

PROPOSED

HOUSE OF REPRESENTATIVES AMENDMENTS TO H.B. 2643

(Reference to printed bill)

1 Strike everything after the enacting clause and insert:

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

1 for the employer share of the employee health insurance increase. The joint
2 legislative budget committee staff shall also determine and the department of
3 administration shall allocate adjustments, as necessary, in expenditure
4 authority to allow implementation of state employee health insurance
5 adjustments.

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

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

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

23 3. \$6,000,000 to the budget stabilization fund established by section
24 35-144, Arizona Revised Statutes.

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

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

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

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

46 2. Fifty per cent to the budget stabilization fund established by
47 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
46 2008-2009 to the department of public safety for the design, construction and
47 implementation of a microwave communications system upgrade.

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

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

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

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

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

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

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

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

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

42 B. In addition to any other amounts appropriated to the Arizona board
43 of regents for fiscal year 2009-2010, the sum of \$100,000,000 is appropriated
44 from the state general fund in fiscal year 2009-2010 to the Arizona board of
45 regents to be distributed for the support and maintenance of institutions
46 under its jurisdiction ~~in two equal payments on or before August 1, 2009 and~~
47 ~~September 1, 2009. The Arizona board of regents shall distribute the monies~~
48 ~~appropriated in this subsection to the institutions under its jurisdiction~~

1 FOR PAYMENTS DEFERRED FROM FISCAL YEAR 2008-2009. THE DEPARTMENT OF
 2 ADMINISTRATION SHALL DISTRIBUTE THESE MONIES NO LATER THAN OCTOBER 1, 2009.
 3 THE DISTRIBUTION SHALL OCCUR in an amount equal to the reduction made
 4 pursuant to subsection A of this section.

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

7 Sec. 5. BOARD OF ACCOUNTANCY

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

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

20 Sec. 7. DEPARTMENT OF ADMINISTRATION

	<u>2009-10</u>
22 <u>State general fund</u>	
23 FTE positions	228.8
24 Operating lump sum appropriation	\$ 19,214,300
25 ENSCO	2,867,300
26 County attorney immigration	
27 enforcement	2,430,000
28 Arizona financial information	
29 system	1,120,500
30 Statewide telecommunications	
31 management contract lease	
32 payment	851,800
33 Utilities	625,700
34 Lump sum reduction	(9,897,700)
	(8,066,100)
35 Total - general fund	\$ 17,211,900
	\$ 19,043,500
37 Performance measures:	
38 Per cent of ADOA services receiving a good	
39 (6) or better rating from customers,	
40 based on annual survey (Scale 1-8)	85
41 Per cent of procurement plan award dates	
42 met for the RFP process	77
43 Customer satisfaction with establishing	
44 contracts (Scale 1-8)	6.9
45 Customer satisfaction with administering	
46 contracts (Scale 1-8)	6.7

1	Customer satisfaction rating for the	
2	operation of AFIS (Scale 1-8)	7.5
3	Average capitol police response time to	
4	emergency calls (in minutes and seconds)	1:52

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

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

22 Air quality fund

23	Lump sum appropriation	\$ 850,100
24	Lump sum reduction	<u>(85,000)</u>
25	Total - air quality fund	\$ 765,100

26 Performance measures:

27	Customer satisfaction with all travel	
28	reduction services (Scale 1-8)	6.7

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

36 Capital outlay stabilization fund

37	FTE positions	28.9
38	Operating lump sum appropriation	\$ 5,590,700
39	Utilities	7,349,900
40	Relocation	60,000
41	Offset to state general fund	
42	reduction	5,200,700
43	Lump sum reduction	(1,616,900)
44	Total - capital outlay stabilization	
45	fund	\$ 16,584,400
46		\$ 18,201,300

1	Performance measures:	
2	Customer satisfaction rating for building	
3	maintenance (Scale 1-8)	7.7
4	Monies in the relocation line item are exempt from the provisions of	
5	section 35-190, Arizona Revised Statutes, relating to lapsing of	
6	appropriations, until December 31, 2010.	
7	<u>Corrections fund</u>	
8	FTE positions	6.6
9	Lump sum appropriation	\$ 732,300
10	Lump sum reduction	<u>(121,700)</u>
11	Total - corrections fund	\$ 610,600
12	The intent of the legislature is for the amount appropriated from the	
13	corrections fund to be expended solely for the oversight of construction	
14	projects benefiting the state department of corrections or the department of	
15	juvenile corrections.	
16	<u>Motor vehicle pool revolving fund</u>	
17	FTE positions	19.0
18	Lump sum appropriation	\$ 12,726,800
19	Lump sum reduction	<u>(1,351,400)</u>
20	Total - motor vehicle pool	
21	revolving fund	\$ 11,375,400
22	Performance measures:	
23	Customer satisfaction with short-term (day use)	
24	vehicle rental (Scale 1-8)	7.8
25	It is the intent of the legislature that the department not replace	
26	vehicles until an average of 120,000 miles, or more.	
27	<u>Telecommunications fund</u>	
28	FTE positions	18.0
29	Lump sum appropriation	\$ 3,178,100
30	Lump sum reduction	<u>(1,268,500)</u>
31	Total - telecommunications fund	\$ 1,909,600
32	Performance measures:	
33	Customer satisfaction rating for the wide area	
34	network (MAGNET) (Scale 1-8)	6.4
35	Customer satisfaction rating for statewide	
36	telecommunications management contract	
37	services (Scale 1-8)	6.0
38	<u>Telecommunications fund -</u>	
39	<u>infrastructure improvements</u>	
40	<u>account</u>	
41	Lump sum appropriation	\$ 4,713,700
42	<u>Automation operations fund</u>	
43	FTE positions	152.4
44	Lump sum appropriation	\$ 24,087,500
45	Lump sum reduction	<u>(3,401,500)</u>
46	Total - automation operations fund	\$ 20,686,000

1 Performance measures:

2 Customer satisfaction rating for mainframe
 3 services based on annual survey (Scale 1-8) 7.0

4 The appropriation for the automation operations fund is an estimate
 5 representing all monies, including balance forward, revenue and transfers
 6 during fiscal year 2009-2010. These monies are appropriated to the
 7 department of administration for the purposes established in section 41-711,
 8 Arizona Revised Statutes. The appropriation shall be adjusted as necessary
 9 to reflect receipts credited to the automation operations fund for automation
 10 operation center projects. Expenditures for all additional automation
 11 operation center projects above the \$24,087,500 appropriation shall be
 12 subject to review by the joint legislative budget committee, following
 13 approval of the government information technology agency. Expenditures for
 14 each additional project shall not exceed the specific revenues of that
 15 project.

16 Risk management fund

17	FTE positions	96.0
18	Operating lump sum appropriation	\$ 8,729,900
19	Risk management losses and premiums	45,371,300
20	Workers' compensation losses and	
21	premiums	30,112,300
22	External legal services	5,592,200
23	Nonlegal related expenditures	3,153,900
24	Lump sum reduction	<u>(581,300)</u>
25	Total - risk management fund	\$ 92,378,300

26 Performance measures:

27 Workers' compensation incidence rates/100
 28 FTE positions 4.1
 29 Customer satisfaction with self-insurance
 30 (Scale 1-8) 7.5

31 Personnel division fund

32	FTE positions	124.0
33	Operating lump sum appropriation	\$ 14,064,000
34	Human resources information solution	
35	certificate of participation	4,354,000
36	Lump sum reduction	<u>(2,628,700)</u>
37	Total - personnel division fund	\$ 15,789,300

38 Performance measures:

39 Customer satisfaction with employee training
 40 (Scale 1-8) 6.1

41 Special employee health insurance
 42 trust fund

43	FTE positions	39.0
44	Operating lump sum appropriation	\$ 5,187,300
45	Employee wellness program	300,000
46	Lump sum reduction	<u>(251,100)</u>
47	Total - special employee health	
48	insurance trust fund	\$ 5,236,200

