600
16	KidsCare - children	112,016,700
17	KidsCare - parents	50,296,300
18	Rural hospital reimbursement	12,158,100
19	Medicare clawback payments	<u>25,834,000</u>
20	Total appropriation and expenditure	
21	authority - acute care	\$4,298,966,100
22	Fund sources:	
23	State general fund	\$1,048,968,300
24	Children's health insurance	
25	program fund	127,898,600
26	Tobacco tax and health care	
27	fund - medically needy	
28	account	83,162,500
29	Tobacco products tax fund -	
30	emergency health services	
31	account	29,371,200
32	Temporary medical coverage fund	1,976,400
33	Expenditure authority	3,007,589,100
34	Performance measures:	
35	Per cent of well child visits in the first	
36	15 months of life (EPSDT)	87
37	Per cent of children's access to primary	
38	care provider	85
39	Per cent of women receiving annual cervical	
40	screening	60
41	Member satisfaction as measured by	
42	percentage of enrollees that choose	
43	to change health plans	2.0

1 The fiscal year 2007-2008 disproportionate share payment of
 2 \$143,477,300 is based on the federal fiscal year 2007-2008 authorized
 3 expenditure level of \$95,369,400. If the final federal expenditure
 4 authorization is an amount different from the estimate, the governor shall
 5 direct the Arizona health care cost containment system administration,
 6 subject to the availability of monies and subject to review by the joint
 7 legislative budget committee, to proportionately adjust authorization amounts
 8 among the identified recipients of the disproportionate share hospital
 9 payment. Before the final payment, the governor shall provide notification
 10 to the president of the senate, the speaker of the house of representatives,
 11 the chairpersons of the senate and house of representatives appropriations
 12 committees and the staff director of the joint legislative budget committee
 13 of the adjusted federal authorized expenditure level and the proposed
 14 distribution plan for these monies.

15 The appropriation for disproportionate share payments for fiscal year
 16 2007-2008 made pursuant to section 36-2903.01, subsection P, Arizona Revised
 17 Statutes, includes \$88,854,700 for qualifying county operated hospitals,
 18 \$26,147,700 for private qualifying disproportionate share hospitals and
 19 \$28,474,900 for deposit in the Arizona state hospital fund.

20 Of the \$4,825,600 appropriated for the proposition 204 county hold
 21 harmless line item, \$234,200 is allocated to Graham county, \$3,817,800 to
 22 Pima county, \$234,400 to Greenlee county, \$159,700 to La Paz county, \$214,800
 23 to Santa Cruz county and \$164,700 to Yavapai county to offset a net loss in
 24 revenue due to the implementation of proposition 204, and shall be used for
 25 indigent health care costs.

26 Long-term care

27	Program lump sum appropriation	\$1,071,451,200
28	Medicare clawback payments	19,906,700
29	Dual eligible part D copay	
30	subsidy	470,300
31	Board of nursing	<u>209,700</u>
32	Total appropriation and expenditure	
33	authority - long-term care	\$1,092,037,900
34	Fund sources:	
35	State general fund	\$ 140,392,400
36	Expenditure authority	951,645,500
37	Performance measures:	
38	Per cent of members utilizing home and	
39	community based services (HCBS)	67
40	Per cent of ALTCS eligibility as measured by	
41	quality control sample	99

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

1 Pursuant to section 11-292, subsection B, Arizona Revised Statutes, the
 2 county portion of the fiscal year 2007-2008 nonfederal portion of the costs
 3 of providing long-term care system services is \$238,563,200. This amount is
 4 included in the expenditure authority fund source.

5	Total appropriation and expenditure	
6	authority - Arizona health	
7	care cost containment system	\$5,587,336,300
8	Appropriated fund sources:	
9	State general fund	\$1,272,800,500
10	Budget neutrality compliance fund	2,683,100
11	Children's health insurance	
12	program fund	134,884,000
13	Health care group fund	8,360,000
14	Tobacco products tax fund -	
15	emergency health services	
16	account	29,371,200
17	Tobacco tax and health care	
18	fund - medically needy account	83,162,500
19	Temporary medical coverage fund	1,976,400
20	Expenditure authority	\$4,054,098,600

21 Performance measures:
 22 Per cent of people under age 65 that
 23 are uninsured 17

24 Before making fee-for-service program or rate changes that pertain to
 25 hospital, nursing facility or home and community based services rates or for
 26 any of the other fee-for-service rate categories that have increases that, in
 27 the aggregate, are two per cent above and \$1,500,000 from the state general
 28 fund greater than budgeted medical inflation in fiscal year 2007-2008, the
 29 Arizona health care cost containment system administration shall report its
 30 expenditure plan for review by the joint legislative budget committee.

31 The Arizona health care cost containment system shall report to the
 32 joint legislative budget committee by March 1 of each year on the preliminary
 33 actuarial estimates of the capitation rate changes for the following fiscal
 34 year along with the reasons for the estimated changes. For any actuarial
 35 estimates that include a range, the total range from minimum to maximum shall
 36 be no more than two per cent. Before implementation of any changes in
 37 capitation rates, the Arizona health care cost containment system
 38 administration shall report its expenditure plan for review by the joint
 39 legislative budget committee. Before the administration implements any
 40 changes in policy affecting the amount, sufficiency, duration and scope of
 41 health care services and who may provide services, the administration shall
 42 prepare a fiscal impact analysis on the potential effects of this change on
 43 the following year's capitation rates. If the fiscal analysis demonstrates
 44 that these changes will result in additional state costs of \$500,000 or

1 greater for a given fiscal year, the administration shall submit the policy
 2 changes for review by the joint legislative budget committee.

3 Sec. 8. BOARD OF APPRAISAL

	<u>2007-08</u>	<u>2008-09</u>
4 FTE positions	4.5	4.5
5 Lump sum appropriation	\$ 593,700**	\$ 593,700
6 Fund sources:		
7 Board of appraisal fund	\$ 593,700	\$ 593,700
8 Performance measures:		
9 Average calendar days to resolve a complaint	130	130
10 Customer satisfaction rating (Scale 1-8)	7.5	7.5

12 Sec. 9. ARIZONA COMMISSION ON THE ARTS

	<u>2007-08</u>	<u>2008-09</u>
13 FTE positions	11.5	11.5
14 Operating lump sum appropriation	\$ 625,000	\$ 625,000
15 Community service projects	<u>1,263,100</u>	<u>1,263,100</u>
16 Total appropriation - Arizona commission		
17 on the arts	\$ 1,888,100	\$ 1,888,100
18 Fund sources:		
19 State general fund	\$ 1,888,100	\$ 1,888,100
20 Performance measures:		
21 Customer satisfaction rating (Scale 1-8)	7.5	7.5

23 Sec. 10. ATTORNEY GENERAL - DEPARTMENT OF LAW

	<u>2007-08</u>	<u>2008-09</u>
24 FTE positions	637.9	637.9
25 Operating lump sum appropriation	\$ 46,513,600	\$ 45,999,000
26 State grand jury	160,000	160,000
27 Victims' rights	3,266,000	3,266,000
28 Risk management interagency		
29 service agreement	<u>9,226,800</u>	<u>9,189,700</u>
30 Total appropriation - attorney general -		
31 department of law	\$ 59,166,400	\$ 58,614,700
32 Fund sources:		
33 State general fund	\$ 21,498,600	\$ 20,994,900
34 Antitrust enforcement revolving		
35 fund	232,200	232,200
36 Attorney general legal services		
37 cost allocation fund	6,193,600	6,193,600
38 Collection enforcement revolving		
39 fund	4,577,700	4,574,700
40 Consumer fraud revolving fund	2,128,300	2,128,300
41 Interagency service agreements		
42 fund	12,043,200	12,035,300
43 Risk management revolving fund	9,226,800	9,189,700
44 Victims' rights fund	3,266,000	3,266,000

1 Performance measures:

2 Solicitor general - number of days to respond		
3 to a request for a legal opinion	55	55
4 Customer satisfaction rating for client		
5 agencies (Scale 1-8)	7.3	7.3
6 Per cent of victims' rights award recipients		
7 satisfied with the victims' rights program	90	90

8 The \$160,000 appropriated for state grand jury expenses is for costs
9 incurred pursuant to section 21-428, subsection C, Arizona Revised Statutes.
10 It is the intent of the legislature that state grand jury expenses be limited
11 to the amount appropriated and that a supplemental appropriation will not be
12 provided.

13 The attorney general shall notify the president of the senate, the
14 speaker of the house of representatives and the joint legislative budget
15 committee before entering into a settlement of \$100,000 or more that will
16 result in the receipt of monies by the attorney general or any other person.
17 The attorney general shall not allocate or expend these monies until the
18 joint legislative budget committee reviews the allocations or expenditures.
19 Settlements that pursuant to statute must be deposited in the state general
20 fund need not be reviewed by the joint legislative budget committee. This
21 paragraph does not apply to actions under title 13, Arizona Revised Statutes,
22 or other criminal matters.

23 In addition to the \$12,043,200 appropriated from the interagency
24 service agreements fund in fiscal year 2007-2008 and \$12,035,300 in fiscal
25 year 2008-2009, an additional \$800,000 and 11 FTE positions are appropriated
26 from the interagency service agreements fund in fiscal year 2007-2008 and
27 fiscal year 2008-2009 for new or expanded interagency service agreements.
28 The attorney general shall report to the joint legislative budget committee
29 whenever an interagency service agreement is established that will require
30 expenditures from the additional amount. The report shall include the name
31 of the agency or entity with which the agreement is made, the dollar amount
32 of the contract by fiscal year and the number of associated FTE positions.

33 All revenues received by the antitrust enforcement revolving fund in
34 excess of \$232,200 are appropriated. Expenditures from the fund may not
35 exceed \$750,000 in fiscal year 2007-2008 and fiscal year 2008-2009. Before
36 the expenditure of any antitrust enforcement revolving fund receipts in
37 excess of \$232,200 in fiscal year 2007-2008 and fiscal year 2008-2009, the
38 attorney general shall submit the intended uses of the monies for review by
39 the joint legislative budget committee.

1	Sec. 11. AUTOMOBILE THEFT AUTHORITY		
2		<u>2007-08</u>	<u>2008-09</u>
3	FTE positions	6.0	6.0
4	Lump sum appropriation	\$ 646,900	\$ 646,900
5	Automobile theft authority grants	4,708,500	5,116,000
6	Reimbursable programs	<u>50,000</u>	<u>50,000</u>
7	Total appropriation - auto theft authority	\$ 5,405,400	\$ 5,812,900
8	Fund sources:		
9	Automobile theft authority fund	\$ 5,405,400	\$ 5,812,900
10	Performance measures:		
11	Felony auto theft arrests by auto theft		
12	task force	330	330
13	Per cent of stolen vehicles recovered		
14	(calendar year)	67.0	67.0
15	Number of vehicles stolen statewide		
16	(calendar year)	55,000	55,000
17	Customer satisfaction rating (Scale 1-3,		
18	1 highest)	1.0	1.0
19	All automobile theft authority fund receipts received by the automobile		
20	theft authority in excess of \$5,405,400 in fiscal year 2007-2008 and		
21	\$5,812,900 in fiscal year 2008-2009 are appropriated to the automobile theft		
22	authority. Before the expenditure of any automobile theft authority fund		
23	monies in excess of \$5,405,400 in fiscal year 2007-2008 and \$5,812,900 in		
24	fiscal year 2008-2009, the automobile theft authority shall submit the		
25	intended use of the monies for review by the joint legislative budget		
26	committee.		
27	The automobile theft authority shall submit a report to the joint		
28	legislative budget committee for review before expending any monies for the		
29	reimbursable programs special line item. The agency shall also show		
30	sufficient funds collected to cover the expenses indicated in the report.		
31	Sec. 12. BOARD OF BARBERS		
32		<u>2007-08</u>	<u>2008-09</u>
33	FTE positions	4.0	4.0
34	Lump sum appropriation	\$ 334,700**	\$ 318,100
35	Fund sources:		
36	Board of barbers fund	\$ 334,700	\$ 318,100
37	Performance measures:		
38	Average calendar days to resolve a complaint	21	21
39	Average calendar days to renew a license	2	2
40	Customer satisfaction rating (Scale 0-100)	90	90
41	Sec. 13. BOARD OF BEHAVIORAL HEALTH EXAMINERS		
42		<u>2007-08</u>	<u>2008-09</u>
43	FTE positions	17.0	17.0
44	Lump sum appropriation	\$ 1,339,300**	\$ 1,324,200

1	Fund sources:		
2	Board of behavioral health		
3	examiners fund	\$ 1,339,300	\$ 1,324,200
4	Performance measures:		
5	Average days to resolve a complaint	287	287
6	Average days to renew a license	50	50
7	Customer satisfaction rating (Scale 1-8)	6.0	6.0
8	Sec. 14. STATE CAPITAL POSTCONVICTION PUBLIC DEFENDER OFFICE		
9		<u>2007-08</u>	<u>2008-09</u>
10	FTE positions	7.0	7.0
11	Lump sum appropriation	\$ 721,700	\$ 721,700
12	Fund sources:		
13	State general fund	\$ 721,700	\$ 721,700
14	Sec. 15. STATE BOARD FOR CHARTER SCHOOLS		
15		<u>2007-08</u>	<u>2008-09</u>
16	FTE positions	10.0	10.0
17	Lump sum appropriation	\$ 783,800	\$ 788,600
18	Charter school information		
19	system	<u>308,100</u>	<u>0</u>
20	Total appropriation - state board for		
21	charter schools	\$ 1,091,900	\$ 788,600
22	Fund sources:		
23	State general fund	\$ 1,091,900	\$ 788,600
24	Performance measures:		
25	Customer satisfaction survey (Scale 1-8)	7.50	7.50
26	In addition to collecting data for the adopted performance measures,		
27	the state board for charter schools shall conduct a survey of parents of		
28	charter school pupils in order to establish parent quality ratings for every		
29	charter school in the state.		
30	Monies in the charter school information system line item are for the		
31	development and implementation of a database of charter school information.		
32	The \$308,100 included in the charter school information system line		
33	item is exempt from the provisions of section 35-190, Arizona Revised		
34	Statutes, relating to lapsing of appropriations.		
35	Sec. 16. STATE BOARD OF CHIROPRACTIC EXAMINERS		
36		<u>2007-08</u>	<u>2008-09</u>
37	FTE positions	5.0	5.0
38	Lump sum appropriation	\$ 504,400**	\$ 506,000
39	Fund sources:		
40	Board of chiropractic examiners		
41	fund	\$ 504,400	\$ 506,000
42	Performance measures:		
43	Average calendar days to renew a license	13	13
44	Per cent of complaints resolved within 180		
45	days with no hearing required	60	60

1	Per cent of survey responses which indicate		
2	that staff was knowledgeable and courteous		
3	in public communications	98	98
4	Sec. 17. DEPARTMENT OF COMMERCE		
5		<u>2007-08</u>	<u>2008-09</u>
6	FTE positions	74.9	74.9
7	Operating lump sum appropriation	\$ 3,843,000	\$ 3,843,000
8	Arizona trade office in Sonora	25,000	25,000
9	International trade offices	1,344,800	1,344,800
10	Economic development matching funds	104,000	104,000
11	Main street	130,000	130,000
12	REDI matching grants	45,000	45,000
13	Rural economic development	323,900	323,900
14	Advertising and promotion	659,200	659,200
15	Motion picture development	337,700	337,700
16	CEDC commission	275,200	275,200
17	National law center/free trade	200,000	200,000
18	Oil overcharge administration	176,000	176,000
19	Minority and women owned business	121,300	121,300
20	Small business advocate	119,100	119,100
21	Apprenticeship services	<u>179,200</u>	<u>179,200</u>
22	Total appropriation - department of		
23	commerce	\$ 7,883,400	\$ 7,883,400
24	Fund sources:		
25	State general fund	\$ 4,266,000	\$ 4,266,000
26	Bond fund	139,500	139,500
27	CEDC fund	3,026,700	3,026,700
28	Oil overcharge fund	176,000	176,000
29	State lottery fund	275,200	275,200
30	Performance measures:		
31	Number of workers trained	25,000	25,000
32	Per cent of job training fund monies		
33	distributed to small businesses	25	25
34	Customer satisfaction rating for business		
35	development program (percentage rating		
36	services as good or excellent)	88	88
37	Of the \$3,026,700 appropriated from the CEDC fund, \$250,000 shall be		
38	utilized for implementation of cross-industry business/infrastructure		
39	development projects and related project coordination in support of regional		
40	technology councils and high technology clusters operating in Arizona.		

1	Sec. 18. ARIZONA COMMUNITY COLLEGES	
2		<u>2007-08</u>
3	<u>Equalization aid</u>	
4	Cochise	\$ 4,669,700
5	Graham	13,146,500
6	Navajo	4,305,200
7	Yuma/La Paz	<u>1,372,400</u>
8	Total - equalization aid	\$ 23,493,800
9	<u>Operating state aid</u>	
10	Cochise	\$ 8,401,400
11	Coconino	3,334,600
12	Gila	620,500
13	Graham	5,370,400
14	Maricopa	57,528,300
15	Mohave	4,196,900
16	Navajo	4,412,300
17	Pima	19,593,500
18	Pinal	6,052,000
19	Yavapai	4,820,400
20	Yuma/La Paz	<u>5,722,700</u>
21	Total - operating state aid	\$120,053,000
22	<u>Capital outlay state aid</u>	
23	Cochise	\$ 1,060,600
24	Coconino	423,800
25	Gila	133,400
26	Graham	510,100
27	Maricopa	11,204,000
28	Mohave	591,200
29	Navajo	1,005,700
30	Pima	3,198,900
31	Pinal	797,600
32	Yavapai	703,900
33	Yuma/La Paz	<u>924,800</u>
34	Total - capital outlay state aid	\$ 20,554,000
35	Rural county reimbursement subsidy	<u>\$ 1,200,000</u>
36	Total appropriation - Arizona community	
37	colleges	\$165,300,800
38	Fund sources:	
39	State general fund	\$165,300,800
40	Performance measures:	
41	Per cent of students who transfer to Arizona	
42	public universities without loss of credits	96
43	Number of applied baccalaureate programs	
44	collaboratively developed with universities	8

1 Of the \$1,200,000 appropriated to the rural county reimbursement
 2 subsidy line item, Apache county will receive \$559,200, Greenlee county
 3 \$459,300, and Santa Cruz county \$181,500.

4 Of the \$1,005,700 Navajo community college receives in capital outlay
 5 state aid, \$500,000 shall be used for construction of a public safety
 6 training facility at Northland Pioneer community college.

7 Sec. 19. REGISTRAR OF CONTRACTORS

	<u>2007-08</u>	<u>2008-09</u>
8 FTE positions	144.8	144.8
9 Operating lump sum appropriation	\$ 10,282,700	\$ 10,273,200
10 Office of administrative hearings		
11 costs	964,300	964,300
12 Incentive pay	113,700	113,700
13 Information management system	<u>3,683,000</u>	<u>506,500</u>
14 Total appropriation - registrar of		
15 contractors	\$ 15,043,700**	\$ 11,857,700
16 Fund sources:		
17 Registrar of contractors fund	\$ 15,043,700	\$ 11,857,700
18 Performance measures:		
19 Average calendar days from receipt of		
20 complaint to jobsite inspection	23	23
21 Per cent of licensing customers indicating		
22 they received excellent service	93	93
23 Per cent of inspections customers indicating		
24 they received excellent service	91	91

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

28 Sec. 20. CORPORATION COMMISSION

	<u>2007-08</u>	<u>2008-09</u>
30 FTE positions	321.3	321.3
31 Operating lump sum appropriation	\$ 27,394,800	\$ 27,391,300
32 Corporation filings, same day		
33 service	400,400	400,400
34 Utilities audits, studies,		
35 investigations and hearings	<u>380,000*</u>	<u>380,000*</u>
36 Total appropriation - corporation commission	\$ 28,175,200	\$ 28,171,700
37 Fund sources:		
38 State general fund	\$ 5,592,500	\$ 5,592,500
39 Arizona arts trust fund	48,300	48,300
40 Investment management regulatory		
41 and enforcement fund	889,700	889,700
42 Pipeline safety revolving fund	55,400	0
43 Public access fund	4,261,200	4,332,600
44		

1	Securities regulatory and		
2	enforcement fund	3,822,300	3,822,300
3	Utility regulation revolving fund	13,505,800	13,486,300
4	Performance measures:		
5	Average turnaround time in days for processing		
6	of regular corporate filings	30.0	30.0
7	Average turnaround time in days for processing		
8	of expedited corporate filings	3.0	3.0
9	Number of months required to review applications		
10	received by securities division	1.5	1.5
11	Customer satisfaction rating for corporations		
12	program (Scale 1-8)	7.1	7.1

13 The \$400,400 appropriated from the public access fund for the
 14 corporation filings same day service line item shall revert to the public
 15 access fund at the end of each fiscal year if the commission cannot process
 16 all expedited services within five business days and all regular services
 17 within thirty business days in accordance with sections 10-122, 10-3122 and
 18 29-851, Arizona Revised Statutes.

19 The corporation commission corporations division shall provide a report
 20 by the end of each fiscal year to the joint legislative budget committee on
 21 the total number of filings received by the corporations division pursuant to
 22 the services listed in sections 10-122, 10-3122 and 29-851, Arizona Revised
 23 Statutes, the total number of filings processed by the corporations division
 24 and the amount of time, in business days, to process each type of service.
 25 Sec. 21. DEPARTMENT OF CORRECTIONS

26		<u>2007-08</u>
27	FTE positions	9,752.9
28	Correctional officer personal services	\$267,632,000
29	Health care personal services	43,532,400
30	All other personal services	77,016,200
31	Employee related expenditures	146,012,300
32	Personal services and employee related	
33	expenditures for overtime/compensatory	
34	time	19,688,100
35	Health care all other operating	
36	expenditures	77,737,000
37	Non-health care all other operating	
38	expenditures	<u>122,676,000</u>
39	Total - operating budget	\$754,294,000
40	Fund sources:	
41	State general fund	\$739,456,700
42	State education fund for	
43	correctional education	1,102,500
44	Alcohol abuse treatment fund	599,300
45	Penitentiary land fund	869,200

1	State charitable, penal and	
2	reformatory institutions	
3	land fund	570,000
4	Corrections fund	366,500
5	Transition office fund	180,000
6	Transition program drug treatment	
7	fund	600,000
8	Prison construction and operations	
9	fund	10,549,800
10	County jail beds	\$ 868,600
11	Fund sources:	
12	State general fund	\$ 866,200
13	Prison construction and	
14	operations fund	2,400
15	Private prison per diem	\$ 82,468,500
16	Fund sources:	
17	State general fund	\$ 53,577,000
18	Corrections fund	28,674,300
19	Prison construction and	
20	operational fund	217,200
21	Provisional beds	\$ 81,988,600
22	Fund sources:	
23	State general fund	\$ 79,931,400
24	Prison construction and	
25	operations fund	2,057,200
26	Performance measures:	
27	Escapes from secure facilities	0
28	Number of inmates receiving GED	2,500
29	Number of inmate random positive	
30	urinalysis results	900

31 Twenty-five per cent of land earnings and interest from the state
 32 charitable, penal and reformatory institutions land fund shall be distributed
 33 to the department of corrections in compliance with the enabling act and the
 34 Constitution of Arizona to be used for the support of state penal
 35 institutions.

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

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

1 The amount appropriated for provisional beds includes \$28,193,000 for
2 the department to contract for 1,650 new provisional beds in fiscal year
3 2007-2008.

