

State of Arizona
House of Representatives
Forty-ninth Legislature
First Regular Session
2009

HOUSE BILL 2643

AN ACT

AMENDING LAWS 2004, CHAPTER 275, SECTION 67; AMENDING LAWS 2006, CHAPTER 345, SECTION 7, AS AMENDED BY LAWS 2008, CHAPTER 53, SECTION 29 AND LAWS 2009, FIRST SPECIAL SESSION, CHAPTER 2, SECTION 1; AMENDING LAWS 2009, CHAPTER 5, SECTION 1; AMENDING SENATE BILL 1188, SECTIONS 5, 7, 10, 12, 14, 19, 20, 21, 22, 23, 24, 27, 31, 32, 33, 34, 35, 36, 39, 41, 44, 45, 46, 47, 52, 53, 55, 59, 60, 73, 74, 83, 84, 91, 92, 93, 95, 97, 105, 109, 110, 112, 113, 120, 121, 122, 124, 125, 126 AND 132, FORTY-NINTH LEGISLATURE, FIRST REGULAR SESSION, AS TRANSMITTED TO THE GOVERNOR; RELATING TO MAKING TRANSFERS AND APPROPRIATIONS FOR THE DIFFERENT DEPARTMENTS OF THE STATE, FOR STATE INSTITUTIONS AND FOR PUBLIC SCHOOLS; PROVIDING FOR CONDITIONAL ENACTMENT.

(TEXT OF BILL BEGINS ON NEXT PAGE)

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

2 Section 1. Laws 2004, chapter 275, section 67 is amended to read:

3 Sec. 67. Fiscal year 2004-2005 conditional appropriations

4 A. State general fund revenue for fiscal year 2003-2004, not including
5 the beginning balance and including one-time revenues, is forecasted to be
6 \$6,548,821,000. The state general fund revenue forecast for fiscal year
7 2003-2004 includes \$2,644,100 from judicial collections as part of one-time
8 revenue and \$129,830,200 for disproportionate share revenue. The staff
9 director of the joint legislative budget committee and the governor's office
10 of strategic planning and budgeting may adjust the state general fund revenue
11 forecast for fiscal year 2003-2004 to reflect changes in the actual amount of
12 judicial collections and disproportionate share revenue.

13 B. State general fund revenue for fiscal year 2004-2005, not including
14 the beginning balance and including one-time revenues, is forecasted to be
15 \$7,115,223,800. The state general fund revenue for fiscal year 2004-2005
16 includes as one-time revenue: \$11,700,000 from fund transfers enacted in
17 previous legislative sessions, \$32,034,500 from the anticipated enactment of
18 fund transfers by the forty-sixth legislature, second regular session,
19 \$118,000,000 from the anticipated enactment of a vehicle license tax transfer
20 by the forty-sixth legislature, second regular session and \$76,000,000 from
21 the anticipated enactment of adjustments to income tax withholding rates by
22 the forty-sixth legislature, second regular session. The state general fund
23 revenue forecast for fiscal year 2004-2005 also includes \$111,447,400 for
24 disproportionate share revenue. The staff director of the joint legislative
25 budget committee and the governor's office of strategic planning and
26 budgeting may adjust the state general fund revenue forecast for fiscal year
27 2004-2005 to reflect changes in disproportionate share revenue. The state
28 general fund revenue estimates do not include any transfers from the school
29 facilities board building renewal fund to the state general fund that may be
30 enacted by the forty-sixth legislature, second regular session.

31 C. If, as determined by the staff director of the joint legislative
32 budget committee and the governor's office of strategic planning and
33 budgeting pursuant to subsections F, G, H and I of this section, the actual
34 state general fund revenue from fiscal year 2003-2004 and fiscal year
35 2004-2005 combined, exceeds the forecast by \$50,000,000 or more, the sum of
36 \$50,000,000 is appropriated from the state general fund for fiscal year
37 2004-2005 as follows:

- 38 1. To the school facilities board, \$30,000,000 for building renewal.
- 39 2. To the department of economic security, \$5,000,000 for child care.
- 40 3. \$15,000,000 for the employer share of state employee health
- 41 insurance premiums. The joint legislative budget committee staff shall
- 42 determine and the department of administration shall allocate to each
- 43 agency's or department's employee related expenditures an amount sufficient
- 44 for the employer share of the employee health insurance increase. The joint
- 45 legislative 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 state employee health insurance
3 adjustments.

4 D. If the appropriations listed in subsection C of this section occur
5 and the actual state general fund revenue from fiscal year 2003-2004 and
6 fiscal year 2004-2005 combined, as reported pursuant to subsections G, H and
7 I of this section exceeds the forecast by \$102,000,000 or more, in addition
8 to the appropriations in subsection C of this section, the sum of \$52,000,000
9 is appropriated from the state general fund for fiscal year 2004-2005 as
10 follows:

11 1. To the school facilities board, \$10,000,000 for building renewal.

12 2. \$8,000,000 for the employer share of state employee health
13 insurance premiums. The joint legislative budget committee staff shall
14 determine and the department of administration shall allocate to each
15 agency's or department's employee related expenditures an amount sufficient
16 for the employer share of the employee health insurance increase. The joint
17 legislative budget committee staff shall also determine and the department of
18 administration shall allocate adjustments, as necessary, in expenditure
19 authority to allow implementation of state employee health insurance
20 adjustments.

21 3. \$6,000,000 to the budget stabilization fund established by section
22 35-144, Arizona Revised Statutes.

23 4. \$25,000,000 to the school facilities board deficiencies correction
24 fund. If these monies are appropriated and Laws 2003, chapter 264, sections
25 22, 23 and 35 are amended to authorize school trust revenue bonds for fiscal
26 year 2004-2005 by the forty-sixth legislature, second regular session and
27 those amendments become law and the school facilities board has not issued
28 bonds pursuant to that authorization, that authorization shall not be
29 exercised. If the school facilities board has issued bonds pursuant to that
30 authorization, no appropriation shall be made to the deficiencies correction
31 fund pursuant to this paragraph.

32 5. \$3,000,000 to the department of public safety for public safety
33 communications systems to address interoperability issues. This
34 appropriation to the department of public safety is exempt from the
35 provisions of section 35-190, Arizona Revised Statutes, relating to lapsing
36 of appropriations, EXCEPT THAT ON THE EFFECTIVE DATE OF THIS AMENDMENT TO
37 THIS SECTION, \$358,500 SHALL REVERT TO THE STATE GENERAL FUND.

38 E. If the appropriations listed in subsections C and D of this section
39 occur, any forecast amounts above the actual state general fund revenue from
40 fiscal year 2003-2004 and fiscal year 2004-2005 combined, as reported
41 pursuant to subsections G, H and I of this section that exceed the forecast
42 by \$102,000,000 shall be distributed in fiscal year 2004-2005 as follows:

43 1. Fifty per cent to the state general fund.

44 2. Fifty per cent to the budget stabilization fund established by
45 section 35-144, Arizona Revised Statutes.

1 F. On or before July 26, 2004, the staff director of the joint
2 legislative budget committee and the governor's office of strategic planning
3 and budgeting shall agree on a monthly forecast for fiscal year 2004-2005
4 state general fund revenue through December 31, 2004. After July 26, 2004,
5 the staff director of the joint legislative budget committee and the
6 governor's office of strategic planning and budgeting may jointly agree to
7 adjust the monthly revenue forecast to reflect technical revisions.

8 G. On or before July 31, 2004, the staff director of the joint
9 legislative budget committee and the governor's office of strategic planning
10 and budgeting shall jointly notify the governor, the president of the senate
11 and the speaker of the house of representatives whether the total fiscal year
12 2003-2004 state general fund revenue, excluding the beginning balance,
13 exceeded the fiscal year 2003-2004 forecast, and, if so, the total revenue
14 amount and the amount above the forecast.

15 H. On or before December 10, 2004, the staff director of the joint
16 legislative budget committee and the governor's office of strategic planning
17 and budgeting shall jointly notify the governor, the president of the senate
18 and the speaker of the house of representatives whether actual fiscal year
19 2004-2005 state general fund revenue through October 31, 2004, excluding the
20 beginning balance, exceeded the aggregate monthly forecast through October
21 31, 2004 and, if so, the total revenue amount and the amount above the
22 forecast.

23 I. On or before February 11, 2005, the staff director of the joint
24 legislative budget committee and the governor's office of strategic planning
25 and budgeting shall jointly notify the governor, the president of the senate
26 and the speaker of the house of representatives whether actual fiscal year
27 2004-2005 state general fund revenue through December 31, 2004, excluding the
28 beginning balance, exceeded the aggregate monthly forecast through December
29 31, 2004 and, if so, the total revenue amount and the amount above the
30 forecast.

31 J. If the state general fund revenue amounts above the forecast that
32 are reported pursuant to subsections G, H and I of this section, alone or in
33 combination, exceed the amounts specified in subsection C, D or E of this
34 section, ten days after the previous reporting date, the governor shall issue
35 a public notice stating the amounts appropriated from the state general fund
36 at the levels indicated and for the purposes provided.

37 Sec. 2. Laws 2006, chapter 345, section 7, as amended by Laws 2008,
38 chapter 53, section 29 and Laws 2009, first special session, chapter 2,
39 section 1, is amended to read:

40 Sec. 7. Appropriations and distributions; microwave
41 communications system; department of public safety;
42 report; reversion

43 A. The sum of \$1,500,000 is appropriated from the state general fund
44 in fiscal year 2006-2007, the sum of \$1,000,000 is appropriated in fiscal
45 year 2007-2008 and the sum of \$1,250,000 is appropriated in fiscal year

1 2008-2009 to the department of public safety for the design, construction and
2 implementation of a microwave communications system upgrade.

3 B. The sum of \$826,000 is appropriated from the state highway fund in
4 each of the fiscal years 2006-2007, 2007-2008 and 2008-2009 to the department
5 of transportation for distribution to the department of public safety for the
6 design, construction and implementation of a microwave communications system
7 upgrade.

8 C. The sum of \$207,000 is appropriated from the game and fish fund in
9 each of the fiscal years 2006-2007, 2007-2008 and 2008-2009 to the game and
10 fish department for distribution to the department of public safety for the
11 design, construction and implementation of a microwave communications system
12 upgrade.

13 D. The department of public safety shall submit an expenditure plan
14 and project timeline to the joint legislative budget committee for review
15 before expending any monies appropriated for the microwave communications
16 system upgrade. The submission shall include the results of the project
17 investment justification approval by the information technology authorization
18 committee. The department of public safety shall submit a report to the
19 joint legislative budget committee for review regarding expenditures and
20 progress by December 31, 2006 and June 30, 2007.

21 E. It is the intent of the legislature that \$1,600,000 of federal
22 homeland security monies be distributed in each of the fiscal years
23 2006-2007, 2007-2008 and 2008-2009 to fund the department of public safety
24 microwave communications system upgrade.

25 F. Of the appropriations made in this section for the microwave
26 communications system, the department of public safety may use up to \$295,600
27 annually for up to 4 FTE positions to provide project management.

28 G. OF THE APPROPRIATIONS MADE IN SUBSECTION A, \$1,679,000 REVERTS TO
29 THE STATE GENERAL FUND ON THE EFFECTIVE DATE OF THIS AMENDMENT TO THIS
30 SECTION.

31 Sec. 3. Laws 2009, chapter 5, section 1 is amended to read:

32 Section 1. Arizona board of regents; support and maintenance;
33 supplemental appropriation reduction; transfer;
34 appropriation

35 A. In addition to the reductions made pursuant to Laws 2009, first
36 special session, chapter 1, section 3, the sum of \$100,000,000 is reduced
37 from the appropriation made from the state general fund in fiscal year
38 2008-2009 to the Arizona board of regents for the support and maintenance of
39 institutions under its jurisdiction and IS DEFERRED TO PAYMENT IN FISCAL YEAR
40 2009-2010. THIS AMOUNT is transferred to the state general fund. The
41 Arizona board of regents shall reduce funding to the institutions under its
42 jurisdiction in proportion to the state general fund appropriation received
43 by each institution.

44 B. In addition to any other amounts appropriated to the Arizona board
45 of regents for fiscal year 2009-2010, the sum of \$100,000,000 is appropriated

1 from the state general fund in fiscal year 2009-2010 to the Arizona board of
 2 regents to be distributed for the support and maintenance of institutions
 3 under its jurisdiction ~~in two equal payments on or before August 1, 2009 and~~
 4 ~~September 1, 2009. The Arizona board of regents shall distribute the monies~~
 5 ~~appropriated in this subsection to the institutions under its jurisdiction~~
 6 FOR PAYMENTS DEFERRED FROM FISCAL YEAR 2008-2009. THE DEPARTMENT OF
 7 ADMINISTRATION SHALL DISTRIBUTE THESE MONIES NO LATER THAN OCTOBER 1, 2009.
 8 THE DISTRIBUTION SHALL OCCUR in an amount equal to the reduction made
 9 pursuant to subsection A of this section.

10 Sec. 4. Senate Bill 1188, section 5, forty-ninth legislature, first
 11 regular session, as transmitted to the governor, is amended to read:

12 Sec. 5. BOARD OF ACCOUNTANCY

13		<u>2009-10</u>
14	FTE positions	13.0
15	Lump sum appropriation	\$ 2,350,100
16		\$ 1,892,100
17	Fund sources:	
18	Board of accountancy fund	\$ 2,350,100
19		\$ 1,892,100
20	Performance measures:	
21	Average calendar days to resolve a complaint	180
22	Average calendar days to renew a license	1
23	Customer satisfaction rating (Scale 1-8)	7.0

24 Sec. 5. Senate Bill 1188, section 7, forty-ninth legislature, first
 25 regular session, as transmitted to the governor, is amended to read:

26 Sec. 7. DEPARTMENT OF ADMINISTRATION

27		<u>2009-10</u>
28	<u>State general fund</u>	
29	FTE positions	228.8
30	Operating lump sum appropriation	\$ 19,214,300
31	ENSCO	2,867,300
32	County attorney immigration	
33	enforcement	2,430,000
34	Arizona financial information	
35	system	1,120,500
36	Statewide telecommunications	
37	management contract lease	
38	payment	851,800
39	Utilities	625,700
40	Lump sum reduction	(9,897,700)
41		(8,066,100)
42	Total - general fund	\$ 17,211,900
43		\$ 19,043,500

1	Performance measures:	
2	Per cent of ADOA services receiving a good	
3	(6) or better rating from customers,	
4	based on annual survey (Scale 1-8)	85
5	Per cent of procurement plan award dates	
6	met for the RFP process	77
7	Customer satisfaction with establishing	
8	contracts (Scale 1-8)	6.9
9	Customer satisfaction with administering	
10	contracts (Scale 1-8)	6.7
11	Customer satisfaction rating for the	
12	operation of AFIS (Scale 1-8)	7.5
13	Average capitol police response time to	
14	emergency calls (in minutes and seconds)	1:52

15 The department may collect an amount of not to exceed \$1,762,600 from
 16 other funding sources, excluding federal funds, to recover pro rata costs of
 17 operating AFIS II. Any amounts left unspent from the Arizona financial
 18 information system line item shall revert to the state general fund.

19 The \$2,430,000 appropriated to the county attorney immigration
 20 enforcement line item shall be distributed as follows: \$1,430,000 to each
 21 county attorney of a county in this state with a population of one million
 22 five hundred thousand or more persons and \$500,000 to each county attorney of
 23 a county in this state with a population of eight hundred thousand or more
 24 persons but less than one million five hundred thousand persons, and the
 25 remainder of the monies shall be distributed as equally as possible to each
 26 county attorney of counties in this state with a population of less than
 27 eight hundred thousand persons. County attorneys may enter into agreements
 28 with county sheriffs or other law enforcement agencies or jurisdictions for
 29 the purposes of implementing section 23-212, Arizona Revised Statutes. These
 30 appropriations are exempt from the provisions of section 35-190, Arizona
 31 Revised Statutes, relating to lapsing of appropriations.

32	<u>Air quality fund</u>	
33	Lump sum appropriation	\$ 850,100
34	Lump sum reduction	<u>(85,000)</u>
35	Total - air quality fund	\$ 765,100

36	Performance measures:	
37	Customer satisfaction with all travel	
38	reduction services (Scale 1-8)	6.7

39 The amounts appropriated for the state employee transportation service
 40 subsidy shall be used for up to a one hundred per cent subsidy of charges
 41 payable for transportation service expenses as provided in section 41-786,
 42 Arizona Revised Statutes, of nonuniversity state employees in a vehicle
 43 emissions control area as defined in section 49-541, Arizona Revised
 44 Statutes, of a county with a population of more than four hundred thousand
 45 persons.

1	<u>Capital outlay stabilization fund</u>	
2	FTE positions	28.9
3	Operating lump sum appropriation	\$ 5,590,700
4	Utilities	7,349,900
5	Relocation	60,000
6	Offset to state general fund	
7	reduction	5,200,700
8	Lump sum reduction	(1,616,900)
9	Total - capital outlay stabilization	
10	fund	\$ 16,584,400
11		\$ 18,201,300

12 Performance measures:

13 Customer satisfaction rating for building
 14 maintenance (Scale 1-8) 7.7

15 Monies in the relocation line item are exempt from the provisions of
 16 section 35-190, Arizona Revised Statutes, relating to lapsing of
 17 appropriations, until December 31, 2010.

18	<u>Corrections fund</u>	
19	FTE positions	6.6
20	Lump sum appropriation	\$ 732,300
21	Lump sum reduction	<u>(121,700)</u>
22	Total - corrections fund	\$ 610,600

23 The intent of the legislature is for the amount appropriated from the
 24 corrections fund to be expended solely for the oversight of construction
 25 projects benefiting the state department of corrections or the department of
 26 juvenile corrections.

27	<u>Motor vehicle pool revolving fund</u>	
28	FTE positions	19.0
29	Lump sum appropriation	\$ 12,726,800
30	Lump sum reduction	<u>(1,351,400)</u>
31	Total - motor vehicle pool	
32	revolving fund	\$ 11,375,400

33 Performance measures:

34 Customer satisfaction with short-term (day use)
 35 vehicle rental (Scale 1-8) 7.8

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

38	<u>Telecommunications fund</u>	
39	FTE positions	18.0
40	Lump sum appropriation	\$ 3,178,100
41	Lump sum reduction	<u>(1,268,500)</u>
42	Total - telecommunications fund	\$ 1,909,600

1	Performance measures:	
2	Customer satisfaction rating for the wide area	
3	network (MAGNET) (Scale 1-8)	6.4
4	Customer satisfaction rating for statewide	
5	telecommunications management contract	
6	services (Scale 1-8)	6.0
7	<u>Telecommunications fund -</u>	
8	<u>infrastructure improvements</u>	
9	<u>account</u>	
10	Lump sum appropriation	\$ 4,713,700
11	<u>Automation operations fund</u>	
12	FTE positions	152.4
13	Lump sum appropriation	\$ 24,087,500
14	Lump sum reduction	<u>(3,401,500)</u>
15	Total - automation operations fund	\$ 20,686,000
16	Performance measures:	
17	Customer satisfaction rating for mainframe	
18	services based on annual survey (Scale 1-8)	7.0
19	The appropriation for the automation operations fund is an estimate	
20	representing all monies, including balance forward, revenue and transfers	
21	during fiscal year 2009-2010. These monies are appropriated to the	
22	department of administration for the purposes established in section 41-711,	
23	Arizona Revised Statutes. The appropriation shall be adjusted as necessary	
24	to reflect receipts credited to the automation operations fund for automation	
25	operation center projects. Expenditures for all additional automation	
26	operation center projects above the \$24,087,500 appropriation shall be	
27	subject to review by the joint legislative budget committee, following	
28	approval of the government information technology agency. Expenditures for	
29	each additional project shall not exceed the specific revenues of that	
30	project.	
31	<u>Risk management fund</u>	
32	FTE positions	96.0
33	Operating lump sum appropriation	\$ 8,729,900
34	Risk management losses and premiums	45,371,300
35	Workers' compensation losses and	
36	premiums	30,112,300
37	External legal services	5,592,200
38	Nonlegal related expenditures	3,153,900
39	Lump sum reduction	<u>(581,300)</u>
40	Total - risk management fund	\$ 92,378,300
41	Performance measures:	
42	Workers' compensation incidence rates/100	
43	FTE positions	4.1
44	Customer satisfaction with self-insurance	
45	(Scale 1-8)	7.5

1	<u>Personnel division fund</u>	
2	FTE positions	124.0
3	Operating lump sum appropriation	\$ 14,064,000
4	Human resources information solution	
5	certificate of participation	4,354,000
6	Lump sum reduction	<u>(2,628,700)</u>
7	Total - personnel division fund	\$ 15,789,300
8	Performance measures:	
9	Customer satisfaction with employee training	
10	(Scale 1-8)	6.1
11	<u>Special employee health insurance</u>	
12	<u>trust fund</u>	
13	FTE positions	39.0
14	Operating lump sum appropriation	\$ 5,187,300
15	Employee wellness program	300,000
16	Lump sum reduction	<u>(251,100)</u>
17	Total - special employee health	
18	insurance trust fund	\$ 5,236,200
19	Performance measures:	
20	Customer satisfaction with benefit plans	
21	(Scale 1-8)	6.2
22	<u>State surplus materials revolving</u>	
23	<u>fund</u>	
24	FTE positions	16.0
25	Operating lump sum appropriation	\$ 1,258,000
26	State surplus property sales	
27	proceeds	3,000,000
28	Lump sum reduction	<u>(488,000)</u>
29	Total - state surplus materials	
30	revolving fund	\$ 3,770,000
31	<u>Federal surplus materials revolving</u>	
32	<u>fund</u>	
33	FTE positions	7.0
34	Lump sum appropriation	<u>\$ 449,300</u>
35	Total appropriation - department of	
36	administration	\$191,479,800
37		\$194,928,300
38	Fund sources:	
39	State general fund	\$ 17,211,900
40		\$ 19,043,500
41	Other appropriated funds	174,267,900
42		175,884,800

1	<u>Acute care</u>	
2	Capitation	\$2,391,405,000
3		\$2,418,280,900
4	Reinsurance	129,621,800
5	Fee-for-service	514,455,500
6		522,776,700
7	Medicare premiums	104,550,000
8	Graduate medical education	42,075,300
9	Dual eligible part D copay subsidy	1,029,700
10	Disproportionate share payments	30,350,000
11	Critical access hospitals	1,700,000
12	Breast and cervical cancer	1,699,600
13	Ticket to work	6,944,300
14	Proposition 204 - capitation	2,146,078,300
15	Proposition 204 - reinsurance	81,730,000
16		87,601,900
17	Proposition 204 - fee-for-service	209,821,500
18		230,551,400
19	Proposition 204 - medicare	
20	premiums	33,051,400
21	Proposition 204 - county hold	
22	harmless	4,825,600
23	KidsCare - children	119,507,800
24		134,516,500
25	KIDSCARE - PARENTS	6,967,500
26	Rural hospital reimbursement	12,158,100
27	Medicare clawback payments	<u>31,925,600</u>
28	Total appropriation and expenditure	
29	authority - acute care	\$5,862,929,500
30		\$5,945,674,900
31	Fund sources:	
32	State general fund	\$1,611,099,400
33		\$1,636,284,700
34	Children's health insurance	
35	program fund	92,621,900
36		109,330,200
37	Tobacco tax and health care	
38	fund - medically needy	
39	account	53,738,100
40	Tobacco products tax fund -	
41	emergency health services	
42	account	23,331,800
43	Expenditure authority	4,082,138,300
44		4,122,990,100

1	Performance measures:	
2	Per cent of AHCCCS children receiving well	
3	child visits in the first	
4	15 months of life (EPSDT)	60
5	Per cent of AHCCCS children's access to	
6	primary care provider	85
7	Per cent of AHCCCS women receiving annual	
8	cervical screening	60
9	Member satisfaction as measured by	
10	percentage of enrollees that choose	
11	to change health plans	2.0

12 The \$30,350,000 appropriation for disproportionate share payments for
 13 fiscal year 2009-2010 made pursuant to section 36-2903.01, subsection P,
 14 Arizona Revised Statutes, includes \$4,202,300 for the Maricopa county health
 15 care district and \$26,147,700 for private qualifying disproportionate share
 16 hospitals.