1	Performance measures:	
2	Customer satisfaction with benefit plans	
3	(Scale 1-8)	6.2
4	<u>State surplus materials revolving</u>	
5	<u>fund</u>	
6	FTE positions	16.0
7	Operating lump sum appropriation	\$ 1,258,000
8	State surplus property sales	
9	proceeds	3,000,000
10	Lump sum reduction	<u>(488,000)</u>
11	Total - state surplus materials	
12	revolving fund	\$ 3,770,000
13	<u>Federal surplus materials revolving</u>	
14	<u>fund</u>	
15	FTE positions	7.0
16	Lump sum appropriation	\$ <u>449,300</u>
17	Total appropriation - department of	
18	administration	\$191,479,800
19		\$194,928,300
20	Fund sources:	
21	State general fund	\$ 17,211,900
22		\$ 19,043,500
23	Other appropriated funds	174,267,900
24		175,884,800
25	Sec. 6. Senate Bill 1188, section 10, forty-ninth legislature, first	
26	regular session, as transmitted to the governor, is amended to read:	
27	Sec. 10. ARIZONA HEALTH CARE COST CONTAINMENT SYSTEM	
28		<u>2009-10</u>
29	<u>Administration</u>	
30	FTE positions	3,044.4
31	Operating lump sum appropriation	\$ 70,082,400
32	DOA data center charges	5,717,500
33	Indian advisory council	232,900
34	DES eligibility	55,688,300
35	DES title XIX pass-through	357,800
36	Healthcare group administration	
37	and reinsurance	6,164,900
38	Office of administrative hearings	271,300
39	KidsCare - administration	6,690,900
40		7,359,700
41	Proposition 204 - AHCCCS	
42	administration	9,402,900
43	Proposition 204 - DES	
44	eligibility	<u>43,585,700</u>
45	Total appropriation and expenditure	
46	authority - administration	\$198,194,600
47		\$198,863,400

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1	Fund sources:	
2	State general fund	\$ 85,207,000
3		\$ 85,367,300
4	Budget neutrality compliance	
5	fund	2,993,500
6	Children's health insurance	
7	program fund	5,087,100
8		5,595,600
9	Health care group fund	6,164,900
10	Expenditure authority	98,742,100
11	Performance measures:	
12	Per cent of applications processed on time	95
13	Customer satisfaction rating for eligibility	
14	determination clients (Scale 1-8)	7.0
15	The amounts appropriated for the department of economic security	
16	eligibility line item shall be used for intergovernmental agreements with the	
17	department of economic security for the purpose of eligibility determination	
18	and other functions. The general fund share may be used for eligibility	
19	determination for other programs administered by the division of benefits and	
20	medical eligibility based on the results of the Arizona random moment	
21	sampling survey.	
22	<u>Acute care</u>	
23	Capitation	\$2,391,405,000
24		\$2,418,280,900
25	Reinsurance	129,621,800
26	Fee-for-service	514,455,500
27		522,776,700
28	Medicare premiums	104,550,000
29	Graduate medical education	42,075,300
30	Dual eligible part D copay subsidy	1,029,700
31	Disproportionate share payments	30,350,000
32	Critical access hospitals	1,700,000
33	Breast and cervical cancer	1,699,600
34	Ticket to work	6,944,300
35	Proposition 204 - capitation	2,146,078,300
36	Proposition 204 - reinsurance	81,730,000
37		87,601,900
38	Proposition 204 - fee-for-service	209,821,500
39		230,551,400
40	Proposition 204 - medicare	
41	premiums	33,051,400
42	Proposition 204 - county hold	
43	harmless	4,825,600
44	KidsCare - children	119,507,800
45		134,516,500
46	KIDSCARE - PARENTS	6,967,500

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1	Rural hospital reimbursement	12,158,100
2	Medicare clawback payments	<u>31,925,600</u>
3	Total appropriation and expenditure	
4	authority - acute care	\$5,862,929,500
5		\$5,945,674,900
6	Fund sources:	
7	State general fund	\$1,611,099,400
8		\$1,636,284,700
9	Children's health insurance	
10	program fund	92,621,900
11		109,330,200
12	Tobacco tax and health care	
13	fund - medically needy	
14	account	53,738,100
15	Tobacco products tax fund -	
16	emergency health services	
17	account	23,331,800
18	Expenditure authority	4,082,138,300
19		4,122,990,100
20	Performance measures:	
21	Per cent of AHCCCS children receiving well	
22	child visits in the first	
23	15 months of life (EPSDT)	60
24	Per cent of AHCCCS children's access to	
25	primary care provider	85
26	Per cent of AHCCCS women receiving annual	
27	cervical screening	60
28	Member satisfaction as measured by	
29	percentage of enrollees that choose	
30	to change health plans	2.0
31	The \$30,350,000 appropriation for disproportionate share payments for	
32	fiscal year 2009-2010 made pursuant to section 36-2903.01, subsection P,	
33	Arizona Revised Statutes, includes \$4,202,300 for the Maricopa county health	
34	care district and \$26,147,700 for private qualifying disproportionate share	
35	hospitals.	
36	Of the \$4,825,600 appropriated for the proposition 204 county hold	
37	harmless line item, \$234,200 is allocated to Graham county, \$3,817,800 to	
38	Pima county, \$234,400 to Greenlee county, \$159,700 to La Paz county, \$214,800	
39	to Santa Cruz county and \$164,700 to Yavapai county to offset a net loss in	
40	revenue due to the implementation of proposition 204, and shall be used for	
41	indigent health care costs.	
42	<u>Long-term care</u>	
43	Program lump sum appropriation	\$1,266,710,000
44	Medicare clawback payments	22,956,300

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1	Dual eligible part D copay	
2	subsidy	470,300
3	Board of nursing	<u>209,700</u>
4	Total appropriation and expenditure	
5	authority - long-term care	\$1,290,346,300
6		\$1,289,876,000
7	Fund sources:	
8	State general fund	\$ 181,129,200
9		\$ 180,658,900
10	Expenditure authority	1,109,217,100
11	Performance measures:	
12	Per cent of members utilizing home and	
13	community based services (HCBS)	67
14	Per cent of ALTCS eligibility as measured by	
15	quality control sample	99
16	Any federal funds that the Arizona health care cost containment system	
17	administration passes through to the department of economic security for use	
18	in long-term administration care for the developmentally disabled shall not	
19	count against the long-term care expenditure authority above.	
20	The county portion of the fiscal year 2009-2010 nonfederal portion of	
21	the costs of providing long-term care system services is included in the	
22	expenditure authority fund source.	
23	<u>Agencywide lump sum reduction</u>	\$(27,054,200)
24		\$ (23,508,000)
25	Fund sources:	
26	State general fund	\$(16,381,000)
27		\$ (16,850,500)
28	Expenditure authority	(10,673,200)
29		(6,657,500)
30	<u>Lump sum reduction deferral</u>	\$(344,201,700)
31	Fund sources:	
32	State general fund	\$(117,889,100)
33	Expenditure authority	(226,312,600)
34	Total appropriation and expenditure	
35	authority - Arizona health	
36	care cost containment system	<u>\$6,980,214,500</u>
37		\$7,066,704,600
38	Appropriated fund sources:	
39	State general fund	\$1,743,165,500
40		\$1,767,571,300
41	Children's health insurance	
42	program fund	97,709,000
43		114,925,800
44	Budget neutrality compliance fund	2,993,500
45	Health care group fund	6,164,900

1	Tobacco products tax fund -	
2	emergency health services	
3	account	23,331,800
4	Tobacco tax and health care	
5	fund - medically needy account	53,738,100
6	Expenditure authority	\$5,053,111,700
7		\$5,097,979,200

8 Performance measures:
 9 Per cent of people under age 65 that
 10 are uninsured 18

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

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

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

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

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

39 Sec. 12. ARIZONA COMMISSION ON THE ARTS

40		<u>2009-10</u>
41	FTE positions	10.5
42	Operating lump sum appropriation	\$ 667,700
43	Community service projects	1,263,100
44	Lump sum reduction	(1,630,800)
45		<u>(974,700)</u>
46	Total appropriation - Arizona commission	
47	on the arts	\$ 300,000
48		\$ 956,100