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

8 The personal services and employee related expenditures for
9 overtime/compensatory time line item includes monies for personal services
10 and employee related expenditure costs from overtime and compensatory time
11 payouts accrued by department employees in fiscal year 2007-2008.

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

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

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

24 A monthly report comparing department of corrections expenditures for
25 the month and year-to-date as compared to prior year expenditures shall be
26 forwarded to the president of the senate, the speaker of the house of
27 representatives, the chairpersons of the senate and house of representatives
28 appropriations committees and the director of the joint legislative budget
29 committee by the thirtieth of the following month. The report shall include
30 at least each line item of appropriation and the main components of all other
31 operating expenditures. The report shall include an estimate of potential
32 shortfalls, potential surpluses that may be available to offset these
33 shortfalls and a plan, if necessary, for eliminating any shortfall without a
34 supplemental appropriation.

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

40 The department of corrections shall work with the department of public
41 safety's gang and immigration intelligence team enforcement mission to combat
42 gang activity. The department of corrections and the department of public
43 safety shall report jointly to the joint legislative budget committee by
44 December 1, 2007 on their collaborative efforts and procedures.

1	Sec. 22. COSMETOLOGY BOARD		
2		<u>2007-08</u>	<u>2008-09</u>
3	FTE positions	24.5	24.5
4	Lump sum appropriation	\$ 1,797,100**	\$ 1,705,400
5	Fund sources:		
6	Board of cosmetology fund	\$ 1,797,100	\$ 1,705,400
7	Performance measures:		
8	Average calendar days to resolve a complaint	120	120
9	Average calendar days to renew a license	10	10
10	Customer satisfaction rating (Scale 1-8)	7.3	7.3
11	Sec. 23. ARIZONA CRIMINAL JUSTICE COMMISSION		
12		<u>2007-08</u>	<u>2008-09</u>
13	FTE positions	9.0	9.0
14	Operating lump sum appropriation	\$ 2,044,000	\$ 1,888,900
15	Rural state aid to county attorneys	157,700	157,700
16	Rural state aid to indigent defense	150,100	150,100
17	State aid to county attorneys	1,052,500	1,052,500
18	State aid to indigent defense	999,200	999,200
19	Victim compensation and assistance	<u>3,800,000</u>	<u>3,800,000</u>
20	Total appropriation - Arizona criminal		
21	justice commission	\$ 8,203,500	\$ 8,048,400
22	Fund sources:		
23	State general fund	\$ 1,302,000	\$ 1,302,000
24	Criminal justice enhancement fund	1,049,800	894,700
25	Victim compensation and assistance		
26	fund	3,800,000	3,800,000
27	State aid to county attorneys fund	1,052,500	1,052,500
28	State aid to indigent defense fund	999,200	999,200
29	Performance measures:		
30	Number of grants awarded in a timely manner		
31	to victim services providers	42	42
32	Customer satisfaction rating (Scale 1-10)	9.2	9.2
33	All victim compensation and victim assistance receipts received by the		
34	Arizona criminal justice commission in excess of \$3,800,000 in fiscal year		
35	2007-2008 and \$3,800,000 in fiscal year 2008-2009 are appropriated to the		
36	crime victims program. Before the expenditure of any victim compensation and		
37	victim assistance receipts in excess of \$3,800,000 in fiscal year 2007-2008		
38	and \$3,800,000 in fiscal year 2008-2009, the Arizona criminal justice		
39	commission shall submit the intended use of the monies for review by the		
40	joint legislative budget committee.		
41	Notwithstanding any other law, the amount appropriated for rural state		
42	aid to county attorneys and rural state aid to indigent defense shall be		
43	allocated to counties with populations of less than five hundred thousand		
44	persons.		

1 Monies for the grants management automation projects shall not be spent
 2 and shall revert to the criminal justice enhancement fund if the government
 3 information technology agency does not approve the project investment
 4 justification for the grants management automation projects.

5 Sec. 24. ARIZONA STATE SCHOOLS FOR THE DEAF AND THE BLIND

	<u>2007-08</u>	<u>2008-09</u>
7 <u>Phoenix day school for the deaf</u>		
8 FTE positions	177.2	177.2
9 Operating lump sum appropriation	\$ 9,887,400	\$ 9,887,400
10 School bus replacement	450,000	461,300
11 Voucher fund adjustment	<u>170,200</u>	<u>299,800</u>
12 Total - Phoenix day school for the deaf	\$ 10,507,600	\$ 10,648,500
13 Fund sources:		
14 State general fund	\$ 5,610,200	\$ 5,621,500
15 Arizona state schools for the		
16 deaf and the blind fund	4,897,400	5,027,000
17 <u>Tucson campus</u>		
18 FTE positions	312.1	312.1
19 Operating lump sum appropriation	\$ 16,943,600	\$ 16,893,100
20 School bus replacement	180,000	276,700
21 Voucher fund adjustment	<u>5,200</u>	<u>59,700</u>
22 Total - Tucson campus	\$ 17,128,800	\$ 17,229,500
23 Fund sources:		
24 State general fund	\$ 10,568,700	\$ 10,614,900
25 Arizona state schools for the		
26 deaf and the blind fund	6,560,100	6,614,600
27 <u>Regional cooperatives</u>		
28 FTE positions	28.1	28.1
29 Lump sum appropriation	\$ 1,841,500	\$ 1,841,500
30 Voucher fund adjustment	<u>16,300</u>	<u>17,500</u>
31 Total - Regional cooperatives	\$ 1,857,800	\$ 1,859,000
32 Fund sources:		
33 State general fund	\$ 1,420,100	\$ 1,420,100
34 Arizona state schools for the		
35 deaf and the blind fund	437,700	438,900
36 <u>Preschool/outreach programs</u>		
37 FTE positions	69.8	69.8
38 Lump sum appropriation	\$ 5,138,200	\$ 5,138,200
39 Voucher fund adjustment	<u>309,000</u>	<u>501,500</u>
40 Total - Preschool/outreach programs	\$ 5,447,200	\$ 5,639,700

1	Fund sources:		
2	State general fund	\$ 3,024,800	\$ 3,024,800
3	Arizona state schools for the		
4	deaf and the blind fund	<u>2,422,400</u>	<u>2,614,900</u>
5	Total appropriation - Arizona state schools		
6	for the deaf and the blind	\$ 34,941,400	\$ 35,376,700
7	Fund sources:		
8	State general fund	\$ 20,623,800	\$ 20,681,300
9	Arizona state schools for the		
10	deaf and the blind fund	14,317,600	14,695,400
11	Performance measures:		
12	Per cent of parents rating overall quality of		
13	services as "good" or "excellent" based		
14	on annual survey	95	95
15	Per cent of students in grade 5 meeting or		
16	exceeding state academic standards in:		
17	Reading	28	28
18	Writing	25	25
19	Math	30	30
20	Per cent of students in high school meeting or		
21	exceeding state academic standards in:		
22	Reading	25	25
23	Writing	25	25
24	Math	20	20
25	Before the expenditure of any monies in the voucher fund adjustment		
26	line item in fiscal year 2007-2008 and fiscal year 2008-2009, the joint		
27	legislative budget committee shall review the intended use of the funds.		
28	Before the expenditure of any Arizona state schools for the deaf and		
29	the blind fund monies in excess of \$14,317,600 in fiscal year 2007-2008 and		
30	\$14,695,400 in fiscal year 2008-2009, the joint legislative budget committee		
31	shall review the intended use of the funds.		
32	Sec. 25. COMMISSION FOR THE DEAF AND THE HARD OF HEARING		
33		<u>2007-08</u>	<u>2008-09</u>
34	FTE positions	16.0	16.0
35	Lump sum appropriation	\$ 5,387,300	\$ 5,387,300
36	Fund sources:		
37	Telecommunication fund for		
38	the deaf	\$ 5,387,300	\$ 5,387,300
39	Performance measures:		
40	Average number of days to issue a voucher	15	15
41	Customer satisfaction rating with the		
42	voucher program (Scale 1-8)	7.8	7.8

1	Sec. 26. STATE BOARD OF DENTAL EXAMINERS		
2		<u>2007-08</u>	<u>2008-09</u>
3	FTE positions	11.0	11.0
4	Lump sum appropriation	\$ 1,106,800**	\$ 1,072,600
5	Fund sources:		
6	Dental board fund	\$ 1,106,800	\$ 1,072,600
7	Performance measures:		
8	Average calendar days to resolve a complaint	98	98
9	Average calendar days to renew a license	10	10
10	Customer satisfaction rating (Scale 1-5)	4	4
11	Sec. 27. DRUG AND GANG PREVENTION RESOURCE CENTER		
12		<u>2007-08</u>	<u>2008-09</u>
13	FTE positions	6.3	6.3
14	Lump sum appropriation	\$ 616,400	\$ 616,400
15	Fund sources:		
16	Drug and gang prevention		
17	resource center fund	\$ 295,800	\$ 295,800
18	Intergovernmental agreements		
19	and grants	320,600	320,600
20	Performance measures:		
21	Customer satisfaction rating of agencies		
22	served by the center (Scale 1-8)	7.2	7.2
23	Intergovernmental agreements and grants revenues in excess of \$320,600		
24	in fiscal year 2007-2008 and \$320,600 in fiscal year 2008-2009 are		
25	appropriated for expenditure. Before the expenditure of these monies, the		
26	center shall provide an expenditure plan for review by the joint legislative		
27	budget committee.		
28	Sec. 28. DEPARTMENT OF ECONOMIC SECURITY		
29		<u>2007-08</u>	
30	<u>Administration</u>		
31	FTE positions	302.2	
32	Operating lump sum appropriation	\$ 40,691,400	
33	Fund sources:		
34	State general fund	\$ 32,724,500	
35	Federal child care and		
36	development fund block grant	1,127,000	
37	Federal temporary assistance		
38	for needy families block grant	5,015,200	
39	Public assistance collections		
40	fund	129,800	
41	Special administration fund	607,300	
42	Spinal and head injuries trust		
43	fund	87,600	
44	Statewide cost allocation plan		
45	fund	1,000,000	

1	Finger imaging	\$ 736,000
2	Fund sources:	
3	State general fund	\$ 459,400
4	Federal temporary assistance	
5	for needy families block	
6	grant	276,600
7	Lease-purchase equipment	\$ 1,799,000
8	Fund sources:	
9	State general fund	\$ 1,138,000
10	Federal temporary assistance	
11	for needy families block	
12	grant	661,000
13	Public assistance collections	\$ 517,600
14	Fund sources:	
15	Federal temporary assistance for	
16	needy families block grant	\$ 250,900
17	Public assistance collections	
18	fund	266,700
19	Attorney general legal services	\$ 942,900
20	Fund sources:	
21	State general fund	\$ 659,600
22	Federal child care and development	
23	fund block grant	16,600
24	Federal temporary assistance for	
25	needy families block grant	162,000
26	Public assistance collections	
27	fund	104,700
28	Triagency disaster recovery	\$ 271,500
29	Fund sources:	
30	Risk management fund	\$ 271,500

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

39 In accordance with section 38-654, Arizona Revised Statutes, the
40 department of economic security shall transfer to the department of
41 administration for deposit in the special employee health insurance trust
42 fund any unexpended state general fund monies at the end of each fiscal year
43 appropriated for employer health insurance contributions.

1	<u>Developmental disabilities</u>	
2	FTE positions	197.9
3	Operating lump sum appropriation	\$ 3,984,700
4	Fund sources:	
5	State general fund	\$ 3,984,700
6	Case management	\$ 4,366,000
7	Fund sources:	
8	State general fund	\$ 4,366,000
9	Home and community based	
10	services	\$ 36,647,500
11	Fund sources:	
12	State general fund	\$ 35,799,400
13	Long-term care system fund	848,100
14	Institutional services	\$ 294,900
15	Fund sources:	
16	State general fund	\$ 294,900
17	Arizona training program at	
18	Coolidge	\$ 546,900
19	Fund sources:	
20	State general fund	\$ 546,900
21	State-funded long-term care	
22	services	\$ 21,811,600
23	Fund sources:	
24	State general fund	\$ 762,900
25	Long-term care system fund	21,048,700
26	Autism training and oversight	\$ 200,000
27	Fund sources:	
28	Tobacco tax and healthcare -	
29	health research account	\$ 200,000
30	Performance measures:	
31	Per cent of consumer satisfaction with	
32	case management services	97
33	Per cent of consumers living at home who	
34	are satisfied with services and supports	70
35	Per cent of families of children under 18	
36	who are satisfied with services and supports	65
37	Per cent of families or individuals 18 years	
38	or older, who do not live at home with	
39	family, who are satisfied with services	
40	and supports	89

41 It is the intent of the legislature that any available surplus monies
42 for developmental disability programs be applied toward the waiting list,
43 unless there are insufficient monies to annualize these costs in the
44 subsequent year. The children's waiting list shall receive first priority.
45 The amount appropriated for developmental disabilities shall be used to

1 provide for services for nontitle XIX eligible clients. The amount shall not
 2 be used for other purposes, unless a transfer of monies is reviewed by the
 3 joint legislative budget committee.

4 The department of economic security shall report all new placements
 5 into a state-owned ICF-MR or the Arizona training program at Coolidge campus
 6 in fiscal year 2007-2008 to the president of the senate, the speaker of the
 7 house of representatives, the chairpersons of the senate and house of
 8 representatives appropriations committees and the director of the joint
 9 legislative budget committee and the reason why this placement, rather than a
 10 placement into a privately run facility for the developmentally disabled, was
 11 deemed as the most appropriate placement. The department shall also report
 12 if no new placements were made. This report shall be made available by July
 13 15, 2008.

14	<u>Long-term care</u>	
15	FTE positions	1,664.0
16	Operating lump sum appropriation	\$ 31,951,700
17	Fund sources:	
18	State general fund	\$ 10,772,100
19	Expenditure authority	21,179,600
20	Case management	\$ 37,703,200
21	Fund sources:	
22	State general fund	\$ 12,742,700
23	Expenditure authority	24,960,500
24	Home and community based	
25	services	\$562,266,000
26	Fund sources:	
27	State general fund	\$189,667,600
28	Expenditure authority	372,598,400
29	Institutional services	\$ 13,475,700
30	Fund sources:	
31	State general fund	\$ 4,444,200
32	Expenditure authority	9,031,500
33	Medical services	\$113,636,900
34	Fund sources:	
35	State general fund	\$ 38,561,000
36	Expenditure authority	75,075,900
37	Arizona training program at	
38	Coolidge	\$ 16,344,600
39	Fund sources:	
40	State general fund	\$ 5,421,400
41	Expenditure authority	10,923,200
42	Fee-for-service and reinsurance	\$ 3,669,000
43	Fund sources:	
44	State general fund	\$ 1,237,600
45	Expenditure authority	2,431,400

1 Medicare clawback payments \$ 2,184,400

2 Fund sources:

3 State general fund \$ 2,184,400

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

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

23 Prior to the implementation of any developmentally disabled long term
24 care provider rate increases not already specifically authorized by the
25 legislature, the department shall submit a report for review by the joint
26 legislative budget committee. The report shall include, at a minimum, the
27 estimated cost of the provider rate increase and the ongoing source of
28 funding for the increase.

29 The amounts above include \$6,998,700 from the state general fund and
30 \$11,624,900 from matching federal expenditure authority to raise rates of
31 community service providers and independent service agreement providers
32 contracting with the division of developmental disabilities to the equivalent
33 of one hundred per cent of fiscal year 2007-2008 market rates for all
34 services on the published rate schedule. It is the intent of the legislature
35 that the division request the Arizona health care cost containment system
36 administration to approve a capitation rate increase retroactive to July 1,
37 2007 to make provider rate increases effective July 1, 2007. By July 1,
38 2007, the division shall obtain approval for a rate increase implementation
39 proposal from AHCCCS. By August 1, 2007, the division shall submit the
40 implementation plan for review by the joint legislative budget committee.
41 The adjusted rates shall be implemented beginning with provider payments due
42 for services performed in August 2007. Payment for retroactive reimbursement
43 due for services provided in July 2007 shall be paid to providers no later
44 than September 15, 2007.

1	<u>Benefits and medical eligibility</u>	
2	FTE positions	569.9
3	Operating lump sum appropriation	\$ 34,688,500
4	Fund sources:	
5	State general fund	\$ 24,671,100
6	Federal temporary assistance	
7	for needy families block	
8	grant	10,017,400
9	Temporary assistance for	
10	needy families cash	
11	benefits	\$125,148,000
12	Fund sources:	
13	State general fund	\$ 45,850,800
14	Federal temporary assistance	
15	for needy families block	
16	grant	79,297,200
17	General assistance	\$ 3,060,800
18	Fund sources:	
19	State general fund	\$ 3,060,800
20	FLSA supplement	\$ 508,900
21	Fund sources:	
22	Federal temporary assistance for	
23	needy families block grant	\$ 508,900
24	Tribal pass-through funding	\$ 4,288,700
25	Fund sources:	
26	State general fund	\$ 4,288,700
27	Tuberculosis control payments	\$ 32,200
28	Fund sources:	
29	State general fund	\$ 32,200
30	Performance measures:	
31	Per cent of cash benefits issued timely	98.6
32	Per cent of total cash benefits payments	
33	issued accurately	95.0
34	Per cent of total food stamps payments	
35	issued accurately	95.0
36	Per cent of clients satisfied with family	
37	assistance administration	90.0

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

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

1 Of the amount appropriated for temporary assistance for needy families
 2 cash benefits, \$500,000 reflects appropriation authority only to ensure
 3 sufficient cashflow to administer cash benefits for tribes operating their
 4 own welfare programs. The department shall notify the joint legislative
 5 budget committee and the governor's office of strategic planning and
 6 budgeting staff before the use of any of the \$500,000 appropriation
 7 authority.

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

11 Child support enforcement

12	FTE positions	863.8
13	Operating lump sum appropriation	\$ 42,855,500
14	Fund sources:	
15	State general fund	\$ 7,596,900
16	Child support enforcement	
17	administration fund	8,900,800
18	Expenditure authority	26,357,800
19	Genetic testing	\$ 360,000
20	Fund sources:	
21	State general fund	\$ 122,400
22	Expenditure authority	237,600
23	Central payment processing	\$ 3,275,700
24	Fund sources:	
25	State general fund	\$ 444,700
26	Child support enforcement	
27	administration fund	1,573,800
28	Expenditure authority	1,257,200
29	County participation	\$ 6,845,200
30	Fund sources:	
31	Child support enforcement	
32	administration fund	\$ 1,384,100
33	Expenditure authority	5,461,100
34	Attorney general legal services	\$ 9,239,000
35	Fund sources:	
36	State general fund	\$ 718,200
37	Child support enforcement	
38	administration fund	2,332,200
39	Expenditure authority	6,188,600
40	Performance measures:	
41	Total IV-D collections	\$330,000,000
42	Ratio of current IV-D support collected	
43	and distributed to current IV-D support	
44	due	45.0

1 All state share of retained earnings, fees and federal incentives above
 2 \$14,190,900 received by the division of child support enforcement are
 3 appropriated for operating expenditures. New full-time equivalent positions
 4 may be authorized with the increased funding. The division of child support
 5 enforcement shall report the intended use of the monies to the president of
 6 the senate, the speaker of the house of representatives, the chairpersons of
 7 the senate and house of representatives appropriations committees and the
 8 director of the joint legislative budget committee and the director of the
 9 governor's office of strategic planning and budgeting.

10	<u>Aging and community services</u>	
11	FTE positions	108.6
12	Operating lump sum appropriation	\$ 6,819,000
13	Fund sources:	
14	State general fund	\$ 6,579,400
15	Federal temporary assistance	
16	for needy families block	
17	grant	239,600
18	Adult services	\$ 19,277,700
19	Fund sources:	
20	State general fund	\$ 19,277,700
21	Community and emergency	
22	services	\$ 5,924,900
23	Fund sources:	
24	Federal temporary assistance	
25	for needy families block	
26	grant	\$ 5,424,900
27	Utility assistance fund	500,000
28	Coordinated hunger	\$ 1,786,600
29	Fund sources:	
30	State general fund	\$ 1,286,600
31	Federal temporary assistance	
32	for needy families block	
33	grant	500,000
34	Coordinated homeless	\$ 2,804,900
35	Fund sources:	
36	State general fund	\$ 1,155,400
37	Federal temporary assistance	
38	for needy families block	
39	grant	1,649,500
40	Domestic violence prevention	\$ 16,647,400

1	Fund sources:	
2	State general fund	\$ 8,326,700
3	Federal temporary assistance	
4	for needy families block	
5	grant	6,620,700
6	Domestic violence shelter fund	1,700,000
7	Community-based marriage and	
8	communication skills program	
9	fund deposit	\$ 1,200,000
10	Fund sources:	
11	State general fund	\$ 1,200,000
12	Performance measures:	

13 Adult protective services investigation
14 per cent rate 100

15 The department shall report on activities of food distribution efforts
16 funded through the monies in the coordinated hunger line item to the joint
17 legislative budget committee by March 15, 2008. The report shall demonstrate
18 how the food was distributed and shall include letters from each
19 participating regional food bank stating its satisfaction with the
20 distribution process.

21 All domestic violence shelter fund monies above \$1,700,000 received by
22 the department of economic security are appropriated for the domestic
23 violence prevention line item. The department of economic security shall
24 report the intended use of the monies above \$1,700,000 to the joint
25 legislative budget committee.

26 The department of economic security shall report to the joint
27 legislative budget committee on the amount of state and federal monies
28 available statewide for domestic violence funding by December 15, 2007. The
29 report shall include, at a minimum, the amount of monies available and the
30 state fiscal agent receiving those monies.

31 It is the intent of the legislature that the department use at least
32 \$1,038,900 of federal temporary assistance for needy families block grant
33 monies in the appropriation for community and emergency services to ensure
34 that councils of governments and tribal governments receive at least the same
35 amount of federal social services block grant monies that those entities
36 received in fiscal year 2000-2001.