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

23	<u>Long-term care</u>	
24	Program lump sum appropriation	\$1,266,710,000
25	Medicare clawback payments	22,956,300
26	Dual-eligible part D copay	
27	subsidy	470,300
28	Board of nursing	<u>209,700</u>
29	Total appropriation and expenditure	
30	authority - long-term care	\$1,290,346,300
31		\$1,289,876,000

32	Fund sources:	
33	State general fund	\$ 181,129,200
34		\$ 180,658,900
35	Expenditure authority	1,109,217,100

36	Performance measures:	
37	Per cent of members utilizing home and	
38	community based services (HCBS)	67
39	Per cent of ALTCS eligibility as measured by	
40	quality control sample	99

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

1 The county portion of the fiscal year 2009-2010 nonfederal portion of
 2 the costs of providing long-term care system services is included in the
 3 expenditure authority fund source.

4	<u>Agencywide lump sum reduction</u>	\$(27,054,200)
5		\$ (23,508,000)
6	Fund sources:	
7	State general fund	\$(16,381,000)
8		\$ (16,850,500)
9	Expenditure authority	(10,673,200)
10		(6,657,500)
11	<u>Lump sum reduction deferral</u>	\$(344,201,700)
12	Fund sources:	
13	State general fund	\$(117,889,100)
14	Expenditure authority	(226,312,600)
15	Total appropriation and expenditure	
16	authority - Arizona health	
17	care cost containment system	\$6,980,214,500
18		\$7,066,704,600
19	Appropriated fund sources:	
20	State general fund	\$1,743,165,500
21		\$1,767,571,300
22	Children's health insurance	
23	program fund	97,709,000
24		114,925,800
25	Budget neutrality compliance fund	2,993,500
26	Health care group fund	6,164,900
27	Tobacco products tax fund -	
28	emergency health services	
29	account	23,331,800
30	Tobacco tax and health care	
31	fund - medically needy account	53,738,100
32	Expenditure authority	\$5,053,111,700
33		\$5,097,979,200

34 Performance measures:

35 Per cent of people under age 65 that
 36 are uninsured 18

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

41 The Arizona health care cost containment system administration shall
 42 report to the joint legislative budget committee by March 1 of each year on
 43 the preliminary actuarial estimates of the capitation rate changes for the
 44 following fiscal year along with the reasons for the estimated changes. For
 45 any actuarial estimates that include a range, the total range from minimum to

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

12 The lump sum reduction may not be taken against the appropriation made
 13 for rural hospital reimbursement.

14 It is the intent of the legislature that the Arizona health care cost
 15 containment system administration make the reductions associated with the
 16 agencywide lump sum reduction against administrative functions and, to the
 17 extent possible, not against programmatic functions.

18 Sec. 7. Senate Bill 1188, section 12, forty-ninth legislature, first
 19 regular session, as transmitted to the governor, is amended to read:

20 Sec. 12. ARIZONA COMMISSION ON THE ARTS

21			<u>2009-10</u>
22	FTE positions		10.5
23	Operating lump sum appropriation	\$	667,700
24	Community service projects		1,263,100
25	Lump sum reduction		(1,630,800)
26			<u>(974,700)</u>
27	Total appropriation - Arizona commission		
28	on the arts	\$	300,000
29		\$	956,100
30	Fund sources:		
31	State general fund	\$	300,000
32		\$	956,100
33	Performance measures:		
34	Customer satisfaction rating (Scale 1-8)		7.5

35 Sec. 8. Senate Bill 1188, section 14, forty-ninth legislature, first
 36 regular session, as transmitted to the governor, is amended to read:

37 Sec. 14. AUTOMOBILE THEFT AUTHORITY

38			<u>2009-10</u>
39	FTE positions		6.0
40	Lump sum appropriation	\$	673,300
41	Automobile theft authority grants		5,293,400
42	Reimbursable programs		50,000
43	Lump sum reduction		<u>(40,600)</u>
44	Total appropriation - auto theft authority	\$	5,976,100

1	Fund sources:	
2	Automobile theft authority fund	\$ 5,976,100
3	Performance measures:	
4	Felony auto theft arrests by auto theft	
5	task force	330
6	Per cent of stolen vehicles recovered	
7	(calendar year)	67.0
8	Number of vehicles stolen statewide	
9	(calendar year)	55,000
10	Customer satisfaction rating (Scale 1-3,	
11	1 highest)	1.0

12 The automobile theft authority shall submit a report to the joint
13 legislative budget committee for review before expending any monies for the
14 reimbursable programs line item. The agency shall also show sufficient funds
15 collected to cover the expenses indicated in the report.

16 Automobile theft authority grants shall be awarded with consideration
17 given to areas with greater automobile theft problems and shall be used to
18 combat economic automobile theft operations.

19 The automobile theft authority shall pay ~~eighty~~ SEVENTY-FIVE per cent
20 of the personal services and employee related expenses for city and county
21 sworn officers who participate in the Arizona vehicle theft task force.

22 Sec. 9. Senate Bill 1188, section 19, forty-ninth legislature, first
23 regular session, as transmitted to the governor, is amended to read:

24 Sec. 19. STATE BOARD OF CHIROPRACTIC EXAMINERS

25		<u>2009-10</u>
26	FTE positions	5.0
27	Lump sum appropriation	\$ 474,800
28	Fund sources:	
29	Board of chiropractic examiners	
30	fund	\$ 474,800
31	Performance measures:	
32	Average calendar days to renew a license	22
33	Per cent of complaints resolved within 180	
34	days with no hearing required	23
35	Per cent of survey responses that indicate	
36	that staff was knowledgeable and courteous	
37	in public communications	100

38 ON OR BEFORE NOVEMBER 1, 2009, THE STATE BOARD OF CHIROPRACTIC
39 EXAMINERS SHALL SUBMIT A REPORT TO THE JOINT LEGISLATIVE BUDGET COMMITTEE ON
40 THE FISCAL YEAR 2008-2009 ENDING BALANCE AND PROJECTED FISCAL YEAR 2009-2010
41 REVENUES AND EXPENDITURES BY MONTH, INCLUDING YEAR-TO-DATE ACTUALS, FOR THE
42 BOARD OF CHIROPRACTIC EXAMINERS FUND. IT IS THE INTENT OF LEGISLATURE THAT
43 THE BOARD HAVE SUFFICIENT RESOURCES TO CONTINUE ITS FISCAL YEAR 2009-2010
44 OPERATING LEVEL THROUGH FISCAL YEAR 2010-2011.

1 Sec. 10. Senate Bill 1188, section 20, forty-ninth legislature, first
 2 regular session, as transmitted to the governor, is amended to read:

3 Sec. 20. DEPARTMENT OF COMMERCE

4		<u>2009-10</u>
5	FTE positions	66.9
6	Operating lump sum appropriation	\$ 4,289,900
7		\$ 5,289,900
8	Arizona trade office in Sonora	25,000
9	International trade offices	1,716,600
10	Economic development matching funds	104,000
11	Main street	130,000
12	REDI matching grants	45,000
13	Rural economic development	340,100
14	Advertising and promotion	659,200
15	CEDC commission	196,500
16	National law center/free trade	200,000
17	Oil overcharge administration	184,900
18	Minority and women owned business	129,600
19	Small business advocate	127,000
20	Apprenticeship services	189,900
21	Lump sum reduction	(3,360,200)
22		<u>(2,892,700)</u>
23	Total appropriation - department of	
24	commerce	\$ 4,977,500
25		\$ 6,445,000
26	Fund sources:	
27	State general fund	\$ 1,780,000
28	Bond fund	144,700
29	CEDC fund	2,601,200
30		4,068,700
31	Oil overcharge fund	184,900
32	State lottery fund	266,700
33	Performance measures:	
34	Number of workers trained	25,000
35	Per cent of job training fund monies	
36	distributed to small businesses	25
37	Customer satisfaction rating for business	
38	development program (percentage rating	
39	services as good or excellent)	88
40	Of the \$2,601,200 \$4,068,700 appropriated from the CEDC fund in fiscal	
41	year 2009-2010, \$250,000 shall be utilized for implementation of	
42	cross-industry business/infrastructure development projects and related	
43	project coordination in support of regional technology councils and high	
44	technology clusters operating in Arizona.	

~~The department of commerce may use monies appropriated from the state general fund, bond fund, CEDC fund and state lottery fund to administer programs that attract and retain jobs in this state and to pay for associated direct, indirect and other costs.~~

Sec. 11. Senate Bill 1188, section 21, forty-ninth legislature, first regular session, as transmitted to the governor, is amended to read:

Sec. 21. ARIZONA COMMUNITY COLLEGES

	<u>2009-10</u>
<u>Equalization aid</u>	
Cochise	\$ 7,841,800
Graham	17,465,400
Navajo	6,624,000
Yuma/La Paz	<u>2,938,300</u>
Total - equalization aid	\$ 34,869,500
<u>Operating state aid</u>	
Cochise	\$ 7,430,300
	\$ 7,488,700
Coconino	2,678,500
	2,679,400
Gila	601,000
	658,400
Graham	4,350,000
	4,243,900
Maricopa	45,293,500
	45,327,400
Mohave	3,596,000
	3,682,900
Navajo	3,432,900
	3,590,000
Pima	15,826,700
	15,942,100
Pinal	4,939,000
	4,935,100
Yavapai	4,122,800
	4,196,000
Yuma/La Paz	4,799,600
	<u>4,812,900</u>
Total - operating state aid	\$ 97,070,300
	\$ 97,556,800
Rural county reimbursement subsidy	<u>\$ 1,000,000</u>
Total appropriation - Arizona community colleges	\$132,939,800
	\$133,426,300

1 Fund sources:
2 State general fund ~~\$132,939,800~~
3 \$133,426,300

4 Performance measures:
5 Number of applied baccalaureate programs
6 collaboratively developed with universities 13
7 Of the \$1,000,000 appropriated to the rural county reimbursement
8 subsidy line item, Apache county will receive \$523,500, Greenlee county
9 \$188,700 and Santa Cruz county \$287,800.

10 The appropriated monies shall not be used to implement the centennial
11 scholars program.

12 Sec. 12. Senate Bill 1188, section 22, forty-ninth legislature, first
13 regular session, as transmitted to the governor, is amended to read:
14 Sec. 22. REGISTRAR OF CONTRACTORS

	<u>2009-10</u>
FTE positions	144.8
Operating lump sum appropriation	\$ 10,524,500
Office of administrative hearings	
costs	1,002,300
Incentive pay	<u>113,700</u>
Information management system	<u>506,500</u>
Lump sum reduction	(1,912,400)
Total appropriation - registrar of	
contractors	\$ 10,234,600
	\$ 12,147,000

26 Fund sources:
27 Registrar of contractors fund ~~\$ 10,234,600~~
28 \$ 12,147,000

29 Performance measures:
30 Average calendar days from receipt of
31 complaint to jobsite inspection 25
32 Per cent of licensing customers indicating
33 they received excellent service 93
34 Per cent of inspections customers indicating
35 they received excellent service 89

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

39 Sec. 13. Senate Bill 1188, section 23, forty-ninth legislature, first
40 regular session, as transmitted to the governor, is amended to read:
41 Sec. 23. CORPORATION COMMISSION

	<u>2009-10</u>
FTE positions	308.3
Operating lump sum appropriation	\$ 27,782,900

1	Corporation filings, same day	
2	service	400,400
3	Utilities audits, studies,	
4	investigations and hearings	<u>380,000*</u>
5	Lump sum reduction	(3,144,900)
6		(1,165,700)
7	Total appropriation - corporation commission	\$ 25,418,400
8		\$ 27,397,600
9	Fund sources:	
10	State general fund	\$ 3,794,900
11		\$ 600,000
12	Arizona arts trust fund	51,100
13	Investment management regulatory	
14	and enforcement fund	762,200
15	Public access fund	4,122,300
16		6,770,400
17	Securities regulatory and	
18	enforcement fund	3,258,400
19		4,746,000
20	Utility regulation revolving fund	13,429,500
21		14,467,900
22	Performance measures:	
23	Average turnaround time in days for processing	
24	of regular corporate filings	21.8
25	Average turnaround time in days for processing	
26	of expedited corporate filings	4
27	Number of months required to review applications	
28	received by securities division	1.5
29	Customer satisfaction rating for corporations	
30	program (Scale 1-8)	7.5

31 The \$400,400 appropriated from the public access fund for the
32 corporation filings, same day service line item shall revert to the public
33 access fund at the end of fiscal year 2009-2010 if the commission cannot
34 process all expedited services within five business days and all regular
35 services within thirty business days in accordance with sections 10-122,
36 10-3122 and 29-851, Arizona Revised Statutes.

37 The corporation commission corporations division shall provide a report
38 by the end of fiscal year 2009-2010 to the joint legislative budget committee
39 on the total number of filings received by the corporations division pursuant
40 to the services listed in sections 10-122, 10-3122 and 29-851, Arizona
41 Revised Statutes, the total number of filings processed by the corporations
42 division and the amount of time, in business days, to process each type of
43 service.

1 Sec. 14. Senate Bill 1188, section 24, forty-ninth legislature, first
 2 regular session, as transmitted to the governor, is amended to read:

3 Sec. 24. DEPARTMENT OF CORRECTIONS

	<u>2009-10</u>
4 FTE positions	9,755.9
5 Correctional officer personal services	\$118,560,700
6	\$253,646,500
7 Health care personal services	41,393,000
8 All other personal services	66,727,000
9 Employee-related expenditures	171,194,000
10 Personal services and employee-related	
11 expenditures for overtime/compensatory	
12 time	13,420,100
13 Health care all other operating	
14 expenditures	90,274,400
15	69,470,900
16 Non-health care all other operating	
17 expenditures	<u>125,866,200</u>
18 Total - operating budget	\$627,435,400
19	\$741,717,700
20 Fund sources:	
21 State general fund	\$612,406,200
22	\$727,767,700
23 State education fund for	
24 correctional education	580,200
25 Alcohol abuse treatment fund	599,300
26 Penitentiary land fund	198,700
27 State charitable, penal and	
28 reformatory institutions	
29 land fund	1,240,500
30	360,000
31 Corrections fund	380,500
32 Transition office fund	180,000
33 Transition program drug treatment	
34 fund	600,000
35 Prison construction and operations	
36 fund	11,250,000
37 County jail beds	\$ 866,200
38 Fund sources:	
39 State general fund	\$ 866,200
40 New state prison beds	\$ 16,064,100
41 Fund sources:	
42 State general fund	\$ 16,064,100
43 Private prison per diem	\$ 93,464,300

1	Fund sources:	
2	State general fund	\$ 62,990,000
3		\$ 64,790,000
4	Corrections fund	28,674,300
5	Penitentiary land fund	1,000,000
6	Prison construction and	
7	operations fund	800,000
8	Provisional beds	\$103,549,800
9		\$103,549,900
10	Fund sources:	
11	State general fund	\$ 99,493,600
12		\$101,388,900
13	Prison construction and	
14	operations fund	3,000,000
15		1,181,800
16	Penitentiary land fund	1,056,200
17		979,200
18	Lump sum appropriation	\$185,085,800
19	Fund sources:	
20	Federal government services	
21	stabilization fund	\$ 185,085,800
22	Lump sum reduction	\$(25,922,500)
23		\$(34,645,900)
24	Fund sources:	
25	State general fund	\$(25,849,600)
26		\$(34,573,000)
27	Corrections fund	(37,200)
28	State education fund for	
29	correctional education	(35,700)
30	Performance measures:	
31	Escapes from secure facilities	0
32	Number of inmates receiving GED	2,956
33	Number of inmate random positive	
34	urinalysis results	1,721
35	Twenty-five per cent of land earnings and interest from the state	
36	charitable, penal and reformatory institutions land fund shall be distributed	
37	to the state department of corrections in compliance with the enabling act	
38	and the Constitution of Arizona to be used for the support of state penal	
39	institutions.	
40	One hundred per cent of land earnings and interest from the	
41	penitentiary land fund shall be distributed to the state department of	
42	corrections in compliance with the enabling act and the Constitution of	
43	Arizona to be used for the support of state penal institutions.	

1 Before the expenditure of any state education fund for correctional
2 education receipts in excess of \$544,500, the state department of corrections
3 shall report the intended use of the monies to the director of the joint
4 legislative budget committee.

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

9 The personal services and employee-related expenditures for
10 overtime/compensatory time line item includes monies for personal services
11 and employee-related expenditure costs from overtime and compensatory time
12 payouts accrued by department employees in fiscal year 2009-2010.

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

17 Any transfer to or from the amounts appropriated for county jail beds,
18 new state prison beds, personal services and employee-related expenditures
19 for overtime/compensatory time, private prison per diem or provisional beds
20 line items shall require review by the joint legislative budget committee.

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

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

36 ~~It is the intent of the legislature that the personnel reduction of~~
37 ~~\$12,267,700, included in the lump sum reduction special line item would be~~
38 ~~achieved through attrition and, to the extent possible, not reduce the number~~
39 ~~of filled correctional officer positions.~~

40 It is the intent of the legislature that the department contract with
41 county jails for the purposes of housing inmates committed to the department
42 if the county agrees to contract at a per diem rate that shall not exceed
43 \$50.00.

1 IT IS THE INTENT OF THE LEGISLATURE THAT IN FISCAL YEAR 2009-2010,
 2 \$50,000,000 WILL BE DISBURSED FROM THE STATE FISCAL STABILIZATION FUND TO THE
 3 STATE DEPARTMENT OF CORRECTIONS FOR CORRECTIONAL OFFICER PERSONAL SERVICES.
 4 THESE MONIES SHALL BE DISBURSED IN ACCORDANCE WITH THE PROVISIONS OF THE
 5 AMERICAN RECOVERY AND REINVESTMENT ACT OF 2009 (P.L. 111-5).

6 Sec. 15. Senate Bill 1188, section 27, forty-ninth legislature, first
 7 regular session, as transmitted to the governor, is amended to read:

8 Sec. 27. ARIZONA STATE SCHOOLS FOR THE DEAF AND THE BLIND
 9 2009-10

10	<u>Administration/statewide</u>	
11	FTE positions	70.5
12	Lump sum appropriation	\$ 4,707,700
13	Fund sources:	
14	State general fund	\$ 4,707,700
15	<u>Phoenix day school for the deaf</u>	
16	FTE positions	155.2
17	Operating lump sum appropriation	\$ 8,698,200
18	School bus replacement	<u>738,000</u>
19	Total - Phoenix day school for the deaf	\$ 9,436,200
20	Fund sources:	
21	State general fund	\$ 4,409,200
22	Arizona state schools for the	
23	deaf and the blind fund	5,027,000
24	<u>Tucson campus</u>	
25	FTE positions	295.8
26	Lump sum appropriation	\$ 16,997,600
27	Fund sources:	
28	State general fund	\$ 10,383,000
29	Arizona state schools for the	
30	deaf and the blind fund	6,614,600
31	<u>Regional cooperatives</u>	
32	FTE positions	11.0
33	Lump sum appropriation	\$ 1,447,600
34	Fund sources:	
35	State general fund	\$ 1,008,700
36	Arizona state schools for the	
37	deaf and the blind fund	438,900
38	<u>Preschool/outreach programs</u>	
39	FTE positions	54.7
40	Lump sum appropriation	\$ 4,118,000
41	Fund sources:	
42	State general fund	\$ 1,503,100
43	Arizona state schools for the	
44	deaf and the blind fund	2,614,900

1	<u>Lump sum reduction</u>	\$(2,597,100)
2		\$(2,350,600)
3	Fund sources:	
4	State general fund	\$(2,597,100)
5		\$(2,350,600)
6	Total appropriation - Arizona state schools	
7	for the deaf and the blind	\$ 34,110,000
8		\$ 34,356,500
9	Fund sources:	
10	State general fund	\$ 19,414,600
11		\$ 19,661,100
12	Arizona state schools for the	
13	deaf and the blind fund	14,695,400
14	Performance measures:	
15	Per cent of parents rating overall quality of	
16	services as "good" or "excellent" based	
17	on annual survey	98
18	Per cent of students in grade 5 meeting or	
19	exceeding state academic standards in:	
20	Reading	4
21	Writing	14
22	Math	0
23	Per cent of students in high school meeting or	
24	exceeding state academic standards in:	
25	Reading	28
26	Writing	28
27	Math	24
28	Before the expenditure of any Arizona state schools for the deaf and	
29	the blind fund monies in excess of \$14,695,400 in fiscal year 2009-2010, the	
30	joint legislative budget committee shall review the intended use of the	
31	funds.	
32	Sec. 16. Senate Bill 1188, section 31, forty-ninth legislature, first	
33	regular session, as transmitted to the governor, is amended to read:	
34	Sec. 31. DEPARTMENT OF ECONOMIC SECURITY	
35		<u>2009-10</u>
36	<u>Administration</u>	
37	FTE positions	302.5
38	Operating lump sum appropriation	\$ 33,342,400
39	Fund sources:	
40	State general fund	\$ 26,540,900
41	Federal child care and	
42	development fund block grant	823,600
43	Federal temporary assistance	
44	for needy families block grant	4,271,400

1	Public assistance collections	
2	fund	407,800
3	Spinal and head injuries trust	
4	fund	39,500
5	Statewide cost allocation plan	
6	fund	1,000,000
7	Federal Reed act grant	259,200
8	Finger imaging	\$ 738,800
9	Fund sources:	
10	State general fund	\$ 461,300
11	Federal temporary assistance	
12	for needy families block	
13	grant	277,500
14	Attorney general legal services	\$ 1,042,000
15	Fund sources:	
16	State general fund	\$ 747,900
17	Federal child care and development	
18	fund block grant	17,300
19	Federal temporary assistance for	
20	needy families block grant	168,000
21	Public assistance collections	
22	fund	108,800
23	Triagency disaster recovery	\$ 271,500
24	Fund sources:	
25	Risk management fund	\$ 271,500
26	In accordance with section 35-142.01, Arizona Revised Statutes, the	
27	department of economic security shall remit to the department of	
28	administration any monies received as reimbursement from the federal	
29	government or any other source for the operation of the department of	
30	economic security west building and any other building lease-purchased by the	
31	state of Arizona in which the department of economic security occupies space.	
32	The department of administration shall deposit these monies in the state	
33	general fund.	
34	In accordance with section 38-654, Arizona Revised Statutes, the	
35	department of economic security shall transfer to the department of	
36	administration for deposit in the special employee health insurance trust	
37	fund any unexpended state general fund monies at the end of each fiscal year	
38	appropriated for employer health insurance contributions.	
39	<u>Developmental disabilities</u>	
40	FTE positions	1,921.9
41	Operating lump sum appropriation	\$ 46,396,500
42	Fund sources:	
43	State general fund	\$ 17,883,400
44	Expenditure authority	28,513,100
45	Case management - title XIX	\$ 42,509,800

1	Fund sources:	
2	State general fund	\$ 14,471,500
3	Expenditure authority	28,038,300
4	Home and community based	
5	services - title XIX	\$650,550,900
6		\$671,950,900
7	Fund sources:	
8	State general fund	\$226,852,000
9		\$236,252,000
10	Expenditure authority	423,698,900
11		435,698,900
12	Institutional services - title XIX	\$ 15,873,000
13	Fund sources:	
14	State general fund	\$ 5,430,900
15	Expenditure authority	10,442,100
16	Medical services	\$142,813,300
17	Fund sources:	
18	State general fund	\$ 48,904,800
19	Expenditure authority	93,908,500
20	Arizona training program at	
21	Coolidge - title XIX	\$ 17,018,800
22	Fund sources:	
23	State general fund	\$ 5,783,200
24	Expenditure authority	11,235,600
25	Medicare clawback payments	\$ 2,456,100
26	Fund sources:	
27	State general fund	\$ 2,456,100
28	Case management - state-only	\$ 4,496,000
29	Fund sources:	
30	State general fund	\$ 4,496,000
31	Home and community based	
32	services - state-only	\$ 36,697,500
33		\$ 21,697,500
34	Fund sources:	
35	State general fund	\$ 35,849,400
36		\$ 20,849,400
37	Long-term care system fund	848,100

38 IT IS THE INTENT OF THE LEGISLATURE THAT IN FISCAL YEAR 2009-2010,
39 \$15,000,000 WILL BE DISBURSED FROM THE STATE FISCAL STABILIZATION FUND TO THE
40 DEPARTMENT OF ECONOMIC SECURITY FOR STATE-ONLY HOME AND COMMUNITY-BASED
41 SERVICES. THESE MONIES SHALL BE DISBURSED IN ACCORDANCE WITH THE PROVISIONS
42 OF THE AMERICAN RECOVERY AND REINVESTMENT ACT OF 2009 (P.L. 111-5).