1	Fund sources:	
2	State general fund	\$ 300,000
3		\$ 956,100
4	Performance measures:	
5	Customer satisfaction rating (Scale 1-8)	7.5
6	Sec. 8. Senate Bill 1188, section 14, forty-ninth legislature, first	
7	regular session, as transmitted to the governor, is amended to read:	
8	Sec. 14. AUTOMOBILE THEFT AUTHORITY	
9		<u>2009-10</u>
10	FTE positions	6.0
11	Lump sum appropriation	\$ 673,300
12	Automobile theft authority grants	5,293,400
13	Reimbursable programs	50,000
14	Lump sum reduction	<u>(40,600)</u>
15	Total appropriation - auto theft authority	\$ 5,976,100
16	Fund sources:	
17	Automobile theft authority fund	\$ 5,976,100
18	Performance measures:	
19	Felony auto theft arrests by auto theft	
20	task force	330
21	Per cent of stolen vehicles recovered	
22	(calendar year)	67.0
23	Number of vehicles stolen statewide	
24	(calendar year)	55,000
25	Customer satisfaction rating (Scale 1-3,	
26	1 highest)	1.0
27	The automobile theft authority shall submit a report to the joint	
28	legislative budget committee for review before expending any monies for the	
29	reimbursable programs line item. The agency shall also show sufficient funds	
30	collected to cover the expenses indicated in the report.	
31	Automobile theft authority grants shall be awarded with consideration	
32	given to areas with greater automobile theft problems and shall be used to	
33	combat economic automobile theft operations.	
34	The automobile theft authority shall pay eighty SEVENTY-FIVE per cent	
35	of the personal services and employee related expenses for city and county	
36	sworn officers who participate in the Arizona vehicle theft task force.	
37	Sec. 9. Senate Bill 1188, section 19, forty-ninth legislature, first	
38	regular session, as transmitted to the governor, is amended to read:	
39	Sec. 19. STATE BOARD OF CHIROPRACTIC EXAMINERS	
40		<u>2009-10</u>
41	FTE positions	5.0
42	Lump sum appropriation	\$ 474,800
43	Fund sources:	
44	Board of chiropractic examiners	
45	fund	\$ 474,800

1	Performance measures:	
2	Average calendar days to renew a license	22
3	Per cent of complaints resolved within 180	
4	days with no hearing required	23
5	Per cent of survey responses that indicate	
6	that staff was knowledgeable and courteous	
7	in public communications	100

8 ON OR BEFORE NOVEMBER 1, 2009, THE STATE BOARD OF CHIROPRACTIC
 9 EXAMINERS SHALL SUBMIT A REPORT TO THE JOINT LEGISLATIVE BUDGET COMMITTEE ON
 10 THE FISCAL YEAR 2008-2009 ENDING BALANCE AND PROJECTED FISCAL YEAR 2009-2010
 11 REVENUES AND EXPENDITURES BY MONTH, INCLUDING YEAR-TO-DATE ACTUALS, FOR THE
 12 BOARD OF CHIROPRACTIC EXAMINERS FUND. IT IS THE INTENT OF LEGISLATURE THAT
 13 THE BOARD HAVE SUFFICIENT RESOURCES TO CONTINUE ITS FISCAL YEAR 2009-2010
 14 OPERATING LEVEL THROUGH FISCAL YEAR 2010-2011.

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

17 Sec. 20. DEPARTMENT OF COMMERCE

18		<u>2009-10</u>
19	FTE positions	66.9
20	Operating lump sum appropriation	\$ 4,289,900
21		\$ 5,289,900
22	Arizona trade office in Sonora	25,000
23	International trade offices	1,716,600
24	Economic development matching funds	104,000
25	Main street	130,000
26	REDI matching grants	45,000
27	Rural economic development	340,100
28	Advertising and promotion	659,200
29	CEDC commission	196,500
30	National law center/free trade	200,000
31	Oil overcharge administration	184,900
32	Minority and women owned business	129,600
33	Small business advocate	127,000
34	Apprenticeship services	189,900
35	Lump sum reduction	(3,360,200)
36		<u>(2,892,700)</u>
37	Total appropriation - department of	
38	commerce	\$ 4,977,500
39		\$ 6,445,000
40	Fund sources:	
41	State general fund	\$ 1,780,000
42	Bond fund	144,700
43	CEDC fund	2,601,200
44		4,068,700
45	Oil overcharge fund	184,900
46	State lottery fund	266,700

1	Performance measures:	
2	Number of workers trained	25,000
3	Per cent of job training fund monies	
4	distributed to small businesses	25
5	Customer satisfaction rating for business	
6	development program (percentage rating	
7	services as good or excellent)	88

8 Of the ~~\$2,601,200~~ \$4,068,700 appropriated from the CEDC fund in fiscal
 9 year 2009-2010, \$250,000 shall be utilized for implementation of
 10 cross-industry business/infrastructure development projects and related
 11 project coordination in support of regional technology councils and high
 12 technology clusters operating in Arizona.

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

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

19 Sec. 21. ARIZONA COMMUNITY COLLEGES

20		<u>2009-10</u>
21	<u>Equalization aid</u>	
22	Cochise	\$ 7,841,800
23	Graham	17,465,400
24	Navajo	6,624,000
25	Yuma/La Paz	<u>2,938,300</u>
26	Total - equalization aid	\$ 34,869,500
27	<u>Operating state aid</u>	
28	Cochise	\$ 7,430,300
29		\$ 7,488,700
30	Coconino	2,678,500
31		2,679,400
32	Gila	601,000
33		658,400
34	Graham	4,350,000
35		4,243,900
36	Maricopa	45,293,500
37		45,327,400
38	Mohave	3,596,000
39		3,682,900
40	Navajo	3,432,900
41		3,590,000
42	Pima	15,826,700
43		15,942,100
44	Pinal	4,939,000
45		4,935,100
46	Yavapai	4,122,800
47		4,196,000

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1	Yuma/La Paz	4,799,600
2		<u>4,812,900</u>
3	Total - operating state aid	\$ 97,070,300
4		\$ 97,556,800
5	Rural county reimbursement subsidy	<u>\$ 1,000,000</u>
6	Total appropriation - Arizona community	
7	colleges	\$132,939,800
8		\$133,426,300
9	Fund sources:	
10	State general fund	\$132,939,800
11		\$133,426,300
12	Performance measures:	
13	Number of applied baccalaureate programs	
14	collaboratively developed with universities	13
15	Of the \$1,000,000 appropriated to the rural county reimbursement	
16	subsidy line item, Apache county will receive \$523,500, Greenlee county	
17	\$188,700 and Santa Cruz county \$287,800.	
18	The appropriated monies shall not be used to implement the centennial	
19	scholars program.	
20	Sec. 12. Senate Bill 1188, section 22, forty-ninth legislature, first	
21	regular session, as transmitted to the governor, is amended to read:	
22	Sec. 22. REGISTRAR OF CONTRACTORS	
23		<u>2009-10</u>
24	FTE positions	144.8
25	Operating lump sum appropriation	\$ 10,524,500
26	Office of administrative hearings	
27	costs	1,002,300
28	Incentive pay	113,700
29	Information management system	<u>506,500</u>
30	Lump sum reduction	(1,912,400)
31	Total appropriation - registrar of	
32	contractors	\$ 10,234,600
33		\$ 12,147,000
34	Fund sources:	
35	Registrar of contractors fund	\$ 10,234,600
36		\$ 12,147,000
37	Performance measures:	
38	Average calendar days from receipt of	
39	complaint to jobsite inspection	25
40	Per cent of licensing customers indicating	
41	they received excellent service	93
42	Per cent of inspections customers indicating	
43	they received excellent service	89
44	Any transfer to or from the amount appropriated for the office of	
45	administrative hearings costs line item shall require review by the joint	
46	legislative budget committee.	