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

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

1	<u>Children, youth and families</u>	
2	FTE positions	1,535.5
3	Operating lump sum appropriation	\$ 88,625,500
4	Fund sources:	
5	State general fund	\$ 59,309,900
6	Children and family services	
7	training program fund	209,600
8	Federal temporary assistance	
9	for needy families block	
10	grant	29,106,000
11	Adoption services	\$ 46,928,300
12	Fund sources:	
13	State general fund	\$ 36,242,200
14	Federal temporary assistance	
15	for needy families block	
16	grant	10,686,100
17	Adoption services - academic tutoring	\$ 300,000
18	Fund sources:	
19	State general fund	\$ 300,000
20	Adoption services - family	
21	preservation projects	\$ 1,000,000
22	Fund sources:	
23	Federal temporary assistance	
24	for needy families block	
25	grant	\$ 1,000,000
26	Attorney general legal	
27	services	\$ 10,816,300
28	Fund sources:	
29	State general fund	\$ 10,765,900
30	Federal temporary assistance	
31	for needy families block	
32	grant	50,400
33	Child abuse prevention	\$ 824,700
34	Fund sources:	
35	Child abuse prevention fund	\$ 824,700
36	Children support services	\$ 59,382,400
37	Fund sources:	
38	State general fund	\$ 42,503,300
39	Child abuse prevention fund	750,000
40	Federal temporary assistance	
41	for needy families block	
42	grant	16,129,100
43	Comprehensive medical and dental	
44	program	\$ 2,057,000

1	Fund sources:	
2	State general fund	\$ 2,057,000
3	Child protective services appeals	\$ 705,200
4	Fund sources:	
5	State general fund	\$ 705,200
6	Child protective services	
7	expedited substance abuse	
8	treatment fund deposit	\$ 224,500
9	Fund sources:	
10	State general fund	\$ 224,500
11	CPS emergency placement	\$ 5,186,500
12	Fund sources:	
13	State general fund	\$ 2,180,100
14	Federal temporary assistance	
15	for needy families block	
16	grant	3,006,400
17	Education and training vouchers	\$ 700,000
18	Fund sources:	
19	State general fund	\$ 700,000
20	Family builders program	\$ 5,200,000
21	Fund sources:	
22	Federal temporary assistance for	
23	needy families block grant	\$ 5,200,000
24	Foster care placement	\$ 22,362,600
25	Fund sources:	
26	State general fund	\$ 16,139,500
27	Federal temporary assistance for	
28	needy families block grant	6,223,100
29	Healthy families	\$ 13,750,000
30	Fund sources:	
31	State general fund	\$ 8,715,800
32	Federal temporary assistance for	
33	needy families block grant	5,034,200
34	Homeless youth intervention	\$ 400,000
35	Fund sources:	
36	Federal temporary assistance for	
37	needy families block grant	\$ 400,000
38	Independent living maintenance	\$ 3,136,000
39	Fund sources:	
40	State general fund	\$ 3,136,000
41	Intensive family services	\$ 1,985,600
42	Fund sources:	
43	State general fund	\$ 1,985,600
44	Joint substance abuse treatment	
45	fund - state general fund	\$ 5,000,000

1	Fund sources:	
2	State general fund	\$ 5,000,000
3	Permanent guardianship subsidy	\$ 8,051,600
4	Fund sources:	
5	State general fund	\$ 7,192,300
6	Federal temporary assistance for	
7	needy families block grant	859,300
8	CPS residential placement	\$ 17,710,000
9	Fund sources:	
10	State general fund	\$ 6,543,400
11	Federal temporary assistance for	
12	needy families block grant	11,166,600
13	Temporary assistance for needy	
14	families deposit to the joint	
15	substance abuse treatment fund	\$ 2,000,000
16	Fund sources:	
17	Federal temporary assistance for	
18	needy families block grant	\$ 2,000,000
19	Performance measures:	
20	Per cent of newly hired CPS specialists	
21	completing training within 7 months	
22	of hire	100
23	Per cent of children in out-of-home care	
24	who have not returned to their families	
25	or been permanently placed elsewhere	
26	for more than 24 consecutive months	19
27	Per cent of CPS reports responded to by CPS	
28	staff	100
29	Per cent of CPS original dependencies	
30	cases where court denied or dismissed	<1
31	Per cent of office of administrative hearings	
32	where CPS case findings are affirmed	90
33	Per cent of CPS complaints reviewed by	
34	the office of the ombudsman-citizens	
35	aide where allegations are reported	
36	as valid by the ombudsman	13
37	Average number of days spent in shelter	
38	placements	15
39	Number of children in shelter care more	
40	than 21 days	0
41	Number of children under 3 in shelter care	0
42	Number of children under 6 in group homes	0

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

5 Of the amounts appropriated for children support services, CPS
6 emergency placement, CPS residential placement and foster care placement,
7 \$22,613,100 is appropriated from the federal temporary assistance for needy
8 families block grant to the social services block grant for deposit in the
9 following line items in the following amounts:

10	Children support services	5,371,700
11	CPS emergency placement	2,333,700
12	CPS residential placement	9,833,300
13	Foster care placement	5,074,400

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

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

20 It is the intent of the legislature that the \$1,000,000 appropriated to
21 the adoption services - family preservation projects line item be used to
22 promote adoption as an option for children, including but not limited to
23 promoting the agency's adoption program and temporary adoption subsidy
24 payment increases to current adoption subsidy clients. The department shall
25 report the intended use of these monies for review by the joint legislative
26 budget committee by August 1 of each year. The report shall include an
27 evaluation of the most effective means of expending these funds and
28 performance measures to gauge the program's success. The report shall
29 reflect the recommendations of any statutory committee established to provide
30 recommendations on this appropriation.

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

40	<u>Employment and rehabilitation services</u>	
41	FTE positions	488.9
42	Operating lump sum appropriation	\$ 27,987,500

1	Fund sources:	
2	State general fund	\$ 9,471,900
3	Federal child care and development	
4	fund block grant	9,958,000
5	Federal temporary assistance for	
6	needy families block grant	5,712,800
7	Workforce investment act grant	2,210,200
8	Special administration fund	85,000
9	Spinal and head injuries trust	
10	fund	549,600
11	JOBS	\$ 22,936,400
12	Fund sources:	
13	State general fund	\$ 1,823,300
14	Federal temporary assistance for	
15	needy families block grant	17,613,100
16	Workforce investment act grant	2,000,000
17	Special administration fund	1,500,000
18	Day care subsidy	\$155,000,100
19	Fund sources:	
20	State general fund	\$ 75,482,900
21	Federal child care and	
22	development fund block grant	71,496,900
23	Federal temporary assistance for	
24	needy families block grant	8,020,300
25	Transitional child care	\$ 34,481,900
26	Fund sources:	
27	Federal child care and	
28	development fund block	
29	grant	\$ 34,481,900
30	Vocational rehabilitation	
31	services	\$ 5,419,100
32	Fund sources:	
33	State general fund	\$ 5,214,400
34	Spinal and head injuries	
35	trust fund	204,700
36	Independent living rehabilitation	
37	services	\$ 2,491,900
38	Fund sources:	
39	State general fund	\$ 784,200
40	Spinal and head injuries trust	
41	fund	1,707,700
42	Summer youth employment and training	\$ 1,000,000
43	Fund sources:	
44	State general fund	\$ 1,000,000

1	Workforce investment act - local	
2	governments	\$ 48,040,600
3	Fund sources:	
4	Workforce investment act grant	\$ 48,040,600
5	Workforce investment act -	
6	discretionary	\$ 3,614,000
7	Fund sources:	
8	Workforce investment act grant	\$ 3,614,000
9	Performance measures:	
10	Number of TANF recipients who obtained	
11	employment	20,000
12	Per cent of customer satisfaction with	
13	child care	95.6
14	Vocational rehabilitation individuals	
15	successfully rehabilitated	4,000

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

23 The amounts appropriated for day care subsidy and transitional child
 24 care shall be used exclusively for child care costs unless a transfer of
 25 monies is reviewed by the joint legislative budget committee. Monies shall
 26 not be used from these appropriated amounts for any other expenses of the
 27 department of economic security unless a transfer of monies is reviewed by
 28 the joint legislative budget committee.

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

33 All spinal and head injuries trust fund receipts received by the
 34 department of economic security in excess of \$2,462,000 are appropriated to
 35 the independent living rehabilitation services line item. Before the
 36 expenditure of any spinal and head injuries trust fund receipts in excess of
 37 \$2,462,000, the department of economic security shall submit the intended use
 38 of the monies for review by the joint legislative budget committee.

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

42 All federal workforce investment act discretionary funds that are
 43 received by the state in excess of \$3,614,000 are appropriated to the
 44 workforce investment act - discretionary line item. Excess monies may not be

1 spent until a proposed expenditure plan for the excess monies has been
2 reviewed by the joint legislative budget committee.

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

8 Performance measures:

9 Agencywide customer satisfaction rating

10 (Scale 1-5) 3.8

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

16 A monthly report comparing total expenditures for the month and
17 year-to-date as compared to prior year totals shall be forwarded to the
18 president of the senate, the speaker of the house of representatives, the
19 chairpersons of the senate and house of representatives appropriations
20 committees and the director of the joint legislative budget committee by the
21 thirtieth of the following month. The report shall include an estimate of
22 (1) potential shortfalls in entitlement programs, (2) potential federal and
23 other funds, such as the statewide assessment for indirect costs, and any
24 projected surplus in state supported programs that may be available to offset
25 these shortfalls and a plan, if necessary, for eliminating any shortfall
26 without a supplemental appropriation, (3) shortfalls resulting from new
27 leases or renegotiations of current leases and associated costs, and
28 (4) total expenditure authority of the child support enforcement program for
29 the month and year-to-date as compared to prior year totals.

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

33 Sec. 29. STATE BOARD OF EDUCATION AND SUPERINTENDENT OF PUBLIC INSTRUCTION

34 2007-08

35 Administration

36 FTE positions 70.5

37 Operating lump sum appropriation \$ 6,130,500

38 Total - administration \$ 6,130,500

39 Fund sources:

40 State general fund \$ 6,130,500

41 The operating lump sum appropriation includes \$291,100 and 4 FTE
42 positions for average daily membership auditing.

1	<u>Formula programs</u>	
2	FTE positions	29.0
3	Operating lump sum appropriation	\$ 2,133,400
4	Basic state aid	\$3,887,724,900
5	Fund sources:	
6	State general fund	\$3,842,504,200
7	Permanent state school fund	45,220,700

8 The above appropriation provides basic state support to school
 9 districts for maintenance and operations funding as provided by section
 10 15-973, Arizona Revised Statutes, and includes an estimated \$45,220,700 in
 11 expendable income derived from the permanent state school fund and from state
 12 trust lands pursuant to section 37-521, subsection B, Arizona Revised
 13 Statutes, for fiscal year 2007-2008.

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

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

28	Conditional English learner	
29	weight funding	\$14,300,000

30 The English learner weight funding line item appropriation does not
 31 become effective unless the United States District court for the district of
 32 Arizona in the case of Flores v. State of Arizona, No. CIV 92-596-TUC-RCC,
 33 issues an order that the state has taken appropriate action to establish a
 34 program that addresses the orders in the case and, at least on an interim
 35 basis, the court will permit this appropriation to be fully implemented to
 36 determine whether the resulting ELL plans and available funding to implement
 37 the plans bear a rational relationship to the cost of implementing
 38 appropriate language acquisition programs. The superintendent of public
 39 instruction shall notify the executive director of the Arizona legislative
 40 council in writing if this condition is met. This notice shall include the
 41 date on which the condition is met.

42	Additional state aid	\$ 359,013,100
43	Special education fund	35,235,500
44	Other state aid to districts	<u>983,900</u>
45	Total - formula programs	\$4,299,390,800

1	Fund sources:	
2	State general fund	\$4,254,170,100
3	Permanent state school fund	45,220,700
4	<u>Non-formula programs</u>	
5	FTE positions	147.4
6	Operating lump sum appropriation	\$ 1,335,100
7	Achievement testing	10,240,500

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

12	AIMS intervention; dropout	
13	prevention	5,550,000
14	School accountability	4,699,100
15	Adult education and GED	4,468,900

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

19	Chemical abuse	819,900
20	English learner administration	4,964,500

21 The appropriation amount is to be used by the department of education
 22 to provide English language acquisition services for the purposes of section
 23 15-756.07, Arizona Revised Statutes, and for the costs of providing English
 24 language proficiency assessments, scoring and ancilliary materials as
 25 prescribed by the department of education to school districts and charter
 26 schools for the purposes of title 15, chapter 7, article 3.1, Arizona Revised
 27 Statutes. The department of education may use a portion of the appropriated
 28 amount to hire staff or contract with a third party to carry out the purposes
 29 of section 15-756.07, Arizona Revised Statutes. Notwithstanding section
 30 41-192, Arizona Revised Statutes, the superintendent of public instruction
 31 also may use a portion of the appropriated amount to contract with one or
 32 more private attorneys to provide legal services in connection with the case
 33 of Flores v. State of Arizona, No. CIV 92-596-TUC-RCC.

34	Compensatory instruction fund	
35	deposit	10,000,000
36	Extended school year	500,000
37	Family literacy	1,009,100
38	Gifted support	3,380,100
39	School safety program	6,722,700
40	Small pass-through programs	581,600

41 The appropriated amount includes \$50,000 for the academic contest fund,
 42 \$82,400 for academic decathlon, \$50,000 for Arizona geographic alliance,
 43 \$40,000 for the Arizona humanities council, \$25,200 for Arizona principal's
 44 academy, \$234,000 for Arizona school service through education technology,
 45 \$50,000 for project citizen and \$50,000 for the economic academic council.

1	State block grant for early	
2	childhood education	19,446,300
3	State block grant for vocational	
4	education	11,400,500

5 The appropriated amount is for block grants to charter schools and
6 school districts that have vocational education programs. It is the intent
7 of the legislature that monies appropriated in the general appropriation act
8 for the state block grant for vocational education be used to promote
9 improved student achievement by providing vocational education programs with
10 flexible supplemental funding that is linked both to numbers of students in
11 such programs and to numbers of program completers who enter jobs in fields
12 directly related to the vocational education program that they completed. It
13 is the intent of the legislature that the amount of the state block grant for
14 vocational education funding that is used for state level administration of
15 the program be limited to no more than the amount used for such costs during
16 the prior fiscal year plus the applicable amount of any pay raise that may be
17 provided for state employees through legislative appropriation.

18	Vocational education extended year	600,000
19	Physical education pilot	110,000
20	Disabled pupil scholarships	2,500,000
21	Displaced pupils choice grant	
22	program	2,500,000
23	Teacher certification	1,746,600

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

28	Parental choice for reading success	1,000,000
29	Optional performance incentive	
30	programs	120,000
31	Teacher training	1,000,000
32	Alternative teacher development	<u>2,000,000</u>
33	Total - nonformula programs	\$ 96,694,900

34	Fund sources:	
35	State general fund	\$ 87,736,300
36	Proposition 301 fund	7,000,000
37	Teacher certification fund	1,958,600

38	Performance measures:	
39	Per cent of students tested who perform	
40	at or above the national norm on the	
41	norm-referenced test (grade 2)	
42	-- reading	54
43	-- math	54

1	Per cent of students tested who perform	
2	at or above the national norm on the	
3	norm-referenced test (grade 9)	
4	-- reading	54
5	-- math	54
6	Per cent of schools with at least 75% of	
7	students meeting or exceeding standards in:	
8	-- reading	36
9	-- writing	36
10	-- math	35
11	Per cent of Arizona high school students	
12	who enter grade 9 and graduate within	
13	4 years	76
14	Per cent of students in grade 3 meeting	
15	or exceeding state academic standards in:	
16	-- reading	76
17	-- writing	76
18	-- math	79
19	Per cent of students in grade 5 meeting	
20	or exceeding state academic standards in:	
21	-- reading	76
22	-- writing	70
23	-- math	76
24	Per cent of students in grade 8 meeting	
25	or exceeding state academic standards in:	
26	-- reading	71
27	-- writing	86
28	-- math	70
29	Per cent of students in grade 12 meeting	
30	or exceeding state academic standards in:	
31	-- reading	90
32	-- writing	90
33	-- math	90
34	Per cent of students tested:	
35	-- norm-referenced test (grades 2 and 9)	97
36	-- AIMS	97
37	Per cent of Arizona schools receiving an	
38	underperforming label	5.5
39	Maximum number of days to process	
40	complete certification applications	8
41	Per cent of customers satisfied with	
42	certification services	90
43	<u>State board of education</u>	
44	FTE positions	8.0
45	Lump sum appropriation	\$ 757,700

1 Fund sources:

2 State general fund	\$	385,800
3 Teacher certification fund		371,900

4 Performance measures:

5 Per cent of parents who rate "A+" the public
6 school that their oldest school-age child
7 attends 8.0

8 The appropriated amount includes \$100,000 for administering a survey to
9 a random sample of parents of children in public schools statewide. The
10 survey shall consist of the following question: "Students are given the
11 grades A+, A, B, C, D and Fail to denote the quality of their work. Using
12 the same A+, A, B, C, D and Fail scale, what grade would you give the school
13 that your oldest child attends?"

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

17 Total appropriation - state board of
18 education and superintendent
19 of public instruction \$4,402,973,900

20 Fund sources:

21 State general fund	\$4,348,422,700
22 Proposition 301 fund	7,000,000
23 Permanent state school fund	45,220,700
24 Teacher certification fund	2,330,500

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

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

1	Sec. 30. DEPARTMENT OF EMERGENCY AND MILITARY AFFAIRS		
2		<u>2007-08</u>	<u>2008-09</u>
3	<u>Administration</u>		
4	FTE positions	13.9	13.9
5	Lump sum appropriation	\$ 1,848,900	\$ 1,848,900
6	Military gift package postage	<u>100,000</u>	<u>100,000</u>
7	Total - administration	\$ 1,948,900	\$ 1,948,900
8	Fund sources:		
9	State general fund	\$ 1,948,900	\$ 1,948,900
10	<u>Emergency management</u>		
11	FTE positions	11.0	11.0
12	Operating lump sum appropriation	\$ 1,718,200	\$ 1,718,200
13	Civil air patrol	<u>54,200</u>	<u>54,200</u>
14	Total - emergency management	\$ 1,772,400	\$ 1,772,400
15	Fund sources:		
16	State general fund	\$ 1,639,700	\$ 1,639,700
17	Emergency response fund	132,700	132,700
18	<u>Military affairs</u>		
19	FTE positions	66.2	66.2
20	Operating lump sum appropriation	\$ 2,465,900	\$ 2,465,900
21	Guardsmen tuition reimbursement	1,446,000	1,446,000
22	Project challenge	<u>1,804,800</u>	<u>1,704,800</u>
23	Total - military affairs	\$ 5,716,700	\$ 5,616,700
24	Fund sources:		
25	State general fund	<u>\$ 5,716,700</u>	<u>\$ 5,616,700</u>
26	Total appropriation - department of		
27	emergency and military affairs	\$ 9,438,000	\$ 9,338,000
28	Fund sources:		
29	State general fund	\$ 9,305,300	\$ 9,205,300
30	Emergency response fund	132,700	132,700
31	Performance measures:		
32	Per cent of project challenge graduates		
33	either employed or in school	95	95
34	Customer satisfaction rating for communities		
35	served during disasters (Scale 1-8)	6.0	6.0
36	The department of emergency and military affairs appropriation includes		
37	\$1,215,000 for service contracts. This amount is exempt from the provisions		
38	of section 35-190, Arizona Revised Statutes, relating to lapsing of		
39	appropriations, except that all fiscal year 2007-2008 monies remaining		
40	unexpended and unencumbered on October 31, 2008, and all fiscal year		
41	2008-2009 monies remaining unexpended and unencumbered on October 31, 2009,		
42	revert to the state general fund.		

1 It is the intent of the legislature that the department of emergency
 2 and military affairs submit a request to the United States department of
 3 defense by September 30, 2007 to allow the department of emergency and
 4 military affairs to conduct training exercises for Arizona national guard
 5 units at the Arizona-Mexico border. The department of emergency and military
 6 affairs shall report to the joint legislative budget committee by December
 7 31, 2007 on the response of the United States department of defense to this
 8 request.

9 Sec. 31. DEPARTMENT OF ENVIRONMENTAL QUALITY

	<u>2007-08</u>	<u>2008-09</u>
10		
11	<u>Administration</u>	
12	144.6	144.6
13	\$ 14,886,000	\$ 14,885,900
14	Fund sources:	
15	\$ 4,354,900	\$ 4,354,900
16	10,531,100	10,531,000
17	<u>Air programs</u>	
18	123.9	123.9
19	11,292,700	11,289,700
20	Emissions control contractor	
21	33,239,600	33,239,600
22	Emissions control program -	
23	4,180,100	4,180,100
24	165,000	165,000
25	Maricopa, Pima and Pinal counties	
26	<u>1,676,900</u>	<u>1,676,900</u>
27	\$ 50,554,300	\$ 50,551,300
28	Fund sources:	
29	\$ 2,088,800	\$ 2,088,800
30	5,155,500	5,152,500
31	5,890,300	5,890,300
32	37,419,700	37,419,700
33	<u>Waste programs</u>	
34	48.4	48.4
35	6,469,200	6,469,200
36	22,000	22,000
37	<u>224,900</u>	<u>224,900</u>
38	\$ 6,716,100	\$ 6,716,100
39	Fund sources:	
40	\$ 1,973,900	\$ 1,973,900
41	780,000	780,000
42	2,319,800	2,319,800
43	1,483,100	1,483,100

1	Underground storage tank		
2	revolving fund	22,000	22,000
3	Used oil fund	137,300	137,300
4	<u>Water programs</u>		
5	FTE positions	145.5	145.5
6	Arizona pollution discharge		
7	elimination system	951,300	951,300
8	Drinking water regulation program	2,262,700	2,262,700
9	Surface water regulation program	1,292,900	1,292,900
10	Underground water regulation		
11	program	<u>7,015,200</u>	<u>6,995,200</u>
12	Total - water programs	\$ 11,522,100	\$ 11,502,100
13	Fund sources:		
14	State general fund	\$ 5,663,000	\$ 5,663,000
15	Water quality fee fund	5,859,100	5,839,100
16	<u>WIFA</u>		
17	Clean water revolving loan		
18	program	1,551,900	1,551,900
19	Drinking water revolving loan		
20	program	<u>893,200</u>	<u>893,200</u>
21	Total - WIFA	\$ 2,445,100	\$ 2,445,100
22	Fund sources:		
23	State general fund	\$ 2,445,100	\$ 2,445,100
24	Total appropriation - department of		
25	environmental quality	\$ 86,123,600	\$ 86,100,500
26	Fund sources:		
27	State general fund	\$ 16,525,700	\$ 16,525,700
28	Air permits administration fund	5,890,300	5,890,300
29	Air quality fund	5,155,500	5,152,500
30	Emissions inspection fund	37,419,700	37,419,700
31	Hazardous waste management fund	780,000	780,000
32	Indirect cost recovery fund	10,531,100	10,531,000
33	Recycling fund	2,319,800	2,319,800
34	Solid waste fee fund	1,483,100	1,483,100
35	Underground storage tank		
36	revolving fund	22,000	22,000
37	Used oil fund	137,300	137,300
38	Water quality fee fund	5,859,100	5,839,100
39	Performance measures:		
40	Per cent of contaminated sites closed		
41	requiring no further action (cumulative)		
42	versus known sites	82.0	82.0
43	Number of nonattainment areas exceeding		
44	national ambient air quality standards	5	5

1	Per cent of statutorily set permit timelines		
2	met through licensing time frames rule	99	99
3	Number of days per year exceeding national		
4	ambient air quality standards for ozone,		
5	carbon monoxide or particulates	0	0
6	Per cent of facilities from drinking water		
7	priority log assigned to enforcement staff	100	100
8	Customer satisfaction rating for citizens		
9	(Scale 1-8)	7.4	7.4

10 Of the monies appropriated to the Maricopa, Pima and Pinal counties
 11 travel reduction plan line item in fiscal year 2007-2008 and fiscal year
 12 2008-2009, \$948,600 shall be allocated to Maricopa county, \$373,000 shall be
 13 allocated to the Pima association of governments, \$87,000 shall be allocated
 14 to Pinal county and \$268,300 shall be allocated to Pima county.

15 When expenditures from the hazardous waste or environmental health
 16 reserves are authorized, the director of the department of environmental
 17 quality shall report the nature of the emergency and the authorized
 18 expenditure amount to the president of the senate, the speaker of the house
 19 of representatives, the chairpersons of the senate and house of
 20 representatives appropriations committees and the director of the joint
 21 legislative budget committee.

22 The \$5,859,100 appropriated from the water quality fee fund in fiscal
 23 year 2007-2008, and the \$5,839,100 appropriated in fiscal year 2008-2009, is
 24 an estimate representing all monies distributed to this fund, including
 25 balance forward, revenue and transfers. These monies are appropriated to the
 26 department of environmental quality for the purposes established in section
 27 49-210, Arizona Revised Statutes. The appropriation shall be adjusted as
 28 necessary to reflect actual final receipts credited to the water quality fee
 29 fund, except that expenditures above the \$5,859,100 appropriated to the
 30 department in fiscal year 2007-2008 and \$5,839,100 appropriated in fiscal
 31 year 2008-2009 must first be reviewed by the joint legislative budget
 32 committee.