1	Institutional services - state-only	\$ 294,900
2	Fund sources:	
3	State general fund	\$ 294,900
4	Arizona training program at	
5	Coolidge - state-only	\$ 566,400
6	Fund sources:	
7	State general fund	\$ 566,400
8	State-funded long-term care	
9	services	\$ 26,383,300
10	Fund sources:	
11	State general fund	\$ 762,900
12	Long-term care system fund	25,620,400
13	Developmental disabilities non-title	
14	XIX reduction	\$(7,459,100)
15		\$(2,959,100)
16	Fund sources:	
17	State general fund	\$(7,459,100)
18		\$(2,959,100)
19	Autism training and oversight	\$ 200,000
20	Fund sources:	
21	Tobacco tax and healthcare -	
22	health research account	\$ 200,000
23	Children's autism intensive	
24	behavioral treatment services	\$ 1,800,000
25	Fund sources:	
26	 State general fund	\$ 1,800,000
27	Children's autism intensive early	
28	intervention services for toddlers	\$ 500,000
29	Fund sources:	
30	 State general fund	\$ 500,000
31	ARIZONA EARLY INTERVENTION PROGRAM	\$ 2,041,700
32	FUND SOURCES:	
33	STATE GENERAL FUND	\$ 2,041,700
34	Performance measures:	
35	Per cent of consumer satisfaction with	
36	case management services	99
37	Per cent of relatives and caregivers	
38	of consumers stating the services	
39	received meet the consumers needs	95
40	Per cent of relatives and caregivers	
41	of consumers satisfied with the	
42	providers and services received	95

1 It is the intent of the legislature that any available surplus monies
2 for developmental disability programs be applied toward the waiting list,
3 unless there are insufficient monies to annualize these costs in the
4 subsequent year. The children's waiting list shall receive first priority.
5 The amount appropriated for developmental disabilities shall be used to
6 provide for services for nontitle XIX eligible clients. The amount shall not
7 be used for other purposes, unless a transfer of monies is reviewed by the
8 joint legislative budget committee.

9 The department of economic security shall report all new placements
10 into a state-owned ICF-MR or the Arizona training program at Coolidge campus
11 in fiscal year 2009-2010 to the president of the senate, the speaker of the
12 house of representatives, the chairpersons of the senate and house of
13 representatives appropriations committees and the director of the joint
14 legislative budget committee and the reason why this placement, rather than a
15 placement into a privately run facility for the developmentally disabled, was
16 deemed as the most appropriate placement. The department shall also report
17 if no new placements were made. This report shall be made available by July
18 15, 2010.

19 All monies in the long-term care system fund unexpended and
20 unencumbered at the end of fiscal year 2009-2010 revert to the state general
21 fund, subject to approval by the Arizona health care cost containment system
22 administration.

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

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

1 For fiscal year 2009-2010, the department of economic security shall
2 not increase reimbursement rates for community service providers and
3 independent service agreement providers contracting with the division of
4 developmental disabilities.

5 IT IS THE INTENT OF THE LEGISLATURE THAT IN FISCAL YEAR 2009-2010,
6 \$2,300,000 WILL BE DISBURSED FROM THE STATE FISCAL STABILIZATION FUND TO THE
7 DEPARTMENT OF ECONOMIC SECURITY FOR CHILDREN'S AUTISM INTENSIVE BEHAVIORAL
8 TREATMENT SERVICES AND FOR CHILDREN'S AUTISM INTENSIVE EARLY INTERVENTION
9 SERVICES FOR TODDLERS. THESE MONIES SHALL BE DISBURSED IN ACCORDANCE WITH
10 THE PROVISIONS OF THE AMERICAN RECOVERY AND REINVESTMENT ACT OF 2009
11 (P.L. 111-5).

12 Benefits and medical eligibility

13 FTE positions	574.0
14 Operating lump sum appropriation	\$ 40,657,000
15 Fund sources:	
16 State general fund	\$ 25,716,800
17 Federal temporary assistance	
18 for needy families block grant	14,940,200
19 Temporary assistance for	
20 needy families cash	
21 benefits	\$121,873,400
22 Fund sources:	
23 State general fund	\$ 41,242,700
24 Federal temporary assistance	
25 for needy families block	
26 grant	80,630,700
27 Tribal pass-through funding	\$ 5,192,300
28 Fund sources:	
29 State general fund	\$ 5,192,300
30 Tuberculosis control payments	\$ 32,200
31 Fund sources:	
32 State general fund	\$ 32,200
33 Performance measures:	
34 Per cent of cash benefits issued timely	96.0
35 Per cent of total cash benefits payments	
36 issued accurately	95.0
37 Per cent of total food stamps payments	
38 issued accurately	96.0
39 Per cent of clients satisfied with family	
40 assistance administration	90.0

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

1 Any transfer to or from the \$121,873,400 appropriated for temporary
 2 assistance for needy families cash benefits requires review by the joint
 3 legislative budget committee.

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

11 Child support enforcement

12	FTE positions	863.8
13	Operating lump sum appropriation	\$ 49,513,700
14	Fund sources:	
15	State general fund	\$ 7,958,600
16	Child support enforcement	
17	administration fund	12,220,000
18	Expenditure authority	29,335,100
19	Genetic testing	\$ 360,000
20	Fund sources:	
21	State general fund	\$ 122,400
22	Expenditure authority	237,600
23	County participation	\$ 8,645,200
24	Fund sources:	
25	Child support enforcement	
26	administration fund	\$ 1,384,100
27	Expenditure authority	7,261,100
28	Attorney general legal services	\$ 9,901,400
29	Fund sources:	
30	State general fund	\$ 887,500
31	Child support enforcement	
32	administration fund	2,426,500
33	Expenditure authority	6,587,400
34	Performance measures:	
35	Total IV-D collections	\$371,500,000
36	Ratio of current IV-D support collected	
37	and distributed to current IV-D support	
38	due	50.4

39 ALL STATE SHARE OF RETAINED EARNINGS, FEES AND FEDERAL INCENTIVES ABOVE
 40 \$16,030,600 RECEIVED BY THE DIVISION OF CHILD SUPPORT ENFORCEMENT ARE
 41 APPROPRIATED FOR OPERATING EXPENDITURES. NEW FULL-TIME EQUIVALENT POSITIONS
 42 MAY BE AUTHORIZED WITH THE INCREASED FUNDING. THE DIVISION OF CHILD SUPPORT
 43 ENFORCEMENT SHALL REPORT THE INTENDED USE OF THE MONIES TO THE PRESIDENT OF
 44 THE SENATE, THE SPEAKER OF THE HOUSE OF REPRESENTATIVES, THE CHAIRPERSONS OF
 45 THE SENATE AND HOUSE OF REPRESENTATIVES APPROPRIATIONS COMMITTEES AND THE

1	DIRECTORS OF THE JOINT LEGISLATIVE BUDGET COMMITTEE AND THE GOVERNOR'S OFFICE	
2	OF STRATEGIC PLANNING AND BUDGETING.	
3	<u>Aging and community services</u>	
4	FTE positions	109.6
5	Operating lump sum appropriation	\$ 7,296,100
6	Fund sources:	
7	State general fund	\$ 7,048,500
8	Federal temporary assistance	
9	for needy families block	
10	grant	247,600
11	Adult services	\$ 18,977,700
12	Fund sources:	
13	State general fund	\$ 18,977,700
14	Aging and community services -	
15	25% reduction	\$(5,568,700)
16		\$(1,131,400)
17	Fund sources:	
18	State general fund	\$(5,568,700)
19		\$(1,131,400)
20	Community and emergency	
21	services	\$ 5,424,900
22	Fund sources:	
23	Federal temporary assistance	
24	for needy families block	
25	grant	\$ 5,424,900
26	Coordinated hunger	\$ 2,014,600
27	Fund sources:	
28	State general fund	\$ 1,514,600
29	Federal temporary assistance	
30	for needy families block	
31	grant	500,000
32	Coordinated homeless	\$ 2,804,900
33	Fund sources:	
34	State general fund	\$ 1,155,400
35	Federal temporary assistance	
36	for needy families block	
37	grant	1,649,500
38	Domestic violence prevention	\$ 16,647,400
39	Fund sources:	
40	State general fund	\$ 7,626,700
41	Federal temporary assistance	
42	for needy families block	
43	grant	6,620,700
44	Domestic violence shelter fund	2,400,000

1 Performance measures:

2 Adult protective services investigation

3 per cent rate 100

4 The department of economic security shall report to the joint
 5 legislative budget committee on the amount of state and federal monies
 6 available statewide for domestic violence funding by December 15, 2009. The
 7 report shall include, at a minimum, the amount of monies available and the
 8 state fiscal agent receiving those monies.

9 ALL DOMESTIC VIOLENCE SHELTER FUND MONIES ABOVE \$2,400,000 RECEIVED BY
 10 THE DEPARTMENT OF ECONOMIC SECURITY ARE APPROPRIATED FOR THE DOMESTIC
 11 VIOLENCE PREVENTION LINE ITEM. THE DEPARTMENT OF ECONOMIC SECURITY SHALL
 12 REPORT THE INTENDED USE OF THE MONIES ABOVE \$2,400,000 TO THE JOINT
 13 LEGISLATIVE BUDGET COMMITTEE.

14 Children, youth and families

15 FTE positions 1,616.7

16 Operating lump sum appropriation \$102,378,000

17 Fund sources:

18 State general fund \$ 64,056,100

19 Children and family services
 20 training program fund 209,600

21 Federal temporary assistance
 22 for needy families block
 23 grant 38,112,300

24 IT IS THE INTENT OF THE LEGISLATURE THAT IN FISCAL YEAR 2009-2010,
 25 \$5,500,000 WILL BE DISBURSED FROM THE STATE FISCAL STABILIZATION FUND TO THE
 26 DEPARTMENT OF ECONOMIC SECURITY FOR CHILD PROTECTIVE SERVICES. THESE MONIES
 27 SHALL BE DISBURSED IN ACCORDANCE WITH THE PROVISIONS OF THE AMERICAN RECOVERY
 28 AND REINVESTMENT ACT OF 2009 (P.L. 111-5).

29 Adoption services \$ 55,244,600

30 Fund sources:

31 State general fund \$ 35,942,200

32 Federal temporary assistance
 33 for needy families block
 34 grant 19,302,400

35 IT IS THE INTENT OF THE LEGISLATURE THAT IN FISCAL YEAR 2009-2010,
 36 \$2,500,000 WILL BE DISBURSED FROM THE STATE FISCAL STABILIZATION FUND TO THE
 37 DEPARTMENT OF ECONOMIC SECURITY FOR ADOPTION SERVICES CASELOAD GROWTH. THESE
 38 MONIES SHALL BE DISBURSED IN ACCORDANCE WITH THE PROVISIONS OF THE AMERICAN
 39 RECOVERY AND REINVESTMENT ACT OF 2009 (P.L. 111-5).

40 Adoption services - family
 41 preservation projects \$ 700,000

42 Fund sources:

43 Federal temporary assistance
 44 for needy families block
 45 grant \$ 700,000

1	Attorney general legal	
2	services	\$ 12,168,800
3	Fund sources:	
4	State general fund	\$ 12,116,600
5	Federal temporary assistance	
6	for needy families block	
7	grant	52,200
8	Child abuse prevention	\$ 826,900
9	Fund sources:	
10	Child abuse prevention fund	\$ 826,900
11	Children support services	\$ 71,082,400
12	Fund sources:	
13	State general fund	\$ 40,403,300
14	Child abuse prevention fund	750,000
15	Federal temporary assistance	
16	for needy families block	
17	grant	29,929,100
18	Comprehensive medical and dental	
19	program	\$ 2,057,000
20	Fund sources:	
21	State general fund	\$ 2,057,000
22	Child protective services appeals	\$ 732,300
23	Fund sources:	
24	State general fund	\$ 732,300
25	CPS emergency placement	\$ 5,186,500
26	Fund sources:	
27	State general fund	\$ 2,180,100
28	Federal temporary assistance	
29	for needy families block	
30	grant	3,006,400
31	Family support reduction	\$(6,290,000)
32		\$(2,620,800)
33	Fund sources:	
34	State general fund	\$(6,290,000)
35		\$(2,620,800)
36	Education and training vouchers	\$ 700,000
37	Fund sources:	
38	State general fund	\$ 700,000
39	Family builders program	\$ 5,200,000
40	Fund sources:	
41	Federal temporary assistance for	
42	needy families block grant	\$ 5,200,000
43	Foster care placement	\$ 23,362,600

1	Fund sources:	
2	State general fund	\$ 17,139,500
3	Federal temporary assistance for	
4	needy families block grant	6,223,100
5	Healthy families	\$ 10,750,000
6	Fund sources:	
7	State general fund	\$ 5,715,800
8	Federal temporary assistance for	
9	needy families block grant	5,034,200
10	Homeless youth intervention	\$ 400,000
11	Fund sources:	
12	Federal temporary assistance for	
13	needy families block grant	\$ 400,000
14	Independent living maintenance	\$ 2,136,000
15		\$ 2,719,300
16	Fund sources:	
17	State general fund	\$ 2,136,000
18		\$ 2,719,300
19	Intensive family services	\$ 1,985,600
20	Fund sources:	
21	State general fund	\$ 1,985,600
22	Joint substance abuse - Arizona	
23	families in recovery succeeding	
24	together	\$ 7,224,500
25	Fund sources:	
26	State general fund	\$ 5,224,500
27	Federal temporary assistance for	
28	needy families block grant	\$ 2,000,000
29	Permanent guardianship subsidy	\$ 8,935,300
30	Fund sources:	
31	State general fund	\$ 7,192,300
32	Federal temporary assistance for	
33	needy families block grant	1,743,000
34	CPS residential placement	\$ 17,710,000
35	Fund sources:	
36	State general fund	\$ 6,543,400
37	Federal temporary assistance for	
38	needy families block grant	11,166,600
39	Performance measures:	
40	Per cent of newly hired CPS specialists	
41	completing training within 7 months	
42	of hire	100

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

23 Any transfer to or from the amounts appropriated for children support
24 services, CPS emergency placement, CPS residential placement or foster care
25 placement requires review by the joint legislative budget committee.

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

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

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

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

41 IT IS THE INTENT OF THE LEGISLATURE THAT IN FISCAL YEAR 2009-2010,
42 \$18,000,000 WILL BE DISBURSED FROM THE STATE FISCAL STABILIZATION FUND TO THE
43 DEPARTMENT OF ECONOMIC SECURITY FOR CHILDREN SERVICES. THESE MONIES SHALL BE
44 DISBURSED IN ACCORDANCE WITH THE PROVISIONS OF THE AMERICAN RECOVERY AND
45 REINVESTMENT ACT OF 2009 (P.L. 111-5).

1	<u>Employment and rehabilitation services</u>	
2	FTE positions	559.9
3	Operating lump sum appropriation	\$ 33,957,600
4	Fund sources:	
5	State general fund	\$ 10,259,700
6	Federal child care and development	
7	fund block grant	10,839,300
8	Federal temporary assistance for	
9	needy families block grant	6,650,200
10	Workforce investment act grant	2,283,700
11	Special administration fund	74,400
12	Spinal and head injuries trust	
13	fund	613,800
14	Federal Reed act grant	3,236,500
15	JOBS	\$ 13,247,900
16		\$ 19,081,200
17	Fund sources:	
18	State general fund	\$ 1,715,200
19	Federal temporary assistance for	
20	needy families block grant	8,032,700
21		13,866,000
22	Workforce investment act grant	2,000,000
23	Special administration fund	1,500,000
24	Day care subsidy	\$178,864,000
25	Fund sources:	
26	State general fund	\$ 81,295,100
27	Federal child care and	
28	development fund block grant	82,485,800
29	Federal temporary assistance for	
30	needy families block grant	15,083,100
31	Transitional child care	\$ 36,193,000
32	Fund sources:	
33	Federal child care and	
34	development fund block	
35	grant	\$ 36,193,000
36	Vocational rehabilitation	
37	services	\$ 4,719,100
38	Fund sources:	
39	State general fund	\$ 4,514,400
40	Spinal and head injuries	
41	trust fund	204,700
42	Assistive technology	\$ 200,000

1	Fund sources:	
2	State general fund	\$ 200,000
3	Independent living rehabilitation	
4	services	\$ 2,491,900
5	Fund sources:	
6	State general fund	\$ 784,200
7	Spinal and head injuries trust	
8	fund	1,707,700
9	Workforce investment act - local	
10	governments	\$ 48,040,600
11	Fund sources:	
12	Workforce investment act grant	\$ 48,040,600
13	Workforce investment act -	
14	discretionary	<u>\$ 3,614,000</u>
15	Fund sources:	
16	Workforce investment act grant	\$ 3,614,000
17	Performance measures:	
18	Number of TANF recipients who obtained	
19	employment	18,000
20	Per cent of customer satisfaction with	
21	child care	95.0
22	Vocational rehabilitation individuals	
23	successfully rehabilitated	2,000

24 Of the \$178,864,000 appropriated for day care subsidy, \$115,199,900 is
 25 for a program in which the upper income limit is no more than one hundred
 26 sixty-five per cent of the federal poverty level.

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

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

37 The department of economic security shall use the \$200,000 appropriated
 38 for assistive technology to contract with a third party to create a statewide
 39 clearinghouse for assistive technology to be distributed to Arizona school
 40 districts.

41 ALL FEDERAL WORKFORCE INVESTMENT ACT DISCRETIONARY MONIES THAT ARE
 42 RECEIVED BY THIS STATE IN EXCESS OF \$3,614,000 ARE APPROPRIATED TO THE
 43 WORKFORCE INVESTMENT ACT-DISCRETIONARY LINE ITEM. EXCESS MONIES MAY NOT BE
 44 SPENT UNTIL A PROPOSED EXPENDITURE PLAN FOR THE EXCESS MONIES HAS BEEN
 45 REVIEWED BY THE JOINT LEGISLATIVE BUDGET COMMITTEE.

1 ALL FEDERAL WORKFORCE INVESTMENT ACT MONIES FOR LOCAL GOVERNMENTS THAT
 2 ARE RECEIVED BY THIS STATE IN EXCESS OF \$48,040,600 ARE APPROPRIATED TO THE
 3 WORKFORCE INVESTMENT ACT-LOCAL GOVERNMENTS LINE ITEM. EXCESS MONIES MAY NOT
 4 BE SPENT UNTIL A PROPOSED EXPENDITURE PLAN FOR THE EXCESS MONIES HAS BEEN
 5 REVIEWED BY THE JOINT LEGISLATIVE BUDGET COMMITTEE.

6	Lump sum FTE reduction	(352.0)
7	<u>Agencywide lump sum reduction</u>	\$(119,586,100)
8		\$(107,198,300)
9	Fund sources:	
10	State general fund	\$(129,808,500)
11		\$(115,040,000)
12	Child support enforcement	
13	administration fund	(796,900)
14	Domestic violence shelter fund	(480,000)
15	Long-term care system fund	(2,972,600)
16	Federal TANF block grant	15,468,000
17		9,634,700
18	Public assistance collections fund	(92,200)
19	Special administration fund	(347,000)
20	Spinal and head injuries trust fund	(556,900)
21	<u>Lump sum reduction deferral</u>	\$(25,000,000)
22		\$(42,000,000)
23	Fund sources:	
24	State general fund	\$(25,000,000)
25		\$(42,000,000)

26 Performance measures:
 27 Agencywide customer satisfaction rating
 28 (Scale 1-5) 3.8

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

34 A monthly report comparing total expenditures for the month and
 35 year-to-date as compared to prior year totals shall be forwarded to the
 36 president of the senate, the speaker of the house of representatives, the
 37 chairpersons of the senate and house of representatives appropriations
 38 committees and the director of the joint legislative budget committee by the
 39 thirtieth of the following month. The report shall include an estimate of
 40 (1) potential shortfalls in entitlement programs, (2) potential federal and
 41 other funds, such as the statewide assessment for indirect costs, and any
 42 projected surplus in state supported programs that may be available to offset
 43 these shortfalls and a plan, if necessary, for eliminating any shortfall
 44 without a supplemental appropriation, (3) shortfalls resulting from new
 45 leases or renegotiations of current leases and associated costs and (4) total

1 expenditure authority of the child support enforcement program for the month
2 and year-to-date as compared to prior year totals.