1 Sec. 13. Senate Bill 1188, section 23, forty-ninth legislature, first
 2 regular session, as transmitted to the governor, is amended to read:

3 Sec. 23. CORPORATION COMMISSION

4		<u>2009-10</u>
5	FTE positions	308.3
6	Operating lump sum appropriation	\$ 27,782,900
7	Corporation filings, same day	
8	service	400,400
9	Utilities audits, studies,	
10	investigations and hearings	<u>380,000*</u>
11	Lump sum reduction	(3,144,900)
12		(2,891,700)
13	Total appropriation - corporation commission	\$ 25,418,400
14		\$ 25,671,600

15 Fund sources:

16	State general fund	\$ 3,794,900
17		\$ 600,000
18	Arizona arts trust fund	51,100
19	Investment management regulatory	
20	and enforcement fund	762,200
21	Public access fund	4,122,300
22		6,770,400
23	Securities regulatory and	
24	enforcement fund	3,258,400
25		4,058,400
26	Utility regulation revolving fund	13,429,500

27 Performance measures:

28	Average turnaround time in days for processing	
29	of regular corporate filings	21.8
30	Average turnaround time in days for processing	
31	of expedited corporate filings	4
32	Number of months required to review applications	
33	received by securities division	1.5
34	Customer satisfaction rating for corporations	
35	program (Scale 1-8)	7.5

36 The \$400,400 appropriated from the public access fund for the
 37 corporation filings, same day service line item shall revert to the public
 38 access fund at the end of fiscal year 2009-2010 if the commission cannot
 39 process all expedited services within five business days and all regular
 40 services within thirty business days in accordance with sections 10-122,
 41 10-3122 and 29-851, Arizona Revised Statutes.

42 The corporation commission corporations division shall provide a report
 43 by the end of fiscal year 2009-2010 to the joint legislative budget committee
 44 on the total number of filings received by the corporations division pursuant
 45 to the services listed in sections 10-122, 10-3122 and 29-851, Arizona
 46 Revised Statutes, the total number of filings processed by the corporations
 47 division and the amount of time, in business days, to process each type of
 48 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
44	

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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.

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

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

5 The personal services and employee-related expenditures for
6 overtime/compensatory time line item includes monies for personal services
7 and employee-related expenditure costs from overtime and compensatory time
8 payouts accrued by department employees in fiscal year 2009-2010.

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

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

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

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

32 ~~It is the intent of the legislature that the personnel reduction of~~
33 ~~\$12,267,700, included in the lump sum reduction special line item would be~~
34 ~~achieved through attrition and, to the extent possible, not reduce the number~~
35 ~~of filled correctional officer positions.~~

36 It is the intent of the legislature that the department contract with
37 county jails for the purposes of housing inmates committed to the department
38 if the county agrees to contract at a per diem rate that shall not exceed
39 \$50.00.

40 IT IS THE INTENT OF THE LEGISLATURE THAT IN FISCAL YEAR 2009-2010,
41 \$50,000,000 WILL BE DISBURSED FROM THE STATE FISCAL STABILIZATION FUND TO THE
42 STATE DEPARTMENT OF CORRECTIONS FOR CORRECTIONAL OFFICER PERSONAL SERVICES.
43 THESE MONIES SHALL BE DISBURSED IN ACCORDANCE WITH THE PROVISIONS OF THE
44 AMERICAN RECOVERY AND REINVESTMENT ACT OF 2009 (P.L. 111-5).

1	Sec. 15. Senate Bill 1188, section 27, forty-ninth legislature, first	
2	regular session, as transmitted to the governor, is amended to read:	
3	Sec. 27. ARIZONA STATE SCHOOLS FOR THE DEAF AND THE BLIND	
4		<u>2009-10</u>
5	<u>Administration/statewide</u>	
6	FTE positions	70.5
7	Lump sum appropriation	\$ 4,707,700
8	Fund sources:	
9	State general fund	\$ 4,707,700
10	<u>Phoenix day school for the deaf</u>	
11	FTE positions	155.2
12	Operating lump sum appropriation	\$ 8,698,200
13	School bus replacement	<u>738,000</u>
14	Total - Phoenix day school for the deaf	\$ 9,436,200
15	Fund sources:	
16	State general fund	\$ 4,409,200
17	Arizona state schools for the	
18	deaf and the blind fund	5,027,000
19	<u>Tucson campus</u>	
20	FTE positions	295.8
21	Lump sum appropriation	\$ 16,997,600
22	Fund sources:	
23	State general fund	\$ 10,383,000
24	Arizona state schools for the	
25	deaf and the blind fund	6,614,600
26	<u>Regional cooperatives</u>	
27	FTE positions	11.0
28	Lump sum appropriation	\$ 1,447,600
29	Fund sources:	
30	State general fund	\$ 1,008,700
31	Arizona state schools for the	
32	deaf and the blind fund	438,900
33	<u>Preschool/outreach programs</u>	
34	FTE positions	54.7
35	Lump sum appropriation	\$ 4,118,000
36	Fund sources:	
37	State general fund	\$ 1,503,100
38	Arizona state schools for the	
39	deaf and the blind fund	2,614,900
40	<u>Lump sum reduction</u>	\$(2,597,100)
41		\$(2,350,600)
42	Fund sources:	
43	State general fund	\$(2,597,100)
44		\$(2,350,600)
45	Total appropriation - Arizona state schools	
46	for the deaf and the blind	\$ 34,110,000
47		\$ 34,356,500

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1	Fund sources:	
2	State general fund	\$ 19,414,600
3		\$ 19,661,100
4	Arizona state schools for the	
5	deaf and the blind fund	14,695,400
6	Performance measures:	
7	Per cent of parents rating overall quality of	
8	services as "good" or "excellent" based	
9	on annual survey	98
10	Per cent of students in grade 5 meeting or	
11	exceeding state academic standards in:	
12	Reading	4
13	Writing	14
14	Math	0
15	Per cent of students in high school meeting or	
16	exceeding state academic standards in:	
17	Reading	28
18	Writing	28
19	Math	24

20 Before the expenditure of any Arizona state schools for the deaf and
 21 the blind fund monies in excess of \$14,695,400 in fiscal year 2009-2010, the
 22 joint legislative budget committee shall review the intended use of the
 23 funds.

24 Sec. 16. Senate Bill 1188, section 31, forty-ninth legislature, first
 25 regular session, as transmitted to the governor, is amended to read:

26 Sec. 31. DEPARTMENT OF ECONOMIC SECURITY

27		<u>2009-10</u>
28	<u>Administration</u>	
29	FTE positions	302.5
30	Operating lump sum appropriation	\$ 33,342,400
31	Fund sources:	
32	State general fund	\$ 26,540,900
33	Federal child care and	
34	development fund block grant	823,600
35	Federal temporary assistance	
36	for needy families block grant	4,271,400
37	Public assistance collections	
38	fund	407,800
39	Spinal and head injuries trust	
40	fund	39,500
41	Statewide cost allocation plan	
42	fund	1,000,000
43	Federal Reed act grant	259,200
44	Finger imaging	\$ 738,800

1	Fund sources:	
2	State general fund	\$ 461,300
3	Federal temporary assistance	
4	for needy families block	
5	grant	277,500
6	Attorney general legal services	\$ 1,042,000
7	Fund sources:	
8	State general fund	\$ 747,900
9	Federal child care and development	
10	fund block grant	17,300
11	Federal temporary assistance for	
12	needy families block grant	168,000
13	Public assistance collections	
14	fund	108,800
15	Triagency disaster recovery	\$ 271,500
16	Fund sources:	
17	Risk management fund	\$ 271,500
18	In accordance with section 35-142.01, Arizona Revised Statutes, the	
19	department of economic security shall remit to the department of	
20	administration any monies received as reimbursement from the federal	
21	government or any other source for the operation of the department of	
22	economic security west building and any other building lease-purchased by the	
23	state of Arizona in which the department of economic security occupies space.	
24	The department of administration shall deposit these monies in the state	
25	general fund.	
26	In accordance with section 38-654, Arizona Revised Statutes, the	
27	department of economic security shall transfer to the department of	
28	administration for deposit in the special employee health insurance trust	
29	fund any unexpended state general fund monies at the end of each fiscal year	
30	appropriated for employer health insurance contributions.	
31	<u>Developmental disabilities</u>	
32	FTE positions	1,921.9
33	Operating lump sum appropriation	\$ 46,396,500
34	Fund sources:	
35	State general fund	\$ 17,883,400
36	Expenditure authority	28,513,100
37	Case management - title XIX	\$ 42,509,800
38	Fund sources:	
39	State general fund	\$ 14,471,500
40	Expenditure authority	28,038,300
41	Home and community based	
42	services - title XIX	\$650,550,900
43		\$671,950,900