33 Pursuant to section 49-282, Arizona Revised Statutes, the department of
 34 environmental quality shall submit a fiscal year 2008-2009 and fiscal year
 35 2009-2010 budget for the water quality assurance revolving fund before
 36 September 1, 2007, and September 1, 2008, respectively, for review by the
 37 senate and house of representatives appropriations committees.

38 The amounts appropriated for the clean water revolving loan program and
 39 the drinking water revolving loan program in fiscal year 2007-2008 and fiscal
 40 year 2008-2009 shall be used to provide a twenty per cent match of the fiscal
 41 year 2007-2008 and fiscal year 2008-2009 federal safe drinking water and
 42 clean water revolving fund allocations to this state. Of the amount
 43 appropriated, any amount in excess of the required twenty per cent match
 44 reverts to the state general fund.

1 The monies appropriated in the transfers to counties program line item
2 are for use by Arizona counties to avoid being declared in nonattainment of
3 particulate matter standards by establishing public notification and outreach
4 programs, minimizing exposure to particulate matter concentrations, and
5 abating and minimizing controllable sources of particulate matter through
6 best available control measures. Of the monies in the transfers to counties
7 program line item in fiscal year 2007-2008, and fiscal year 2008-2009,
8 \$50,000 shall be used by Pima county for carbon monoxide monitoring as
9 required by the Pima county limited maintenance plan with the United States
10 environmental protection agency.

11 The appropriation from the air permits administration fund is an
12 estimate representing all monies distributed to this fund, including balance
13 forward, revenue and transfers during fiscal year 2007-2008 and fiscal year
14 2008-2009. These monies are appropriated to the Arizona department of
15 environmental quality for the purposes established in section 49-455, Arizona
16 Revised Statutes. The appropriation shall be adjusted as necessary to
17 reflect actual final receipts credited to the air permits administration
18 fund.

19 The department of environmental quality shall report annually on the
20 progress of WQARF activities, including emergency response, priority site
21 remediation, cost recovery activity, revenue and expenditure activity and
22 other WQARF-funded program activity. This report shall also include a budget
23 for the WQARF program which is developed in consultation with the WQARF
24 advisory board. The fiscal year 2007-2008 report shall be submitted to the
25 joint legislative budget committee by September 1, 2007, and the fiscal year
26 2008-2009 report shall be submitted by September 1, 2008. This budget shall
27 specify the monies budgeted for each listed site during fiscal year 2007-2008
28 and fiscal year 2008-2009. In addition, the department and the advisory
29 board shall prepare and submit to the joint legislative budget committee, by
30 October 2, 2007, and October 2, 2008, a report in a table format summarizing
31 the current progress on remediation of each listed site on the WQARF
32 registry. The table shall include the stage of remediation for each site at
33 the end of fiscal year 2006-2007 and fiscal year 2007-2008, whether the
34 current stage of remediation is anticipated to be completed in fiscal year
35 2007-2008 and fiscal year 2008-2009, and the anticipated stage of remediation
36 at each listed site at the end of fiscal year 2008-2009 and fiscal year
37 2009-2010, assuming fiscal year 2007-2008 and 2008-2009 funding levels. The
38 department and advisory board may include other relevant information about
39 the listed sites in the table.

40 The department of environmental quality shall submit a written report
41 detailing the maximum, minimum and average water quality permit processing
42 times for fiscal year 2006-2007 by December 1, 2007, and fiscal year
43 2007-2008 by December 1, 2008, for review by the joint legislative budget
44 committee. The fiscal year 2006-2007 and fiscal year 2007-2008 data shall
45 contain the year-to-date actual data and projected totals for each year.

1 This report shall also include total number of staff hours devoted to water
 2 quality permit processing in fiscal year 2006-2007 and fiscal year 2007-2008,
 3 the total costs to process these permits, and the progress made in reducing
 4 water quality permit processing times.

5 All indirect cost fund recovery revenues received by the department of
 6 environmental quality in excess of \$10,531,100 in fiscal year 2007-2008 and
 7 \$10,531,000 in fiscal year 2008-2009 are appropriated to the department.
 8 Before the expenditure of indirect cost recovery fund receipts in excess of
 9 \$10,531,100 in fiscal year 2007-2008 and \$10,531,000 in fiscal year
 10 2008-2009, the department of environmental quality shall submit the intended
 11 use of the monies for review by the joint legislative budget committee.

12 Any transfer from the amount appropriated for the Arizona pollution
 13 discharge elimination system line item shall require prior joint legislative
 14 budget committee review.

15 Sec. 32. OFFICE OF EQUAL OPPORTUNITY

	<u>2007-08</u>	<u>2008-09</u>
16 FTE positions	4.0	4.0
17 Lump sum appropriation	\$ 245,200	\$ 245,200
18 Fund sources:		
19 State general fund	\$ 245,200	\$ 245,200

20 Sec. 33. STATE BOARD OF EQUALIZATION

	<u>2007-08</u>	<u>2008-09</u>
21 FTE positions	7.0	7.0
22 Lump sum appropriation	\$ 653,500	\$ 653,500
23 Fund sources:		
24 State general fund	\$ 653,500	\$ 653,500

25 Performance measures:		
26 Average calendar days to process a		
27 property tax appeal from receipt to		
28 issuance	28	28
29 Per cent of rulings upheld in tax courts	100	100
30 Customer satisfaction rating (Scale 1-8)	6.1	6.1

31 Sec. 34. BOARD OF EXECUTIVE CLEMENCY

	<u>2007-08</u>	<u>2008-09</u>
32 FTE positions	17.0	17.0
33 Lump sum appropriation	\$ 1,087,400	\$ 1,087,400
34 Fund sources:		
35 State general fund	\$ 1,087,400	\$ 1,087,400

36 Performance measures:		
37 Customer satisfaction rating for victims		
38 (Scale 1-8)	6.0	6.0

1	Sec. 35. ARIZONA EXPOSITION AND STATE FAIR BOARD		
2		<u>2007-08</u>	<u>2008-09</u>
3	FTE positions	186.0	186.0
4	Lump sum appropriation	\$ 16,066,100	\$ 16,066,100
5	Fund sources:		
6	Arizona exposition and state		
7	fair fund	\$ 16,066,100	\$ 16,066,100
8	Performance measures:		
9	Fair attendance	1,300,000	1,300,000
10	Per cent of guests rating state fair "good"		
11	or "excellent" based on annual survey	96	96
12	Sec. 36. DEPARTMENT OF FINANCIAL INSTITUTIONS		
13		<u>2007-08</u>	<u>2008-09</u>
14	FTE positions	57.1	57.1
15	Operating lump sum appropriation	\$ 3,757,100	\$ 3,757,100
16	Document imaging project	<u>75,000</u>	<u>0</u>
17	Total appropriation - department of		
18	financial institutions	\$ 3,832,100	\$ 3,757,100
19	Fund sources:		
20	State general fund	\$ 3,832,100	\$ 3,757,100
21	Performance measures:		
22	Per cent of examinations reports mailed		
23	within 25 days of examiner's completion		
24	of exam procedures	78.0	78.0
25	Per cent of license applications approved		
26	within 45 days of receipt	65.0	65.0
27	Per cent of examinations receiving		
28	satisfactory rating	91.0	91.0
29	Average days from receipt to resolution		
30	of regular complaints	100.0	100.0
31	Per cent of complainants indicating they		
32	received "good" or better service when		
33	filing a complaint	75.0	75.0
34	The department of financial institutions shall assess and set fees to		
35	ensure that monies deposited in the state general fund will equal or exceed		
36	its expenditure from the state general fund.		
37	Sec. 37. DEPARTMENT OF FIRE, BUILDING AND LIFE SAFETY		
38		<u>2007-08</u>	<u>2008-09</u>
39	FTE positions	53.0	53.0
40	Lump sum appropriation	\$ 3,689,500	\$ 3,664,000
41	Fund sources:		
42	State general fund	\$ 3,689,500	\$ 3,664,000

1	Performance measures:		
2	Per cent of manufactured homes complaints		
3	closed vs. complaints filed	98	98
4	Customer satisfaction rating (Scale 1-5)	4.7	4.7
5	Sec. 38. STATE BOARD OF FUNERAL DIRECTORS AND EMBALMERS		
6		<u>2007-08</u>	<u>2008-09</u>
7	FTE positions	4.0	4.0
8	Lump sum appropriation	\$ 340,600**	\$ 340,600
9	Fund sources:		
10	Board of funeral directors and		
11	embalmers fund	\$ 340,600	\$ 340,600
12	Performance measures:		
13	Average calendar days to resolve a complaint	78	78
14	Average calendar days to renew a license	23	23
15	Customer satisfaction rating (Scale 1-8)	7.7	7.7
16	Sec. 39. GAME AND FISH DEPARTMENT		
17		<u>2007-08</u>	<u>2008-09</u>
18	FTE positions	274.5	274.5
19	Operating lump sum appropriation	\$ 31,547,400	\$ 30,971,200
20	Pittman - Robertson/Dingell -		
21	Johnson act	2,808,000	2,808,000
22	Performance incentive pay program	346,800*	346,800*
23	Lower Colorado multispecies		
24	conservation	350,000	350,000
25	Watercraft grant program	250,000	250,000
26	Watercraft safety education program	<u>1,600,000</u>	<u>1,625,000</u>
27	Total appropriation - game and fish		
28	department	\$ 36,902,200	\$ 36,351,000
29	Fund sources:		
30	Game and fish fund	\$ 30,395,300	\$ 30,026,600
31	Waterfowl conservation fund	43,400	43,400
32	Wildlife endowment fund	16,000	16,000
33	Watercraft licensing fund	6,124,300	5,941,800
34	Game, nongame, fish and		
35	endangered species fund	323,200	323,200
36	Performance measures:		
37	Per cent of the public surveyed rating		
38	watercraft safety as "good" or "excellent"	80	80
39	Per cent of anglers surveyed reporting they were		
40	satisfied with their angling experiences	75	75
41	In addition to the \$2,808,000 for the Pittman - Robertson/Dingell -		
42	Johnson act line item, the lump sum appropriation includes \$40,000 for		
43	cooperative fish and wildlife research which may be used for the purpose of		
44	matching federal and apportionment funds.		

1 The \$300,000 from the game and fish fund and \$46,800 from the
 2 watercraft licensing fund in fiscal year 2007-2008 and fiscal year 2008-2009
 3 for the performance incentive pay program line item shall be used for
 4 personal services and employee related expenditures associated with the
 5 department's performance incentive pay program in accordance with Laws 1999,
 6 chapter 138. This appropriation is a continuing appropriation and is exempt
 7 from the provisions of section 35-190, Arizona Revised Statutes, relating to
 8 lapsing of appropriations.

9 The shooting range appropriation of \$100,000 in fiscal year 2007-2008
 10 and fiscal year 2008-2009, included in the lump sum appropriation, is a
 11 continuing appropriation and is exempt from the provisions of section 35-190,
 12 Arizona Revised Statutes, relating to lapsing of appropriations, until
 13 December 31, 2009.

14 Sec. 40. DEPARTMENT OF GAMING

	<u>2007-08</u>	<u>2008-09</u>
15 FTE positions	123.0	123.0
16 Operating lump sum appropriation	\$ 9,156,700	\$ 8,454,700
17 Casino operations certification	2,186,900	2,173,900
18 Problem gambling	2,724,600	3,185,100
19 Joint monitoring system	<u>1,188,100</u>	<u>2,442,100</u>
20 Total appropriation - department of gaming	\$ 15,256,300	\$ 16,255,800
21 Fund sources:		
22 Tribal-state compact fund	\$ 2,186,900	\$ 2,173,900
23 Arizona benefits fund	12,769,400	13,781,900
24 State lottery fund	300,000	300,000
25 Performance measures:		
26 Per cent of gaming facilities reviewed		
27 for compact compliance	100	100
28 Per cent of vendor customers satisfied		
29 with process	96	96

30 Monies for the joint monitoring system line item shall not be spent and
 31 will revert to the instructional improvement fund if the information
 32 technology authorization committee does not approve the project investment
 33 justification for the joint monitoring system.

34 Sec. 41. ARIZONA GEOLOGICAL SURVEY

	<u>2007-08</u>	<u>2008-09</u>
35 FTE positions	12.3	12.3
36 Lump sum appropriation	\$ 1,073,900	\$ 1,073,900
37 Fund sources:		
38 State general fund	\$ 1,073,900	\$ 1,073,900
39 Performance measures:		
40 Satisfaction with service provided		
41 (Scale 1-5)	4.9	4.9

1	Sec. 42. GOVERNMENT INFORMATION TECHNOLOGY AGENCY		
2		<u>2007-08</u>	<u>2008-09</u>
3	FTE positions	21.0	21.0
4	Lump sum appropriation	\$ 2,755,800	\$ 2,758,600
5	E-health initiative	<u>1,500,000</u>	<u>1,500,000</u>
6	Total appropriation - government information		
7	technology agency	\$ 4,255,800	\$ 4,258,600
8	Fund sources:		
9	State general fund	\$ 1,500,000	\$ 1,500,000
10	Information technology fund	\$ 2,755,800	\$ 2,758,600
11	Performance measures:		
12	Per cent of information technology (IT)		
13	projects completed on schedule	96	96
14	Per cent of IT projects completed within budget	96	96
15	Per cent of agency IT managers rating		
16	GITA performance as excellent	60	60
17	Per cent of IT projects that are compliant		
18	with state enterprise architecture standards	90	90
19	Sec. 43. OFFICE OF THE GOVERNOR		
20		<u>2007-08</u>	<u>2008-09</u>
21	Lump sum appropriation	\$ 6,634,800*	\$ 6,634,800*
22	Fund sources:		
23	State general fund	\$ 6,634,800	\$ 6,634,800
24	Included in the lump sum appropriations of \$6,634,800 for fiscal year		
25	2007-2008 and fiscal year 2008-2009 is \$10,000 each fiscal year for the		
26	purchase of mementos and items for visiting officials.		
27	Sec. 44. GOVERNOR'S OFFICE OF STRATEGIC PLANNING AND BUDGETING		
28		<u>2007-08</u>	<u>2008-09</u>
29	FTE positions	26.0	26.0
30	Lump sum appropriation	\$ 2,209,900	\$ 2,209,900
31	Fund sources:		
32	State general fund	\$ 2,209,900	\$ 2,209,900
33	Performance measures:		
34	Per cent of participants rating budget and		
35	planning training "good" or "excellent"	98	98
36	Sec. 45. DEPARTMENT OF HEALTH SERVICES		
37		<u>2007-08</u>	
38	<u>Administration</u>		
39	FTE positions	428.3	
40	Operating lump sum appropriation	\$ 16,546,400	
41	Fund sources:		
42	State general fund	\$ 13,764,400	
43	Capital outlay stabilization		
44	fund	1,578,100	

1	Emergency medical services	
2	operating fund	203,900
3	Indirect cost fund	1,000,000
4	Assurance and licensure	\$ 11,519,600
5	Fund sources:	
6	State general fund	\$ 9,442,800
7	Federal child care and development	
8	fund block grant	805,100
9	Hearing and speech professionals	
10	fund	331,100
11	Nursing care institution resident	
12	protection revolving fund	38,000
13	Expenditure authority	902,600
14	Attorney general legal services	\$ 444,900
15	Fund sources:	
16	State general fund	\$ 394,900
17	Emergency medical services	
18	operating fund	50,000
19	Newborn screening program fund -	
20	indirect costs	\$ 478,600
21	Fund sources:	
22	Newborn screening program fund	\$ 478,600
23	Nursing care institution incentive	
24	grants	\$ 400,000
25	Fund sources:	
26	Nursing care institution	
27	resident protection fund	\$ 400,000
28	Indirect cost fund	\$ 7,763,300
29	Fund sources:	
30	Indirect cost fund	\$ 7,763,300
31	Performance measures:	
32	Per cent of relicensure surveys completed	
33	on time:	
34	Child care facilities	70
35	Health care facilities	85
36	Per cent of complaint investigations initiated	
37	later than investigative guidelines:	
38	Child care facilities	0
39	Health care facilities	15

40 Contingent on federal approval of the use of these monies, the \$400,000
41 appropriation for nursing care institution quality improvement grants shall
42 be used to award grants to applicant nursing care institutions that in the
43 past has received one or more deficiencies on the annual facility compliance
44 and licensure survey conducted pursuant to section 36-425.02, Arizona Revised
45 Statutes, regardless of the actual date of the survey. The purpose of the

1 nursing care institution quality improvement grant is to improve the quality
2 in the particular facility in reference to one or more of six specific
3 quality measures: 1) reduction in incidences of pressure ulcers;
4 2) reduction in physical restraints; 3) improvement in pain management;
5 4) reduction in incontinence; 5) reduction in falls; 6) reduction in the use
6 of anti-psychotic medication. A nursing care institution must use a grant
7 awarded pursuant to this paragraph only for programs and activities designed
8 to improve the quality of resident care in the specified six quality
9 measures. The department shall make awards based on the likelihood of
10 success of the grant in addressing one or more of the specified quality
11 measures, the potential development of services or procedures that will
12 contribute to best practices methodology in addressing one or more of the
13 specified criteria, the financial controls identified to ensure the proper
14 expenditure of grant funds and the quality and development of the
15 application. The grant funds shall be available after July 1, 2007. The
16 department shall adopt application forms, timeframes for application,
17 timeframes for response and timeframes for question and answer follow-up.
18 The department may stipulate that if any applicant does not meet any
19 particular timeframe in the application process, the applicant's request for
20 a grant is dismissed. The nursing care institution may use available grant
21 funds for measurement tools, in-service training, consultation, technology
22 improvement, work force development initiatives, systems improvements,
23 medication management improvements and development and adoption of best
24 practices and materials in order to improve one or more of the specified
25 quality measures. The department may divide the appropriation based on the
26 number and scope of approved applications into a number of grants that the
27 department deems appropriate. If a facility is awarded a grant, it must
28 submit in writing to spend the grant on the program contained in its
29 application or forfeit the grant and repay the funds to the department. The
30 department may require a grant awardee to report the uses of the award and to
31 share data and best practices that have been developed by the facility. If
32 the facility transfers ownership, the department shall award the grant to the
33 licensee at the time of the award. If the facility ceases operation before
34 the quality improvement grant distribution date it is not eligible for a
35 quality improvement grant. Up to 10% of the monies appropriated to the
36 department for quality improvement grants may be used by the department for
37 administrative purposes. Monies appropriated for nursing care institution
38 quality improvement grants shall not be used for any other expenses of the
39 department of health services without review of the joint legislative budget
40 committee. Any transfer to or from the amounts appropriated for nursing care
41 institution quality improvement grants shall require prior review by the
42 joint legislative budget committee.

1	<u>Public health</u>	
2	FTE positions	248.1
3	Operating lump sum appropriation	\$ 6,426,700
4	Fund sources:	
5	State general fund	\$ 5,599,700
6	Emergency medical services	
7	operating fund	827,000
8	AIDS reporting and surveillance	\$ 1,125,000
9	Fund sources:	
10	State general fund	\$ 1,125,000
11	Alzheimer's disease research	\$ 2,000,000
12	Fund sources:	
13	State general fund	\$ 1,000,000
14	Tobacco tax and health care	
15	fund - health research account	1,000,000
16	Arizona statewide immunization	
17	information system	\$ 503,200
18	Fund sources:	
19	State general fund	\$ 503,200
20	Children's autism services	
21	(section 36-3415, paragraph 1,	
22	Arizona Revised Statutes)	\$ 1,800,000
23	Fund sources:	
24	Tobacco tax and health care	
25	fund - health research account	\$ 1,800,000
26	Children's autism services	
27	(section 36-3415, paragraph 2,	
28	Arizona Revised Statutes)	\$ 500,000
29	Fund sources:	
30	Tobacco tax and health care	
31	fund - health research account	\$ 500,000
32	Community health centers	\$ 13,464,900
33	Fund sources:	
34	State general fund	\$ 10,464,900
35	Tobacco tax and health care	
36	fund - medically needy	
37	account	3,000,000
38	County public health	\$ 200,000
39	Fund sources:	
40	State general fund	\$ 200,000
41	County tuberculosis provider	
42	care and control	\$ 1,010,500
43	Fund sources:	
44	State general fund	\$ 1,010,500
45	Diabetes prevention and control	\$ 100,000

1	Fund sources:	
2	State general fund	\$ 100,000
3	Direct grants	\$ 460,300
4	Fund sources:	
5	State general fund	\$ 460,300
6	EMS operations	\$ 3,173,800
7	Fund sources:	
8	Emergency medical services	
9	operating fund	\$ 3,173,800
10	Hepatitis C surveillance	\$ 397,800
11	Fund sources:	
12	State general fund	\$ 397,800
13	Kidney program	\$ 50,500
14	Fund sources:	
15	State general fund	\$ 50,500
16	Laboratory services	\$ 5,176,700
17	Fund sources:	
18	State general fund	\$ 4,227,700
19	Environmental laboratory	
20	licensure revolving fund	949,000
21	Loan repayment	\$ 250,000
22	Fund sources:	
23	State general fund	\$ 100,000
24	Emergency medical services	
25	operating fund	150,000
26	Osteoporosis outreach	\$ 300,000
27	Fund sources:	
28	State general fund	\$ 300,000
29	Poison control center funding	\$ 925,000
30	Fund sources:	
31	State general fund	\$ 925,000
32	Reimbursement to counties	\$ 67,900
33	Fund sources:	
34	State general fund	\$ 67,900
35	Renal and nonrenal disease management	\$ 768,000
36	Fund sources:	
37	State general fund	\$ 768,000
38	Scorpion antivenom	\$ 150,000
39	Fund sources:	
40	State general fund	\$ 150,000
41	STD control subventions	\$ 26,300
42	Fund sources:	
43	State general fund	\$ 26,300
44	Telemedicine	\$ 260,000

1 Fund sources:
 2 State general fund \$ 260,000
 3 Teratogen program \$ 60,000
 4 Fund sources:
 5 State general fund \$ 60,000
 6 Trauma advisory board \$ 393,600
 7 Fund sources:
 8 Emergency medical services
 9 operating fund \$ 393,600
 10 University of Arizona poison
 11 control center funding \$ 1,275,000
 12 Fund sources:
 13 State general fund \$ 1,275,000
 14 Vaccines \$ 8,184,300
 15 Fund sources:
 16 State general fund \$ 8,184,300
 17 Vital records maintenance \$ 500,300
 18 Fund sources:
 19 Vital records electronic
 20 systems fund \$ 500,300
 21 Performance measures:
 22 Immunization rate among two-year-old
 23 children 84
 24 Per cent of high school youth who smoked
 25 in the last month 18
 26 Customer waiting time in vital records
 27 lobby (in minutes) 14
 28 Of the \$13,464,900 appropriated for community health centers, at least
 29 \$564,000 shall be distributed to Yavapai county for county primary care
 30 programs.
 31 The department of health services may use up to four per cent of the
 32 amounts appropriated for renal and nonrenal disease management, community
 33 health centers and telemedicine for the administrative costs to implement
 34 each program.
 35 Monies appropriated for AIDS reporting and surveillance and renal and
 36 nonrenal disease management shall be used to provide services only to
 37 residents of the state of Arizona who are citizens or legal residents of the
 38 United States or who are otherwise lawfully present in the United States.
 39 The department of health services shall require the screening of
 40 potential recipients of vaccines for private insurance coverage, eligibility
 41 for the federal vaccines for children program and eligibility for the state
 42 children's health insurance program. This requirement applies to vaccines
 43 purchased with state monies appropriated for the vaccines line item for both
 44 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	<u>Family health</u>	
20	FTE positions	96.8
21	Operating lump sum appropriation	\$ 5,807,400
22	Fund sources:	
23	State general fund	\$ 3,704,100
24	Expenditure authority	2,103,300
25	Abstinence funding	\$ 1,500,000
26	Fund sources:	
27	State general fund	\$ 1,500,000
28	Adult cystic fibrosis	\$ 105,200
29	Fund sources:	
30	State general fund	\$ 105,200
31	Adult sickle cell anemia	\$ 33,000
32	Fund sources:	
33	State general fund	\$ 33,000
34	AHCCCS - children's rehabilitative	
35	services	\$ 63,791,900
36	Fund sources:	
37	State general fund	\$ 21,517,000
38	Expenditure authority	42,274,900
39	Breast and cervical cancer	
40	screening	\$ 1,095,500
41	Fund sources:	
42	State general fund	\$ 1,095,500
43	Child fatality review team	\$ 100,000

1	Fund sources:	
2	Child fatality review fund	\$ 100,000
3	Children's rehabilitative	
4	services	\$ 3,587,000
5	Fund sources:	
6	State general fund	\$ 3,587,000
7	County nutrition services	\$ 330,300
8	Fund sources:	
9	State general fund	\$ 330,300
10	County prenatal services grant	\$ 1,148,500
11	Fund sources:	
12	State general fund	\$ 1,148,500
13	Folic acid	\$ 200,000
14	Fund sources:	
15	Tobacco tax and health care fund -	
16	medically needy account	\$ 200,000
17	Health start	\$ 226,600
18	Fund sources:	
19	State general fund	\$ 226,600
20	High risk perinatal services	\$ 5,430,600
21	Fund sources:	
22	State general fund	\$ 4,980,600
23	Emergency medical services	
24	operating fund	450,000
25	Medicaid special exemption	
26	payments	\$ 1,361,700
27	Fund sources:	
28	State general fund	\$ 459,300
29	Expenditure authority	902,400
30	Modular dental buildings	\$ 200,000
31	Fund sources:	
32	State general fund	\$ 200,000
33	Newborn screening program	\$ 5,608,200
34	Fund sources:	
35	Newborn screening program fund	\$ 5,608,200
36	Women's services	\$ 500,000
37	Fund sources:	
38	State general fund	\$ 500,000
39	Performance measures:	
40	Number of newborns screened under newborn	
41	screening program	100,000
42	The amounts appropriated for children's rehabilitative services and for	
43	AHCCCS - children's rehabilitative services are intended to cover all costs	
44	in full for contracts for the provision of services to clients, unless a	
45	transfer of monies is reviewed by the joint legislative budget committee.	