3 The department of economic security shall not operate more welfare
4 offices than it operated in fiscal year 2005-2006.

5 It is the intent of the legislature that the department of economic
6 security make the reductions associated with the agencywide lump sum
7 reduction against administrative functions and, to the extent possible, not
8 against programmatic functions.

9 Sec. 17. Senate Bill 1188, section 32, forty-ninth legislature, first
10 regular session, as transmitted to the governor, is amended to read:

11 Sec. 32. STATE BOARD OF EDUCATION AND SUPERINTENDENT OF PUBLIC INSTRUCTION
12 2009-10

13 Administration

14 FTE positions 72.5
15 Lump sum appropriation \$ 6,469,600

16 Fund sources:

17 State general fund \$ 6,469,600

18 The lump sum appropriation includes \$291,100 and 4 FTE positions for
19 average daily membership auditing and \$200,000 and 2 FTE positions for
20 information technology security services.

21 Formula programs

22 FTE positions 29.0
23 Operating lump sum appropriation \$ 2,096,800

24 Basic state aid ~~\$2,795,599,400~~
25 \$2,868,599,400

26 Fund sources:

27 State general fund ~~\$2,749,123,900~~
28 \$2,822,123,900

29 Permanent state school fund 46,475,500

30 The above appropriation provides basic state support to school
31 districts for maintenance and operations funding as provided by section
32 15-973, Arizona Revised Statutes, and includes an estimated \$46,475,500 in
33 expendable income derived from the permanent state school fund and from state
34 trust lands pursuant to section 37-521, subsection B, Arizona Revised
35 Statutes, for fiscal year 2009-2010.

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

40 Except as required by section 37-521, Arizona Revised Statutes, all
41 monies received during the fiscal year from national forests, interest
42 collected on deferred payments on the purchase of state lands, the income
43 from the investment of permanent funds as prescribed by the enabling act and
44 the Constitution of Arizona and all monies received by the superintendent of
45 public instruction from whatever source, except monies received pursuant to

1 sections 15-237 and 15-531, Arizona Revised Statutes, when paid into the
 2 state treasury are appropriated for apportionment to the various counties in
 3 accordance with law. An expenditure shall not be made except as specifically
 4 authorized above.

5	Additional state aid	\$ 366,586,000
6	Special education fund	35,237,700
7	Other state aid to districts	<u>983,900</u>
8	Total - formula programs	\$3,200,503,800
9		\$3,273,503,800

10 Fund sources:

11	State general fund	\$3,154,028,300
12		\$3,227,028,300
13	Permanent state school fund	46,475,500

14 Nonformula programs

15	FTE positions	149.4
16	Operating lump sum appropriation	\$ 1,312,700
17	Achievement testing	10,236,900

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

22	AIMS intervention; dropout	
23	prevention	5,050,000
24	School accountability	4,699,100
25	Adult education and GED	4,477,900
26	Chemical abuse	817,100
27	English learner administration	4,805,800

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

41	Compensatory instruction fund	
42	deposit	10,000,000
43	Arizona structured English immersion	
44	fund	8,791,400
45	Extended school year	500,000

1	Family literacy	1,008,700
2	Gifted support	3,377,000
3	School safety program	6,718,900
4	Small pass-through programs	100,000
5	The appropriated amount includes \$50,000 for the academic contest fund	
6	and \$50,000 for the economic academic council.	
7	State block grant for early	
8	childhood education	19,438,100
9	State block grant for vocational	
10	education	11,467,700
11	Vocational education extended year	600,000
12	Teacher certification	1,971,400
13	Monies collected by the department of education for teacher	
14	certification fees, as authorized by section 15-531, paragraphs 1 and 2,	
15	Arizona Revised Statutes, shall be deposited in a teacher certification fund	
16	for use in funding costs of the teacher certification program.	
17	Parental choice for reading success	1,000,000
18	Optional performance incentive	
19	programs	<u>120,000</u>
20	Total - nonformula programs	\$ 96,492,700
21	Fund sources:	
22	State general fund	\$ 87,303,600
23	Proposition 301 fund	7,000,000
24	Teacher certification fund	2,189,100
25	Performance measures:	
26	Per cent of students tested who perform	
27	at or above the national norm on the	
28	norm-referenced test (grade 2)	
29	-- reading	49
30	-- math	54
31	Per cent of students tested who perform	
32	at or above the national norm on the	
33	norm-referenced test (grade 9)	
34	-- reading	54
35	-- math	53
36	Per cent of schools with at least 75% of	
37	students meeting or exceeding standards in:	
38	-- reading	37
39	-- writing	34
40	-- math	34
41	Per cent of Arizona high school students	
42	who enter grade 9 and graduate within	
43	4 years	74

1	Per cent of students in grade 3 meeting		
2	or exceeding state academic standards in:		
3	-- reading		70
4	-- writing		77
5	-- math		72
6	Per cent of students in grade 5 meeting		
7	or exceeding state academic standards in:		
8	-- reading		69
9	-- writing		66
10	-- math		71
11	Per cent of students in grade 8 meeting		
12	or exceeding state academic standards in:		
13	-- reading		68
14	-- writing		77
15	-- math		62
16	Per cent of students in grade 12 meeting		
17	or exceeding state academic standards in:		
18	-- reading		40
19	-- writing		42
20	-- math		29
21	Per cent of students tested:		
22	-- norm-referenced test (grades 2 and 9)		94
23	-- AIMS		99
24	Per cent of Arizona schools receiving an		
25	underperforming label		10
26	Maximum number of days to process		
27	complete certification applications		14
28	Per cent of customers satisfied with		
29	certification services		94
30	<u>State board of education</u>		
31	FTE positions		11.0
32	Lump sum appropriation	\$	1,146,200
33	Fund sources:		
34	State general fund	\$	692,500
35	Teacher certification fund		453,700
36	Performance measures:		
37	Per cent of parents who rate "A+" the public		
38	school that their oldest school-age child		
39	attends		9.0
40	The state board of education program may establish its own strategic		
41	plan separate from that of the department of education and based on its own		
42	separate mission, goals and performance measures.		

1	Lump sum FTE reduction	(20.0)
2	<u>Lump sum reduction</u>	\$(13,204,900)
3	Fund sources:	
4	State general fund	\$(13,017,600)
5	Teacher certification fund	(187,300)
6	The department shall not take its lump sum reduction against the	
7	vocational education extended year line item.	
8	Total appropriation - state board of	
9	education and superintendent	
10	of public instruction	
11		<u>\$3,291,407,400</u>
12		\$3,364,407,400
13	Fund sources:	
14	State general fund	\$3,235,476,400
15		\$3,308,476,400
16	Proposition 301 fund	7,000,000
17	Permanent state school fund	46,475,500
18	Teacher certification fund	2,455,500
19	The department shall provide an updated report on its budget status	
20	every two months for the first half of each fiscal year and every month	
21	thereafter to the president of the senate, the speaker of the house of	
22	representatives, the chairpersons of the senate and house of representatives	
23	appropriations committees, the director of the joint legislative budget	
24	committee and the director of the governor's office of strategic planning and	
25	budgeting. Each report shall include, at a minimum, the department's current	
26	funding surplus or shortfall projections for basic state aid and other major	
27	formula-based programs and shall be due thirty days after the end of the	
28	applicable reporting period.	
29	Within fifteen days of each apportionment of state aid that occurs	
30	pursuant to section 15-973, subsection B, Arizona Revised Statutes, the	
31	department shall provide the joint legislative budget committee staff and the	
32	governor's office of strategic planning and budgeting with an electronic	
33	spreadsheet or database copy of data included in the apor55-1 report for that	
34	apportionment for each school district and the char55-1 report for that	
35	apportionment for each charter school.	
36	Sec. 18. Senate Bill 1188, section 33, forty-ninth legislature, first	
37	regular session, as transmitted to the governor, is amended to read:	
38	Sec. 33. DEPARTMENT OF EMERGENCY AND MILITARY AFFAIRS	
39		<u>2009-10</u>
40	<u>Administration</u>	
41	FTE positions	13.9
42	Lump sum appropriation	\$ 2,152,300
43	Military gift package postage	<u>100,000</u>
44	Total - administration	\$ 2,252,300

1	Fund sources:	
2	State general fund	\$ 2,252,300
3	<u>Emergency management</u>	
4	FTE positions	12.0
5	Operating lump sum appropriation	\$ 1,078,100
6	Civil air patrol	<u>54,700</u>
7	Total - emergency management	\$ 1,132,800
8	Fund sources:	
9	State general fund	\$ 1,000,100
10	Emergency response fund	132,700
11	<u>Military affairs</u>	
12	FTE positions	66.2
13	Operating lump sum appropriation	\$ 2,769,600
14	Guardsmen tuition reimbursement	1,446,000
15	Project challenge	1,770,100
16	National guard uniform allowance	<u>250,000</u>
17	Border security	928,800
18	Total - military affairs	\$ 7,164,500
19		\$ 6,235,700
20	Fund sources:	
21	State general fund	\$ 7,164,500
22		\$ 6,235,700
23	Lump sum FTE reduction	(10.0)
24	<u>Lump sum reduction</u>	\$(2,403,800)
25		\$(2,248,300)
26	Fund sources:	
27	State general fund	\$(2,403,800)
28		\$(2,248,300)
29	Total appropriation - department of	
30	emergency and military affairs	\$ 8,145,800
31		\$ 7,372,500
32	Fund sources:	
33	State general fund	\$ 8,013,100
34		\$ 7,239,800
35	Emergency response fund	132,700
36	Performance measures:	
37	Per cent of project challenge graduates	
38	either employed or in school	95
39	Customer satisfaction rating for communities	
40	served during disasters (Scale 1-8)	6.0
41	The department of emergency and military affairs appropriation includes	
42	\$1,215,000 for service contracts. This amount is exempt from the provisions	
43	of section 35-190, Arizona Revised Statutes, relating to lapsing of	
44	appropriations, except that all fiscal year 2009-2010 monies remaining	

1 unexpended and unencumbered on October 31, 2010, revert to the state general
2 fund.

3 It is the intent of the legislature that the department of emergency
4 and military affairs submit a request to the United States department of
5 defense on or before September 30, 2009 to allow the department of emergency
6 and military affairs to conduct training exercises for Arizona national guard
7 units at the Arizona-Mexico border. The department of emergency and military
8 affairs shall report to the joint legislative budget committee on or before
9 December 31, 2009 on the response of the United States department of defense
10 to this request.

11 Sec. 19. Senate Bill 1188, section 34, forty-ninth legislature, first
12 regular session, as transmitted to the governor, is amended to read:

13 Sec. 34. DEPARTMENT OF ENVIRONMENTAL QUALITY

14		<u>2009-10</u>
15	<u>Administration</u>	
16	FTE positions	144.6
17	Lump sum appropriation	\$ 15,880,300
18	Fund sources:	
19	State general fund	\$ 3,132,100
20	Indirect cost recovery fund	12,748,200
21	<u>Air programs</u>	
22	FTE positions	124.9
23	Air quality management and analysis	11,436,200
24	Emissions control contractor	
25	payment	27,639,600
26	Emissions control program -	
27	administration	4,231,100
28	Transfers to counties program	165,000
29	Maricopa, Pima and Pinal counties	
30	travel reduction plan	<u>1,676,900</u>
31	Total - air programs	\$ 45,148,800
32	Fund sources:	
33	State general fund	\$ 381,400
34	Air quality fund	5,227,500
35	Air permits administration fund	5,992,300
36	Emissions inspection fund	33,547,600
37	<u>Waste programs</u>	
38	FTE positions	48.4
39	Waste control and management	6,446,100
40	Underground storage tank program	22,000
41	Waste tire program	<u>53,600</u>
42	Total - waste programs	\$ 6,521,700

1	Fund sources:	
2	State general fund	\$ 1,149,700
3	Air quality fund	588,300
4	Hazardous waste management fund	795,000
5	Recycling fund	2,325,800
6	Solid waste fee fund	1,503,100
7	Underground storage tank	
8	revolving fund	22,000
9	Used oil fund	137,800
10	<u>Water programs</u>	
11	FTE positions	155.5
12	Arizona pollutant discharge	
13	elimination system	1,524,700
14	Drinking water regulation program	2,499,800
15	Surface water regulation program	1,137,100
16	Underground water regulation	
17	program	<u>7,032,100</u>
18	Total - water programs	\$ 12,193,700
19	Fund sources:	
20	State general fund	\$ 2,151,800
21	Water quality fee fund	5,887,000
22	Clean water revolving fund	4,154,900
23	<u>WIFA</u>	
24	Drinking water revolving loan	
25	program	<u>845,100</u>
26	Total - WIFA	\$ 845,100
27	Fund sources:	
28	Clean water revolving fund	\$ 845,100
29	<u>Lump sum reduction</u>	\$(7,860,100)
30		\$(6,189,300)
31	Fund sources:	
32	State general fund	\$(2,259,500)
33		\$ (588,700)
34	Air permits administration fund	(339,900)
35	Air quality fund	(679,000)
36	Emissions inspection fund	(138,400)
37	Indirect cost recovery fund	(1,575,500)
38	Recycling fund	(2,325,800)
39	Solid waste fee fund	(260,200)
40	Water quality fee fund	<u>(281,800)</u>
41	Total appropriation - department of	
42	environmental quality	\$ 72,729,500
43		\$ 74,400,300

1	Fund sources:	
2	State general fund	\$ 4,555,500
3		\$ 6,226,300
4	Air permits administration fund	5,652,400
5	Air quality fund	5,136,800
6	Clean water revolving fund	5,000,000
7	Emissions inspection fund	33,409,200
8	Hazardous waste management fund	795,000
9	Indirect cost recovery fund	11,172,700
10	Solid waste fee fund	1,242,900
11	Underground storage tank	
12	revolving fund	22,000
13	Used oil fund	137,800
14	Water quality fee fund	5,605,200

15	Performance measures:	
16	Per cent of contaminated sites closed	
17	requiring no further action (cumulative)	
18	versus known sites	84.5
19	Number of nonattainment areas exceeding	
20	national ambient air quality standards	5
21	Per cent of statutorily set permit timelines	
22	met through licensing time frames rule	100
23	Number of days per year exceeding national	
24	ambient air quality standards for ozone,	
25	carbon monoxide or particulates	0
26	Per cent of facilities from drinking water	
27	priority log assigned to enforcement staff	100
28	Customer satisfaction rating for citizens	
29	(Scale 1-8)	7.7

30 Of the monies appropriated to the Maricopa, Pima and Pinal counties
 31 travel reduction plan line item in fiscal year 2009-2010, \$948,600 shall be
 32 allocated to Maricopa county, \$373,000 shall be allocated to the Pima
 33 association of governments, \$87,000 shall be allocated to Pinal county and
 34 \$268,300 shall be allocated to Pima county.

35 When expenditures from the hazardous waste or environmental health
 36 reserves are authorized, the director of the department of environmental
 37 quality shall report the nature of the emergency and the authorized
 38 expenditure amount to the president of the senate, the speaker of the house
 39 of representatives, the chairpersons of the senate and house of
 40 representatives appropriations committees and the director of the joint
 41 legislative budget committee.

42 Any transfer from the amount appropriated for the Arizona pollutant
 43 discharge elimination system line item shall require prior joint legislative
 44 budget committee review.

1 Pursuant to section 49-282, Arizona Revised Statutes, the department of
2 environmental quality shall submit a fiscal year 2010-2011 budget for the
3 water quality assurance revolving fund before September 1, 2009, for review
4 by the senate and house of representatives appropriations committees.

5 The department of environmental quality shall report annually on the
6 progress of WQARF activities, including emergency response, priority site
7 remediation, cost recovery activity, revenue and expenditure activity and
8 other WQARF-funded program activity. This report shall also include a budget
9 for the WQARF program that is developed in consultation with the WQARF
10 advisory board. The fiscal year 2009-2010 report shall be submitted to the
11 joint legislative budget committee by September 1, 2009. This budget shall
12 specify the monies budgeted for each listed site during fiscal year
13 2009-2010. In addition, the department and the advisory board shall prepare
14 and submit to the joint legislative budget committee, by October 2, 2009, a
15 report in a table format summarizing the current progress on remediation of
16 each listed site on the WQARF registry. The table shall include the stage of
17 remediation for each site at the end of fiscal year 2008-2009, whether the
18 current stage of remediation is anticipated to be completed in fiscal year
19 2009-2010 and the anticipated stage of remediation at each listed site at the
20 end of fiscal year 2009-2010, assuming fiscal year 2009-2010 funding levels.
21 The department and advisory board may include other relevant information
22 about the listed sites in the table.

23 The monies appropriated in the transfers to counties program line item
24 are for use by Arizona counties to avoid being declared in nonattainment of
25 particulate matter standards by establishing public notification and outreach
26 programs, minimizing exposure to particulate matter concentrations, and
27 abating and minimizing controllable sources of particulate matter through
28 best available control measures. Of the monies in the transfers to counties
29 program line item in fiscal year 2009-2010, \$50,000 shall be used by Pima
30 county for carbon monoxide monitoring as required by the Pima county limited
31 maintenance plan with the United States environmental protection agency.

32 ALL AIR PERMITS ADMINISTRATION REVENUES RECEIVED BY THE DEPARTMENT OF
33 ENVIRONMENTAL QUALITY IN EXCESS OF \$5,652,400 IN FISCAL YEAR 2009-2010 ARE
34 APPROPRIATED TO THE DEPARTMENT. BEFORE THE EXPENDITURE OF AIR PERMITS
35 ADMINISTRATION RECEIPTS IN EXCESS OF \$5,652,400 IN FISCAL YEAR 2009-2010, THE
36 DEPARTMENT OF ENVIRONMENTAL QUALITY SHALL SUBMIT THE INTENDED USE OF THE
37 MONIES FOR REVIEW BY THE JOINT LEGISLATIVE BUDGET COMMITTEE.

38 The department of environmental quality shall submit a written report
39 detailing the maximum, minimum and average water quality permit processing
40 times for fiscal year 2008-2009 by December 1, 2009, for review by the joint
41 legislative budget committee. The fiscal year 2008-2009 data shall contain
42 the year-to-date actual data and projected totals for each year. This report
43 shall also include total number of staff hours devoted to water quality
44 permit processing in fiscal year 2008-2009, the total costs to process these

1 permits and the progress made in reducing water quality permit processing
2 times.

3 ALL INDIRECT COST FUND RECOVERY REVENUES RECEIVED BY THE DEPARTMENT OF
4 ENVIRONMENTAL QUALITY IN EXCESS OF \$11,172,700 IN FISCAL YEAR 2009-2010 ARE
5 APPROPRIATED TO THE DEPARTMENT. BEFORE THE EXPENDITURE OF INDIRECT COST
6 RECOVERY FUND RECEIPTS IN EXCESS OF \$11,172,700 IN FISCAL YEAR 2009-2010, THE
7 DEPARTMENT OF ENVIRONMENTAL QUALITY SHALL SUBMIT THE INTENDED USE OF THE
8 MONIES FOR REVIEW BY THE JOINT LEGISLATIVE BUDGET COMMITTEE.

9 Sec. 20. Senate Bill 1188, section 35, forty-ninth legislature, first
10 regular session, as transmitted to the governor, is amended to read:

11 Sec. 35. STATE BOARD OF EQUALIZATION

12		<u>2009-10</u>
13	FTE positions	7.0
14	Lump sum appropriation	\$ 556,800
15		\$ 602,500
16	Fund sources:	
17	State general fund	\$ 556,800
18		\$ 602,500

19 Performance measures:

20	Average calendar days to process a	
21	property tax appeal from receipt to	
22	issuance	28
23	Per cent of rulings upheld in tax courts	100
24	Customer satisfaction rating (Scale 1-8)	6.1

25 Sec. 21. Senate Bill 1188, section 36, forty-ninth legislature, first
26 regular session, as transmitted to the governor, is amended to read:

27 Sec. 36. BOARD OF EXECUTIVE CLEMENCY

28		<u>2009-10</u>
29	FTE positions	15.0
30	Lump sum appropriation	\$ 857,200
31		\$ 951,600
32	Fund sources:	
33	State general fund	\$ 857,200
34		\$ 951,600

35 Performance measures:

36	Customer satisfaction rating for victims	
37	(Scale 1-8)	6.0

38 Sec. 22. Senate Bill 1188, section 39, forty-ninth legislature, first
39 regular session, as transmitted to the governor, is amended to read:

40 Sec. 39. DEPARTMENT OF FIRE, BUILDING AND LIFE SAFETY

41		<u>2009-10</u>
42	FTE positions	49.0
43	Lump sum appropriation	\$ 2,808,900
44		\$ 2,362,200

1 Fund sources:
2 State general fund ~~\$ 2,808,900~~
3 \$ 2,362,200

4 Performance measures:
5 Per cent of manufactured homes complaints
6 closed vs. complaints filed 98
7 Customer satisfaction rating (Scale 1-5) 4.7

8 Sec. 23. Senate Bill 1188, section 41, forty-ninth legislature, first
9 regular session, as transmitted to the governor, is amended to read:
10 Sec. 41. GAME AND FISH DEPARTMENT

	<u>2009-10</u>
11 FTE positions	273.5
12 Operating lump sum appropriation	\$ 32,850,300
	\$33,811,200
15 Pittman - Robertson/Dingell -	
16 Johnson act	3,808,000
17 Performance incentive pay program	346,800*
18 Lower Colorado multispecies	
19 conservation	350,000
20 Watercraft grant program	250,000
21 Watercraft safety education program	1,175,000
22 Lump sum reduction	-(1,410,900)
23 Total appropriation - game and fish	
24 department	\$ 37,369,200
	\$39,741,000

26 Fund sources:
27 Game and fish fund \$ 34,899,100
28 Waterfowl conservation fund 43,400
29 Wildlife endowment fund 16,000
30 Watercraft licensing fund ~~2,080,800~~
31 4,452,600

32 Game, nongame, fish and
33 endangered species fund 329,900

34 Performance measures:
35 Per cent of the public surveyed rating
36 watercraft safety as "good" or "excellent" 80
37 Per cent of anglers surveyed reporting they were
38 satisfied with their angling experiences 81

39 In addition to the \$3,808,000 for the Pittman - Robertson/Dingell -
40 Johnson act line item, the lump sum appropriation includes \$50,000 for
41 cooperative fish and wildlife research which may be used for the purpose of
42 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 2009-2010 for the performance
 3 incentive pay program line item shall be used for personal services and
 4 employee-related expenditures associated with the department's performance
 5 incentive pay program. This appropriation is a continuing appropriation and
 6 is exempt from the provisions of section 35-190, Arizona Revised Statutes,
 7 relating to lapsing of appropriations.