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1	Fund sources:	
2	State general fund	\$226,852,000
3		\$236,252,000
4	Expenditure authority	423,698,900
5		435,698,900
6	Institutional services - title XIX	\$ 15,873,000
7	Fund sources:	
8	State general fund	\$ 5,430,900
9	Expenditure authority	10,442,100
10	Medical services	\$142,813,300
11	Fund sources:	
12	State general fund	\$ 48,904,800
13	Expenditure authority	93,908,500
14	Arizona training program at	
15	Coolidge - title XIX	\$ 17,018,800
16	Fund sources:	
17	State general fund	\$ 5,783,200
18	Expenditure authority	11,235,600
19	Medicare clawback payments	\$ 2,456,100
20	Fund sources:	
21	State general fund	\$ 2,456,100
22	Case management - state-only	\$ 4,496,000
23	Fund sources:	
24	State general fund	\$ 4,496,000
25	Home and community based	
26	services - state-only	\$ 36,697,500
27		\$ 21,697,500
28	Fund sources:	
29	State general fund	\$ 35,849,400
30		\$ 20,849,400
31	Long-term care system fund	848,100
32	IT IS THE INTENT OF THE LEGISLATURE THAT IN FISCAL YEAR 2009-2010,	
33	\$15,000,000 WILL BE DISBURSED FROM THE STATE FISCAL STABILIZATION FUND TO THE	
34	DEPARTMENT OF ECONOMIC SECURITY FOR STATE-ONLY HOME AND COMMUNITY-BASED	
35	SERVICES. THESE MONIES SHALL BE DISBURSED IN ACCORDANCE WITH THE PROVISIONS	
36	OF THE AMERICAN RECOVERY AND REINVESTMENT ACT OF 2009 (P.L. 111-5).	
37	Institutional services - state-only	\$ 294,900
38	Fund sources:	
39	State general fund	\$ 294,900
40	Arizona training program at	
41	Coolidge - state-only	\$ 566,400
42	Fund sources:	
43	State general fund	\$ 566,400
44	State-funded long-term care	
45	services	\$ 26,383,300

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

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

42 The department of economic security shall report all new placements
43 into a state-owned ICF-MR or the Arizona training program at Coolidge campus
44 in fiscal year 2009-2010 to the president of the senate, the speaker of the
45 house of representatives, the chairpersons of the senate and house of
46 representatives appropriations committees and the director of the joint
47 legislative budget committee and the reason why this placement, rather than a
48 placement into a privately run facility for the developmentally disabled, was

1 deemed as the most appropriate placement. The department shall also report
2 if no new placements were made. This report shall be made available by July
3 15, 2010.

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

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

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

31 For fiscal year 2009-2010, the department of economic security shall
32 not increase reimbursement rates for community service providers and
33 independent service agreement providers contracting with the division of
34 developmental disabilities.

35 IT IS THE INTENT OF THE LEGISLATURE THAT IN FISCAL YEAR 2009-2010,
36 \$2,300,000 WILL BE DISBURSED FROM THE STATE FISCAL STABILIZATION FUND TO THE
37 DEPARTMENT OF ECONOMIC SECURITY FOR CHILDREN'S AUTISM INTENSIVE BEHAVIORAL
38 TREATMENT SERVICES AND FOR CHILDREN'S AUTISM INTENSIVE EARLY INTERVENTION
39 SERVICES FOR TODDLERS. THESE MONIES SHALL BE DISBURSED IN ACCORDANCE WITH
40 THE PROVISIONS OF THE AMERICAN RECOVERY AND REINVESTMENT ACT OF 2009
41 (P.L. 111-5).

42 Benefits and medical eligibility

43 FTE positions	574.0
44 Operating lump sum appropriation	\$ 40,657,000

1	Fund sources:	
2	State general fund	\$ 25,716,800
3	Federal temporary assistance	
4	for needy families block grant	14,940,200
5	Temporary assistance for	
6	needy families cash	
7	benefits	\$121,873,400
8	Fund sources:	
9	State general fund	\$ 41,242,700
10	Federal temporary assistance	
11	for needy families block	
12	grant	80,630,700
13	Tribal pass-through funding	\$ 5,192,300
14	Fund sources:	
15	State general fund	\$ 5,192,300
16	Tuberculosis control payments	\$ 32,200
17	Fund sources:	
18	State general fund	\$ 32,200
19	Performance measures:	
20	Per cent of cash benefits issued timely	96.0
21	Per cent of total cash benefits payments	
22	issued accurately	95.0
23	Per cent of total food stamps payments	
24	issued accurately	96.0
25	Per cent of clients satisfied with family	
26	assistance administration	90.0
27	The operating lump sum appropriation may be expended on Arizona health	
28	care cost containment system eligibility determinations based on the results	
29	of the Arizona random moment sampling survey.	
30	Any transfer to or from the \$121,873,400 appropriated for temporary	
31	assistance for needy families cash benefits requires review by the joint	
32	legislative budget committee.	
33	Of the amount appropriated for temporary assistance for needy families	
34	cash benefits, \$500,000 reflects appropriation authority only to ensure	
35	sufficient cashflow to administer cash benefits for tribes operating their	
36	own welfare programs. The department shall notify the joint legislative	
37	budget committee and the governor's office of strategic planning and	
38	budgeting staff before the use of any of the \$500,000 appropriation	
39	authority.	
40	<u>Child support enforcement</u>	
41	FTE positions	863.8
42	Operating lump sum appropriation	\$ 49,513,700
43	Fund sources:	
44	State general fund	\$ 7,958,600
45	Child support enforcement	
46	administration fund	12,220,000
47	Expenditure authority	29,335,100
48	Genetic testing	\$ 360,000

House Amendments to H.B. 2643

1	Fund sources:	
2	State general fund	\$ 122,400
3	Expenditure authority	237,600
4	County participation	\$ 8,645,200
5	Fund sources:	
6	Child support enforcement	
7	administration fund	\$ 1,384,100
8	Expenditure authority	7,261,100
9	Attorney general legal services	\$ 9,901,400
10	Fund sources:	
11	State general fund	\$ 887,500
12	Child support enforcement	
13	administration fund	2,426,500
14	Expenditure authority	6,587,400
15	Performance measures:	
16	Total IV-D collections	\$371,500,000
17	Ratio of current IV-D support collected	
18	and distributed to current IV-D support	
19	due	50.4
20	ALL STATE SHARE OF RETAINED EARNINGS, FEES AND FEDERAL INCENTIVES ABOVE	
21	\$16,030,600 RECEIVED BY THE DIVISION OF CHILD SUPPORT ENFORCEMENT ARE APPROPRIATED	
22	FOR OPERATING EXPENDITURES. NEW FULL-TIME EQUIVALENT POSITIONS MAY BE AUTHORIZED	
23	WITH THE INCREASED FUNDING. THE DIVISION OF CHILD SUPPORT ENFORCEMENT SHALL REPORT	
24	THE INTENDED USE OF THE MONIES TO THE PRESIDENT OF THE SENATE, THE SPEAKER OF THE	
25	HOUSE OF REPRESENTATIVES, THE CHAIRPERSONS OF THE SENATE AND HOUSE OF	
26	REPRESENTATIVES APPROPRIATIONS COMMITTEES AND THE DIRECTORS OF THE JOINT LEGISLATIVE	
27	BUDGET COMMITTEE AND THE GOVERNOR'S OFFICE OF STRATEGIC PLANNING AND BUDGETING.	
28	<u>Aging and community services</u>	
29	FTE positions	109.6
30	Operating lump sum appropriation	\$ 7,296,100
31	Fund sources:	
32	State general fund	\$ 7,048,500
33	Federal temporary assistance	
34	for needy families block	
35	grant	247,600
36	Adult services	\$ 18,977,700
37	Fund sources:	
38	State general fund	\$ 18,977,700
39	Aging and community services -	
40	25% reduction	\$(5,568,700)
41		\$(1,131,400)
42	Fund sources:	
43	State general fund	\$(5,568,700)
44		\$(1,131,400)
45	Community and emergency	
46	services	\$ 5,424,900