1 The department of health services may transfer up to \$350,000 in
 2 revenues from the indirect cost fund to the Arizona health care cost
 3 containment system administration for the purpose of meeting indirect cost
 4 state match requirements related to AHCCCS - children's rehabilitative
 5 services program.

6 Of the \$5,430,600 appropriated for high risk perinatal services
 7 \$583,000 shall be distributed to counties.

8 Monies in the women's services line item shall be used to provide
 9 \$20,000 in individual grants to nonprofit agencies whose primary function is
 10 to assist pregnant women in seeking alternatives to abortion. Grant monies
 11 shall be used to provide medically accurate services and programs related to
 12 pregnancy and up to twelve months after birth. Grant monies shall not be
 13 used for abortion or abortion referral services or granted to entities that
 14 promote, refer or perform abortions. The department may use up to ten per
 15 cent of monies appropriated to this line item for any associated
 16 administrative costs.

17 Behavioral health

18	FTE positions	122.0
19	Operating lump sum appropriation	\$ 9,307,800
20	Fund sources:	
21	State general fund	\$ 4,450,100
22	Expenditure authority	4,857,700
23	Arnold v. Sarn	\$ 37,323,600
24	Fund sources:	
25	State general fund	\$ 27,500,000
26	Expenditure authority	9,823,600
27	Children's behavioral health	
28	services	\$ 9,351,800
29	Fund sources:	
30	State general fund	\$ 9,351,800
31	Children's behavioral health state	
32	match for title XIX	\$347,863,000
33	Fund sources:	
34	State general fund	\$117,334,200
35	Expenditure authority	230,528,800
36	Court monitoring	\$ 197,500
37	Fund sources:	
38	State general fund	\$ 197,500
39	Dual eligible part D copay subsidy	\$ 480,000
40	Fund sources:	
41	State general fund	\$ 480,000
42	Medicaid special exemption	
43	payments	\$ 18,550,800

1	Fund sources:	
2	State general fund	\$ 6,257,200
3	Expenditure authority	12,293,600
4	Medicare clawback payments	\$ 9,771,900
5	Fund sources:	
6	State general fund	\$ 9,771,900
7	Mental health and substance abuse	
8	state match for title XIX	\$ 96,147,100
9	Fund sources:	
10	State general fund	\$ 32,430,400
11	Expenditure authority	63,716,700
12	Mental health nontitle XIX	\$ 2,447,300
13	Fund sources:	
14	State general fund	\$ 2,447,300
15	Proposition 204 - administration	\$ 6,534,800
16	Fund sources:	
17	State general fund	\$ 2,130,200
18	Expenditure authority	4,404,600
19	Proposition 204 - children's	
20	behavioral health services	\$ 4,596,200
21	Fund sources:	
22	State general fund	\$ 1,550,300
23	Expenditure authority	3,045,900
24	Proposition 204 - general mental	
25	health and substance abuse	\$ 89,192,700
26	Fund sources:	
27	State general fund	\$ 30,084,700
28	Expenditure authority	59,108,000
29	Proposition 204 - seriously	
30	mentally ill services	\$164,166,900
31	Fund sources:	
32	State general fund	\$ 55,373,500
33	Expenditure authority	108,793,400
34	Seriously emotionally handicapped	
35	children	\$ 500,000
36	Fund sources:	
37	State general fund	\$ 500,000
38	Seriously mentally ill	
39	nontitle XIX	\$ 61,116,700
40	Fund sources:	
41	State general fund	\$ 30,691,900
42	Tobacco tax and health care fund	
43	medically needy account	30,424,800
44	Seriously mentally ill state match	
45	for title XIX	\$172,953,800

1	Fund sources:	
2	State general fund	\$ 58,337,300
3	Expenditure authority	114,616,500
4	Substance abuse nontitle XIX	\$ 14,635,400
5	Fund sources:	
6	State general fund	\$ 12,135,400
7	Substance abuse services fund	2,500,000
8	Youth methamphetamine prevention	
9	programs	\$ 500,000
10	Fund sources:	
11	State general fund	\$ 500,000
12	Performance measures:	
13	Per cent of RBHA title XIX clients	
14	satisfied with services	90
15	Per cent of title XIX population that is	
16	enrolled in a behavioral health service	13.5

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

22 It is the intent of the legislature that the total amount available in
 23 the Arnold v. Sarn line item be used for the population covered by the Arnold
 24 v. Sarn lawsuit in counties with a population of two million or more persons
 25 and for seriously mentally ill persons that meet the same criteria as those
 26 covered by the Arnold v. Sarn lawsuit in counties with populations of less
 27 than two million persons.

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

31 The department of health services shall report to the joint legislative
 32 budget committee thirty days after the end of each calendar quarter on the
 33 progress the department is making toward settling the Arnold v. Sarn lawsuit.
 34 The report shall include at a minimum the department's progress towards
 35 meeting the exit criteria and whether the department is in compliance with
 36 the exit criteria schedule.

37 Monies appropriated for youth methamphetamine prevention programs shall
 38 be distributed to a statewide alliance of community-based organizations with
 39 a proven track record in providing substance abuse prevention programming to
 40 children. Programs must serve children in rural, urban and Indian
 41 communities and military bases in Arizona. The department of health services
 42 shall submit a quarterly summary of the reports received from the
 43 organizations to the governor, the president of the senate and the speaker of
 44 the house of representatives and the joint legislative budget committee.

1	<u>Arizona state hospital</u>	
2	FTE positions	876.7
3	Operating lump sum appropriation	\$ 54,985,800
4	Fund sources:	
5	State general fund	\$ 47,793,600
6	Arizona state hospital fund	6,842,200
7	Arizona state hospital land	
8	earnings fund	350,000
9	Community placement treatment	\$ 6,704,800
10	Fund sources:	
11	State general fund	\$ 5,574,100
12	Arizona state hospital fund	1,130,700
13	Sexually violent persons	\$ 11,269,100
14	Fund sources:	
15	State general fund	\$ 11,269,100

16 Performance measures:
 17 Per cent of adult clients successfully
 18 placed in community who return for
 19 another stay within one year of discharge 4.0

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

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

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

1 thirtieth of the following month. The report shall include an estimate of
 2 (1) potential shortfalls in programs, (2) potential federal and other funds,
 3 such as the statewide assessment for indirect costs, that may be available to
 4 offset these shortfalls, and a plan, if necessary, for eliminating any
 5 shortfall without a supplemental appropriation, and (3) total expenditure
 6 authority of the month and year-to-date for seriously mentally ill state
 7 match for title XIX, seriously mentally ill nontitle XIX, children's
 8 behavioral health services, children's behavioral health state match for
 9 title XIX, mental health nontitle XIX, substance abuse nontitle XIX,
 10 seriously emotionally handicapped children and children's rehabilitative
 11 services.

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

1	Sec. 46. ARIZONA HISTORICAL SOCIETY		
2		<u>2007-08</u>	<u>2008-09</u>
3	FTE positions	59.9	59.9
4	Operating lump sum appropriation	\$ 2,339,900	\$ 2,339,900
5	Field services and grants	55,000	55,000
6	Papago park museum	<u>2,172,100</u>	<u>2,172,600</u>
7	Total appropriation - Arizona historical		
8	society	\$ 4,567,000	\$ 4,567,500
9	Fund sources:		
10	State general fund	\$ 4,373,800	\$ 4,373,800
11	Capital outlay stabilization fund	193,200	193,700
12	Performance measures:		
13	Paid number of visitors	36,000	36,000
14	Customer satisfaction rating (Scale 1-8)	7.0	7.0
15	Sec. 47. PRESCOTT HISTORICAL SOCIETY		
16		<u>2007-08</u>	<u>2008-09</u>
17	FTE positions	16.0	16.0
18	Lump sum appropriation	\$ 734,000	\$ 734,000
19	Fund sources:		
20	State general fund	\$ 734,000	\$ 734,000
21	Performance measures:		
22	Paid number of visitors	15,000	15,000
23	Customer satisfaction rating (Scale 1-8)	7.9	7.9
24	Sec. 48. BOARD OF HOMEOPATHIC MEDICAL EXAMINERS		
25		<u>2007-08</u>	<u>2008-09</u>
26	FTE positions	1.0	1.0
27	Lump sum appropriation	\$ 93,200**	\$ 91,500
28	Fund sources:		
29	Board of homeopathic medical		
30	examiner's fund	\$ 93,200	\$ 91,500
31	Performance measures:		
32	Average calendar days to resolve a complaint	145	145
33	Average calendar days to renew a license	45	45
34	Customer satisfaction rating (Scale 1-8)	6.0	6.0
35	Sec. 49. DEPARTMENT OF HOUSING		
36		<u>2007-08</u>	<u>2008-09</u>
37	FTE positions	12.0	12.0
38	Lump sum appropriation	\$ 851,200	\$ 909,300
39	Fund sources:		
40	Housing trust fund	\$ 851,200	\$ 909,300
41	Performance measures:		
42	Households assisted into homeownership	1,000	1,000
43	Affordable rental units assisted	2,000	2,000
44	Customer satisfaction rating (Scale 1-7)	6.1	6.1

1	Sec. 50. ARIZONA COMMISSION OF INDIAN AFFAIRS		
2		<u>2007-08</u>	<u>2008-09</u>
3	FTE positions	3.0	3.0
4	Lump sum appropriation	\$ 223,300	\$ 223,300
5	Fund sources:		
6	State general fund	\$ 223,300	\$ 223,300
7	Performance measures:		
8	Per cent of customer surveys rating		
9	overall satisfaction as "good",		
10	"better" or "excellent"	88	88
11	Sec. 51. INDUSTRIAL COMMISSION OF ARIZONA		
12		<u>2007-08</u>	<u>2008-09</u>
13	FTE positions	291.0	291.0
14	Lump sum appropriation	\$ 19,307,400	\$ 19,294,500
15	Fund sources:		
16	Industrial commission		
17	administrative fund	\$ 19,307,400	\$ 19,294,500
18	Performance measures:		
19	Average number of days to resolve a case		
20	by the administrative law judge division	118	118
21	Per cent of workers' compensation claims		
22	processed within five days	99	99
23	Elevator inspections conducted	6,300	6,300
24	Customer satisfaction rating for workers'		
25	compensation program (Scale 1-8)	7.1	7.1
26	Sec. 52. DEPARTMENT OF INSURANCE		
27		<u>2007-08</u>	<u>2008-09</u>
28	FTE positions	106.5	106.5
29	Operating lump sum appropriation	\$ 6,764,100	\$ 6,764,100
30	Managed care and dental plan		
31	oversight	601,700	601,700
32	NCOIL participation	<u>25,000</u>	<u>25,000</u>
33	Total appropriation - department of insurance	\$ 7,390,800	\$ 7,390,800
34	Fund sources:		
35	State general fund	\$ 7,365,800	\$ 7,365,800
36	Captive insurance regulatory		
37	and supervision fund	25,000	25,000
38	Performance measures:		
39	Average calendar days to complete a		
40	consumer complaint investigation	75	75
41	Per cent of survey licensees respondents		
42	indicating "satisfied" or "better"	93	93

1	Per cent of consumer services survey		
2	respondents indicating "satisfied"		
3	or "better"	77	77
4	Average number of days to issue a license	45	45
5	The \$25,000 appropriated in the NCOIL participation line item is for		
6	the costs of participating in the national conference of insurance		
7	legislators.		
8	It is the intent of the legislature that the increase of \$294,000 in		
9	fiscal year 2007-2008 and fiscal year 2008-2009 for new agreements to		
10	prosecute fraud cases will be funded by the department generating sufficient		
11	revenues from fraud unit fees.		
12	Sec. 53. ARIZONA JUDICIARY		
13			<u>2007-08</u>
14	<u>Supreme court</u>		
15	FTE positions		194.0
16	Operating lump sum appropriation	\$ 16,777,900	
17	Automation	12,391,500	
18	Case and cash management system	1,517,300	
19	County reimbursements	246,000	
20	Court appointed special advocate	3,545,500	
21	Domestic relations	752,800	
22	Foster care review board	2,369,700	
23	Commission on judicial conduct	450,100	
24	Judicial nominations and		
25	performance review	314,100	
26	Model court	514,300	
27	Rural state aid to courts	418,500	
28	State aid	<u>7,091,000</u>	
29	Total appropriation - supreme court	\$ 46,388,700	
30	Fund sources:		
31	State general fund	\$ 18,023,400	
32	Confidential intermediary and		
33	fiduciary fund	470,600	
34	Court appointed special advocate		
35	fund	3,443,500	
36	Criminal justice enhancement fund	3,061,600	
37	Defensive driving school fund	5,395,100	
38	Judicial collection enhancement		
39	fund	12,049,800	
40	State aid to the courts fund	3,944,700	
41	Performance measures:		
42	Customer satisfaction rating for defensive		
43	driving schools (Scale 1-8)		7.9

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

11 By December 31, 2007 and June 30, 2008, the administrative office of
12 the courts shall report to the joint legislative budget committee on monies
13 expended from the case and cash management system line item and progress
14 relative to the development and deployment of the case and cash management
15 system. The report shall include a timeline and expenditure plan for the
16 project, identify the courts involved and their respective monetary and
17 nonmonetary contributions and indicate progress and changes relative to the
18 project since the previous timeline and expenditure plan was submitted.

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

21 All case processing assistance fund receipts received by the
22 administrative office of the courts in excess of \$3,061,600 in fiscal year
23 2007-2008 are appropriated to the supreme court. Before the expenditure of
24 any case processing assistance fund receipts in excess of \$3,061,600 in
25 fiscal year 2007-2008, the administrative office of the courts shall submit
26 the intended use of the monies for review by the joint legislative budget
27 committee.

28 All defensive driving school fund receipts received by the
29 administrative office of the courts in excess of \$5,395,100 in fiscal year
30 2007-2008 are appropriated to the supreme court. Before the expenditure of
31 any defensive driving school fund receipts in excess of \$5,395,100 in fiscal
32 year 2007-2008, the administrative office of the courts shall submit the
33 intended use of the monies for review by the joint legislative budget
34 committee.

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

38 All judicial collection enhancement fund receipts, excluding revenues
39 resulting from the probation surcharge, received by the administrative office
40 of the courts in excess of \$12,049,800 in fiscal year 2007-2008 are
41 appropriated to the supreme court. Before the expenditure of judicial
42 collection enhancement fund receipts in excess of \$12,049,800 in fiscal year
43 2007-2008, the administrative office of the courts shall submit the intended
44 use of the monies for review by the joint legislative budget committee.

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

4 Court of appeals

5	FTE positions	147.5
6	Division I	\$ 9,500,400
7	Performance measures:	
8	Customer satisfaction rating for	
9	settlement program (Scale 1-8)	7.7
10	Division II	\$ 4,229,000
11	Performance measures:	
12	Customer satisfaction rating for	
13	settlement program (Scale 1-8)	<u>7.8</u>
14	Total appropriation - court of appeals	\$ 13,729,400

15 Fund sources:

16	State general fund	\$ 13,729,400
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17 Of the 147.5 FTE positions for fiscal year 2007-2008, 107.2 FTE
 18 positions are for Division I and 40.3 FTE positions are for Division II.

19 Superior court

20	FTE positions	234.4
21	Judges compensation	\$ 17,732,500
22	Adult standard probation	13,626,800
23	Adult intensive probation	11,316,500
24	Community punishment	2,854,800
25	Interstate compact	640,400
26	Sex offenders GPS monitoring	750,000
27	Drug court	1,000,000
28	Juvenile standard probation	4,995,500
29	Juvenile intensive probation	10,130,900
30	Juvenile treatment services	22,454,000
31	Juvenile family counseling	660,400
32	Juvenile crime reduction	5,202,600
33	Probation surcharge	2,723,800
34	Progressively increasing	
35	consequences	10,168,500
36	Special water master	<u>20,000</u>
37	Total appropriation - superior court	\$104,276,700

38 Fund sources:

39	State general fund	\$ 94,019,900
40	Criminal justice enhancement fund	7,033,000
41	Drug treatment and education fund	500,000
42	Judicial collection enhancement	
43	fund	2,723,800

1 Performance measures:
2 Customer satisfaction rating by states
3 participating in the interstate compact
4 (Scale 1-8) 7.0
5 Juvenile standard probation:
6 Per cent of probationers successfully
7 completing probation without a referral
8 (a notice of misbehavior) 88
9 Juvenile intensive probation (JIPS):
10 Per cent of probationers successfully
11 completing probation without a referral
12 (a notice of misbehavior) 68
13 Adult standard probation:
14 Per cent of probationers exiting probation
15 and not committed to county jail or prison 83
16 Adult intensive probation (AIPS):
17 Per cent of probationers exiting intensive
18 probation and not committed to county jail
19 or prison 51
20 Of the 234.4 FTE positions, 171 FTE positions represent superior court
21 judges. One-half of their salaries are provided by state general fund
22 appropriations pursuant to section 12-128, Arizona Revised Statutes. This is
23 not meant to limit the counties' ability to add judges pursuant to section
24 12-121, Arizona Revised Statutes.
25 Up to 4.6 per cent of the amounts appropriated for juvenile probation
26 services - treatment services and progressively increasing consequences may
27 be retained and expended by the supreme court to administer the programs
28 established by section 8-322, Arizona Revised Statutes, and to conduct
29 evaluations as needed. The remaining portion of the treatment services and
30 progressively increasing consequences programs shall be deposited in the
31 juvenile probation services fund established by section 8-322, Arizona
32 Revised Statutes.
33 Receipt of state probation monies by the counties is contingent on the
34 county maintenance of fiscal year 2003-2004 expenditure levels for each
35 probation program. State probation monies are not intended to supplant
36 county dollars for probation programs.
37 All community punishment program receipts received by the
38 administrative office of the courts in excess of \$2,854,800 in fiscal year
39 2007-2008 are appropriated to the community punishment line item. Before the
40 expenditure of any community punishment receipts in excess of \$2,854,800 in
41 fiscal year 2007-2008, the administrative office of the courts shall submit
42 the intended use of the monies for review by the joint legislative budget
43 committee.
44 All juvenile crime reduction fund receipts received by the
45 administrative office of the courts in excess of \$5,202,600 in fiscal year

1 2007-2008 are appropriated to the juvenile crime reduction line item. Before
2 the expenditure of any juvenile crime reduction fund receipts in excess of
3 \$5,202,600 in fiscal year 2007-2008, the administrative office of the courts
4 shall submit the intended use of the monies for review by the joint
5 legislative budget committee.

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

13 By November 1, 2007, the administrative office of the courts shall
14 report to the joint legislative budget committee the fiscal year 2006-2007
15 actual, fiscal year 2007-2008 estimated and fiscal year 2008-2009 requested
16 amounts for the following:

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

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

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

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

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

4 Sec. 54. DEPARTMENT OF JUVENILE CORRECTIONS

	<u>2007-08</u>
5	
6 FTE positions	1,163.7
7 Lump sum appropriation	\$ 81,963,800
8 Fund sources:	
9 State general fund	\$ 77,501,400
10 State charitable, penal and	
11 reformatory institutions	
12 land fund	1,094,700
13 Criminal justice enhancement fund	685,200
14 State education fund for committed	
15 youth	2,682,500
16 Performance measures:	
17 Escapes from DJC secure care facilities	0
18 Per cent of juveniles passing the GED	
19 language test	89
20 Per cent of juveniles who show progress in	
21 their primary treatment problem area	75
22 Per cent of juveniles returned to custody	
23 within 12 months of release	20

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

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

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

36 Sec. 55. STATE LAND DEPARTMENT

	<u>2007-08</u>	<u>2008-09</u>
37		
38 FTE positions	222.9	224.9
39 Operating lump sum appropriation	\$ 16,846,700	\$ 16,933,600
40 Natural resource conservation		
41 districts	650,000	650,000
42 Environmental county grants	250,000	250,000
43 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.
- 42 3. The state land commissioner shall provide for the disposition of
 43 state trust land in the most expeditious manner consistent with the fiduciary
 44 duties prescribed by the enabling act and the Constitution of Arizona. By
 45 October 1, 2007, the commissioner shall provide a report to the joint

1 legislative budget committee on the planning, sale and lease of trust land in
 2 the preceding year. The report shall:

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

6 (b) Distinguish between urban and rural parcels.

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

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

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

13 (i) The amount of trust land sold.

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

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

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

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

21 By December 31, 2007, the land department shall submit a report to the
 22 joint legislative budget committee detailing the activities of the two
 23 additional FTE positions appropriated for mineral leasing in fiscal year
 24 2007-2008 and fiscal year 2008-2009. In the report the department shall
 25 include information regarding the number of lease applications submitted, the
 26 average number of days to process a lease application, the number of
 27 outstanding lease applications, the dates that outstanding lease applications
 28 were initially submitted to the department, and the revenue generated from
 29 mineral leases.