8 Sec. 24. Senate Bill 1188, section 44, forty-ninth legislature, first
 9 regular session, as transmitted to the governor, is amended to read:

10 Sec. 44. GOVERNMENT INFORMATION TECHNOLOGY AGENCY

	<u>2009-10</u>
11 FTE positions	23.0
12 Operating lump sum appropriation	\$ 7,815,100
13 Statewide information security	
14 and privacy office	870,300
15 Public safety communications	880,600
16 Lump sum reduction	(1,865,200)
	<u>(1,377,300)</u>

19 Total appropriation - government information	
20 technology agency	\$ 7,700,800
	\$ 8,188,700

21 Fund sources:	
22 State general fund	\$ 734,400
23	\$ 803,200
24 Information technology fund	3,066,400
25	3,485,500
26 State web portal fund	3,900,000

27 Performance measures:	
28 Per cent of information technology (IT)	
29 projects completed on schedule	96
30 Per cent of IT projects completed within budget	96
31 Per cent of agency IT managers rating	
32 GITA performance as excellent	60
33 Per cent of IT projects that are compliant	
34 with state enterprise architecture standards	90

36 Sec. 25. Senate Bill 1188, section 45, forty-ninth legislature, first
 37 regular session, as transmitted to the governor, is amended to read:

38 Sec. 45. OFFICE OF THE GOVERNOR

	<u>2009-10</u>
39 Operating Lump sum appropriation	\$ 6,784,900*
	\$ 7,384,900*
40 County fairs livestock and	
41 agricultural promotion fund	1,779,500
42 Total appropriation - office of the	
43 governor	\$ 8,564,400

1 Fund sources:
2 State general fund ~~\$ 8,564,400~~
3 \$ 7,384,900
4 Included in the ~~operating~~ lump sum appropriation of ~~\$6,784,900~~
5 \$7,384,900 for fiscal year 2009-2010 is \$10,000 for the purchase of mementos
6 and items for visiting officials.
7 Sec. 26. Senate Bill 1188, section 46, forty-ninth legislature, first
8 regular session, as transmitted to the governor, is amended to read:
9 Sec. 46. GOVERNOR'S OFFICE OF STRATEGIC PLANNING AND BUDGETING
10 2009-10
11 FTE positions 23.0
12 Lump sum appropriation ~~\$ 1,899,600~~
13 \$ 2,149,600*
14 Fund sources:
15 State general fund ~~\$ 1,899,600~~
16 \$ 2,149,600
17 Performance measures:
18 Per cent of participants rating budget and
19 planning training "good" or "excellent" 94
20 Sec. 27. Senate Bill 1188, section 47, forty-ninth legislature, first
21 regular session, as transmitted to the governor, is amended to read:
22 Sec. 47. DEPARTMENT OF HEALTH SERVICES
23 2009-10
24 Administration
25 FTE positions 432.8
26 Operating lump sum appropriation \$ 17,039,000
27 Fund sources:
28 State general fund \$ 14,251,600
29 Capital outlay stabilization
30 fund 1,578,000
31 Emergency medical services
32 operating fund 209,400
33 Indirect cost fund 1,000,000
34 Assurance and licensure ~~\$ 11,302,300~~
35 \$ 6,808,900
36 Fund sources:
37 State general fund ~~\$ 9,144,700~~
38 \$ 4,651,300
39 Federal child care and development
40 fund block grant 829,200
41 Hearing and speech professionals
42 fund 340,200

1	Nursing care institution resident	
2	protection revolving fund	38,000
3	Expenditure authority	950,200
4	Attorney general legal services	\$ 444,900
5	Fund sources:	
6	State general fund	\$ 394,900
7	Emergency medical services	
8	operating fund	50,000
9	Newborn screening program fund -	
10	indirect costs	\$ 478,600
11	Fund sources:	
12	Newborn screening program fund	\$ 478,600
13	Indirect cost fund	\$ 8,075,700
14	Fund sources:	
15	Indirect cost fund	\$ 8,075,700
16	Performance measures:	
17	Per cent of relicensure surveys completed	
18	on time:	
19	Child care facilities	97
20	Health care facilities	77
21	Per cent of complaint investigations initiated	
22	later than investigative guidelines:	
23	Child care facilities	0
24	Health care facilities	30
25	<u>Public health</u>	
26	FTE positions	245.1
27	Operating lump sum appropriation	\$ 6,217,000
28	Fund sources:	
29	State general fund	\$ 5,379,700
30	Emergency medical services	
31	operating fund	837,300
32	AIDS reporting and surveillance	\$ 1,125,000
33	Fund sources:	
34	State general fund	\$ 1,125,000
35	Alzheimer's disease research	\$ 2,250,000
36	Fund sources:	
37	State general fund	\$ 2,250,000
38	Arizona statewide immunization	
39	information system	\$ 477,600
40	Fund sources:	
41	State general fund	\$ 477,600
42	Community health centers	\$ 13,481,400
43		\$ 1,881,400

1	Fund sources:	
2	State general fund	\$ 8,981,400
3		\$ 981,400
4	Tobacco tax and health care	
5	fund - medically needy	
6	account	4,500,000
7		900,000
8	County tuberculosis provider	
9	care and control	\$ 1,210,500
10	Fund sources:	
11	State general fund	\$ 1,210,500
12	Diabetes prevention and control	\$ 100,000
13	Fund sources:	
14	State general fund	\$ 100,000
15	Direct grants	\$ 460,300
16	Fund sources:	
17	State general fund	\$ 460,300
18	EMS operations	\$ 3,233,800
19	Fund sources:	
20	Emergency medical services	
21	operating fund	\$ 3,233,800
22	Hepatitis C surveilliance	\$ 309,400
23	Fund sources:	
24	State general fund	\$ 309,400
25	Laboratory services	\$ 5,059,200
26	Fund sources:	
27	State general fund	\$ 4,088,600
28	Environmental laboratory licensure	
29	revolving fund	970,600
30	Loan repayment	\$ 750,000
31	Fund sources:	
32	State general fund	\$ 100,000
33	Emergency medical services	
34	operating fund	650,000
35	Poison control centers funding	\$ 1,950,000
36	Fund sources:	
37	State general fund	\$ 1,950,000
38	Reimbursement to counties	\$ 67,900
39	Fund sources:	
40	State general fund	\$ 67,900
41	Renal and nonrenal disease management	\$ 198,000
42	Fund sources:	
43	State general fund	\$ 198,000
44	Scorpion antivenom	\$ 150,000

1 Fund sources:
2 State general fund \$ 150,000
3 Telemedicine \$ 260,000
4 Fund sources:
5 State general fund \$ 260,000
6 Teratogen program \$ 60,000
7 Fund sources:
8 State general fund \$ 60,000
9 Trauma advisory board \$ 405,400
10 Fund sources:
11 Emergency medical services
12 operating fund \$ 405,400
13 Vaccines \$ 6,132,900
14 Fund sources:
15 State general fund \$ 6,132,900
16 Vital records maintenance \$ 499,700
17 Fund sources:
18 Vital records electronic
19 systems fund \$ 499,700
20 Public health appropriation \$ 1,000,000
21 Fund sources:
22 Tobacco tax and health care
23 fund - health research account \$ 1,000,000
24 Public health reduction \$(1,000,000)
25 Fund sources:
26 State general fund \$(1,000,000)
27 Performance measures:
28 Immunization rate among two-year-old
29 children 84
30 Per cent of high school youth who smoked
31 in the last month 18
32 Customer waiting time in vital records
33 lobby (in minutes) 15
34 Of the ~~\$13,481,400~~ \$1,881,400 appropriated for community health
35 centers, at least \$564,000 shall be distributed to Yavapai county for county
36 primary care programs.
37 The department of health services may use up to four per cent of the
38 amounts appropriated for renal and nonrenal disease management, community
39 health centers and telemedicine for the administrative costs to implement
40 each program.
41 Monies appropriated for AIDS reporting and surveillance and renal and
42 nonrenal disease management shall be used to provide services only to
43 residents of the state of Arizona who are citizens or legal residents of the
44 United States or who are otherwise lawfully present in the United States.

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

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

13 IT IS THE INTENT OF THE LEGISLATURE THAT IN FISCAL YEAR 2009-2010,
 14 \$11,600,000 WILL BE DISBURSED FROM THE STATE FISCAL STABILIZATION FUND TO THE
 15 DEPARTMENT OF HEALTH SERVICES FOR COMMUNITY HEALTH CENTERS. THESE MONIES
 16 SHALL BE DISBURSED IN ACCORDANCE WITH THE PROVISIONS OF THE AMERICAN RECOVERY
 17 AND REINVESTMENT ACT OF 2009 (P.L. 111-5).

18 The department of health services shall require the screening of
 19 potential recipients of vaccines for private insurance coverage, eligibility
 20 for the federal vaccines for children program and eligibility for the state
 21 children's health insurance program. This requirement applies to vaccines
 22 purchased with state monies appropriated for the vaccines line item for both
 23 the federal 317 program and the state-only immunization program.

24 The department of health services shall distribute the entire
 25 appropriation for Alzheimer's disease research to grant recipients by
 26 September 30, 2009.

27 Family health

28	FTE positions	96.8
29	Operating lump sum appropriation	\$ 5,803,500
30	Fund sources:	
31	State general fund	\$ 3,622,500
32	Expenditure authority	2,181,000
33	Adult cystic fibrosis	\$ 105,200
34	Fund sources:	
35	State general fund	\$ 105,200
36	Adult sickle cell anemia	\$ 33,000
37	Fund sources:	
38	State general fund	\$ 33,000
39	AHCCCS - children's rehabilitative	
40	services	\$ 74,677,100
41	Fund sources:	
42	State general fund	\$ 25,576,900
43	Expenditure authority	49,100,200
44	Breast and cervical cancer	
45	and bone density screening	\$ 1,015,800

1	Fund sources:	
2	State general fund	\$ 1,015,800
3	Child fatality review team	\$ 246,300
4	Fund sources:	
5	Child fatality review fund	\$ 99,100
6	Emergency medical services	
7	operating fund	147,200
8	Children's rehabilitative	
9	services	\$ 3,587,000
10	Fund sources:	
11	State general fund	\$ 3,587,000
12	County prenatal services grant	\$ 1,033,600
13	Fund sources:	
14	State general fund	\$ 1,033,600
15	Folic acid	\$ 400,000
16	Fund sources:	
17	Tobacco tax and health care fund -	
18	medically needy account	\$ 400,000
19	High risk perinatal services	\$ 5,230,600
20	Fund sources:	
21	State general fund	\$ 4,780,600
22	Emergency medical services	
23	operating fund	450,000
24	Medicaid special exemption	
25	payments	\$ 1,659,500
26	Fund sources:	
27	State general fund	\$ 568,400
28	Expenditure authority	1,091,100
29	Newborn screening program	\$ 6,326,700
30	Fund sources:	
31	Newborn screening program fund	\$ 6,326,700
32	Senior food programs	\$ 500,000
33	Fund sources:	
34	State general fund	\$ 500,000
35	Performance measures:	
36	Number of newborns screened under newborn	
37	screening program	101,810

38 The amounts appropriated for children's rehabilitative services and for
39 AHCCCS - children's rehabilitative services are intended to cover all costs
40 in full for contracts for the provision of services to clients, unless a
41 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 \$5,230,600 appropriated for high risk perinatal services
 7 \$583,000 shall be distributed to counties.

8 Behavioral health

9	FTE positions	166.0
10	Operating lump sum appropriation	\$ 9,518,100
11	Fund sources:	
12	State general fund	\$ 4,454,200
13	Expenditure authority	5,063,900
14	Arnold v. Sarn	\$ 37,100,600
15	Fund sources:	
16	State general fund	\$ 27,500,000
17	Expenditure authority	9,600,600
18	Children's behavioral health	
19	services	\$ 8,851,800
20	Fund sources:	
21	State general fund	\$ 8,851,800
22	Children's behavioral health state	
23	match for title XIX	\$407,201,800
24	Fund sources:	
25	State general fund	\$139,446,300
26	Expenditure authority	267,755,500
27	Court monitoring	\$ 197,500
28	Fund sources:	
29	State general fund	\$ 197,500
30	Dual eligible part D copay subsidy	\$ 802,600
31	Fund sources:	
32	State general fund	\$ 802,600
33	Medicaid special exemption	
34	payments	\$ 23,096,500
35	Fund sources:	
36	State general fund	\$ 7,909,400
37	Expenditure authority	15,187,100
38	Medicare clawback payments	\$ 11,932,800
39	Fund sources:	
40	State general fund	\$ 11,932,800
41	Mental health and substance abuse	
42	state match for title XIX	\$121,065,400

1	Fund sources:	
2	State general fund	\$ 41,458,800
3		\$ 37,858,800
4	TOBACCO TAX AND HEALTH CARE	
5	FUND - MEDICALLY NEEDY ACCOUNT	3,600,000
6	Expenditure authority	79,606,600
7	Mental health nontitle XIX	\$ 2,447,300
8	Fund sources:	
9	State general fund	\$ 1,947,300
10	Tobacco tax and health care fund	
11	medically needy account	500,000
12	Proposition 204 - administration	\$ 6,534,800
13	Fund sources:	
14	State general fund	\$ 2,130,200
15	Expenditure authority	4,404,600
16	Proposition 204 - children's	
17	behavioral health services	\$ 5,097,600
18	Fund sources:	
19	State general fund	\$ 1,745,700
20	Expenditure authority	3,351,900
21	Proposition 204 - general mental	
22	health and substance abuse	\$121,138,500
23	Fund sources:	
24	State general fund	\$ 41,483,900
25	Expenditure authority	79,654,600
26	Proposition 204 - seriously	
27	mentally ill services	\$233,660,900
28	Fund sources:	
29	State general fund	\$ 80,017,200
30	Expenditure authority	153,643,700
31	Seriously mentally ill nontitle	
32	XIX	\$ 61,116,700
33	Fund sources:	
34	State general fund	\$ 30,191,900
35	Tobacco tax and health care fund	
36	medically needy account	30,924,800
37	Seriously mentally ill state match	
38	for title XIX	\$231,174,000
39	Fund sources:	
40	State general fund	\$ 79,165,500
41	Expenditure authority	152,008,500
42	Substance abuse nontitle XIX	\$ 13,635,400

1	Fund sources:	
2	State general fund	\$ 11,135,400
3	Substance abuse services fund	2,500,000
4	Contract compliance	\$5,523,500
5	Fund sources:	
6	State general fund	\$ 1,856,100
7	Expenditure authority	3,667,400
8	Performance measures:	
9	Per cent of RBHA title XIX clients	
10	satisfied with services	90
11	Per cent of title XIX population that is	
12	enrolled in a behavioral health service	12
13	The amount appropriated for children's behavioral health services shall	
14	be used to provide services for nontitle XIX eligible children. The amount	
15	shall not be used to pay for either federally or nonfederally reimbursed	
16	services for title XIX eligible children, unless a transfer of monies is	
17	reviewed by the joint legislative budget committee.	
18	It is the intent of the legislature that the total amount available in	
19	the <u>Arnold v. Sarn</u> line item be used for the population covered by the <u>Arnold</u>	
20	<u>v. Sarn</u> lawsuit in counties with a population of two million or more persons	
21	and for seriously mentally ill persons that meet the same criteria as those	
22	covered by the <u>Arnold v. Sarn</u> lawsuit in counties with populations of less	
23	than two million persons.	
24	It is the intent of the legislature that the per cent attributable to	
25	administration/profit for the regional behavioral health authority in	
26	Maricopa county is nine per cent of the overall capitation rate.	
27	The department of health services shall report to the joint legislative	
28	budget committee thirty days after the end of each calendar quarter on the	
29	progress the department is making toward settling the <u>Arnold v. Sarn</u> lawsuit.	
30	The report shall include at a minimum the department's progress towards	
31	meeting the exit criteria and whether the department is in compliance with	
32	the exit criteria schedule.	
33	<u>Arizona state hospital</u>	
34	FTE positions	877.7
35	Operating lump sum appropriation	\$ 56,762,900
36	Fund sources:	
37	State general fund	\$ 49,111,000
38		\$ 47,733,600
39	Arizona state hospital fund	6,501,900
40		7,879,300
41	Arizona state hospital land	
42	earnings fund	1,150,000
43	Arizona state hospital forensic	
44	unit debt service	\$ 3,111,700

1	Fund sources:	
2	State general fund	\$ 3,111,700
3	Community placement treatment	\$ 6,704,800
4	Fund sources:	
5	State general fund	\$ 5,574,100
6	Arizona state hospital fund	1,130,700
7	Sexually violent persons	\$ 10,630,200
8	Fund sources:	
9	State general fund	\$ 10,630,200
10		\$ 8,480,700
11	ARIZONA STATE HOSPITAL FUND	2,149,500
12	Electronic medical records	\$ 300,000
13	Fund sources:	
14	State general fund	\$ 300,000
15	Performance measures:	
16	Per cent of adult clients successfully	
17	placed in community who return for	
18	another stay within one year of discharge	6.0
19	Agencywide FTE positions reduction	(161.0)
20	<u>Agencywide lump sum reduction</u>	\$(66,424,800)
21		\$(49,424,800)
22	Fund sources:	
23	State general fund	\$(63,909,100)
24		\$(46,909,100)
25	Emergency medical services	
26	operating fund	(847,600)
27	Environmental lab licensure	
28	revolving fund	(41,300)
29	Hearing and speech professionals	
30	fund	(20,900)
31	Indirect cost fund	(1,289,900)
32	Substance abuse services fund	(250,000)
33	Vital records electronic systems	
34	fund	(66,000)

35 The department shall report to the joint legislative budget committee
36 by March 1 of each year on preliminary actuarial estimates of the capitation
37 rate changes for the following fiscal year along with the reasons for the
38 estimated changes. For any actuarial estimates that include a range, the
39 total range from minimum to maximum shall be no more than two per cent.
40 Before implementation of any changes in capitation rates for the
41 AHCCCS - children's rehabilitative services line item and any title XIX
42 behavioral health line items, the department of health services shall report
43 its expenditure plan for review by the joint legislative budget committee.
44 Before the department implements any changes in policy affecting the amount,
45 sufficiency, duration and scope of health care services and who may provide

1 services, the department shall prepare a fiscal impact analysis on the
2 potential effects of this change on the following year's capitation rates.
3 If the fiscal analysis demonstrates that these changes will result in
4 additional state costs of \$500,000 or greater for a given fiscal year, the
5 department shall submit the policy changes for review by the joint
6 legislative budget committee.

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

11 A monthly report comparing total expenditures for the month and
12 year-to-date as compared to prior year totals shall be forwarded to the
13 president of the senate, the speaker of the house of representatives, the
14 chairpersons of the senate and house of representatives appropriations
15 committees and the director of the joint legislative budget committee by the
16 thirtieth of the following month. The report shall include an estimate of
17 (1) potential shortfalls in programs, (2) potential federal and other funds,
18 such as the statewide assessment for indirect costs, that may be available to
19 offset these shortfalls, and a plan, if necessary, for eliminating any
20 shortfall without a supplemental appropriation and (3) total expenditure
21 authority of the month and year-to-date for seriously mentally ill state
22 match for title XIX, seriously mentally ill nontitle XIX, children's
23 behavioral health services, children's behavioral health state match for
24 title XIX, mental health nontitle XIX, substance abuse nontitle XIX,
25 seriously emotionally handicapped children and children's rehabilitative
26 services.

27 Any transfer to or from the amounts appropriated for seriously mentally
28 ill state match for title XIX, seriously mentally ill nontitle XIX,
29 Arnold v. Sarn, vital records maintenance, folic acid, children's behavioral
30 health services, children's behavioral health state match for title XIX,
31 mental health nontitle XIX, substance abuse nontitle XIX, mental health and
32 substance abuse state match for title XIX, children's rehabilitative
33 services, AHCCCS - children's rehabilitative services, adult cystic fibrosis,
34 adult sickle cell anemia, high risk perinatal services, county prenatal
35 services grant, community placement treatment, dual eligible copay subsidy,
36 sexually violent persons, county tuberculosis provider care and control,
37 community health centers, vaccines, renal and nonrenal disease management,
38 AIDS reporting and surveillance, telemedicine, university of Arizona poison
39 center funding and poison control center funding shall require review by the
40 joint legislative budget committee. The department may transfer monies
41 between the amounts appropriated for proposition 204 children's behavioral
42 health services, proposition 204 seriously mentally ill services and
43 proposition 204 general mental health and substance abuse without review by
44 the joint legislative budget committee but may not transfer monies to and
45 from these line items to any other line item except as provided above without

1 review by the joint legislative budget committee. The amounts appropriated
 2 for these items shall be used exclusively for contracts for the provision of
 3 services to clients unless a transfer of monies is reviewed by the joint
 4 legislative budget committee or unless otherwise permitted to be expended for
 5 administrative costs as specified in this act. Monies shall not be used from
 6 these appropriated amounts for any other expenses of the department of health
 7 services, unless a transfer of monies is reviewed by the joint legislative
 8 budget committee.

9 It is the intent of the legislature that the department of health
 10 services make the reductions associated with the agencywide lump sum
 11 reduction against administrative functions and, to the extent possible, not
 12 against programmatic functions.