1	Fund sources:	
2	Federal temporary assistance	
3	for needy families block	
4	grant	\$ 5,424,900
5	Coordinated hunger	\$ 2,014,600
6	Fund sources:	
7	State general fund	\$ 1,514,600
8	Federal temporary assistance	
9	for needy families block	
10	grant	500,000
11	Coordinated homeless	\$ 2,804,900
12	Fund sources:	
13	State general fund	\$ 1,155,400
14	Federal temporary assistance	
15	for needy families block	
16	grant	1,649,500
17	Domestic violence prevention	\$ 16,647,400
18	Fund sources:	
19	State general fund	\$ 7,626,700
20	Federal temporary assistance	
21	for needy families block	
22	grant	6,620,700
23	Domestic violence shelter fund	2,400,000
24	Performance measures:	
25	Adult protective services investigation	
26	per cent rate	100
27	The department of economic security shall report to the joint	
28	legislative budget committee on the amount of state and federal monies	
29	available statewide for domestic violence funding by December 15, 2009. The	
30	report shall include, at a minimum, the amount of monies available and the	
31	state fiscal agent receiving those monies.	
32	ALL DOMESTIC VIOLENCE SHELTER FUND MONIES ABOVE \$2,400,000 RECEIVED BY	
33	THE DEPARTMENT OF ECONOMIC SECURITY ARE APPROPRIATED FOR THE DOMESTIC	
34	VIOLENCE PREVENTION LINE ITEM. THE DEPARTMENT OF ECONOMIC SECURITY SHALL	
35	REPORT THE INTENDED USE OF THE MONIES ABOVE \$2,400,000 TO THE JOINT	
36	LEGISLATIVE BUDGET COMMITTEE.	
37	<u>Children, youth and families</u>	
38	FTE positions	1,616.7
39	Operating lump sum appropriation	\$102,378,000
40	Fund sources:	
41	State general fund	\$ 64,056,100
42	Children and family services	
43	training program fund	209,600
44	Federal temporary assistance	
45	for needy families block	
46	grant	38,112,300

1 IT IS THE INTENT OF THE LEGISLATURE THAT IN FISCAL YEAR 2009-2010,
 2 \$5,500,000 WILL BE DISBURSED FROM THE STATE FISCAL STABILIZATION FUND TO THE
 3 DEPARTMENT OF ECONOMIC SECURITY FOR CHILD PROTECTIVE SERVICES. THESE MONIES
 4 SHALL BE DISBURSED IN ACCORDANCE WITH THE PROVISIONS OF THE AMERICAN RECOVERY
 5 AND REINVESTMENT ACT OF 2009 (P.L. 111-5).

6 Adoption services \$ 55,244,600

7 Fund sources:

8 State general fund \$ 35,942,200

9 Federal temporary assistance

10 for needy families block

11 grant 19,302,400

12 IT IS THE INTENT OF THE LEGISLATURE THAT IN FISCAL YEAR 2009-2010,
 13 \$2,500,000 WILL BE DISBURSED FROM THE STATE FISCAL STABILIZATION FUND TO THE
 14 DEPARTMENT OF ECONOMIC SECURITY FOR ADOPTION SERVICES CASELOAD GROWTH. THESE
 15 MONIES SHALL BE DISBURSED IN ACCORDANCE WITH THE PROVISIONS OF THE AMERICAN
 16 RECOVERY AND REINVESTMENT ACT OF 2009 (P.L. 111-5).

17 Adoption services - family

18 preservation projects \$ 700,000

19 Fund sources:

20 Federal temporary assistance

21 for needy families block

22 grant \$ 700,000

23 Attorney general legal

24 services \$ 12,168,800

25 Fund sources:

26 State general fund \$ 12,116,600

27 Federal temporary assistance

28 for needy families block

29 grant 52,200

30 Child abuse prevention \$ 826,900

31 Fund sources:

32 Child abuse prevention fund \$ 826,900

33 Children support services \$ 71,082,400

34 Fund sources:

35 State general fund \$ 40,403,300

36 Child abuse prevention fund 750,000

37 Federal temporary assistance

38 for needy families block

39 grant 29,929,100

40 Comprehensive medical and dental

41 program \$ 2,057,000

42 Fund sources:

43 State general fund \$ 2,057,000

44 Child protective services appeals \$ 732,300

House Amendments to H.B. 2643

1	Fund sources:	
2	State general fund	\$ 732,300
3	CPS emergency placement	\$ 5,186,500
4	Fund sources:	
5	State general fund	\$ 2,180,100
6	Federal temporary assistance	
7	for needy families block	
8	grant	3,006,400
9	Family support reduction	\$(6,290,000)
10		\$(2,620,800)
11	Fund sources:	
12	State general fund	\$(6,290,000)
13		\$(2,620,800)
14	Education and training vouchers	\$ 700,000
15	Fund sources:	
16	State general fund	\$ 700,000
17	Family builders program	\$ 5,200,000
18	Fund sources:	
19	Federal temporary assistance for	
20	needy families block grant	\$ 5,200,000
21	Foster care placement	\$ 23,362,600
22	Fund sources:	
23	State general fund	\$ 17,139,500
24	Federal temporary assistance for	
25	needy families block grant	6,223,100
26	Healthy families	\$ 10,750,000
27	Fund sources:	
28	State general fund	\$ 5,715,800
29	Federal temporary assistance for	
30	needy families block grant	5,034,200
31	Homeless youth intervention	\$ 400,000
32	Fund sources:	
33	Federal temporary assistance for	
34	needy families block grant	\$ 400,000
35	Independent living maintenance	\$ 2,136,000
36		\$ 2,719,300
37	Fund sources:	
38	State general fund	\$ 2,136,000
39		\$ 2,719,300
40	Intensive family services	\$ 1,985,600
41	Fund sources:	
42	State general fund	\$ 1,985,600
43	Joint substance abuse - Arizona	
44	families in recovery succeeding	
45	together	\$ 7,224,500

House Amendments to H.B. 2643

1	Fund sources:	
2	State general fund	\$ 5,224,500
3	Federal temporary assistance for	
4	needy families block grant	\$ 2,000,000
5	Permanent guardianship subsidy	\$ 8,935,300
6	Fund sources:	
7	State general fund	\$ 7,192,300
8	Federal temporary assistance for	
9	needy families block grant	1,743,000
10	CPS residential placement	\$ 17,710,000
11	Fund sources:	
12	State general fund	\$ 6,543,400
13	Federal temporary assistance for	
14	needy families block grant	11,166,600
15	Performance measures:	
16	Per cent of newly hired CPS specialists	
17	completing training within 7 months	
18	of hire	100
19	Per cent of children in out-of-home care	
20	who have not returned to their families	
21	or been permanently placed elsewhere	
22	for more than 24 consecutive months	19
23	Per cent of CPS reports responded to by CPS	
24	staff	100
25	Per cent of CPS original dependencies	
26	cases where court denied or dismissed	
27	the dependency	<1
28	Per cent of office of administrative	
29	hearings where CPS case findings	
30	are affirmed	90
31	Per cent of CPS complaints reviewed by	
32	the office of the ombudsman-citizens	
33	aide where allegations are reported	
34	as valid by the ombudsman	13
35	Average number of days spent in shelter	
36	placements	15
37	Number of children in shelter care more	
38	than 21 days	0
39	Number of children under 3 in shelter care	0
40	Number of children under 6 in group homes	0

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

44 Of the amounts appropriated for children support services, CPS
45 emergency placement, CPS residential placement and foster care placement,
46 \$22,613,100 is appropriated from the federal temporary assistance for needy
47 families block grant to the social services block grant for deposit in the
48 following line items in the following amounts:

1	Children support services	5,371,700
2	CPS emergency placement	2,333,700
3	CPS residential placement	9,833,300
4	Foster care placement	5,074,400

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

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

11 IT IS THE INTENT OF THE LEGISLATURE THAT IN FISCAL YEAR 2009-2010,
12 \$18,000,000 WILL BE DISBURSED FROM THE STATE FISCAL STABILIZATION FUND TO THE
13 DEPARTMENT OF ECONOMIC SECURITY FOR CHILDREN SERVICES. THESE MONIES SHALL BE
14 DISBURSED IN ACCORDANCE WITH THE PROVISIONS OF THE AMERICAN RECOVERY AND
15 REINVESTMENT ACT OF 2009 (P.L. 111-5).