30 Sec. 56. LAW ENFORCEMENT MERIT SYSTEM COUNCIL

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

36 Sec. 57. LEGISLATURE

	<u>2007-08</u>	<u>2008-09</u>
37 <u>Senate</u>		
38 Lump sum appropriation	\$ 8,693,000*	\$ 8,693,000*
39 Fund sources:		
40 State general fund	\$ 8,693,000	\$ 8,693,000

41 Included in the lump sum appropriations of \$8,693,000 for fiscal year
 42 2007-2008 and fiscal year 2008-2009 is \$1,000 each fiscal year for the
 43 purchase of mementos and items for visiting officials.
 44

1	<u>House of representatives</u>		
2	Lump sum appropriation	\$ 13,354,800*	\$ 13,354,800*
3	Fund sources:		
4	State general fund	\$ 13,354,800	\$ 13,354,800
5	Included in the lump sum appropriations of \$13,354,800 for fiscal year		
6	2007-2008 and fiscal year 2008-2009 is \$1,000 each fiscal year for the		
7	purchase of mementos and items for visiting officials.		
8	<u>Legislative council</u>		
9	FTE positions	49.8	49.8
10	Operating lump sum appropriation	\$ 4,983,100*	\$ 4,983,100*
11	Ombudsman-citizens aide office	<u>593,000*</u>	<u>593,000*</u>
12	Total appropriation - legislative		
13	council	\$ 5,576,100*	\$ 5,576,100*
14	Fund sources:		
15	State general fund	\$ 5,576,100	\$ 5,576,100
16	Performance measures:		
17	Per cent of customers rating accuracy and		
18	timeliness of bill drafting "good" or		
19	"excellent" based on annual survey	98.5	98.5
20	Per cent of customers rating accuracy of		
21	computer help desk "good" or "excellent"		
22	based on annual survey	100	100
23	Per cent of investigations completed		
24	within three months by office of the		
25	ombudsman-citizens aide	90	90
26	Per cent of customers rating overall		
27	experience with the office of the		
28	ombudsman-citizens aide "good" or		
29	"excellent"	92	92
30	<u>Joint legislative budget committee</u>		
31	FTE positions	35.0	35.0
32	Lump sum appropriation	\$ 2,948,600*	\$ 2,948,600*
33	Fund sources:		
34	State general fund	\$ 2,948,600	\$ 2,948,600
35	Performance measures:		
36	Survey of legislator satisfaction (4=high)	3.68	3.68
37	Errors in budget bills	0	0
38	Maximum per cent actual revenues vary		
39	from forecasted revenues	+ -3.0	+ -3.0
40	Days to transmit fiscal notes	14	14
41	<u>Auditor general</u>		
42	FTE positions	209.4	209.4
43	Lump sum appropriation	\$ 17,891,900*	\$ 17,891,900*
44	Fund sources:		
45	State general fund	\$ 17,891,900	\$ 17,891,900

1	Performance measures:		
2	Per cent of single audit recommendations		
3	implemented or adopted within one year		
4	for financial audits	47	47
5	Per cent of administrative recommendations		
6	implemented or adopted within two years		
7	for performance audits	98	98
8	<u>Arizona state library, archives and</u>		
9	<u>public records</u>		
10	FTE positions	115.8	115.8
11	Operating lump sum appropriation	\$ 7,450,400	\$ 7,450,400
12	Grants-in-aid	651,400	651,400
13	Statewide radio reading service		
14	for the blind	<u>97,000</u>	<u>97,000</u>
15	Total appropriation - Arizona state		
16	library, archives and public		
17	records	\$ 8,198,800*	\$ 8,198,800*
18	Fund sources:		
19	State general fund	\$ 7,536,300	\$ 7,536,300
20	Records services fund	662,500	662,500
21	Performance measures:		
22	Customer satisfaction rating (Scale 1-8)	7.4	7.4
23	All records services fund receipts, including prior year fund balances,		
24	received by the Arizona state library, archives and public records in excess		
25	of \$662,500 in fiscal year 2007-2008 and fiscal year 2008-2009 are		
26	appropriated to the Arizona state library, archives and public records.		
27	Before the expenditure of records services fund receipts in excess of		
28	\$662,500 in fiscal year 2007-2008 and fiscal year 2008-2009, the Arizona		
29	state library, archives and public records shall submit the intended use of		
30	the monies for review by the joint legislative budget committee.		
31	Sec. 58. DEPARTMENT OF LIQUOR LICENSES AND CONTROL		
32		<u>2007-08</u>	<u>2008-09</u>
33	FTE positions	47.2	47.2
34	Lump sum appropriation	\$ 3,534,100	\$ 3,534,100
35	Fund sources:		
36	State general fund	\$ 3,534,100	\$ 3,534,100
37	Performance measures:		
38	Investigations and routine liquor		
39	inspections completed	3,750	3,750
40	Average calendar days to complete an		
41	investigation	33	33
42	Per cent of customers who responded to		
43	the survey reporting "very good" or		
44	"excellent" service	86	86

1	Sec. 59. ARIZONA STATE LOTTERY COMMISSION		
2		<u>2007-08</u>	<u>2008-09</u>
3	FTE positions	110.0	110.0
4	Operating lump sum appropriation	\$ 8,034,700	\$ 7,838,100
5	Sales incentive program	50,000	50,000
6	Telecommunications	<u>654,400</u>	<u>654,400</u>
7	Total appropriation - Arizona state		
8	lottery commission	\$ 8,739,100	\$ 8,542,500
9	Fund source:		
10	State lottery fund	\$ 8,739,100	\$ 8,542,500
11	Performance measures:		
12	Increase in on-line sales from prior year	\$ 5,339,600	\$ 5,181,100
13	Increase in instant ticket sales from		
14	prior year	\$ 4,484,400	\$ 2,242,200
15	Customer satisfaction rating for retailers		
16	(Scale 1-8)	7.5	7.5
17	An amount equal to 3.6 per cent of actual instant ticket sales is		
18	appropriated for the printing of instant tickets or for contractual		
19	obligations concerning instant ticket distribution. This amount is currently		
20	estimated to be \$9,565,000 in fiscal year 2007-2008 and \$9,645,700 in		
21	2008-2009.		
22	An amount equal to a percentage of actual on-line game sales as		
23	determined by contract is appropriated for payment of on-line vendor fees.		
24	This amount is currently estimated to be \$8,072,200 in fiscal year 2007-2008		
25	and \$8,269,100 in fiscal year 2008-2009, or 3.8012 per cent of actual on-line		
26	ticket sales.		
27	An amount equal to 2.7 per cent of gross lottery game sales, but not		
28	more than \$11,000,000, is appropriated for advertising in accordance with		
29	section 5-505, Arizona Revised Statutes, which states that not more than four		
30	per cent of the annual gross revenues shall be expended for advertising.		
31	Based on projected sales, this amount is currently estimated to reach the		
32	\$11,000,000 cap in fiscal year 2007-2008 and fiscal year 2008-2009.		
33	An amount equal to 6.5 per cent of gross lottery game sales is		
34	appropriated for payment of sales commissions to ticket retailers. In		
35	accordance with Laws 1997, chapter 214, an additional amount of not to exceed		
36	0.5 per cent of gross lottery game sales is appropriated for payment of sales		
37	commissions to ticket retailers. The combined amount is currently estimated		
38	to be 6.7 per cent of total ticket sales, or \$32,029,500 in fiscal year		
39	2007-2008 and \$32,526,900 in fiscal year 2008-2009.		
40	Sec. 60. ARIZONA MEDICAL BOARD		
41		<u>2007-08</u>	<u>2008-09</u>
42	FTE positions	58.5	58.5
43	Lump sum appropriation	\$ 5,567,700**	\$ 5,567,700
44	Fund sources:		
45	Arizona medical board fund	\$ 5,567,700	\$ 5,567,700

1	Performance measures:		
2	Average calendar days to resolve a complaint		
3	M.D.	180	180
4	P.A.	180	180
5	Per cent of open investigations greater than		
6	Six months old		
7	M.D.	35	35
8	P.A.	40	40
9	Customer satisfaction rating (Scale 1-8)	7.7	7.7
10	The Arizona medical board may use up to seven per cent of the Arizona		
11	medical board fund balance remaining at the end of each fiscal year for a		
12	performance based incentive program the following fiscal year based on the		
13	program established by section 38-618, Arizona Revised Statutes.		
14	Sec. 61. BOARD OF MEDICAL STUDENT LOANS		
15		<u>2007-08</u>	<u>2008-09</u>
16	Medical student financial		
17	assistance	\$ 1,809,800	\$ 1,809,800
18	Fund sources:		
19	State general fund	\$ 1,500,000	\$ 1,500,000
20	Medical student loan fund	309,800	309,800
21	Performance measures:		
22	Per cent of physicians meeting service		
23	requirement	93	93
24	Customer satisfaction rating (Scale 1-8)	7.5	7.5
25	Sec. 62. STATE MINE INSPECTOR		
26		<u>2007-08</u>	
27	FTE positions	17.0	
28	Lump sum appropriation	\$ 1,828,400	
29	Fund sources:		
30	State general fund	\$ 1,828,400	
31	Performance measures:		
32	Per cent of mandated inspections completed	70	
33	Number of inspections	600	
34	Customer satisfaction rating for mines		
35	(Scale 1-8)	7.5	
36	Sec. 63. DEPARTMENT OF MINES AND MINERAL RESOURCES		
37		<u>2007-08</u>	<u>2008-09</u>
38	FTE positions	9.0	9.0
39	Lump sum appropriation	\$ 914,900	\$ 914,900
40	Fund sources:		
41	State general fund	\$ 914,900	\$ 914,900
42	Performance measures:		
43	Number of paying visitors	5,500	5,500
44	Customer satisfaction rating (Scale 1-5)	4.9	4.9

1	Sec. 64. NATUROPATHIC PHYSICIANS BOARD OF MEDICAL EXAMINERS		
2		<u>2007-08</u>	<u>2008-09</u>
3	FTE positions	7.0	7.0
4	Lump sum appropriation	\$ 586,600**	\$ 584,000
5	Fund sources:		
6	Naturopathic physicians board of		
7	medical examiners fund	\$ 586,600	\$ 584,000
8	Performance measures:		
9	Average calendar days to resolve a complaint	57	57
10	Average calendar days to renew a license	23	23
11	Customer satisfaction rating (Scale 1-8)	7.3	7.3
12	Sec. 65. ARIZONA NAVIGABLE STREAM ADJUDICATION COMMISSION		
13		<u>2007-08</u>	
14	FTE positions	2.0	
15	Lump sum appropriation	\$ 173,600	
16	Fund sources:		
17	State general fund	\$ 173,600	
18	Performance measures:		
19	Per cent of Arizona rivers and		
20	streams adjudicated	100	
21	Customer satisfaction rating for hearing		
22	attendees (Scale 1-8)	7.5	
23	Sec. 66. ARIZONA STATE BOARD OF NURSING		
24		<u>2007-08</u>	<u>2008-09</u>
25	FTE positions	41.2	41.2
26	Operating lump sum appropriation	\$ 3,674,100**	\$ 3,461,500
27	CNA fingerprinting	<u>166,000</u>	<u>166,000</u>
28	Total appropriation - Arizona state		
29	board of nursing	\$ 3,840,100	\$ 3,627,500
30	Fund sources:		
31	State general fund	\$ 166,000	\$ 166,000
32	Board of nursing fund	3,674,100	3,461,500
33	Performance measures:		
34	Average calendar days to resolve a complaint	175	175
35	Average calendar days to renew a license	3	3
36	Customer satisfaction rating (Scale 1-8)	7.2	7.2
37	Sec. 67. BOARD OF EXAMINERS OF NURSING CARE INSTITUTION ADMINISTRATORS AND		
38	ASSISTED LIVING FACILITY MANAGERS		
39		<u>2007-08</u>	<u>2008-09</u>
40	FTE positions	5.0	5.0
41	Lump sum appropriation	\$ 358,700**	\$ 358,700

1	Fund sources:			
2	Nursing care institution			
3	administrators' licensing and			
4	assisted living facility			
5	managers' certification fund	\$	358,700	\$ 358,700
6	Performance measures:			
7	Average calendar days to resolve a complaint		65	65
8	Average calendar days to renew a license		15	15
9	Customer satisfaction rating (Scale 1-8)		6.0	6.0
10	Sec. 68. BOARD OF OCCUPATIONAL THERAPY EXAMINERS			
11			<u>2007-08</u>	<u>2008-09</u>
12	FTE positions		3.0	3.0
13	Lump sum appropriation	\$	239,900**	\$ 239,900
14	Fund sources:			
15	Occupational therapy fund	\$	239,900	\$ 239,900
16	Performance measures:			
17	Average calendar days to resolve a complaint		100	100
18	Average calendar days to renew a license			
19	(from receipt of application to issuance)		30	30
20	Customer satisfaction rating (Scale 1-8)		7.2	7.2
21	Sec. 69. STATE BOARD OF DISPENSING OPTICIANS			
22			<u>2007-08</u>	<u>2008-09</u>
23	FTE positions		1.0	1.0
24	Lump sum appropriation	\$	122,100**	\$ 120,100
25	Fund sources:			
26	Board of dispensing opticians fund	\$	122,100	\$ 120,100
27	Performance measures:			
28	Average calendar days to resolve a complaint		76	76
29	Average calendar days to renew a license		3	3
30	Customer satisfaction rating (Scale 1-8)		6.0	6.0
31	Sec. 70. STATE BOARD OF OPTOMETRY			
32			<u>2007-08</u>	<u>2008-09</u>
33	FTE positions		2.0	2.0
34	Lump sum appropriation	\$	194,400**	\$ 194,400
35	Fund sources:			
36	Board of optometry fund	\$	194,400	\$ 194,400
37	Performance measures:			
38	Average calendar days to resolve a complaint		100	100
39	Average calendar days to renew a license		2	2
40	Customer satisfaction rating (Scale 1-8)		7.4	7.4

1	Sec. 71. OSTEOPATHIC EXAMINERS BOARD IN MEDICINE AND SURGERY		
2		<u>2007-08</u>	<u>2008-09</u>
3	FTE positions	6.7	6.7
4	Lump sum appropriation	\$ 660,600**	\$ 660,600
5	Fund sources:		
6	Board of osteopathic examiners fund	\$ 660,600	\$ 660,600
7	Performance measures:		
8	Average calendar days to resolve a complaint	315	315
9	Average calendar days to renew a license	5	5
10	Average calendar days to process license	65	65
11	Customer satisfaction rating (Scale 1-8)	6.0	6.0
12	Sec. 72. STATE PARKS BOARD		
13		<u>2007-08</u>	<u>2008-09</u>
14	FTE positions	249.3	249.3
15	Operating lump sum appropriation	\$ 14,222,300	\$ 14,222,300
16	Kartchner caverns state park	<u>2,535,800</u>	<u>2,535,800</u>
17	Total appropriation - Arizona state parks		
18	board	\$ 16,758,100	\$ 16,758,100
19	Fund sources:		
20	State general fund	\$ 6,775,000	\$ 6,775,000
21	State parks enhancement fund	8,368,300	8,368,300
22	Law enforcement and boating		
23	safety fund	1,092,700	1,092,700
24	Reservation surcharge revolving		
25	fund	522,100	522,100
26	Performance measures:		
27	Annual park attendance	2,500,000	2,500,000
28	Per cent of park visitors rating their		
29	experience "good" or "excellent"	95	95
30	The appropriation for law enforcement and boating safety fund projects		
31	is an estimate representing all monies distributed to this fund, including		
32	balance forward, revenue and transfers during fiscal year 2007-2008 and		
33	fiscal year 2008-2009. These monies are appropriated to the Arizona state		
34	parks board for the purposes established in section 5-383, Arizona Revised		
35	Statutes. The appropriation shall be adjusted as necessary to reflect actual		
36	final receipts credited to the law enforcement and boating safety fund.		
37	All other operating expenditures include \$26,000 from the state parks		
38	enhancement fund for Fool Hollow state park revenue sharing. If receipts to		
39	Fool Hollow exceed \$260,000 in fiscal year 2007-2008 and fiscal year		
40	2008-2009, an additional ten per cent of this increase of Fool Hollow		
41	receipts is appropriated from the state parks enhancement fund to meet the		
42	revenue sharing agreement with the city of Show Low and the United States		
43	forest service.		

1 All reservation surcharge revolving fund receipts received by the
 2 Arizona state parks board in excess of \$522,100 in fiscal year 2007-2008 and
 3 fiscal year 2008-2009 are appropriated to the reservation surcharge revolving
 4 fund. Before the expenditure of any reservation surcharge revolving fund
 5 monies in excess of \$522,100 in fiscal year 2007-2008 and fiscal year
 6 2008-2009, the Arizona state parks board shall submit the intended use of the
 7 monies for review by the joint legislative budget committee.

8 During fiscal year 2007-2008 and fiscal year 2008-2009, no more than
 9 \$5,000 each year from appropriated or nonappropriated monies may be used for
 10 the purposes of out-of-state travel expenses by state parks board staff. No
 11 appropriated or nonappropriated monies may be used for out-of-country travel
 12 expenses. The state parks board shall submit by June 30, 2008 and June 30,
 13 2009, a report to the joint legislative budget committee on out-of-state
 14 travel activities and expenditures for that fiscal year.

15 Sec. 73. PERSONNEL BOARD

	<u>2007-08</u>	<u>2008-09</u>
16 FTE positions	3.0	3.0
17 Lump sum appropriation	\$ 357,900	\$ 357,900
18 Fund sources:		
19 State general fund	\$ 357,900	\$ 357,900
20 Performance measures:		
21 Average number of calendar days from		
22 receipt of appeal/complaint to final	120	120
23 Per cent of customers rating service as		
24 "good" or "excellent"	92	92

26 Sec. 74. PHARMACY BOARD

	<u>2007-08</u>	<u>2008-09</u>
27 FTE positions	18.0	18.0
28 Lump sum appropriation	\$ 1,855,300**	\$ 1,846,500
29 Fund sources:		
30 Arizona state board of pharmacy		
31 fund	\$ 1,855,300	\$ 1,846,500
32 Performance measures:		
33 Average calendar days to resolve a complaint	55	55
34 Customer satisfaction rating (Scale 1-8)	7.8	7.8

36 Sec. 75. BOARD OF PHYSICAL THERAPY EXAMINERS

	<u>2007-08</u>	<u>2008-09</u>
37 FTE positions	3.8	3.8
38 Lump sum appropriation	\$ 379,800**	\$ 349,600
39 Fund sources:		
40 Board of physical therapy fund	\$ 379,800	\$ 349,600
41 Performance measures:		
42 Average calendar days to resolve a complaint	150	150
43 Average calendar days to renew a license	15	15
44 Customer satisfaction rating (Scale 1-8)	7.0	7.0

1	Sec. 76. ARIZONA PIONEERS' HOME		
2		<u>2007-08</u>	<u>2008-09</u>
3	FTE positions	115.8	115.8
4	Personal services	\$ 3,669,000	\$ 3,747,800
5	Employee related expenditures	1,466,800	1,484,200
6	All other operating expenditures	982,400	1,009,900
7	Prescription drugs	<u>250,000</u>	<u>258,000</u>
8	Total appropriation - pioneers' home	\$ 6,368,200	\$ 6,499,900
9	Fund sources:		
10	State general fund	\$ 1,236,000	\$ 1,236,000
11	Miners' hospital fund	1,685,600	1,685,600
12	State charitable fund	3,446,600	3,578,300
13	Performance measures:		
14	Per cent of residents rating services as		
15	"good" or "excellent"	98	98
16	Earnings on state lands and interest on the investment of the permanent		
17	land funds are appropriated for the pioneers' home and the hospital for		
18	disabled miners in compliance with the enabling act and the Constitution of		
19	Arizona.		
20	The pioneers' home shall not exceed its expenditure authority for		
21	monies appropriated from the miners' hospital for disabled miners land fund.		
22	Sec. 77. STATE BOARD OF PODIATRY EXAMINERS		
23		<u>2007-08</u>	<u>2008-09</u>
24	FTE positions	1.0	1.0
25	Lump sum appropriation	\$ 138,700**	\$ 138,800
26	Fund sources:		
27	Podiatry fund	\$ 138,700	\$ 138,800
28	Performance measures:		
29	Average calendar days to resolve a complaint	90	90
30	Average days to process an application		
31	for licensure	3.0	3.0
32	Customer satisfaction rating (Scale 1-8)	6.0	6.0
33	Sec. 78. COMMISSION FOR POSTSECONDARY EDUCATION		
34		<u>2007-08</u>	<u>2008-09</u>
35	FTE positions	8.0	8.0
36	Operating lump sum appropriation	\$ 395,700	\$ 395,700
37	Leveraging educational assistance		
38	partnership (LEAP)	3,364,500	3,364,500
39	Postsecondary education grant program	8,300,000	8,300,000
40	Private postsecondary education		
41	student financial assistance		
42	program	400,000	400,000
43	Family college savings program	150,000	150,000
44	Arizona college and career guide	21,200	21,200

1	Arizona minority educational		
2	policy analysis center	100,000	100,000
3	Twelve plus partnership	<u>130,500</u>	<u>130,500</u>
4	Total appropriation - commission for		
5	postsecondary education	\$ 12,861,900	\$ 12,861,900
6	Fund sources:		
7	State general fund	\$ 9,920,800	\$ 9,920,800
8	Postsecondary education fund	2,941,100	2,941,100
9	Performance measures:		
10	LEAP student grants awarded	4,000	4,000
11	Per cent of customers rating commission		
12	services as "good" or "excellent"	95	95

13 The appropriation for leveraging educational assistance partnership is
 14 provided to create grants under the Arizona state student incentive grant
 15 program administered by the commission for postsecondary education. Grants
 16 may be made according to the provisions of applicable federal and state laws
 17 and regulations relating to this program. Only Arizona residents who
 18 demonstrate financial need and who are attending, on at least a half-time
 19 basis, an approved program at a properly accredited Arizona postsecondary
 20 educational institution are eligible for the program.

21 Each participating institution, public or private, in order to be
 22 eligible to receive state matching funds under the state student incentive
 23 grant program for grants to students, shall provide an amount of
 24 institutional matching funds that equals the amount of funds provided by the
 25 state to the institution for the state student incentive grant program.
 26 Administrative expenses incurred by the commission for postsecondary
 27 education shall be paid from institutional matching funds and shall not
 28 exceed twelve per cent of the funds in fiscal year 2007-2008 and fiscal year
 29 2008-2009.

30 Any unencumbered balance remaining in the postsecondary education fund
 31 on June 30, 2007 for fiscal year 2007-2008, and June 30, 2008 for fiscal year
 32 2008-2009, and all grant monies and other revenues received by the commission
 33 for postsecondary education, when paid into the state treasury, are
 34 appropriated for the explicit purposes designated by line items and for
 35 additional responsibilities prescribed in sections 15-1851 and 15-1852,
 36 Arizona Revised Statutes.

37 The appropriations for Arizona college and career guide, Arizona
 38 minority educational policy analysis center and twelve plus partnership are
 39 estimates representing all monies distributed to this fund, including balance
 40 forward, revenue and transfers, during fiscal year 2007-2008 and fiscal year
 41 2008-2009. The appropriations shall be adjusted as necessary to reflect
 42 actual final receipts credited to the postsecondary education fund.

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

1 The commission for postsecondary education shall not transfer funds out
 2 of the private postsecondary education student financial assistance program
 3 or the postsecondary education grant program line items.