13 The lump sum reduction may not be taken against the appropriation made
 14 for Alzheimer's disease research.

15 Sec. 28. Senate Bill 1188, section 52, forty-ninth legislature, first
 16 regular session, as transmitted to the governor, is amended to read:

17 Sec. 52. INDUSTRIAL COMMISSION OF ARIZONA

	<u>2009-10</u>
18 FTE positions	279.0
19 Lump sum appropriation	\$ 16,614,900
	\$19,859,700

21 Fund sources:

22 Industrial commission	
23 administrative fund	\$ 16,614,900
	\$19,859,700

26 Performance measures:

27 Average number of days to resolve a case	
28 by the administrative law judge division	118
29 Per cent of workers' compensation claims	
30 processed within five days	97
31 Elevator inspections conducted	5,847
32 Customer satisfaction rating for workers'	
33 compensation program (Scale 1-8)	7.1

34 Sec. 29. Senate Bill 1188, section 53, forty-ninth legislature, first
 35 regular session, as transmitted to the governor, is amended to read:

36 Sec. 53. DEPARTMENT OF INSURANCE

	<u>2009-10</u>
37 FTE positions	95.5
38 Operating lump sum appropriation	\$ 6,731,700
	\$ 7,369,700
39 Managed care and dental plan	
40 oversight	638,000

1	Lump sum reduction	(1,624,400)
2		<u>(1,287,700)</u>
3	Total appropriation - department of insurance	\$ 5,745,300
4		\$ 6,082,000
5	Fund sources:	
6	State general fund	\$ 5,745,300
7		\$ 6,082,000
8	Performance measures:	
9	Average calendar days to complete a	
10	consumer complaint investigation	75
11	Per cent of survey licensees respondents	
12	indicating "satisfied" or "better"	93
13	Per cent of consumer services survey	
14	respondents indicating "satisfied"	
15	or "better"	77
16	Average number of days to issue a license	42
17	It is the intent of the legislature that \$294,000 in fiscal year	
18	2009-2010 shall be for new agreements to prosecute fraud cases and shall be	
19	funded by the department from revenues from fraud unit fees.	
20	Sec. 30. Senate Bill 1188, section 55, forty-ninth legislature, first	
21	regular session, as transmitted to the governor, is amended to read:	
22	Sec. 55. DEPARTMENT OF JUVENILE CORRECTIONS	
23		<u>2009-10</u>
24	FTE positions	1,050.7
25	Lump sum appropriation	\$ 78,297,500
26		\$ 70,776,600
27	Fund sources:	
28	State general fund	\$ 73,499,400
29		\$ 66,629,500
30	State charitable, penal and	
31	reformatory institutions	
32	land fund	1,749,600
33		1,098,600
34	Criminal justice enhancement fund	601,100
35	State education fund for committed	
36	youth	2,447,400
37	Performance measures:	
38	Escapes from DJC secure care facilities	0
39	Per cent of juveniles passing the GED	
40	language test	56
41	Per cent of juveniles who show progress in	
42	their primary treatment problem area	75
43	Per cent of juveniles returned to custody	
44	within 12 months of release	36

1 ~~The department shall provide a travel stipend to all southwest regional~~
2 ~~juvenile correction complex staff whose residence is at least twenty miles~~
3 ~~from work.~~

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

9 Sec. 31. Senate Bill 1188, section 59, forty-ninth legislature, first
10 regular session, as transmitted to the governor, is amended to read:

11 Sec. 59. DEPARTMENT OF LIQUOR LICENSES AND CONTROL

	<u>2009-10</u>
FTE positions	42.2
Lump sum appropriation	\$ 2,724,000
	\$ 700,000
Fund sources:	
State general fund	\$ 2,724,000
	\$ 700,000
Performance measures:	
Investigations and routine liquor	
inspections completed	3,750
Average calendar days to complete an	
investigation	14
Per cent of customers who responded to	
the survey reporting "very good" or	
"excellent" service	86

12 Sec. 32. Senate Bill 1188, section 60, forty-ninth legislature, first
13 regular session, as transmitted to the governor, is amended to read:

14 Sec. 60. ARIZONA STATE LOTTERY COMMISSION

	<u>2009-10</u>
FTE positions	104.0
Operating lump sum appropriation	\$ 7,996,600
Sales incentive program	50,000
Telecommunications	629,400
Advertising	\$ 11,000,000
	\$ 16,000,000
Lump sum reduction	(1,394,400)
	<u>(1,000,000)</u>
Total appropriation - Arizona state	
lottery commission	\$ 18,281,600
	\$ 23,676,000
Fund source:	
State lottery fund	\$ 18,281,600
	\$ 23,676,000

1	Performance measures:	
2	Increase in online sales from prior year	\$ 5,922,100
3	Increase in instant ticket sales from	
4	prior year	\$ 3,380,500
5	Customer satisfaction rating for retailers	
6	(Scale 1-8)	7.5

7 An amount equal to 3.6 per cent of actual instant ticket sales is
 8 appropriated for the printing of instant tickets or for contractual
 9 obligations concerning instant ticket distribution. This amount is currently
 10 estimated to be \$9,209,800 in fiscal year 2009-2010.

11 An amount equal to a percentage of actual online game sales as
 12 determined by contract is appropriated for payment of online vendor fees.
 13 This amount is currently estimated to be \$9,129,300, or 4.0322 per cent of
 14 actual online ticket sales in fiscal year 2009-2010.

15 An amount equal to 6.5 per cent of gross lottery game sales is
 16 appropriated for payment of sales commissions to ticket retailers. An
 17 additional amount of not to exceed 0.5 per cent of gross lottery game sales
 18 is appropriated for payment of sales commissions to ticket retailers. The
 19 combined amount is currently estimated to be 6.7 per cent of total ticket
 20 sales, or \$32,310,100 in fiscal year 2009-2010.

21 Sec. 33. Senate Bill 1188, section 73, forty-ninth legislature, first
 22 regular session, as transmitted to the governor, is amended to read:

23 Sec. 73. STATE PARKS BOARD

24		<u>2009-10</u>
25	FTE positions	232.3
26	Operating lump sum appropriation	\$ 14,599,900
27	Arizona trail	125,000
28	Kartchner caverns state park	2,638,000
29	Lump sum reduction	(5,097,100)
30		<u>(7,402,300)</u>
31	Total appropriation - Arizona state parks	
32	board	\$ 12,265,800
33		\$ 9,960,600

34 Fund sources:

35	State general fund	\$ 2,305,200
36	State parks enhancement fund	8,416,500
37	Law enforcement and boating	
38	safety fund	1,092,700
39	Reservation surcharge revolving	
40	fund	451,400

41	Performance measures:	
42	Annual park attendance	2,500,000
43	Per cent of park visitors rating their	
44	experience "good" or "excellent"	95

1 The appropriation for law enforcement and boating safety fund projects
 2 is an estimate representing all monies distributed to this fund, including
 3 balance forward, revenue and transfers during fiscal year 2009-2010. These
 4 monies are appropriated to the Arizona state parks board for the purposes
 5 established in section 5-383, Arizona Revised Statutes. The appropriation
 6 shall be adjusted as necessary to reflect actual final receipts credited to
 7 the law enforcement and boating safety fund.

8 All other operating expenditures include \$26,000 from the state parks
 9 enhancement fund for Fool Hollow state park revenue sharing. If receipts to
 10 Fool Hollow exceed \$260,000 in fiscal year 2009-2010, an additional ten per
 11 cent of this increase of Fool Hollow receipts is appropriated from the state
 12 parks enhancement fund to meet the revenue sharing agreement with the city of
 13 Show Low and the United States forest service.

14 All reservation surcharge revolving fund receipts received by the
 15 Arizona state parks board in excess of \$451,400 in fiscal year 2009-2010 are
 16 appropriated to the reservation surcharge revolving fund. Before the
 17 expenditure of any reservation surcharge revolving fund monies in excess of
 18 \$451,400 in fiscal year 2009-2010, the Arizona state parks board shall submit
 19 the intended use of the monies for review by the joint legislative budget
 20 committee.

21 During fiscal year 2009-2010, no more than \$5,000 each year from
 22 appropriated or nonappropriated monies may be used for the purposes of
 23 out-of-state travel expenses by state parks board staff. No appropriated or
 24 nonappropriated monies may be used for out-of-country travel expenses. The
 25 state parks board shall submit by June 30, 2010, a report to the joint
 26 legislative budget committee on out-of-state travel activities and
 27 expenditures for that fiscal year.

28 Sec. 34. Senate Bill 1188, section 74, forty-ninth legislature, first
 29 regular session, as transmitted to the governor, is amended to read:

30 Sec. 74. PERSONNEL BOARD

31		<u>2009-10</u>
32	FTE positions	3.0
33	Lump sum appropriation	\$ 302,000
34		\$ 329,100
35	Fund sources:	
36	State general fund	\$ 302,000
37	PERSONNEL BOARD ACCOUNT OF THE	
38	PERSONNEL DIVISION FUND	\$ 329,100
39	Performance measures:	
40	Average number of calendar days from	
41	receipt of appeal/complaint to final	113
42	Per cent of customers rating service as	
43	"good" or "excellent"	90

1 Of the ~~\$32,306,200~~ \$21,397,400 appropriated to GIITEM, ~~\$10,000,000~~
2 \$2,603,400 shall be used for the multijurisdictional task force known as the
3 gang and immigration intelligence team enforcement mission (GIITEM). If the
4 department of public safety uses any of the monies appropriated for GIITEM
5 for an agreement or contract with a city, town, county or other entity to
6 provide services for the GIITEM program, the city, town, county or other
7 entity shall provide not less than ~~twenty~~ TWENTY-FIVE per cent of the cost of
8 the services and the department of public safety shall provide not more than
9 eighty per cent of personal services and employee related expenditures for
10 each agreement or contract but may fund all capital related equipment.
11 Recognizing that states have inherent authority to arrest for any immigration
12 violation, there continues to be a benefit with a 287G, including additional
13 training and a partnership with immigration and customs enforcement and the
14 federal government. The distribution of these monies are contingent on the
15 department of public safety making all reasonable efforts to enter into a
16 287G memorandum of understanding with the United States department of
17 homeland security. The ~~\$10,000,000~~ \$2,603,400 shall be used for functions
18 relating to immigration enforcement, including border security and border
19 personnel, including any previously authorized allocations made in Laws 2008,
20 chapter 285, section 14, as amended by Laws 2009, first special session,
21 chapter 1, section 2. As state or local law enforcement officers come into
22 any lawful contact with a suspected illegal alien or with a gang or suspected
23 gang member the use of these monies is contingent on law enforcement agencies
24 making every reasonable effort to determine the person's legal status and
25 taking appropriate action that will not jeopardize an ongoing investigation.
26 The ~~\$10,000,000~~ \$2,603,400 is exempt from the provisions of section 35-190,
27 Arizona Revised Statutes, relating to the lapsing of appropriations. The
28 department shall submit an expenditure plan to the joint legislative budget
29 committee for review before expending any monies not identified in the
30 department's previous expenditure plans. Within thirty days after the last
31 day of each calendar quarter, the department shall provide a summary of
32 quarterly and year-to-date expenditures and progress to the joint legislative
33 budget committee including any prior year appropriations that were
34 nonlapsing.

35 Of the ~~\$32,306,200~~ \$21,397,400 appropriated to GIITEM, ~~\$10,358,900~~
36 \$9,400,900 shall be used for one hundred department of public safety GIITEM
37 personnel. The additional staff shall include at least fifty sworn
38 department of public safety positions to be used for immigration enforcement
39 and border security and fifty department of public safety positions to assist
40 GIITEM in various efforts, including: 1) arresting illegal aliens,
41 2) responding to or assisting any county sheriff or attorney in investigating
42 complaints of employment of illegal aliens, 3) investigating crimes of
43 identity theft in the context of hiring illegal aliens and the unlawful entry
44 into the country and 4) taking enforcement action, as permitted under federal
45 law and the United States Constitution. As state and local law enforcement

1 officers come into contact with gang or suspected gang members the use of
 2 these monies is contingent on law enforcement agencies verifying the
 3 immigration status of these individuals and taking appropriate action that
 4 will not jeopardize an ongoing investigation. The department shall submit an
 5 expenditure plan to the joint legislative budget committee for review before
 6 expending any monies not identified in the department's previous expenditure
 7 plans. Within thirty days after the last day of each calendar quarter, the
 8 department shall provide a summary of quarterly and year-to-date expenditures
 9 and progress to the joint legislative budget committee including any prior
 10 year appropriations that were nonlapsing.

11 For fiscal year 2009-2010, within thirty days after the last day of
 12 each calendar quarter, the department shall report to the joint legislative
 13 budget committee the following quarterly and year-to-date photo radar
 14 enforcement information:

15 1. The total number of issued citations or notices of violation, paid
 16 citations or notices of violation, notices of violation that were referred to
 17 courts and mobile or stationary cameras in operation.

18 2. The total amount of citation and notice of violation revenue
 19 generated, including how much revenue was distributed for DPS staff expenses,
 20 for DPS vendor payments to the administrative office of the courts for
 21 processing of citations and to the state general fund.

22 Any monies remaining in the department of public safety joint account
 23 on June 30, 2010 shall revert to the funds from which they were appropriated.
 24 The reverted monies shall be returned in direct proportion to the amounts
 25 appropriated.

26 It is the intent of the legislature that the reductions included in the
 27 lump sum reduction special line item shall not be taken against ~~GIITEM~~ or
 28 sworn personnel.

29 Sec. 36. Senate Bill 1188, section 84, forty-ninth legislature, first
 30 regular session, as transmitted to the governor, is amended to read:

31 Sec. 84. ARIZONA DEPARTMENT OF RACING

	<u>2009-10</u>
32	
33	FTE positions 42.5
34	Lump sum appropriation \$ 2,035,500
35	County fairs racing betterment 900,000
36	Arizona breeders' award 800,000
37	Arizona stallion award 100,000
38	County fair racing 400,000
39	Racing administration 67,000
40	<u>COUNTY FAIRS LIVESTOCK AND</u>
41	<u>AGRICULTURAL PROMOTION 1,779,500</u>
42	Total appropriation - department of
43	racing \$ 4,302,500
44	\$ 4,302,500 \$ 6,082,000

1 Fund sources:
2 State general fund ~~\$ 4,302,500~~
3 \$ 6,082,000
4 THE AMOUNT APPROPRIATED TO THE COUNTY FAIRS LIVESTOCK AND AGRICULTURAL
5 PROMOTION LINE ITEM IS FOR DEPOSIT IN THE COUNTY FAIRS LIVESTOCK AND
6 AGRICULTURAL PROMOTION FUND.
7 Performance measures:
8 Per cent of horse racing customers reporting
9 "very good" or "excellent" service 95
10 Per cent of greyhound racing customers
11 reporting "very good" or "excellent" service 100
12 Per cent of positive horse drug tests 1.2
13 Per cent of positive greyhound drug tests 0.02
14 Sec. 37. Senate Bill 1188, section 91, forty-ninth legislature, first
15 regular session, as transmitted to the governor, is amended to read:
16 Sec. 91. DEPARTMENT OF REVENUE
17 2009-10
18 FTE positions 863.0
19 Operating lump sum appropriation \$ 72,749,700
20 BRITS operational support 3,623,700
21 TEMPORARY COLLECTORS \$ 3,000,000
22 Unclaimed property administration
23 and audit 2,963,200
24 Lump sum reduction (16,144,000)
25 Total appropriation - department of revenue ~~\$ 63,192,600~~
26 \$ 66,192,600
27 Fund sources:
28 State general fund ~~\$ 62,131,500~~
29 \$ 40,631,500
30 DEPARTMENT OF REVENUE
31 ADMINISTRATIVE FUND 24,500,000
32 Liability setoff fund 398,300
33 Tobacco tax and health care fund 662,800
34 Performance measures:
35 Average calendar days to refund income tax 7.6
36 Per cent of written taxpayer inquiries
37 answered within 30 calendar days
38 of receipt 65
39 Customer satisfaction rating for taxpayer
40 information section (Scale 1-5) 4.7
41 The department shall provide the department's general fund revenue
42 enforcement goals for fiscal year 2009-2010 for review by the joint
43 legislative budget committee by July 31, 2009. The department shall provide
44 an annual progress report to the joint legislative budget committee as to the
45 effectiveness of the department's overall enforcement and collections program

1 for fiscal year 2009-2010 by July 31, 2010. The reports shall include a
 2 comparison of projected and actual general fund revenue enforcement
 3 collections for fiscal year 2009-2010.

4 THE \$3,000,000 APPROPRIATED FROM THE STATE GENERAL FUND FOR TEMPORARY
 5 COLLECTORS IS TO COLLECT ESTABLISHED DEBT. THE DEPARTMENT SHALL REPORT ITS
 6 RESULTS TO THE JOINT LEGISLATIVE BUDGET COMMITTEE ON OR BEFORE JANUARY 31,
 7 2010.

8 Sec. 38. Senate Bill 1188, section 92, forty-ninth legislature, first
 9 regular session, as transmitted to the governor, is amended to read:

10 Sec. 92. SCHOOL FACILITIES BOARD

	<u>2009-10</u>
11 FTE positions	18.0
12 Operating lump sum appropriation	\$ 1,948,800
13 New school facilities debt service	108,683,300
14 BUILDING RENEWAL GRANT	3,000,000
15 Lump sum reduction	(1,031,300)
	<u>(551,700)</u>
18 Total appropriation - school facilities	
19 board	\$109,600,800
	\$113,080,400
21 Fund sources:	
22 State general fund	\$109,600,800
	\$113,080,400
24 Performance measures:	
25 Per cent of school districts inspected	
26 meeting minimum adequacy standards	22
27 Per cent of school districts rating the	
28 board's services as "good" or "excellent"	
29 in an annual survey	95

30 Sec. 39. Senate Bill 1188, section 93, forty-ninth legislature, first
 31 regular session, as transmitted to the governor, is amended to read:

32 Sec. 93. DEPARTMENT OF STATE - SECRETARY OF STATE

	<u>2009-10</u>
34 FTE positions	43.3
35 Operating lump sum appropriation	\$ 2,717,900
36 Election services	1,011,000
37 Help America vote act	7,722,800
38 SPECIAL ELECTION	\$ 8,346,900
39 Lump sum reduction	<u>(150,000)</u>
40 Total appropriation - secretary of state	\$ 11,301,700
	\$ 19,648,600
42 Fund sources:	
43 State general fund	\$ 3,480,700
	\$ 11,827,600

1	Election systems improvement fund	7,722,800
2	Professional employer organization	
3	fund	98,200
4	Performance measures:	
5	Per cent of documents returned to public	
6	filer in 48 hours (business services	
7	division)	75
8	Per cent of election law complaints reviewed	
9	and acted on within 7 days	100

10 The secretary of state shall report to the joint legislative budget
 11 committee and the governor's office of strategic planning and budgeting by
 12 December 31, 2009 the actual amount and purpose of expenditures from the
 13 election systems improvement fund in fiscal year 2008-2009 and the expected
 14 amount and purpose of expenditures from the fund for fiscal year 2009-2010.

15 Any transfer to or from the amount appropriated for the election
 16 services line item shall require review by the joint legislative budget
 17 committee.

18 The fiscal year 2009-2010 appropriation from the election systems
 19 improvement fund for HAVA is available for use pursuant to section 35-143.01,
 20 subsection C, Arizona Revised Statutes, and is exempt from the provisions of
 21 section 35-190, Arizona Revised Statutes, relating to lapsing of
 22 appropriations, until June 30, 2011.

23 Sec. 40. Senate Bill 1188, section 95, forty-ninth legislature, first
 24 regular session, as transmitted to the governor, is amended to read:

25 Sec. 95. STATE BOARD OF TAX APPEALS

26		<u>2009-10</u>
27	FTE positions	4.0
28	Lump sum appropriation	\$ 261,300
29		\$ 278,300
30	Fund sources:	
31	State general fund	\$ 261,300
32		\$ 278,300

33	Performance measures:	
34	Months to process appeal	4.5
35	Per cent of rulings upheld in tax courts	90.0
36	Customer satisfaction rating (Scale 1-8)	7.0

37 Sec. 41. Senate Bill 1188, section 97, forty-ninth legislature, first
 38 regular session, as transmitted to the governor, is amended to read:

39 Sec. 97. DEPARTMENT OF TRANSPORTATION

40		<u>2009-10</u>
41	Administration	
42	FTE positions	412.0
43		4,548.0

1	Operating Lump sum appropriation	\$ 42,437,400
2		\$433,991,700
3	Attorney general legal services	3,052,600
4	Total appropriation administration	\$ 45,490,000
5	Fund sources:	
6	State highway fund	\$ 45,490,000
7	It is the intent of the legislature that the department not include any	
8	administrative overhead expenditures in duplicate drivers' license fees	
9	charged to the public.	
10	<u>Highways</u>	
11	FTE positions	2,548.0
12	Operating lump sum appropriation	\$137,950,400
13	Highway maintenance	136,566,300
14	Vehicles and heavy equipment	32,154,700
15	Total highways	\$306,671,400
16	Fund sources:	
17	State general fund	\$ 63,100
18	Safety enforcement and	
19	transportation	
20	infrastructure fund	558,700
21	State highway fund	273,894,900
22	Transportation department	
23	equipment fund	32,154,700
24	FUND SOURCES:	
25	STATE GENERAL FUND	\$ 63,100
26	AIR QUALITY FUND	71,700
27	DRIVING UNDER THE INFLUENCE	
28	ABATEMENT FUND	143,300
29	HIGHWAY USER REVENUE FUND FEES	617,000
30	MOTOR VEHICLE LIABILITY INSURANCE	
31	ENFORCEMENT FUND	2,177,500
32	SAFETY ENFORCEMENT AND TRANSPORTATION	
33	INFRASTRUCTURE FUND	2,158,000
34	STATE AVIATION FUND	1,862,400
35	STATE HIGHWAY FUND	395,580,000
36	TRANSPORTATION DEPARTMENT	
37	EQUIPMENT FUND	29,636,200
38	VEHICLE INSPECTION AND TITLE	
39	ENFORCEMENT FUND	1,682,500
40	Performance measures:	
41	Per cent of Maricopa regional freeway	
42	travel lane miles completed for	
43	the twenty-year half cent sales tax	
44	extension effective January 1, 2006	10.5

1	Per cent of overall highway construction	
2	projects completed on schedule	97
3	AVERAGE MVD OFFICE WAIT TIME FROM ARRIVING AT	
4	MVD OFFICE TO RECEIVING NUMBERED TICKET	
5	(MINUTES)	2.0
6	AVERAGE MVD OFFICE WAIT TIME FROM RECEIVING	
7	NUMBERED TICKET TO ARRIVING AT COUNTER	
8	(MINUTES)	12.5
9	PER CENT OF MVD OFFICE CUSTOMERS RATING	
10	SERVICES "GOOD" OR "EXCELLENT"	83
11	AVERAGE TELEPHONE WAIT TIME TO SPEAK	
12	TO AN MVD EMPLOYEE (MINUTES)	15.2
13	PER CENT OF ALTERNATIVE VEHICLE	
14	REGISTRATION RENEWAL METHODS	
15	(MAIL, INTERNET, THIRD PARTY)	80
16	PER CENT OF AIRPORT DEVELOPMENT PROJECTS	
17	COMPLETED ON SCHEDULE	95

18 IT IS THE INTENT OF THE LEGISLATURE THAT THE DEPARTMENT NOT INCLUDE ANY
19 ADMINISTRATIVE OVERHEAD EXPENDITURES IN DUPLICATE DRIVER LICENSE FEES CHARGED
20 TO THE PUBLIC.

21 Of the total amount appropriated ~~for the highways program~~, \$136,566,300
22 in fiscal year 2009-2010 for highway maintenance is exempt from the
23 provisions of section 35-190, Arizona Revised Statutes, relating to lapsing
24 of appropriations, except that all unexpended and unencumbered monies of the
25 appropriation revert to their fund of origin, either the state highway fund
26 or the safety enforcement and transportation infrastructure fund, on August
27 31, 2010.