16 Employment and rehabilitation services

17	FTE positions	559.9
18	Operating lump sum appropriation	\$ 33,957,600
19	Fund sources:	
20	State general fund	\$ 10,259,700
21	Federal child care and development	
22	fund block grant	10,839,300
23	Federal temporary assistance for	
24	needy families block grant	6,650,200
25	Workforce investment act grant	2,283,700
26	Special administration fund	74,400
27	Spinal and head injuries trust	
28	fund	613,800
29	Federal Reed act grant	3,236,500

30 JOBS ~~\$ 13,247,900~~
31 \$ 19,081,200

32	Fund sources:	
33	State general fund	\$ 1,715,200
34	Federal temporary assistance for	
35	needy families block grant	8,032,700
36		13,866,000
37	Workforce investment act grant	2,000,000
38	Special administration fund	1,500,000
39	Day care subsidy	\$178,864,000

40	Fund sources:	
41	State general fund	\$ 81,295,100
42	Federal child care and	
43	development fund block grant	82,485,800
44	Federal temporary assistance for	
45	needy families block grant	15,083,100
46	Transitional child care	\$ 36,193,000

1	Fund sources:	
2	Federal child care and	
3	development fund block	
4	grant	\$ 36,193,000
5	Vocational rehabilitation	
6	services	\$ 4,719,100
7	Fund sources:	
8	State general fund	\$ 4,514,400
9	Spinal and head injuries	
10	trust fund	204,700
11	Assistive technology	\$ 200,000
12	Fund sources:	
13	State general fund	\$ 200,000
14	Independent living rehabilitation	
15	services	\$ 2,491,900
16	Fund sources:	
17	State general fund	\$ 784,200
18	Spinal and head injuries trust	
19	fund	1,707,700
20	Workforce investment act - local	
21	governments	\$ 48,040,600
22	Fund sources:	
23	Workforce investment act grant	\$ 48,040,600
24	Workforce investment act -	
25	discretionary	\$ 3,614,000
26	Fund sources:	
27	Workforce investment act grant	\$ 3,614,000
28	Performance measures:	
29	Number of TANF recipients who obtained	
30	employment	18,000
31	Per cent of customer satisfaction with	
32	child care	95.0
33	Vocational rehabilitation individuals	
34	successfully rehabilitated	2,000

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

38 The amounts appropriated for day care subsidy and transitional child
39 care shall be used exclusively for child care costs unless a transfer of
40 monies is reviewed by the joint legislative budget committee. Monies shall
41 not be used from these appropriated amounts for any other expenses of the
42 department of economic security unless a transfer of monies is reviewed by
43 the joint legislative budget committee.

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

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

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

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

15 Lump sum FTE reduction (352.0)
 16 Agencywide lump sum reduction ~~\$(119,586,100)~~
 17 \$ (107,198,300)

18 Fund sources:

19 State general fund ~~\$(129,808,500)~~
 20 \$(115,040,000)

21 Child support enforcement
 22 administration fund (796,900)
 23 ~~Domestic violence shelter fund (480,000)~~
 24 ~~Long-term care system fund (2,972,600)~~
 25 Federal TANF block grant 15,468,000
 26 9,634,700

27 Public assistance collections fund (92,200)
 28 Special administration fund (347,000)
 29 Spinal and head injuries trust fund (556,900)

30 Lump sum reduction deferral ~~\$(25,000,000)~~
 31 \$ (42,000,000)

32 Fund sources:

33 State general fund ~~\$(25,000,000)~~
 34 \$ (42,000,000)

35 Performance measures:

36 Agencywide customer satisfaction rating 3.8
 37 (Scale 1-5)

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

43 A monthly report comparing total expenditures for the month and
 44 year-to-date as compared to prior year totals shall be forwarded to the
 45 president of the senate, the speaker of the house of representatives, the
 46 chairpersons of the senate and house of representatives appropriations
 47 committees and the director of the joint legislative budget committee by the
 48 thirtieth of the following month. The report shall include an estimate of

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

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

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

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

Sec. 32. STATE BOARD OF EDUCATION AND SUPERINTENDENT OF PUBLIC INSTRUCTION

2009-10

Administration

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

Fund sources:

State general fund	\$ 6,469,600
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The lump sum appropriation includes \$291,100 and 4 FTE positions for average daily membership auditing and \$200,000 and 2 FTE positions for information technology security services.

Formula programs

FTE positions	29.0
Operating lump sum appropriation	\$ 2,096,800
Basic state aid	\$2,795,599,400 \$2,868,599,400

Fund sources:

State general fund	\$2,749,123,900 \$2,822,123,900
Permanent state school fund	46,475,500

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

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

1 Except as required by section 37-521, Arizona Revised Statutes, all
 2 monies received during the fiscal year from national forests, interest
 3 collected on deferred payments on the purchase of state lands, the income
 4 from the investment of permanent funds as prescribed by the enabling act and
 5 the Constitution of Arizona and all monies received by the superintendent of
 6 public instruction from whatever source, except monies received pursuant to
 7 sections 15-237 and 15-531, Arizona Revised Statutes, when paid into the
 8 state treasury are appropriated for apportionment to the various counties in
 9 accordance with law. An expenditure shall not be made except as specifically
 10 authorized above.

11	Additional state aid	\$ 366,586,000
12	Special education fund	35,237,700
13	Other state aid to districts	<u>983,900</u>
14	Total - formula programs	\$3,200,503,800
15		\$3,273,503,800

16 Fund sources:

17	State general fund	\$3,154,028,300
18		\$3,227,028,300
19	Permanent state school fund	46,475,500

20 Nonformula programs

21	FTE positions	149.4
22	Operating lump sum appropriation	\$ 1,312,700
23	Achievement testing	10,236,900

24 Before making any changes to the achievement testing program that will
 25 increase program costs, the state board of education shall report the
 26 estimated fiscal impact of those changes to the joint legislative budget
 27 committee.

28	AIMS intervention; dropout	
29	prevention	5,050,000
30	School accountability	4,699,100
31	Adult education and GED	4,477,900
32	Chemical abuse	817,100
33	English learner administration	4,805,800

34 The appropriated amount is to be used by the department of education to
 35 provide English language acquisition services for the purposes of section
 36 15-756.07, Arizona Revised Statutes, and for the costs of providing English
 37 language proficiency assessments, scoring and ancillary materials as
 38 prescribed by the department of education to school districts and charter
 39 schools for the purposes of title 15, chapter 7, article 3.1, Arizona Revised
 40 Statutes. The department of education may use a portion of the appropriated
 41 amount to hire staff or contract with a third party to carry out the purposes
 42 of section 15-756.07, Arizona Revised Statutes. Notwithstanding section
 43 41-192, Arizona Revised Statutes, the superintendent of public instruction
 44 also may use a portion of the appropriated amount to contract with one or
 45 more private attorneys to provide legal services in connection with the case
 46 of Flores v. State of Arizona, No. CIV 92-596-TUC-RCC.