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

7 Sec. 79. STATE BOARD FOR PRIVATE POSTSECONDARY EDUCATION

	<u>2007-08</u>	<u>2008-09</u>
8 FTE positions	4.0	4.0
9 Lump sum appropriation	\$ 318,400**	\$ 318,400
10 Fund sources:		
11 Board for private postsecondary		
12 education fund	\$ 318,400	\$ 318,400
13 Performance measures:		
14 Average number of days to pay student		
15 tuition recovery fund claims	90	90
16 Average days to process student record requests	10	10
17 Customer satisfaction rating (Scale 1-8)	7.8	7.8

18 Sec. 80. STATE BOARD OF PSYCHOLOGIST EXAMINERS

	<u>2007-08</u>	<u>2008-09</u>
20 FTE positions	4.0	4.0
21 Lump sum appropriation	\$ 374,300**	\$ 381,900
22 Fund sources:		
23 Board of psychologist examiners		
24 fund	\$ 374,300	\$ 381,900
25 Performance measures:		
26 Average calendar days to resolve a complaint	86	86
27 Average days to process an application		
28 for licensure	38	38
29 Customer satisfaction rating (Scale 1-8)	7.2	7.2

30 Sec. 81. DEPARTMENT OF PUBLIC SAFETY

	<u>2007-08</u>
32 FTE positions	2,099.8
33 Operating lump sum appropriation	\$188,878,400
34 GIITEM	26,416,600
35 Highway patrol safety equipment	3,000,000
36 Motor vehicle fuel	3,935,500
37 Statewide interoperability design	1,329,400
38 Sworn officer salary adjustments	<u>2,672,900</u>
39 Total appropriation - department of public	
40 safety	\$226,232,800

1	Fund sources:	
2	State general fund	\$165,223,000
3	Highway user revenue fund	10,000,000
4	State highway fund	10,000,000
5	Arizona highway patrol fund	19,925,900
6	Criminal justice enhancement fund	3,188,300
7	Safety enforcement and transportation	
8	infrastructure fund	1,481,000
9	Crime laboratory assessment fund	5,721,400
10	Arizona deoxyribonucleic acid	
11	identification system fund	3,670,200
12	Automated fingerprint identification	
13	system fund	3,285,800
14	Motorcycle safety fund	205,000
15	Risk management fund	296,200
16	Parity compensation fund	3,236,000

17	Performance measures:	
18	Per cent of scientific analysis cases over	
19	30 calendar days old	6.0
20	Per cent of system reliability of the Arizona	
21	automated fingerprint identification network	98
22	Clandestine labs dismantled	70

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

1 provide a summary of quarterly and year-to-date expenditures and progress to
2 the joint legislative budget committee.

3 Of the \$26,416,600 appropriated to GIITEM, \$7,000,000 is to be used for
4 one hundred department of public safety GIITEM personnel located anywhere
5 within the state. The additional staff shall include at least fifty sworn
6 DPS positions to be used for immigration enforcement and border security and
7 up to fifty DPS positions to expand GIITEM's public awareness, investigation,
8 and intelligence efforts. The additional positions would assist GIITEM in
9 various efforts including, but not limited to: 1) arresting illegal aliens,
10 2) responding to and investigating complaints of employers hiring illegal
11 aliens, 3) investigating crimes of identity theft in the context of hiring
12 illegal aliens and the unlawful entry into the country, and 4) taking
13 enforcement action, as permitted under federal law and article VI of the U.S.
14 Constitution. As state and local law enforcement agencies come into contact
15 with gang or suspected gang members, the use of these monies is contingent
16 upon law enforcement agencies verifying the immigration status of these
17 individuals and taking appropriate action. The department shall submit an
18 expenditure plan to the joint legislative budget committee for review prior
19 to expending any monies not identified in the department's previous
20 expenditure plans. Within thirty days after the last day of each calendar
21 quarter, the department shall provide a summary of quarterly and year-to-date
22 expenditures and progress to the joint legislative budget committee.

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

28 The department of public safety shall report quarterly to the joint
29 legislative budget committee on sworn personnel staffing levels. The report
30 shall identify the number of filled and appropriated positions by job
31 classification and, if applicable, the program to which the position is
32 assigned.

33 Of the \$2,672,900 for sworn officer salary adjustments, \$2,000,000 from
34 the general fund shall be used to provide salary adjustments for the officer
35 I, officer II, and officer III classifications. The distribution of the
36 \$672,900 from the parity compensation fund shall be determined by the
37 department. DPS shall provide a report indicating how the monies were
38 allocated to the joint legislative budget committee by September 30, 2007.
39 The report should include a salary comparison, by classification, based on
40 both the five highest paying law enforcement agencies in the state and those
41 that employ in excess of one hundred sworn positions.

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

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

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

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

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

13 Sec. 82. ARIZONA DEPARTMENT OF RACING

	<u>2007-08</u>	<u>2008-09</u>
14 FTE positions	46.5	46.5
15 Lump sum appropriation	\$ 3,264,900	\$ 3,264,900
16 Fund sources:		
17 State general fund	\$ 2,747,900	\$ 2,747,900
18 County fair racing fund	450,000	450,000
19 Racing administration fund	67,000	67,000
20 Performance measures:		
21 Per cent of horse racing customers reporting		
22 "very good" or "excellent" service	95	95
23 Per cent of greyhound racing customers		
24 reporting "very good" or "excellent" service	99	99
25 Per cent of positive horse drug tests	1.2	1.2
26 Per cent of positive greyhound drug tests	0.02	0.02

27 The department of racing shall report to the president of the senate,
 28 the speaker of the house of representatives, the chairpersons of the senate
 29 and house of representatives appropriations committees and the director of
 30 the joint legislative budget committee on an annual basis on boxing related
 31 activities. The report shall contain the number of boxing events, gross
 32 receipts, state revenues and license fee collections.

33 Sec. 83. RADIATION REGULATORY AGENCY

	<u>2007-08</u>	<u>2008-09</u>
34 FTE positions	31.0	32.0
35 Lump sum appropriation	\$ 1,875,800	\$ 1,910,100
36 Fund sources:		
37 State general fund	\$ 1,593,900	\$ 1,628,200
38 State radiologic technologist		
39 certification fund	281,900	281,900

1	Performance measures:		
2	Per cent of x-ray tubes overdue for inspection	40	40
3	Radiological incidents (non-Palo Verde related)	9	9
4	Radiological incidents (Palo Verde)	0	0
5	Customer satisfaction rating (Scale 1-8)	7.5	7.5
6	Sec. 84. GOVERNOR - ARIZONA RANGERS' PENSIONS		
7		<u>2007-08</u>	<u>2008-09</u>
8	Lump sum appropriation	\$ 13,400	\$ 13,700
9	Fund sources:		
10	State general fund	\$ 13,400	\$ 13,700
11	Sec. 85. REAL ESTATE DEPARTMENT		
12		<u>2007-08</u>	<u>2008-09</u>
13	FTE positions	68.4	70.4
14	Lump sum appropriation	\$ 4,064,500	\$ 4,127,600
15	Fund sources:		
16	State general fund	\$ 4,064,500	\$ 4,127,600
17	Performance measures:		
18	Average days to issue a public report	60.0	60.0
19	Average days from receipt to issuance of		
20	license reports	9.0	9.0
21	Per cent of surveys from licensees indicating		
22	"good" to "excellent" service	95.0	95.0
23	Average days from receipt of complaint to		
24	resolution	130	130
25	Sec. 86. RESIDENTIAL UTILITY CONSUMER OFFICE		
26		<u>2007-08</u>	<u>2008-09</u>
27	FTE positions	12.0	12.0
28	Operating lump sum appropriation	\$ 1,128,900	\$ 1,128,900
29	Professional witnesses	<u>145,000*</u>	<u>145,000*</u>
30	Total appropriation - residential utility		
31	consumer office	\$ 1,273,900	\$ 1,273,900
32	Fund sources:		
33	Residential utility consumer office		
34	revolving fund	\$ 1,273,900	\$ 1,273,900
35	Performance measures:		
36	Per cent variance between utilities'		
37	requests for rate increases and the		
38	actual ACC authorized rates	(12.5)	(12.5)
39	Sec. 87. BOARD OF RESPIRATORY CARE EXAMINERS		
40		<u>2007-08</u>	<u>2008-09</u>
41	FTE positions	4.0	4.0
42	Lump sum appropriation	\$ 238,500**	\$ 236,800
43	Fund sources:		
44	Board of respiratory care		
45	examiners fund	\$ 238,500	\$ 236,800

1	Performance measures:		
2	Average calendar days to resolve a complaint	85	85
3	Customer satisfaction rating (Scale 1-8)	6.8	6.8
4	Sec. 88. STATE RETIREMENT SYSTEM		
5		<u>2007-08</u>	<u>2008-09</u>
6	FTE positions	235.0	235.0
7	Operating lump sum appropriation	\$ 19,486,500	\$ 20,165,600
8	Information technology plan	<u>2,747,100</u>	<u>2,747,100</u>
9	Total appropriation - Arizona state		
10	retirement system	\$ 22,233,600	\$ 22,912,700
11	Fund sources:		
12	State retirement system		
13	administration account	\$ 19,433,600	\$ 20,112,700
14	Long-term disability		
15	administration account	2,800,000	2,800,000
16	Performance measures:		
17	Per cent of members satisfied with ASRS		
18	telephone services	96	96
19	Per cent of investment returns	8.0	8.0
20	Per cent of benefit payment calculations		
21	that are accurate as measured by quality		
22	control sample	99.5	99.5
23	Before the expenditure of the appropriation of \$2,747,100 in fiscal		
24	year 2007-2008 and fiscal year 2008-2009 and the hiring of FTE positions		
25	appropriated for the agency's information technology plan, the retirement		
26	system shall present an expenditure plan to the joint legislative budget		
27	committee staff for review. The expenditure plan shall include current year		
28	and prior years' appropriations to be spent in the current year and prior		
29	year appropriation balances. The agency shall provide annual reports to the		
30	joint legislative budget committee staff regarding the expenditures and		
31	project tasks completed to date. Actual divestiture of monies from the		
32	retirement fund for expenditure shall occur following the joint legislative		
33	budget committee staff review of the agency's information technology plan.		
34	The appropriation includes \$678,800 in fiscal year 2007-2008 and		
35	\$1,154,800 in fiscal year 2008-2009 for technology upgrades. These monies		
36	shall not be spent and will revert to the Arizona state retirement system		
37	account if the information technology authorization committee does not		
38	approve the project investment justification for technology upgrades.		
39	Sec. 89. DEPARTMENT OF REVENUE		
40		<u>2007-08</u>	<u>2008-09</u>
41	FTE positions	1,164.0	1,164.0
42	Operating lump sum appropriation	\$ 71,297,900	\$ 69,656,100
43	BRITS operational support	2,223,700	2,223,700
44	Unclaimed property administration	<u>1,629,000</u>	<u>1,608,600</u>
45	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	Utility grants	4,000,000	
35	New school facilities	<u>370,000,000</u>	
36	Total appropriation - school facilities		
37	board	\$447,702,600	
38	Fund sources:		
39	State general fund	\$447,702,600	
40	Performance measures:		
41	Per cent of school districts inspected		
42	meeting minimum adequacy standards	100	
43	Per cent of school districts rating the		
44	board's services as "good" or "excellent"		
45	in an annual survey	90	

1	Sec. 91. DEPARTMENT OF STATE - SECRETARY OF STATE		
2		<u>2007-08</u>	<u>2008-09</u>
3	FTE positions	48.3	48.3
4	Operating lump sum appropriation	\$ 2,755,400	\$ 2,713,800
5	Election services	4,361,000	4,361,000
6	Help America vote act	<u>15,000,000</u>	<u>4,000,000</u>
7	Total appropriation - secretary of state	\$ 22,116,400	\$ 11,074,800
8	Fund sources:		
9	State general fund	\$ 7,021,600	\$ 6,980,000
10	Election systems improvement fund	15,000,000	4,000,000
11	Professional employer organization		
12	fund	94,800	94,800
13	Performance measures:		
14	Per cent of documents returned to public		
15	filer in 48 hours (business services		
16	division)	70	70
17	Per cent of election law complaints reviewed		
18	and acted on within 7 days	100	100
19	The secretary of state shall report to the joint legislative budget		
20	committee and the governor's office of strategic planning and budgeting by		
21	December 31, 2007 the actual amount and purpose of expenditures from the		
22	election systems improvement fund in fiscal year 2006-2007 and the expected		
23	amount and purpose of expenditures from the fund for fiscal years 2007-2008		
24	and 2008-2009.		
25	Any transfer to or from the amount appropriated for the election		
26	services line item shall require review by the joint legislative budget		
27	committee.		
28	The fiscal year 2007-2008 appropriation from the election systems		
29	improvement fund for HAVA is available for use pursuant to section 35-143.01,		
30	subsection C, Arizona Revised Statutes, and is exempt from the provisions of		
31	section 35-190, Arizona Revised Statutes, relating to lapsing of		
32	appropriations, until June 30, 2009.		
33	Sec. 92. STATE BOARDS' OFFICE		
34		<u>2007-08</u>	<u>2008-09</u>
35	FTE positions	3.0	3.0
36	Lump sum appropriation	\$ 260,000**	\$ 260,000
37	Fund sources:		
38	Special services revolving fund	\$ 260,000	\$ 260,000
39	Performance measures:		
40	Overall customer satisfaction rating		
41	(Scale 1-8)	7.1	7.1

1	Sec. 93. STRUCTURAL PEST CONTROL COMMISSION		
2		<u>2007-08</u>	<u>2008-09</u>
3	FTE positions	40.0	41.0
4	Lump sum appropriation	\$ 2,770,200**	\$ 2,668,900
5	Fund sources:		
6	Structural pest control commission		
7	fund	\$ 2,770,200	\$ 2,668,900
8	Performance measures:		
9	Average calendar days to resolve a complaint	240	240
10	Average calendar days to renew a license	20	20
11	Customer satisfaction rating (Scale 1-8)	6.8	6.8
12	Sec. 94. STATE BOARD OF TAX APPEALS		
13		<u>2007-08</u>	<u>2008-09</u>
14	FTE positions	4.0	4.0
15	Lump sum appropriation	\$ 305,200	\$ 305,200
16	Fund sources:		
17	State general fund	\$ 305,200	\$ 305,200
18	Performance measures:		
19	Months to process appeal	4.5	4.5
20	Per cent of rulings upheld in tax courts	90	90
21	Customer satisfaction rating (Scale 1-8)	7.0	7.0
22	Sec. 95. BOARD OF TECHNICAL REGISTRATION		
23		<u>2007-08</u>	<u>2008-09</u>
24	FTE positions	23.0	23.0
25	Lump sum appropriation	\$ 1,712,400**	\$ 1,700,200
26	Fund sources:		
27	Technical registration fund	\$ 1,712,400	\$ 1,700,200
28	Performance measures:		
29	Average calendar days to resolve a complaint	285	285
30	Average calendar days to process an initial		
31	application	85	85
32	Customer satisfaction rating (Scale 1-8)	7.5	7.5
33	Sec. 96. DEPARTMENT OF TRANSPORTATION		
34		<u>2007-08</u>	
35	<u>Administration</u>		
36	FTE positions	412.0	
37	Operating lump sum appropriation	\$ 41,141,100	
38	Attorney general legal services	<u>2,737,700</u>	
39	Total appropriation - administration	\$ 43,878,800	
40	Fund sources:		
41	State highway fund	\$ 43,878,800	
42	<u>Highways</u>		
43	FTE positions	2,523.0	
44	Operating lump sum appropriation	\$129,335,200	
45	Highway maintenance	126,818,500	

1	Vehicles and heavy equipment	37,534,200
2	Vehicles and heavy equipment	
3	fuel surcharge	<u>2,000,000</u>
4	Total - highways	\$295,687,900
5	Fund sources:	
6	State general fund	\$ 82,900
7	Safety enforcement and	
8	transportation	
9	infrastructure fund	558,700
10	State highway fund	256,512,100
11	Transportation department	
12	equipment fund	38,534,200
13	Performance measures:	
14	Per cent of Maricopa regional freeway	
15	miles completed for the original	
16	twenty-year half cent sales tax	
17	ending December 31, 2005	100
18	Per cent of Maricopa regional freeway	
19	travel lane miles completed for	
20	the twenty-year half cent sales tax	
21	extension effective January 1, 2006	0.7
22	Per cent of overall highway construction	
23	projects completed on schedule	97
24	Of the total amount appropriated for the highways program, \$126,818,500	
25	in fiscal year 2007-2008 for highway maintenance is exempt from the	
26	provisions of section 35-190, Arizona Revised Statutes, relating to lapsing	
27	of appropriations, except that all unexpended and unencumbered monies of the	
28	appropriation revert to their fund of origin, either the state highway fund	
29	or the safety enforcement and transportation infrastructure fund, on August	
30	31, 2008.	
31	<u>Motor vehicle</u>	
32	FTE positions	1,740.0
33	Operating lump sum appropriation	\$104,995,400
34	Abandoned vehicle administration	999,000
35	New third party funding	<u>733,700</u>
36	Total appropriation - motor vehicle	\$106,728,100
37	Fund sources:	
38	Air quality fund	\$ 68,600
39	Driving under the influence	
40	abatement fund	136,900
41	Highway user revenue fund	607,400
42	Motor vehicle liability insurance	
43	enforcement fund	2,383,900

1	Safety enforcement and	
2	transportation infrastructure	
3	fund	1,584,800
4	State highway fund	100,186,200
5	Vehicle inspection and title	
6	enforcement fund	1,760,300
7	Performance measures:	
8	Average office wait time from arriving at	
9	MVD office to receiving numbered ticket	
10	(minutes)	2.0
11	Average office wait time from receiving	
12	numbered ticket to arriving at counter	
13	(minutes)	15.0
14	Per cent of office customers rating	
15	services "good" or "excellent"	83
16	Average telephone wait time to speak	
17	to an MVD employee (minutes)	15.2
18	Per cent of alternative vehicle	
19	registration renewal methods	
20	(mail, internet, third party)	80

21 The department shall submit semiannual progress reports to the joint
 22 legislative budget committee for review of the progress in increasing third
 23 party transactions, the status of motor vehicle division third party
 24 staffing, workload and quality assurance backlog. The semiannual progress
 25 report shall also include the number of existing third parties and the number
 26 of entities on any third party waiting lists. The semiannual report shall
 27 address title and registration, vehicle identification number inspection,
 28 commercial driver license examination, noncommercial driver license
 29 examination, commercial driver training school, noncommercial driver training
 30 school and traffic survival school. The reports are due by January 30, 2008
 31 and July 30, 2008.

32 The department shall not transfer any funds to or from the motor
 33 vehicle division without the review by the joint legislative budget
 34 committee.

35 The department of transportation shall submit quarterly progress
 36 reports to the joint legislative budget committee on their progress in
 37 improving motor vehicle division wait times and vehicle registration renewal
 38 by mail turnaround times. The reports shall document the monthly averages
 39 for the total time customers spent at the office and the reasons for changes
 40 in these times for each motor vehicle division field office equipped with
 41 electronic customer monitoring devices. The reports shall document the wait
 42 time to get a numbered ticket from a motor vehicle division employee, the
 43 time between receiving the numbered ticket and arriving at the counter and
 44 the transaction time at the counter. The reports shall document the number
 45 of customers who arrived at motor vehicle division offices but who did not

1 complete their transaction, and the motor vehicle division's average
 2 turnaround time for vehicle registration renewal by mail. The reports are
 3 due within thirty days after the end of each calendar quarter.

4 Aeronautics

5	FTE positions	33.0
6	Lump sum appropriation	\$ 2,567,600
7	Fund sources:	
8	State aviation fund	\$ 2,567,600
9	Performance measures:	
10	Per cent of airport development projects	
11	completed on schedule	100
12	Total appropriation - Arizona department	
13	of transportation	<u>\$448,862,400</u>
14	Fund sources:	
15	State general fund	\$ 82,900
16	Air quality fund	68,600
17	Driving under the influence	
18	abatement fund	136,900
19	Highway user revenue fund	607,400
20	Motor vehicle liability	
21	insurance enforcement fund	2,383,900
22	Safety enforcement and	
23	transportation infrastructure	
24	fund	2,143,500
25	State aviation fund	2,567,600
26	State highway fund	400,577,100
27	Transportation department	
28	equipment fund	38,534,200
29	Vehicle inspection and title	
30	enforcement fund	1,760,300

31 Of the \$448,862,400 appropriation to the department of transportation,
 32 the department of transportation shall pay \$16,773,800 in fiscal year
 33 2007-2008 from all funds to the department of administration for its risk
 34 management payment.

35 Sec. 97. STATE TREASURER

36		<u>2007-08</u>
37	FTE positions	34.4
38	Operating lump sum appropriation	\$ 3,273,900
39	Justice of the peace salaries	<u>3,122,500</u>
40	Total appropriation - state treasurer	\$ 6,396,400
41	Fund sources:	
42	State general fund	\$ 6,362,600
43	State treasurer's management fund	33,800

1	Performance measures:	
2	Ratio of yield of LGIP to Standard	
3	and Poor's LGIP index	1.2
4	Ratio of yield of endowment pools to	
5	Big Bond Index	1.1
6	Customer satisfaction rating for local	
7	government investment pool participants	
8	(Scale 1-8)	7.4
9	Before changing the eight basis point investment management fee, the	
10	treasurer shall submit the proposed change and its fiscal impact to the joint	
11	legislative budget committee for review.	
12	Sec. 98. ARIZONA BOARD OF REGENTS	
13		<u>2007-08</u>
14	FTE positions	27.9
15	Operating lump sum appropriation	\$ 2,322,000
16	University discretionary adjustment	30,000,000
17	Arizona teachers incentive program	90,000
18	Arizona transfer articulation	
19	support system	213,700
20	Student financial assistance	10,161,200
21	Western interstate commission	
22	office	112,000
23	WICHE student subsidies	<u>3,570,700</u>
24	Total appropriation - Arizona board of	
25	regents	\$ 46,469,600
26	Fund sources:	
27	State general fund	\$ 46,469,600
28	Performance measures:	
29	Per cent of graduating seniors who rate	
30	their overall university experience	
31	as "good"/"excellent"	95
32	Per cent of full-time undergraduate students	
33	enrolled per semester in three or more	
34	primary courses with ranked faculty	77
35	Per cent of full-time undergraduate students	
36	enrolled per semester in three or more	
37	primary courses with professors of any rank	40
38	Average number of years taken to graduate	
39	for students who began as freshmen	4.5
40	Within ten days of the acceptance of the universities' semiannual all	
41	funds budget reports, the Arizona board of regents shall submit an	
42	expenditure plan to the joint legislative budget committee for its review.	
43	The expenditure plan shall include any tuition revenue amounts that are	
44	greater than the appropriated amounts and all retained tuition and fee	
45	revenue expenditures for the current fiscal year. The additional revenue	

1 expenditure plan shall provide as much detail as the university budget
 2 requests.

3 The \$30,000,000 discretionary adjustment from the general fund is for
 4 direct distribution to the state universities. The Arizona board of regents
 5 shall determine each university's allocation.