28 Of the total amount appropriated ~~for the highways program~~, \$2,663,000
29 in fiscal year 2009-2010 is for performance pay for participants in the
30 department's engineer pay plan. The department shall establish performance
31 measures with measurable quality and quantity objectives for participants in
32 the engineer pay plan that are designed to result in increased productivity
33 and improved quality of the delivery of state services or products. The
34 department shall either apply these performance measures to the entire
35 engineer pay plan or apply relevant performance measures to subsets within
36 the engineer pay plan either on a group or individual basis. Every quarter
37 or month, the department shall review the participants' performance to
38 determine if the performance measures were met. If the performance measures
39 are met or exceeded, the applicable participants are entitled to receive the
40 performance pay for the corresponding quarter.

41	Motor vehicle	
42	FTE positions	1,755.0
43	Operating lump sum appropriation	\$107,966,800
44	Abandoned vehicle administration	1,039,800

1	Fraud investigation	788,300
2	New third party funding	933,500
3	Total appropriation motor vehicle	\$110,728,400
4	Fund sources:	
5	Air quality fund	\$ 71,700
6	Driving under the influence	
7	abatement fund	143,300
8	Highway user revenue fund fees	617,000
9	Motor vehicle liability insurance	
10	enforcement fund	2,419,500
11	Safety enforcement and	
12	transportation infrastructure	
13	fund	1,599,300
14	State highway fund	104,195,100
15	Vehicle inspection and title	
16	enforcement fund	1,682,500
17	Performance measures:	
18	Average office wait time from arriving at	
19	MVD office to receiving numbered ticket	
20	(minutes)	2.0
21	Average office wait time from receiving	
22	numbered ticket to arriving at counter	
23	(minutes)	12.5
24	Per cent of office customers rating	
25	services "good" or "excellent"	83
26	Average telephone wait time to speak	
27	to an MVD employee (minutes)	15.2
28	Per cent of alternative vehicle	
29	registration renewal methods	
30	(mail, internet, third party)	80

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

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

1 vehicle registration renewal by mail. The reports shall include details by
 2 office for all offices in the metropolitan areas that are defined to include
 3 all of Maricopa county, Apache Junction, Tucson and Flagstaff, and summarized
 4 for the nonmetropolitan areas. In addition to documenting wait times, the
 5 reports shall document the number of primary transactions (driver licenses,
 6 titles and vehicle registrations) and secondary transactions (all others),
 7 the number of counter positions assigned and filled and the productivity
 8 levels (the average number of primary transactions completed by staff and the
 9 average number of secondary transactions completed by staff). The reports
 10 shall document the number of primary and secondary transactions completed by
 11 third parties by metropolitan and nonmetropolitan area offices. The reports
 12 are due within thirty days after the end of each calendar quarter.

13	<u>Aeronautics</u>	
14	FTE positions	33.0
15	Lump sum appropriation	\$ 2,247,000
16	Fund sources:	
17	State aviation fund	\$ 2,247,000
18	Performance measures:	
19	Per cent of airport development projects	
20	completed on schedule	95
21	Lump sum FTE position reduction	(200.0)
22	<u>Lump sum reduction</u>	\$(47,027,800)
23	Fund sources:	
24	Motor vehicle liability insurance	
25	enforcement fund	\$(242,000)
26	State aviation fund	(384,600)
27	State highway fund	(42,003,600)
28	Transportation department	
29	equipment fund	-(4,397,600)
30	Total appropriation—Arizona department	
31	of transportation	\$418,109,000
32	Fund sources:	
33	State general fund	\$ 63,100
34	Air quality fund	71,700
35	Driving under the influence	
36	abatement fund	143,300
37	Highway user revenue fund fees	617,000
38	Motor vehicle liability	
39	insurance enforcement fund	2,177,500

1	Safety enforcement and	
2	transportation infrastructure	
3	fund	2,158,000
4	State aviation fund	1,862,400
5	State highway fund	381,576,400
6	Transportation department	
7	equipment fund	27,757,100
8	Vehicle inspection and title	
9	enforcement fund	1,682,500

10 Of the ~~\$418,109,000~~ \$433,991,700 appropriation to the department of
 11 transportation, the department of transportation shall pay \$16,773,800 in
 12 fiscal year 2009-2010 from all funds to the department of administration for
 13 its risk management payment.

14 ANY TRANSFER TO OR FROM AN OPERATING BUDGET OR SPECIAL LINE ITEM AS
 15 OUTLINED IN THE JOINT LEGISLATIVE BUDGET COMMITTEE STAFF FISCAL YEAR
 16 2009-2010 APPROPRIATIONS REPORT THAT EQUALS OR EXCEEDS \$1,000,000 IN TOTAL
 17 FOR FISCAL YEAR 2009-2010 MUST BE REVIEWED BY THE JOINT LEGISLATIVE BUDGET
 18 COMMITTEE. ANY TRANSFERS BELOW \$1,000,000 SHALL BE REPORTED TO THE JOINT
 19 LEGISLATIVE BUDGET COMMITTEE STAFF.

20 Sec. 42. Senate Bill 1188, section 105, forty-ninth legislature, first
 21 regular session, as transmitted to the governor, is amended to read:

22 Sec. 105. UNIVERSITY LUMP SUM REDUCTION

23 Lump sum reduction \$(40,000,000)

24 Fund sources:

25 State general fund \$(40,000,000)

26 On or before August 1, 2009, the Arizona board of regents shall report
 27 to the joint legislative budget committee the final allocation of the
 28 \$40,000,000 lump sum reduction. The Arizona board of regents shall allocate
 29 the \$40,000,000 lump sum reduction by campus for Arizona state university.
 30 The final allocation shall not increase differences in per student funding
 31 among the universities. The \$40,000,000 lump sum reduction is in addition to
 32 lump sum reductions separately delineated in individual university budget
 33 sections.

34 ~~Lump sum reduction deferral \$(100,000,000)~~

35 ~~Fund sources:~~

36 ~~State general fund \$(100,000,000)~~

37 ~~The Arizona board of regents shall defer funding to the institutions~~
 38 ~~under its jurisdiction in proportion to the state general fund appropriation~~
 39 ~~received by each institution.~~

1	Sec. 43. Senate Bill 1188, section 109, forty-ninth legislature, first	
2	regular session, as transmitted to the governor, is amended to read:	
3	Sec. 109. DEPARTMENT OF WEIGHTS AND MEASURES	
4		<u>2009-10</u>
5	<u>General services</u>	
6	FTE positions	22.9
7	Lump sum appropriation	\$ 1,916,500
8	Fund sources:	
9	State general fund	\$ 1,593,600
10	Motor vehicle liability insurance	
11	enforcement fund	322,900
12	<u>Vapor recovery</u>	
13	FTE positions	8.5
14	Lump sum appropriation	\$ 638,400
15	Fund sources:	
16	Air quality fund	\$ 638,400
17	<u>Oxygenated fuel</u>	
18	FTE positions	6.0
19	Lump sum appropriation	\$ 885,400
20	Fund sources:	
21	Air quality fund	\$ 885,400
22	<u>Lump sum reduction</u>	\$ (575,200)
23		\$ (307,600)
24	Fund sources:	
25	State general fund	\$ (350,300)
26		\$ (278,000)
27	Air quality fund	(224,900)
28		<u>(29,600)</u>
29	Total appropriation - department	
30	of weights and measures	\$ 2,865,100
31		\$ 3,132,700
32	Fund sources:	
33	State general fund	\$ 1,243,300
34		\$ 1,315,600
35	Air quality fund	1,298,900
36		1,494,200
37	Motor vehicle liability insurance	
38	enforcement fund	322,900
39	Performance measures:	
40	Average customer satisfaction rating	
41	(Scale 1-5)	4.7
42	Per cent of retail stores' price	
43	scanning devices in compliance	78

1	Per cent of cleaner burning gas	
2	samples in compliance with oxygenated	
3	fuel standards	100
4	Per cent of gasoline dispensing facilities	
5	inspected annually that are in compliance	
6	with vapor recovery standards	88
7	Sec. 44. Senate Bill 1188, section 110, forty-ninth legislature, first	
8	regular session, as transmitted to the governor, is amended to read:	
9	Sec. 110. <u>Transfer of fund monies to the state general fund;</u>	
10	<u>fiscal year 2009-2010</u>	
11	A. Notwithstanding any other law, on or before June 30, 2010, the	
12	following amounts from the following funds or sources are transferred to the	
13	state general fund for the purposes of providing adequate support and	
14	maintenance for agencies of this state:	
15	1. Department of administration	
16	Admin - AFIS II collections fund:	
17	Salary reduction	64,300
18	Spending reduction	173,900
19	Air quality fund:	
20	Spending reduction	85,000
21	Automation operations fund:	
22	Salary reduction	992,500
23	Spending reduction	2,409,000
24	Capital outlay stabilization fund:	
25	Salary reduction	316,900
26	Spending reduction	1,300,000
27	Construction insurance fund:	
28	Excess balance	1,507,700
29	Co-op state purchasing fund:	
30	Salary reduction	22,300
31	Spending reduction	44,000
32	Corrections fund:	
33	Salary reduction	48,300
34	Spending reduction	73,400
35	Emergency telecommunication services	
36	revolving fund:	
37	Salary reduction	30,900
38	Employee travel reduction fund:	
39	Salary reduction	36,100
40	Motor vehicle pool revolving fund:	
41	Salary reduction	78,700
42	Spending reduction	1,272,700
43	Personnel division fund:	
44	Salary reduction	740,600
45	Spending reduction	1,888,100

1	Risk management revolving fund:	
2	Salary reduction	581,300
3	Special employee health insurance	
4	trust fund:	
5	Salary reduction	251,100
6	Special services revolving fund:	
7	Salary reduction	34,200
8	Spending reduction	216,500
9	State surplus materials revolving fund:	
10	Salary reduction	62,200
11	Spending reduction	425,800
12	Telecommunications fund:	
13	Salary reduction	152,700
14	Excess balance	917,300
15	Spending reduction	1,115,800
16	Telecommunications fund:	
17	Infrastructure improvements	
18	account transfer	12,000,000
19		5,800,000
20	2. Arizona health care cost containment system:	
21	AHCCCS third party collections fund:	
22	Excess balance	130,700
23	Healthcare group fund:	
24	Salary reduction	361,900
25	Intergovernmental services fund:	
26	Excess balance	273,200
27	3. Arizona commission on the arts:	
28	Arts endowment fund:	
29	Transfer	15,000,000
30		4,652,300
31	Arts special revenues fund:	
32	Salary reduction	12,500
33	4. Attorney general:	
34	Anti-racketeering revolving fund:	
35	Salary reduction	139,200
36	Spending reduction	500,000
37	Attorney general legal services cost	
38	allocation fund:	
39	Salary reduction	606,600
40	Collection enforcement revolving fund:	
41	Salary reduction	365,500
42	Spending reduction	1,000,000
43	Consumer protection - consumer fraud	
44	revolving fund:	
45	Salary reduction	164,300

1	Risk management revolving fund:	
2	Salary reduction	789,000
3	Victims' rights fund:	
4	Salary reduction	33,000
5	5. Automobile theft authority:	
6	Automobile theft authority fund:	
7	Salary reduction	40,600
8	6. Department of commerce:	
9	Arizona job training fund:	
10	Salary reduction	30,900
11		100,000
12	Excess balance	30,000,000
13		18,275,000
14	Spending reduction	1,850,000
15		1,835,000
16	Commerce and economic development	
17	commission fund:	
18	Salary reduction	73,200
19	Excess balance	2,693,700
20		2,161,200
21	Spending reduction	394,300
22	Commerce development bond fund:	
23	Excess balance	699,000
24	Commerce workshops fund:	
25	Spending reduction	51,600
26	GADA revolving fund:	
27	Salary reduction	19,800
28		18,800
29	Excess balance	1,579,000
30		500,000
31	Spending reduction	55,600
32		50,000
33	State lottery fund:	
34	Salary reduction	19,500
35	7. Registrar of contractors:	
36	Registrar of contractors fund:	
37	Salary reduction	696,000
38	Excess balance	664,000
39		2,576,400
40	Spending reduction	1,216,400
41	Residential contractors' recovery fund:	
42	Excess balance	1,836,500

1	8. Corporation commission:	
2	Investment management regulatory and	
3	enforcement fund:	
4	Salary reduction	73,500
5	Excess balance	433,300
6	Spending reduction	92,900
7	Public access fund:	
8	Salary reduction	255,700
9	Excess balance	284,200
10	Securities regulatory and enforcement	
11	fund:	
12	 Salary reduction	295,500
13	 Spending reduction	392,100
14	Utility regulation revolving fund:	
15	 Salary reduction	1,038,400
16	Excess balance	278,300
17		2,004,300
18	9. Department of corrections:	
19	Arizona correctional industries	
20	revolving fund:	
21	Salary reduction	598,600
22	Excess balance	391,700
23	Corrections fund:	
24	Salary reduction	37,200
25	Indirect cost recovery fund:	
26	Spending reduction	122,400
27	Special services fund:	
28	Excess balance	454,700
29	State DOC revolving transition fund:	
30	Spending reduction	341,000
31	State education fund for correctional	
32	education:	
33	Salary reduction	35,700
34	Transition program drug treatment fund:	
35	Excess balance	119,800
36	10. Arizona criminal justice commission:	
37	Criminal justice enhancement fund:	
38	Salary reduction	48,600
39	Excess balance	400,000
40	Drug and gang enforcement account:	
41	Salary reduction	59,200
42	Driving under the influence abatement fund:	
43	Excess balance	500,000
44	State aid to county attorneys fund:	
45	Excess balance	100,000

1	State aid to indigent defense fund:	
2	Excess balance	209,100
3	11. Commission for the deaf and hard of hearing:	
4	Telecommunication fund for the deaf:	
5	Salary reduction	95,200
6	Excess balance	474,600
7	Spending reduction	944,100
8	12. Drug and gang prevention resource center:	
9	Drug and gang prevention resource	
10	center fund:	
11	Excess balance	206,300
12	Salary reduction	22,500
13	Spending reduction	44,700
14	13. Department of economic security:	
15	Arizona training program at Phoenix	
16	closure fund:	
17	Excess balance	1,450,400
18	Child support enforcement administration	
19	fund:	
20	Salary reduction	796,900
21	Domestic violence shelter fund:	
22	Excess balance	483,800
23		963,800
24	Spending reduction	480,000
25	Industries for the blind fund:	
26	Salary reduction	360,100
27	Long term care system fund:	
28	Spending reduction	2,972,600
29	Public assistance collections fund:	
30	Salary reduction	40,500
31	Spending reduction	51,700
32	Special administration fund:	
33	Excess balance	704,200
34	Spending reduction	347,000
35	Spinal and head injuries trust fund:	
36	Salary reduction	43,700
37	Excess balance	590,600
38	Spending reduction	513,200
39	14. Arizona department of education:	
40	Internal services fund:	
41	Spending reduction	471,100
42	Education production revolving fund:	
43	Salary reduction	43,700
44	Spending reduction	217,000

1	Teacher certification fund:	
2	Salary reduction	187,300
3	15. Department of environmental quality:	
4	Air permits administration fund:	
5	Salary reduction	339,900
6	Excess balance	1,498,500
7		2,630,800
8	Air quality fund:	
9	Salary reduction	156,200
10	Excess balance	2,113,100
11	Spending reduction	522,800
12	Emissions inspection fund:	
13	Salary reduction	138,400
14	Excess balance	7,000,000
15		8,300,000
16	Greenfields program fund:	
17	Excess balance	100,000
18	Indirect cost recovery fund:	
19	Salary reduction	500,700
20	Excess balance	2,616,600
21	Spending reduction	1,074,800
22	Monitoring assistance fund:	
23	Excess balance	179,100
24	Spending reduction	74,100
25	Recycling fund:	
26	Salary reduction	34,900
27	Excess balance	550,000
28	Spending reduction	2,290,900
29	Solid waste fee fund:	
30	Salary reduction	59,300
31	Spending reduction	200,900
32	Underground storage tank revolving fund:	
33	Salary reduction	393,900
34	EXCESS BALANCE	12,821,100
35	Spending reduction	3,821,100
36		2,000,000
37	Voluntary remediation fund:	
38	Salary reduction	21,500
39	Voluntary vehicle repair and retrofit	
40	program fund:	
41	Excess balance	484,600
42	Spending reduction	1,045,900
43	Water quality assurance revolving fund:	
44	Salary reduction	371,300

1	Water quality fee fund:	
2	Salary reduction	281,800
3	Excess balance	733,000
4	16. Arizona exposition and state fair board:	
5	Arizona exposition and state fair fund:	
6	Salary reduction	552,000
7	Excess balance	373,200
8	Spending reduction	1,130,000
9	17. Department of financial institutions:	
10	Arizona escrow guaranty fund:	
11	Excess balance	1,017,500
12	Revolving fund:	
13	Salary reduction	55,200
14	Spending reduction	120,900
15	18. Arizona game and fish department:	
16	Heritage fund:	
17	Salary reduction	471,200
18	Off-highway vehicle recreation fund:	
19	Salary reduction	31,900
20	Spending reduction	46,700
21	Watercraft licensing fund:	
22	Salary reduction	115,100
23	Excess balance	265,600
24		951,500
25	Spending reduction	570,800
26	19. Government information technology agency:	
27	Information technology fund:	
28	Salary reduction	250,700
29	Excess balance	219,200
30	Spending reduction	368,300
31		199,900
32	State web portal fund:	
33	Spending reduction	1,100,000
34	20. Office of the governor:	
35	 Prevention of child abuse fund:	
36	 Spending reduction	63,000
37	21. 20. Department of health services:	
38	Child fatality review fund:	
39	Excess balance	135,300
40	Emergency medical services operating	
41	fund:	
42	Salary reduction	249,300
43	Excess balance	685,800
44	Spending reduction	598,300

1	Environmental laboratory licensure	
2	revolving fund:	
3	Salary reduction	41,300
4	Hearing and speech professionals fund:	
5	Salary reduction	20,900
6	Indirect cost fund:	
7	Salary reduction	382,300
8	Excess balance	707,800
9	Spending reduction	907,600
10	Substance abuse services fund:	
11	Excess balance	408,800
12	Spending reduction	250,000
13	Vital records electronic systems fund:	
14	Salary reduction	16,000
15	Excess balance	378,400
16	Spending reduction	50,000
17	22. 21. Department of housing:	
18	HOUSING TRUST FUND:	
19	EXCESS BALANCE	2,000,000
20	Housing program fund:	
21	Salary reduction	274,600
22	Excess balance	1,818,400
23	Spending reduction	459,100
24	23. 22. Industrial commission:	
25	Industrial commission administrative	
26	fund:	
27	Salary reduction	1,258,800
28	Excess balance	429,100
29		3,673,900
30	Spending reduction	1,986,000
31	24. 23. Department of insurance:	
32	Captive insurance regulatory and	
33	supervision fund:	
34	Salary reduction	13,100
35	Spending reduction	52,300
36	Financial surveillance fund:	
37	Salary reduction	31,600
38	Insurance examiners' revolving fund:	
39	Salary reduction	113,500
40	Spending reduction	482,100
41	25. 24. Judiciary - Supreme court:	
42	Alternative dispute resolution fund:	
43	Spending reduction	74,700
44	Arizona lengthy trial fund:	
45	Excess balance	260,700

1	Court appointed special advocate fund:	
2	Salary reduction	34,500
3	Spending reduction	465,500
4	Criminal justice enhancement fund:	
5	Salary reduction	17,000
6	Excess balance	183,000
7	Defensive driving school fund:	
8	Salary reduction	66,500
9	Excess balance	1,531,400
10	Public defender training fund:	
11	Spending reduction	71,000
12	State aid to the courts fund:	
13	Excess balance	535,100
14	26- 25. Judiciary - Superior court	
15	Criminal justice enhancement fund:	
16	Salary reduction	45,200
17	Drug treatment and education fund:	
18	Salary reduction	31,100
19	27- 26. Department of juvenile corrections:	
20	Criminal justice enhancement fund:	
21	Salary reduction	16,800
22	Spending reduction	68,700
23	State education fund for committed youth:	
24	Salary reduction	237,400
25	28- 27. State land department:	
26	Cooperative forestry fund:	
27	Salary reduction	45,400
28	Fire suppression fund:	
29	Salary reduction	280,100
30	29- 28. Legislature - house of representatives:	
31	Excess balance	2,000,000
32	30- 29. Department of liquor licenses and control:	
33	Liquor license special collections fund:	
34	Excess balance	116,600
35	31- 30. Arizona state lottery commission:	
36	State lottery fund:	
37	Salary reduction	594,700
38		200,300
39	Spending reduction	799,700
40	State lottery fund - advertising:	
41	Transfer	9,162,700
42		4,162,700
43	State lottery fund - unclaimed prizes:	
44	Transfer	1,398,400

1	32.	31. Department of mines and mineral resources:	
2		Mines and mineral resources fund:	
3		Salary reduction	16,200
4	33.	32. Parents commission on drug education and	
5		prevention:	
6		Drug treatment and education fund:	
7		Excess balance	175,900
8		Spending reduction	427,600
9	34.	33. Arizona state parks board:	
10		Heritage fund:	
11		Salary reduction	163,900
12		Off-highway vehicle recreation fund:	
13		Salary reduction	50,300
14		Excess balance	467,500
15		Spending reduction	66,300
16		Partnership fund:	
17		Salary reduction	14,000
18		Publications and souvenir revolving fund:	
19		Salary reduction	22,700
20		Reservation surcharge revolving fund:	
21		Salary reduction	41,800
22		Spending reduction	54,800
23		State lake improvement fund:	
24		Salary reduction	185,400
25		Excess balance	4,753,000
26			3,048,200
27		Spending reduction	415,000
28		State parks fund:	
29		Salary reduction	19,700
30		State parks enhancement fund:	
31		Salary reduction	557,600
32		Excess balance	1,901,500
33		Spending reduction	725,900
34	35.	34. Commission for postsecondary education:	
35		Early graduation scholarship fund:	
36		Excess balance	2,863,800
37		Spending reduction	57,800
38	36.	35. Department of public safety:	
39		Anti-racketeering fund:	
40		Salary reduction	84,500
41		Automatic fingerprint identification	
42		fund:	
43		Salary reduction	29,000
44		Excess balance	71,900

1	Board of fingerprinting fund:	
2	Salary reduction	37,600
3	Spending reduction	29,500
4	Crime laboratory assessment fund:	
5	Salary reduction	347,600
6	Criminal justice enhancement fund:	
7	Salary reduction	215,000
8	Excess balance	206,600
9	DNA identification system fund:	
10	Salary reduction	267,100
11	Excess balance	552,300
12	DNA identification system fund:	
13	Garage fund transfer	2,504,000
14	Department of public safety	
15	administration fund:	
16	Salary reduction	65,000
17	Department of public safety licensing	
18	fund:	
19	Salary reduction	77,700
20	Excess balance	96,700
21	Fingerprint clearance card fund:	
22	Salary reduction	184,900
23	Excess balance	193,800
24	Highway patrol fund:	
25	Salary reduction	1,498,800
26	Indirect cost recovery fund:	
27	Salary reduction	77,000
28	Motorcycle safety fund:	
29	Excess balance	100,000
30	Parity compensation fund:	
31	Salary reduction	271,100
32	Excess balance	455,400
33	Peace officers training fund:	
34	Salary reduction	189,000
35	Excess balance	181,200
36	Public safety equipment fund:	
37	Spending reduction	2,485,400
38		755,400
39	Records processing fund:	
40	Salary reduction	78,900
41	Excess balance	49,500
42	Spending reduction	567,800

1	37. 36.	Arizona department of racing:	
2		Arizona breeders award fund:	
3		Excess balance	131,300
4		County fairs racing betterment fund:	
5		Excess balance	182,600
6	38. 37.	Radiation regulatory agency:	
7		Radiation certification fund:	
8		Salary reduction	21,300
9	39. 38.	Residential utility consumer office:	
10		Residential utility consumer office	
11		revolving fund:	
12		Excess balance	219,400
13	40. 39.	Department of revenue:	
14		Estate and unclaimed property fund:	
15		Excess balance	1,011,000
16		Liability set-off fund:	
17		Salary reduction	23,700
18		Excess balance	177,500
19	41. 40.	School facilities board:	
20		School facilities revenue bond debt	
21		service fund:	
22		Transfer	880,000
23		State school trust revenue bond debt	
24		service fund:	
25		Transfer	500,000
26	42. 41.	Office of tourism:	
27		Tourism fund:	
28		Excess balance	400,000
29	43. 42.	Department of transportation:	
30		Arizona highways magazine fund:	
31		Salary reduction	236,500
32		Excess balance	404,500
33			20,000
34		Spending reduction	647,800
35		Economic strength project fund:	
36		Excess balance	684,700
37		Spending reduction	100,000
38		Motor vehicle liability insurance	
39		enforcement fund:	
40		Excess balance	266,700
41		Spending reduction	242,000
42		State aviation fund:	
43		Salary reduction	150,900
44		Excess balance	731,400
45		Spending reduction	233,700

1	Transportation department equipment	
2	fund:	
3	Salary reduction	1,182,100
4	Excess balance	1,989,200
5	Spending reduction	3,215,500
6		2,518,500
7	Vehicle inspection and title	
8	enforcement fund:	
9	Excess balance	278,100
10	44. 43. Arizona board of regents:	
11	Regents local fund:	
12	Salary reduction	75,900
13	Spending reduction	152,700
14	45. Arizona state university - main campus:	
15	Auxiliary fund:	
16	Salary reduction	2,848,600
17	Excess balance	3,852,900
18	Spending reduction	10,237,200
19	46. Arizona state university - East campus:	
20	Auxiliary fund:	
21	Salary reduction	59,600
22	Spending reduction	123,000
23	47. Arizona state university - West campus:	
24	Auxiliary fund:	
25	Salary reduction	35,100
26	Excess balance	79,200
27	Spending reduction	101,000
28	48. Northern Arizona university:	
29	Auxiliary fund:	
30	Salary reduction	1,010,300
31	Excess balance	2,622,100
32	Spending reduction	2,701,600
33	49. University of Arizona - main campus:	
34	Auxiliary fund:	
35	Salary reduction	4,203,900
36	Excess balance	7,084,000
37	Spending reduction	13,242,600
38	50. University of Arizona - health sciences	
39	center:	
40	Auxiliary fund:	
41	Salary reduction	426,400
42	Excess balance	527,300
43	Spending reduction	712,500

1	51. 44.	Department of veterans' services:	
2		Veterans' cemetery fund:	
3		Excess balance	121,600
4	52. 45.	Department of water resources:	
5		Arizona water banking fund:	
6		Excess balance	4,000,000
7		Arizona water protection fund:	
8		Excess balance	2,346,000
9		Arizona water quality fund:	
10		Salary reduction	31,700
11		Excess balance	152,600
12		Spending reduction	56,300
13		Assured and adequate water supply fund:	
14		Salary reduction	61,100
15		Spending reduction	111,900
16		Augmentation and conservation	
17		assistance fund:	
18		Salary reduction	24,600
19		Spending reduction	110,500
20		Dam repair fund:	
21		Excess balance	378,400
22		Indirect cost recovery fund:	
23		Salary reduction	92,100
24		Excess balance	205,100
25		Spending reduction	163,300
26		Well administration and enforcement fund:	
27		Salary reduction	44,200
28		Spending reduction	78,800
29	53. 46.	Department of weights and measures:	
30		Air quality fund:	
31		Salary reduction	70,600
32		Spending reduction	154,300
33			29,600

34 B. Agencies listed shall reduce expenditures from the listed funds
35 accordingly in order to ensure a sufficient fund balance for these fund
36 transfers.

37 C. The fund transfers in this section shall be made as soon as is
38 practicable to avoid a shortfall in each fund. On or before August 1, 2009,
39 the governor's office of strategic planning and budgeting shall report to the
40 joint legislative budget committee on any fund transfers that have not been
41 fully made as of July 15, 2009. For each fund transfer not fully made as of
42 July 15, 2009, the report shall list when the fund transfer will be completed
43 or additional steps required to make the full fund transfer.

1 \$226,312,600 in federal title XIX expenditure authority for health plan
2 payments deferred from fiscal year 2009-2010.

3 Sec. 49. Senate Bill 1188, section 122, forty-ninth legislature, first
4 regular session, as transmitted to the governor, is amended to read:

5 Sec. 122. Federal assistance; reductions; appropriations

6 Notwithstanding any other law, if this state receives federal
7 assistance through an increase in federal matching monies:

8 1. The following state general fund amounts are reduced from
9 appropriations made to state agencies in fiscal year 2009-2010 as listed
10 below:

11 (a) Arizona health care cost containment system - ~~\$575,206,900~~
12 \$581,861,700.

13 (b) Department of economic security - \$100,644,600.

14 (c) Department of health services - \$133,171,600.

15 2. The following additional amounts are appropriated to state agencies
16 in fiscal year 2009-2010 from federal title XIX expenditure authority as
17 listed below:

18 (a) Arizona health care cost containment system - ~~\$575,206,900~~
19 \$581,861,700.

20 (b) Department of economic security - \$100,644,600.

21 (c) Department of health services - \$133,171,600.

22 Sec. 50. Senate Bill 1188, section 124, forty-ninth legislature, first
23 regular session, as transmitted to the governor, is amended to read:

24 Sec. 124. Reductions; fiscal year 2009-2010; K-12 education;
25 legislative intent; federal education stabilization
26 fund

27 A. Notwithstanding any other law, if this state receives federal
28 assistance from the federal education stabilization fund, the sum of
29 ~~\$223,234,200~~ \$222,114,000 is reduced from appropriations made from the state
30 general fund in fiscal year 2009-2010 to the department of education FOR
31 BASIC STATE AID AND ADDITIONAL STATE AID and is transferred to the state
32 general fund.

33 B. It is the intent of the legislature that in fiscal year 2009-2010,
34 ~~\$223,234,200~~ \$222,114,000 will be disbursed from the federal education
35 stabilization fund to the department of education in order to restore the
36 funding reduction made in subsection A. These monies shall be disbursed in
37 accordance with the provisions of the American recovery and reinvestment act
38 of 2009.

39 C. NOTWITHSTANDING ANY OTHER LAW, FOR FISCAL YEAR 2009-2010, THE USE
40 OF THE MONIES SPECIFIED IN SUBSECTION B SHALL NOT IMPACT THE REVENUE CONTROL
41 LIMIT OF ANY SCHOOL DISTRICT OR CHARTER SCHOOL.

1 Sec. 51. Senate Bill 1188, section 125, forty-ninth legislature, first
2 regular session, as transmitted to the governor, is amended to read:

3 Sec. 125. Reductions; fiscal year 2009-2010; higher education;
4 legislative intent; federal education stabilization
5 fund

6 A. Notwithstanding any other law, if this state receives federal
7 assistance from the federal education stabilization fund, in addition to any
8 other reductions made to the Arizona board of regents in this act, the sum of
9 ~~\$19,514,600~~ \$10,000,000 is reduced from the appropriation made from the state
10 general fund in fiscal year 2009-2010 to the Arizona board of regents for the
11 support and maintenance of institutions under its jurisdiction and is
12 transferred to the state general fund. On or before August 1, 2009, the
13 Arizona board of regents shall report to the joint legislative budget
14 committee the final allocation of the ~~\$19,514,600~~ \$10,000,000 reduction. The
15 Arizona board of regents shall reduce funding to the institutions under its
16 jurisdiction in proportion to the state general fund appropriation received
17 by each institution.

18 B. It is the intent of the legislature that in fiscal year 2009-2010,
19 \$146,000,000 will be disbursed from the federal education stabilization fund
20 to the Arizona board of regents, part of which will restore the funding
21 reductions made in subsection A. These monies shall be disbursed in
22 accordance with the provisions of the American recovery and reinvestment act
23 of 2009. On or before August 1, 2009, the Arizona board of regents shall
24 report to the joint legislative budget committee the final allocation of the
25 \$146,000,000 disbursement. The legislature intends that the Arizona board of
26 regents allocate the \$146,000,000 disbursement in a manner that does not
27 increase the differences in per student funding among the universities.

28 C. It is the intent of the legislature that in fiscal year 2009-2010,
29 \$29,825,900 will be disbursed from the federal education stabilization fund
30 to the Arizona community college system in order to partially restore the
31 reductions in this act. These monies shall be disbursed in accordance with
32 the provisions of the American recovery and reinvestment act of 2009. The
33 legislature intends that the \$29,825,900 be distributed from the
34 stabilization fund as follows:

- 35 1. Operating state aid: \$14,829,200
- 36 2. Capital outlay state aid: \$14,996,700

37 These amounts shall be distributed to each community college district
38 based on the formulas in sections 15-1464 and 15-1466, Arizona Revised
39 Statutes, using each community college district's fiscal year 2007-2008
40 audited full-time student equivalent count.

1 TRUST FUND, DHS INDIRECT COST FUND, ADEQ INDIRECT COST RECOVERY FUND,
2 INDUSTRIAL COMMISSION ADMINISTRATIVE FUND, INFORMATION TECHNOLOGY FUND,
3 INTERAGENCY SERVICE AGREEMENTS FUND, INTERGOVERNMENTAL AGREEMENTS AND GRANTS,
4 INVESTMENT MANAGEMENT REGULATORY AND ENFORCEMENT FUND, JUDICIAL COLLECTION
5 ENHANCEMENT FUND, LAND CONSERVATION FUND ADMINISTRATION ACCOUNT, LIABILITY
6 SET-OFF FUND, LONG-TERM CARE SYSTEM FUND, LONG-TERM DISABILITY ADMINISTRATION
7 ACCOUNT, STATE LOTTERY FUND, ARIZONA MEDICAL BOARD FUND, MINERS' HOSPITAL
8 FUND, MOTOR VEHICLE LIABILITY INSURANCE ENFORCEMENT FUND, MOTOR VEHICLE POOL
9 REVOLVING FUND, NATUROPATHIC PHYSICIANS MEDICAL BOARD FUND, NEWBORN SCREENING
10 PROGRAM FUND, BOARD OF NURSING FUND, NURSING CARE INSTITUTION ADMINISTRATORS'
11 LICENSING AND ASSISTED LIVING FACILITY MANAGERS' CERTIFICATION FUND,
12 OCCUPATIONAL THERAPY FUND, OIL OVERCHARGE FUND, BOARD OF OPTOMETRY FUND,
13 BOARD OF OSTEOPATHIC EXAMINERS FUND, STATE PARKS ENHANCEMENT FUND,
14 PENITENTIARY LAND FUND, PERSONNEL BOARD ACCOUNT OF THE PERSONNEL DIVISION
15 FUND, PERSONNEL DIVISION FUND, PEST MANAGEMENT FUND, PESTICIDE FUND, ARIZONA
16 STATE BOARD OF PHARMACY FUND, BOARD OF PHYSICAL THERAPY FUND, PODIATRY FUND,
17 POSTSECONDARY EDUCATION FUND, PRISON CONSTRUCTION AND OPERATIONS FUND, BOARD
18 FOR PRIVATE POSTSECONDARY EDUCATION FUND, PROFESSIONAL EMPLOYER ORGANIZATION
19 FUND, ARIZONA PROTECTED NATIVE PLANT FUND, BOARD OF PSYCHOLOGIST EXAMINERS
20 FUND, PUBLIC ACCESS FUND, PUBLIC ASSISTANCE COLLECTIONS FUND, STATE
21 RADIOLOGIC TECHNOLOGIST CERTIFICATION FUND, RECORDS SERVICES FUND, RECYCLING
22 FUND, REGISTRAR OF CONTRACTORS FUND, RESERVATION SURCHARGE REVOLVING FUND,
23 RESIDENTIAL UTILITY CONSUMER OFFICE REVOLVING FUND, BOARD OF RESPIRATORY CARE
24 EXAMINERS FUND, STATE RETIREMENT SYSTEM ADMINISTRATION ACCOUNT, RISK
25 MANAGEMENT REVOLVING FUND, SAFETY ENFORCEMENT AND TRANSPORTATION
26 INFRASTRUCTURE FUND, ARIZONA STATE SCHOOLS FOR THE DEAF AND THE BLIND FUND,
27 SECURITIES REGULATORY AND ENFORCEMENT FUND, SEED LAW FUND, SOLID WASTE FEE
28 FUND, SPECIAL ADMINISTRATION FUND, SPECIAL EMPLOYEE HEALTH INSURANCE TRUST
29 FUND, SPECIAL SERVICES REVOLVING FUND, SPINAL AND HEAD INJURIES TRUST FUND,
30 STATE AID TO THE COURTS FUND, ARIZONA STATE HOSPITAL FUND, STATE SURPLUS
31 MATERIALS REVOLVING FUND, SUBSTANCE ABUSE SERVICES FUND, TEACHER
32 CERTIFICATION FUND, TECHNICAL REGISTRATION FUND, TELECOMMUNICATIONS FUND,
33 TELECOMMUNICATION FUND FOR THE DEAF, TOBACCO TAX AND HEALTH CARE FUND,
34 TRANSPORTATION DEPARTMENT EQUIPMENT FUND, TRIBAL-STATE COMPACT FUND, USED OIL
35 FUND, UTILITY REGULATION REVOLVING FUND, VEHICLE INSPECTION AND TITLE
36 ENFORCEMENT FUND, STATE VETERANS' CONSERVATORSHIP FUND, STATE HOME FOR
37 VETERANS' TRUST FUND, VETERINARY MEDICAL EXAMINING BOARD FUND, VICTIMS'
38 RIGHTS FUND, VITAL RECORDS ELECTRONIC SYSTEMS FUND, WATERCRAFT LICENSING
39 FUND, WATERFOWL CONSERVATION FUND, WATER QUALITY FEE FUND AND WORKFORCE
40 INVESTMENT ACT GRANT.

41 State employee health insurance adjustments

42 ~~The amount appropriated for state employee health insurance adjustments~~
43 ~~shall be deposited in the special employee health insurance trust fund for~~
44 ~~fiscal year 2009-2010 increases in the employer share of state employee~~
45 ~~health insurance premiums.~~ THE AMOUNT APPROPRIATED FOR STATE EMPLOYEE HEALTH

1 INSURANCE CONTRIBUTION ADJUSTMENTS SHALL BE FOR FISCAL YEAR 2009-2010
2 INCREASES IN THE EMPLOYER SHARE OF STATE EMPLOYEE HEALTH INSURANCE
3 CONTRIBUTIONS. THE JOINT LEGISLATIVE BUDGET COMMITTEE STAFF SHALL DETERMINE
4 AND THE DEPARTMENT OF ADMINISTRATION SHALL ALLOCATE TO EACH AGENCY'S OR
5 DEPARTMENT'S EMPLOYEE-RELATED EXPENDITURES AN AMOUNT FOR THE EMPLOYER SHARE
6 OF THE EMPLOYEE HEALTH INSURANCE ADJUSTMENTS. THE JOINT LEGISLATIVE BUDGET
7 COMMITTEE STAFF SHALL ALSO DETERMINE AND THE DEPARTMENT OF ADMINISTRATION
8 SHALL ALLOCATE ADJUSTMENTS, AS NECESSARY, IN EXPENDITURE AUTHORITY TO ALLOW
9 IMPLEMENTATION OF STATE EMPLOYEE HEALTH INSURANCE ADJUSTMENTS.

10 Sec. 53. Senate Bill 1188, section 132, forty-ninth legislature, first
11 regular session, as transmitted to the governor, is amended to read:

12 Sec. 132. Interim reporting requirements

13 A. State general fund revenue for fiscal year 2008-2009, not including
14 the beginning balance and including one-time revenues, is forecasted to be
15 ~~\$8,403,873,200~~ \$8,404,873,200.

16 B. State general fund revenue for fiscal year 2009-2010, not including
17 the beginning balance and including one-time revenues, is forecasted to be
18 ~~\$8,224,391,100~~ \$8,382,972,500.

19 C. The executive branch shall provide to the joint legislative budget
20 committee a preliminary estimate of the fiscal year 2008-2009 state general
21 fund ending balance by September 15, 2009. The preliminary estimate of the
22 fiscal year 2009-2010 state general fund ending balance shall be provided by
23 September 15, 2010. The estimate shall include projections of total
24 revenues, total expenditures and ending balance. The department of
25 administration shall continue to provide the final report for the fiscal year
26 in its annual financial report pursuant to section 35-131, Arizona Revised
27 Statutes.

28 D. Based on the information provided by the executive branch, the
29 staff of the joint legislative budget committee shall report to the joint
30 legislative budget committee by October 15 of 2009 and 2010 as to whether
31 that fiscal year's revenues and ending balance are expected to change by more
32 than \$50,000,000 from the budgeted projections. The executive branch may
33 also provide its own estimates to the joint legislative budget committee by
34 October 15 of each year.

35 Sec. 54. OFFICE OF EQUAL OPPORTUNITY

36			<u>2009-10</u>
37	FTE positions		4.0
38	Lump sum appropriation	\$	212,500
39	Fund sources:		
40	State general fund	\$	212,500

41 Sec. 55. ARIZONA COMMISSION OF INDIAN AFFAIRS

42			<u>2009-10</u>
43	FTE positions		3.0
44	Lump sum appropriation	\$	126,600

1 Fund sources:

2 State general fund \$ 126,600

3 Sec. 56. Arizona water banking fund; interest; transfer

4 Notwithstanding any other law, the sum of \$5,400,000 from interest
5 earnings on the Arizona water banking fund established by section 45-2425,
6 Arizona Revised Statutes, is transferred to the state general fund on the
7 effective date of this act.

8 Sec. 57. Department of economic security; appropriation
9 reduction for fiscal year 2009-2010

10 Beginning January 1, 2010, in addition to any other reductions made to
11 the department of economic security's fiscal year 2009-2010 appropriation,
12 the state general fund appropriation to the department of economic security
13 shall be reduced by \$(15,000,000) in fiscal year 2009-2010.

14 Sec. 58. Arizona judiciary; full-time equivalent positions;
15 appropriation

16 In addition to any other appropriations of full-time equivalent
17 position authority for the Arizona judiciary's fiscal year 2009-2010
18 appropriation, the court of appeals is appropriated 6.3 full-time equivalent
19 position authority and the superior court is appropriated 1.0 full-time
20 equivalent position authority in fiscal year 2009-2010.

21 Sec. 59. Appropriations; state parks board; repayment

22 The sum of \$1,900,000 is appropriated from the state general fund in
23 fiscal year 2009-2010 to the Arizona state parks board and shall be repaid to
24 the state general fund from any available fund source no later than June 30,
25 2010.

26 Sec. 60. Fiscal year 2009-2010 conditional appropriations

27 A. On or before December 15, 2009, the directors of the joint
28 legislative budget committee and the governor's office of strategic planning
29 and budgeting shall project the state general fund revenues for fiscal year
30 2009-2010, which would include all state general fund revenues, not including
31 the beginning balance, for fiscal year 2009-2010, including one-time revenues
32 and revenues from any voter-approved temporary additional transaction
33 privilege tax rate increment.

34 B. If the amount projected pursuant to subsection A of this section
35 exceeds all budgeted state general fund revenues, not including the beginning
36 balance, for fiscal year 2009-2010, including one-time revenues, the amount
37 of the difference shall be allocated and appropriated from the state general
38 fund as follows:

39 1. Fifty per cent of the amount of the difference shall be allocated
40 to reduce the required net available proceeds of lease-purchase finance
41 agreements by the department of administration in consultation with the state
42 department of corrections in fiscal year 2009-2010, not to exceed
43 \$217,000,000.

1 2. Fifty per cent of the amount of the difference shall be
2 appropriated in proportion to the corresponding reductions or required
3 distributions made, as follows:

4 (a) To the department of education for basic state aid that would have
5 otherwise been apportioned to school districts statewide for fiscal year
6 2009-2010 for the soft capital allocation prescribed in section 15-962,
7 Arizona Revised Statutes, not to exceed \$175,000,000.

8 (b) To the department of education for additional assistance funding
9 that otherwise would be apportioned to charter schools statewide for fiscal
10 year 2009-2010 pursuant to section 15-185, subsection B, paragraph 4, Arizona
11 Revised Statutes, not to exceed \$5,000,000.

12 (c) To cities and towns that receive vehicle license tax monies
13 pursuant to section 28-5808, subsection A, paragraph 2, subdivision (c) and
14 subsection B, paragraph 2, subdivision (c), Arizona Revised Statutes, and
15 that are required to distribute a portion of those monies in fiscal year
16 2009-2010 to local school districts, distributed based on the cities' and
17 towns' relative population and not to exceed \$22,000,000.

18 (d) To the department of economic security for the state general fund
19 appropriation reduction specified in section 57 of this act, not to exceed
20 \$15,000,000.

21 C. On or before December 15, 2009, the directors of the joint
22 legislative budget committee and the governor's office of strategic planning
23 and budgeting shall jointly notify the governor, the president of the senate
24 and the speaker of the house of representatives whether the amount projected
25 pursuant to subsection A of this section exceeds all budgeted state general
26 fund revenues, not including the beginning balance, for fiscal year
27 2009-2010, including one-time revenues and, if so, the total excess amount.

28 D. If the report in subsection C of this section indicates a total
29 excess amount of revenues, by December 25, 2009, the governor shall issue a
30 public notice stating the amounts appropriated from the state general fund or
31 allocated to reducing net available proceeds from lease-purchase financing at
32 the levels indicated and for the purposes provided in subsection B, paragraph
33 2 of this section.

34 Sec. 61. Conditional enactment

35 This act does not become effective unless Senate Bill 1188, forty-ninth
36 legislature, first regular session, relating to making transfers and
37 appropriations for the different departments of the state, for state
38 institutions and for public schools, becomes law.