6 Sec. 99. ARIZONA STATE UNIVERSITY

7		<u>2007-08</u>
8	<u>Main campus</u>	
9	FTE positions	6,964.6
10	Operating lump sum appropriation	\$540,462,600
11	Biomedical informatics	3,017,800
12	Downtown Phoenix campus	<u>47,234,200</u>
13	Total - Main campus	\$590,714,600
14	Fund sources:	
15	State general fund	\$365,710,100
16	University collections fund	225,004,500
17	Performance measures:	
18	Per cent of graduating seniors who rate	
19	their overall university experience	
20	as "good"/"excellent"	95
21	Per cent of full-time undergraduate	
22	students enrolled per semester in three or	
23	more primary courses with ranked faculty	72
24	Per cent of full-time undergraduate students	
25	enrolled per semester in three or more	
26	primary courses with professors of any rank	40
27	Average number of years taken to graduate	
28	for students who began as freshmen	4.6
29	External dollars for research and creative	
30	activity	\$205,000,000
31	<u>East campus</u>	
32	FTE positions	532.5
33	Operating lump sum appropriation	\$ 42,763,300
34	TRIF lease-purchase payment	<u>2,000,000</u>
35	Total - East campus	\$ 44,763,300
36	Fund sources:	
37	State general fund	\$ 23,778,500
38	University collections fund	18,984,800
39	Technology and research initiative	
40	fund	2,000,000
41	Performance measures:	
42	Per cent of graduating seniors who rate	
43	their overall university experience	
44	as "good"/"excellent"	96

1	Per cent of full-time undergraduate students	
2	enrolled per semester in three or more	
3	primary courses with ranked faculty	68
4	Per cent of full-time undergraduate students	
5	enrolled per semester in three or more	
6	primary courses with professors of any rank	40
7	Average number of years taken to graduate	
8	for students who began as freshmen	4.8
9	<u>West campus</u>	
10	FTE positions	833.9
11	Operating lump sum appropriation	\$ 72,571,600
12	TRIF lease-purchase payment	<u>1,600,000</u>
13	Total - West campus	\$ 74,171,600
14	Fund sources:	
15	State general fund	\$ 50,719,500
16	University collections fund	21,852,100
17	Technology and research	
18	initiative fund	1,600,000
19	Performance measures:	
20	Per cent of graduating seniors who rate	
21	their overall university experience	
22	as "good"/"excellent"	98
23	Per cent of full-time undergraduate students	
24	enrolled per semester in three or more	
25	primary courses with ranked faculty	72
26	Per cent of full-time undergraduate students	
27	enrolled per semester in three or more	
28	primary courses with professors of any rank	45
29	Average number of years taken to graduate for	
30	students who began as freshmen	4.5
31	Total appropriation - Arizona state	
32	university	<u>\$709,649,500</u>
33	Fund sources:	
34	State general fund	\$440,208,100
35	University collections fund	265,841,400
36	Technology and research initiative	
37	fund	3,600,000

38 The state general fund appropriations shall not be used for alumni
 39 association funding.

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

41 The appropriated monies are not to be used to support any student
 42 newspaper.

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

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

6 Any unencumbered balances remaining in the collections account on June
 7 30, 2007 and all collections received by the university during the fiscal
 8 year, when paid into the state treasury, are appropriated for operating
 9 expenditures, capital outlay and fixed charges. Earnings on state lands and
 10 interest on the investment of the permanent land funds are appropriated in
 11 compliance with the enabling act and the Constitution of Arizona. No part of
 12 this appropriation may be expended for supplemental life insurance or
 13 supplemental retirement. Receipts from summer session, when deposited in the
 14 state treasury, together with any unencumbered balance in the summer session
 15 account, are appropriated for the purpose of conducting summer sessions but
 16 are excluded from the amounts enumerated above.

17 Sec. 100. NORTHERN ARIZONA UNIVERSITY

18		<u>2007-08</u>
19	FTE positions	2,126.8
20	Operating lump sum appropriation	\$182,572,200
21	NAU - Yuma	<u>2,383,900</u>
22	Total appropriation - Northern Arizona	
23	university	\$184,956,100
24	Fund sources:	
25	State general fund	\$139,671,700
26	University collections fund	45,284,400
27	Performance measures:	
28	Per cent of graduating seniors who rate	
29	their overall university experience	
30	as "good"/"excellent"	98
31	Per cent of full-time undergraduate	
32	students enrolled per semester in	
33	three or more primary courses with	
34	ranked faculty	93
35	Per cent of full-time undergraduate students	
36	enrolled per semester in three or more	
37	primary courses with professors of any rank	60
38	Average number of years taken to graduate for	
39	students who began as freshmen	4.5

40 The state general fund appropriations shall not be used for alumni
 41 association funding.

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

43 The appropriated monies are not to be used to support any student
 44 newspaper.

1 Any unencumbered balances remaining in the collections account on June
 2 30, 2007 and all collections received by the university during the fiscal
 3 year, when paid into the state treasury, are appropriated for operating
 4 expenditures, capital outlay and fixed charges. Earnings on state lands and
 5 interest on the investment of the permanent land funds are appropriated in
 6 compliance with the enabling act and the Constitution of Arizona. No part of
 7 this appropriation may be expended for supplemental life insurance or
 8 supplemental retirement. Receipts from summer session, when deposited in the
 9 state treasury, together with any unencumbered balance in the summer session
 10 account, are appropriated for the purpose of conducting summer sessions but
 11 are excluded from the amounts enumerated above.

12 Sec. 101. UNIVERSITY OF ARIZONA

13		<u>2007-08</u>
14	<u>Main campus</u>	
15	FTE positions	5,572.8
16	Operating lump sum appropriation	\$376,918,600
17	Agriculture	42,256,900
18	Arizona cooperative extension	11,728,500
19	Sierra Vista campus	<u>4,393,300</u>
20	Total - Main campus	\$435,297,300
21	Fund sources:	
22	State general fund	\$317,630,100
23	University collections fund	117,667,200
24	Performance measures:	
25	Per cent of graduating seniors who rate	
26	their overall university experience	
27	as "good"/"excellent"	96
28	Per cent of full-time undergraduate students	
29	enrolled per semester in three or more	
30	primary courses with ranked faculty	80
31	Per cent of full-time undergraduate students	
32	enrolled per semester in three or more	
33	primary courses with professors of any rank	55
34	Average number of years taken to graduate	
35	for students who began as freshmen	4.6
36	<u>Health sciences center</u>	
37	FTE positions	954.2
38	Operating lump sum appropriation	\$ 66,050,300
39	Clinical rural rotation	504,100
40	Clinical teaching support	9,812,200
41	Liver research institute	525,200
42	Phoenix medical campus	12,009,600
43	Telemedicine network	<u>1,213,100</u>
44	Total - health sciences center	\$ 90,114,500

1	Fund sources:	
2	State general fund	\$ 75,758,400
3	University collections fund	14,356,100
4	Performance measures:	
5	Per cent of graduating seniors who rate	
6	their overall university experience	
7	as "good"/"excellent"	99
8	Total appropriation - university of	
9	Arizona	<u>\$525,411,800</u>

10	Fund sources:	
11	State general fund	\$393,388,500
12	University collections fund	132,023,300

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

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

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

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

29 University budget requests shall provide as much detail for the Phoenix
30 medical campus as for any other budget program. Notwithstanding section
31 35-173, subsection C, Arizona Revised Statutes, any proposed transfer to or
32 from the amounts appropriated for the Phoenix medical campus line item shall
33 require prior review by the joint legislative budget committee.

34 The university of Arizona and the Arizona board of regents shall report
35 to the joint legislative budget committee, on August 15, 2007 and February
36 15, 2008, updates concerning the formal relationship between the Phoenix
37 medical campus and area hospitals, partnerships with private medical schools,
38 the availability of clinical rotations for medical students in this state,
39 the creation of new residency positions in this state, the expansion of
40 medical services in this state's rural areas, the attraction of out-of-state
41 medical students to practice in this state and any other strategies being
42 considered or employed to prevent a doctor shortage in this state or the
43 rural areas of this state.

1	Sec. 102. DEPARTMENT OF VETERANS' SERVICES		
2		<u>2007-08</u>	<u>2008-09</u>
3	FTE positions	354.3	354.3
4	Operating lump sum appropriation	\$ 16,048,500	\$ 16,021,500
5	Southern Arizona cemetery	272,100	272,100
6	Telemedicine project	10,000	10,000
7	Veterans' organizations contracts	29,200	29,200
8	Veterans' benefit counseling	<u>3,104,000</u>	<u>3,047,000</u>
9	Total appropriation - department of		
10	veterans' services	\$ 19,463,800	\$ 19,379,800
11	Fund sources:		
12	State general fund	\$ 5,449,600	\$ 5,365,600
13	State home for veterans' trust		
14	fund	13,291,500	13,291,500
15	State veterans' conservatorship		
16	fund	722,700	722,700
17	Performance measures:		
18	DHS quality rating of the veterans' home		
19	("A", "B", "C" or "D")	A	A
20	Per cent of customers rating department's		
21	services as "good" or "excellent"	98	98
22	Sec. 103. ARIZONA STATE VETERINARY MEDICAL EXAMINING BOARD		
23		<u>2007-08</u>	<u>2008-09</u>
24	FTE positions	5.5	5.5
25	Lump sum appropriation	\$ 460,500**	\$ 451,000
26	Fund sources:		
27	Veterinary medical examining		
28	board fund	\$ 460,500	\$ 451,000
29	Performance measures:		
30	Average calendar days to resolve a complaint	90	90
31	Average calendar days to renew a license	60	60
32	Customer satisfaction rating (Scale 0-100)	93	93
33	Sec. 104. DEPARTMENT OF WATER RESOURCES		
34		<u>2007-08</u>	<u>2008-09</u>
35	FTE positions	221.7	221.7
36	Operating lump sum appropriation	\$ 15,372,400	\$ 15,372,400
37	Adjudication support	2,105,000	2,105,000
38	Assured and adequate water supply		
39	administration	2,200,400	2,200,400
40	Arizona water protection fund		
41	deposit	- 0 -	- 0 -
42	Rural water studies	1,999,100	1,999,100
43	Automated groundwater monitoring	<u>500,000</u>	<u>500,000</u>
44	Total appropriation - department of water		
45	resources	\$ 22,176,900	\$ 22,176,900

1	Fund sources:		
2	State general fund	\$ 21,076,500	\$ 21,076,500
3	Assured and adequate water		
4	supply administration fund	1,100,400	1,100,400
5	Performance measures:		
6	Per cent of Colorado river entitlement used	100	100
7	Per cent of Arizona's unclaimed Colorado		
8	river entitlement that is recharged via		
9	the water banking authority	95	95
10	Number of dams in a non-emergency unsafe		
11	condition	13	13
12	Number of rural water studies initiated	4	4
13	Number of rural water studies completed		
14	in current year	4	4
15	Customer satisfaction rating for hydrology		
16	program (Scale 1-8)	8.0	8.0

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

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

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

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

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

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

1	Sec. 105. DEPARTMENT OF WEIGHTS AND MEASURES		
2		<u>2007-08</u>	<u>2008-09</u>
3	<u>General services</u>		
4	FTE positions	25.9	25.9
5	Lump sum appropriation	\$ 1,782,500	\$ 1,760,900
6	Fund sources:		
7	State general fund	\$ 1,651,600	\$ 1,640,200
8	Motor vehicle liability		
9	insurance enforcement fund	130,900	120,700
10	<u>Vapor recovery</u>		
11	FTE positions	8.5	8.5
12	Lump sum appropriation	\$ 628,700	\$ 634,000
13	Fund sources:		
14	Air quality fund	\$ 628,700	\$ 634,000
15	<u>Oxygenated fuel</u>		
16	FTE positions	6.0	6.0
17	Lump sum appropriation	\$ 881,100	\$ 883,600
18	Fund sources:		
19	Air quality fund	<u>\$ 881,100</u>	<u>\$ 883,600</u>
20	Total appropriation - department		
21	of weights and measures	\$ 3,292,300	\$ 3,278,500
22	Fund sources:		
23	State general fund	\$ 1,651,600	\$ 1,640,200
24	Air quality fund	1,509,800	1,517,600
25	Motor vehicle liability		
26	insurance enforcement fund	130,900	120,700
27	Performance measures:		
28	Average customer satisfaction rating		
29	(Scale 1-5)	4.7	4.7
30	Per cent of retail stores' price		
31	scanning devices in compliance	71	71
32	Per cent of cleaner burning gas		
33	samples in compliance with oxygenated		
34	fuel standards	100	100
35	Per cent of gasoline dispensing facilities		
36	inspected annually that are in compliance		
37	with vapor recovery standards	90	90
38	Sec. 106. <u>Appropriations; fund deposits</u>		
39	A. The sum of \$25,000,000 is appropriated from the state general fund		
40	in fiscal year 2007-2008 for deposit in the Arizona twenty-first century		
41	competitive initiative fund established by section 41-1505.09, Arizona		
42	Revised Statutes.		

1 B. The sum of \$62,000,000 is appropriated from the state highway fund
 2 in fiscal year 2007-2008 for deposit in the statewide transportation
 3 acceleration needs account established by section 28-7009, Arizona Revised
 4 Statutes.

5 Sec. 107. Appropriation: operating adjustments

6 2007-08

7 State employee health insurance
 8 adjustments \$ 41,750,000

9 Fund sources:

10 State general fund \$ 31,000,000
 11 Other appropriated funds 10,750,000

12 State employee retirement
 13 adjustments \$ 19,200,000

14 Fund sources:

15 State general fund \$ 16,000,000
 16 Other appropriated funds 3,200,000

17 State employee salary adjustments \$ 73,300,000

18 Fund sources:

19 State general fund 58,000,000
 20 Other appropriated funds 15,300,000

21 State-owned space rent adjustments \$ 3,801,000

22 Fund sources:

23 State general fund \$ 2,801,000
 24 Other appropriated funds 1,000,000

25 State telecommunications
 26 adjustments \$ 5,500,000

27 Fund sources:

28 State general fund \$ 5,500,000

29 The other appropriated funds may be allocated from the following funds:
 30 board of accountancy fund, acupuncture board of examiners fund, air permits
 31 administration fund, air quality fund, antitrust enforcement revolving fund,
 32 board of appraisal fund, Arizona arts trust fund, assured and adequate water
 33 supply administration fund, attorney general legal services cost allocation
 34 fund, Arizona automated fingerprint identification system fund, automobile
 35 theft authority fund, automation operations fund, state aviation fund, board
 36 of barbers fund, board of behavioral health examiners fund, Arizona benefits
 37 fund, bond fund, capital outlay stabilization fund, state charitable fund,
 38 child abuse prevention fund, child fatality review fund, child support
 39 enforcement administration fund, children's health insurance program fund,
 40 board of chiropractic examiners fund, citrus, fruit and vegetable revolving
 41 fund, collection enforcement revolving fund, commerce and economic
 42 development commission fund, commercial feed fund, confidential intermediary
 43 and fiduciary fund, agricultural consulting and training fund, consumer
 44 protection-consumer fraud revolving fund, corrections fund, board of
 45 cosmetology fund, crime laboratory assessment fund, criminal justice

1 enhancement fund, county fair racing fund, court appointed special advocate
2 fund, defensive driving school fund, dental board fund, Arizona
3 deoxyribonucleic acid identification system fund, board of dispensing
4 opticians fund, driving under the influence abatement fund, drug and gang
5 prevention resource center fund, state education fund for committed youth,
6 state education fund for correctional education, state egg inspection fund,
7 election systems improvement fund, emergency medical services operating fund,
8 emissions inspection fund, environmental laboratory licensure revolving fund,
9 estate and unclaimed property fund, Arizona exposition and state fair fund,
10 federal child care and development fund block grant, federal surplus
11 materials revolving fund, federal temporary assistance for needy families
12 block grant, fertilizer materials fund, board of funeral directors' and
13 embalmers' fund, fingerprint clearance card fund, game and fish fund, game,
14 nongame, fish and endangered species fund, hazardous waste management fund,
15 healthcare group fund, hearing and speech professionals fund, state highway
16 fund, Arizona highway patrol fund, highway user revenue fund, board of
17 homeopathic medical examiners' fund, housing trust fund, DHS indirect cost
18 fund, ADEQ indirect cost recovery fund, industrial commission administrative
19 fund, information technology fund, interagency service agreements fund,
20 intergovernmental agreements and grants, investment management regulatory and
21 enforcement fund, judicial collection enhancement fund, land conservation
22 fund administration account, lease-purchase building operating and
23 maintenance fund, liability set-off fund, long-term care system fund,
24 long-term disability administration account, state lottery fund, Arizona
25 medical board fund, the miners' hospital for disabled miners land fund, motor
26 vehicle liability insurance enforcement fund, motor vehicle pool revolving
27 fund, naturopathic physicians board of medical examiners fund, newborn
28 screening program fund, board of nursing fund, nursing care institution
29 administrators' licensing and assisted living facility managers'
30 certification fund, occupational therapy fund, oil overcharge fund, board of
31 optometry fund, board of osteopathic examiners fund, state parks enhancement
32 fund, penitentiary land fund, personnel division fund, pesticide fund,
33 Arizona state board of pharmacy fund, board of physical therapy fund,
34 podiatry fund, postsecondary education fund, prison construction and
35 operations fund, board for private postsecondary education fund, professional
36 employer organization fund, Arizona protected native plant fund, board of
37 psychologist examiners fund, public access fund, public assistance
38 collections fund, racing administration fund, state radiologic technologist
39 certification fund, records services fund, recycling fund, registrar of
40 contractors fund, reservation surcharge revolving fund, residential utility
41 consumer office revolving fund, board of respiratory care examiners fund,
42 state retirement system administration account, risk management revolving
43 fund, safety enforcement and transportation infrastructure fund, Arizona
44 schools for the deaf and the blind fund, securities regulatory and
45 enforcement fund, seed law fund, solid waste fee fund, special administration

1 fund, special employee health insurance trust fund, special services
2 revolving fund, spinal and head injuries trust fund, state aid to the courts
3 fund, Arizona state hospital fund, state board of equalization fund, state
4 surplus materials revolving fund, structural pest control commission fund,
5 substance abuse services fund, teacher certification fund, technical
6 registration fund, telecommunications fund, telecommunication fund for the
7 deaf, telecommunications excise tax fund, tobacco tax and health care fund,
8 transportation department equipment fund, tribal-state compact fund, used oil
9 fund, utility regulation revolving fund, vehicle inspection and title
10 enforcement fund, state veterans' conservatorship fund, state home for
11 veterans' trust fund, veterinary medical examining board fund, victims'
12 rights fund, vital records electronic systems fund, watercraft licensing
13 fund, waterfowl conservation fund, water quality fee fund and workforce
14 investment act grant.

15 State employee health insurance adjustments

16 The amount appropriated for state employee health insurance adjustments
17 shall be for fiscal year 2007-2008 increases in the employer share of state
18 employee health insurance premiums. The joint legislative budget committee
19 staff shall determine and the department of administration shall allocate to
20 each agency's or department's employee related expenditures an amount
21 sufficient for the employer share of the employee health insurance increases.
22 The joint legislative budget committee staff shall also determine and the
23 department of administration shall allocate adjustments, as necessary, in
24 expenditure authority to allow implementation of state employee health
25 insurance adjustments.

26 State employee retirement adjustments

27 The amount appropriated for state employee retirement contribution
28 adjustments shall be for fiscal year 2007-2008 increases in the employer
29 share of state employee retirement contributions. The joint legislative
30 budget committee staff shall determine and the department of administration
31 shall allocate to each agency's or department's employee related expenditures
32 an amount sufficient for the employer share of the employee retirement
33 contribution increase. The joint legislative budget committee staff shall
34 also determine and the department of administration shall allocate
35 adjustments, as necessary, in expenditure authority to allow implementation
36 of state employee retirement contribution adjustments.

37 Salary adjustments

38 The amount appropriated for salary adjustments includes personal
39 services and employee related expenditures for state officers and employees
40 in accordance with this act.

41 For fiscal year 2007-2008, the joint legislative budget committee staff
42 shall determine and the department of administration shall allocate to each
43 agency or department an amount for these adjustments. The joint legislative
44 budget committee staff shall also determine and the department of

1 administration shall allocate adjustments, as necessary, in expenditure
2 authority to allow implementation of salary adjustments.

3 The annual salary level of each employee shall be increased by 2.5 per
4 cent. The following exceptions are in lieu of the general salary adjustment.
5 All adjustments are effective July 1, 2007 and shall apply to less than
6 full-time employees on a prorated basis. Board and commission members who
7 are paid on a per diem basis and agency heads who are appointed for a fixed
8 term of office shall not receive the 2.5 per cent salary adjustment per
9 employee.

10 State owned space rent adjustments

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

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

18 State telecommunications adjustments

19 The amount appropriated for state telecommunications adjustments shall
20 be to annualize fiscal year 2006-2007 increases and for new fiscal year
21 2007-2008 adjustments in agency or department telecommunication charges. The
22 joint legislative budget committee staff shall determine and the department
23 of administration shall allocate to each agency or department an amount
24 sufficient for the contribution increase. The joint legislative budget
25 committee staff shall also determine and the department of administration
26 shall allocate adjustments, as necessary, in expenditure authority to allow
27 implementation of state telecommunications adjustments.

28 Sec. 108. Legislative intent; expenditure reporting

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

39 Sec. 109. FTE positions; reporting

40 Full-time equivalent (FTE) positions contained in this act are subject
41 to appropriation. The director of the department of administration shall
42 account for the use of all appropriated FTE positions excluding those in the
43 department of economic security, the universities and the department of
44 environmental quality. The director shall submit fiscal year 2007-2008
45 reports by February 1, 2008 and August 1, 2008 to the director of the joint

1 legislative budget committee. The reports shall compare the level of FTE
2 usage in each fiscal year to the appropriated level. The director of the
3 department of administration shall notify the director of each budget unit if
4 the budget unit has exceeded its number of appropriated FTE positions. The
5 above excluded agencies shall each report to the director of the joint
6 legislative budget committee in a manner comparable to the department of
7 administration reporting.

8 Sec. 110. Filled FTE positions; reporting

9 By October 1, 2007, each agency, including the judiciary and
10 universities, shall submit a report to the director of the joint legislative
11 budget committee on the number of filled, appropriated FTE positions by fund
12 source. The number of filled, appropriated FTE positions reported shall be
13 as of September 1, 2007.

14 Sec. 111. Performance measure results; reporting

15 As part of its fiscal year 2008-2009 budget request, agencies shall
16 submit the fiscal year 2006-2007 result for the performance measures listed
17 in this act. If an agency fails to submit this information, it shall submit
18 a report to the joint legislative budget committee staff and the office of
19 strategic planning and budgeting as part of its fiscal year 2008-2009 budget
20 request on why the agency failed to submit its results for the performance
21 measure.

22 Sec. 112. Transfer of spending authority

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

27 Sec. 113. Interim reporting requirements

28 A. State general fund revenue for fiscal year 2006-2007, not including
29 the beginning balance and including one-time revenues, is forecasted to be
30 \$9,850,930,000.

31 B. State general fund revenue for fiscal year 2007-2008, not including
32 the beginning balance and including one-time revenues, is forecasted to be
33 \$10,067,821,800.

34 C. The executive branch shall provide to the joint legislative budget
35 committee a preliminary estimate of the fiscal year 2006-2007 state general
36 fund ending balance by September 15, 2007. The preliminary estimate of the
37 fiscal year 2007-2008 state general fund ending balance shall be provided by
38 September 15, 2008. The estimate shall include projections of total
39 revenues, total expenditures and ending balance. The department of
40 administration shall continue to provide the final report for the fiscal year
41 in its annual financial report pursuant to section 35-131, Arizona Revised
42 Statutes.

43 D. Based on the information provided by the executive branch, the
44 staff of the joint legislative budget committee shall report to the joint
45 legislative budget committee by October 15 of 2007 and 2008 as to whether

1 that fiscal year's revenues and ending balance are expected to change by more
2 than \$50,000,000 from the budgeted projections. The executive branch may
3 also provide its own estimates to the joint legislative budget committee by
4 October 15 of each year.

5 Sec. 114. Definition

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

9 Sec. 115. Definition

10 For the purposes of this act, "***" means this appropriation is
11 available for use pursuant to section 35-143.01, subsection C, Arizona
12 Revised Statutes, and is exempt from the provisions of section 35-190,
13 Arizona Revised Statutes, relating to lapsing of appropriations, until June
14 30, 2009.

15 Sec. 116. Definition

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

19 Sec. 117. Definition

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