House Amendments to H.B. 2643

1	Compensatory instruction fund	
2	deposit	10,000,000
3	Arizona structured English immersion	
4	fund	8,791,400
5	Extended school year	500,000
6	Family literacy	1,008,700
7	Gifted support	3,377,000
8	School safety program	6,718,900
9	Small pass-through programs	100,000
10	The appropriated amount includes \$50,000 for the academic contest fund	
11	and \$50,000 for the economic academic council.	
12	State block grant for early	
13	childhood education	19,438,100
14	State block grant for vocational	
15	education	11,467,700
16	Vocational education extended year	600,000
17	Teacher certification	1,971,400
18	Monies collected by the department of education for teacher	
19	certification fees, as authorized by section 15-531, paragraphs 1 and 2,	
20	Arizona Revised Statutes, shall be deposited in a teacher certification fund	
21	for use in funding costs of the teacher certification program.	
22	Parental choice for reading success	1,000,000
23	Optional performance incentive	
24	programs	<u>120,000</u>
25	Total - nonformula programs	\$ 96,492,700
26	Fund sources:	
27	State general fund	\$ 87,303,600
28	Proposition 301 fund	7,000,000
29	Teacher certification fund	2,189,100
30	Performance measures:	
31	Per cent of students tested who perform	
32	at or above the national norm on the	
33	norm-referenced test (grade 2)	
34	-- reading	49
35	-- math	54
36	Per cent of students tested who perform	
37	at or above the national norm on the	
38	norm-referenced test (grade 9)	
39	-- reading	54
40	-- math	53
41	Per cent of schools with at least 75% of	
42	students meeting or exceeding standards in:	
43	-- reading	37
44	-- writing	34
45	-- math	34

House Amendments to H.B. 2643

1	Per cent of Arizona high school students	
2	who enter grade 9 and graduate within	
3	4 years	74
4	Per cent of students in grade 3 meeting	
5	or exceeding state academic standards in:	
6	-- reading	70
7	-- writing	77
8	-- math	72
9	Per cent of students in grade 5 meeting	
10	or exceeding state academic standards in:	
11	-- reading	69
12	-- writing	66
13	-- math	71
14	Per cent of students in grade 8 meeting	
15	or exceeding state academic standards in:	
16	-- reading	68
17	-- writing	77
18	-- math	62
19	Per cent of students in grade 12 meeting	
20	or exceeding state academic standards in:	
21	-- reading	40
22	-- writing	42
23	-- math	29
24	Per cent of students tested:	
25	-- norm-referenced test (grades 2 and 9)	94
26	-- AIMS	99
27	Per cent of Arizona schools receiving an	
28	underperforming label	10
29	Maximum number of days to process	
30	complete certification applications	14
31	Per cent of customers satisfied with	
32	certification services	94
33	<u>State board of education</u>	
34	FTE positions	11.0
35	Lump sum appropriation	\$ 1,146,200
36	Fund sources:	
37	State general fund	\$ 692,500
38	Teacher certification fund	453,700
39	Performance measures:	
40	Per cent of parents who rate "A+" the public	
41	school that their oldest school-age child	
42	attends	9.0
43	The state board of education program may establish its own strategic	
44	plan separate from that of the department of education and based on its own	
45	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		\$3,291,407,400
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
45	Fund sources:	
46	State general fund	\$ 2,252,300

House Amendments to H.B. 2643

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

House Amendments to H.B. 2643

1	Underground storage tank	
2	revolving fund	22,000
3	Used oil fund	137,800
4	<u>Water programs</u>	
5	FTE positions	155.5
6	Arizona pollutant discharge	
7	elimination system	1,524,700
8	Drinking water regulation program	2,499,800
9	Surface water regulation program	1,137,100
10	Underground water regulation	
11	program	<u>7,032,100</u>
12	Total - water programs	\$ 12,193,700
13	Fund sources:	
14	State general fund	\$ 2,151,800
15	Water quality fee fund	5,887,000
16	Clean water revolving fund	4,154,900
17	<u>WIFA</u>	
18	Drinking water revolving loan	
19	program	<u>845,100</u>
20	Total - WIFA	\$ 845,100
21	Fund sources:	
22	Clean water revolving fund	\$ 845,100
23	<u>Lump sum reduction</u>	\$(7,860,100)
24		\$(6,189,300)
25	Fund sources:	
26	State general fund	\$(2,259,500)
27		\$ (588,700)
28	Air permits administration fund	(339,900)
29	Air quality fund	(679,000)
30	Emissions inspection fund	(138,400)
31	Indirect cost recovery fund	(1,575,500)
32	Recycling fund	(2,325,800)
33	Solid waste fee fund	(260,200)
34	Water quality fee fund	<u>(281,800)</u>
35	Total appropriation - department of	
36	environmental quality	\$ 72,729,500
37		\$ 74,400,300
38	Fund sources:	
39	State general fund	\$ 4,555,500
40		\$ 6,226,300
41	Air permits administration fund	5,652,400
42	Air quality fund	5,136,800
43	Clean water revolving fund	5,000,000
44	Emissions inspection fund	33,409,200
45	Hazardous waste management fund	795,000
46	Indirect cost recovery fund	11,172,700

House Amendments to H.B. 2643

1	Solid waste fee fund	1,242,900
2	Underground storage tank	
3	revolving fund	22,000
4	Used oil fund	137,800
5	Water quality fee fund	5,605,200
6	Performance measures:	
7	Per cent of contaminated sites closed	
8	requiring no further action (cumulative)	
9	versus known sites	84.5
10	Number of nonattainment areas exceeding	
11	national ambient air quality standards	5
12	Per cent of statutorily set permit timelines	
13	met through licensing time frames rule	100
14	Number of days per year exceeding national	
15	ambient air quality standards for ozone,	
16	carbon monoxide or particulates	0
17	Per cent of facilities from drinking water	
18	priority log assigned to enforcement staff	100
19	Customer satisfaction rating for citizens	
20	(Scale 1-8)	7.7

21 Of the monies appropriated to the Maricopa, Pima and Pinal counties
 22 travel reduction plan line item in fiscal year 2009-2010, \$948,600 shall be
 23 allocated to Maricopa county, \$373,000 shall be allocated to the Pima
 24 association of governments, \$87,000 shall be allocated to Pinal county and
 25 \$268,300 shall be allocated to Pima county.

26 When expenditures from the hazardous waste or environmental health
 27 reserves are authorized, the director of the department of environmental
 28 quality shall report the nature of the emergency and the authorized
 29 expenditure amount to the president of the senate, the speaker of the house
 30 of representatives, the chairpersons of the senate and house of
 31 representatives appropriations committees and the director of the joint
 32 legislative budget committee.

33 Any transfer from the amount appropriated for the Arizona pollutant
 34 discharge elimination system line item shall require prior joint legislative
 35 budget committee review.

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

40 The department of environmental quality shall report annually on the
 41 progress of WQARF activities, including emergency response, priority site
 42 remediation, cost recovery activity, revenue and expenditure activity and
 43 other WQARF-funded program activity. This report shall also include a budget
 44 for the WQARF program that is developed in consultation with the WQARF
 45 advisory board. The fiscal year 2009-2010 report shall be submitted to the
 46 joint legislative budget committee by September 1, 2009. This budget shall
 47 specify the monies budgeted for each listed site during fiscal year
 48 2009-2010. In addition, the department and the advisory board shall prepare

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

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

19 ALL AIR PERMITS ADMINISTRATION REVENUES RECEIVED BY THE DEPARTMENT OF
20 ENVIRONMENTAL QUALITY IN EXCESS OF \$5,652,400 IN FISCAL YEAR 2009-2010 ARE
21 APPROPRIATED TO THE DEPARTMENT. BEFORE THE EXPENDITURE OF AIR PERMITS
22 ADMINISTRATION RECEIPTS IN EXCESS OF \$5,652,400 IN FISCAL YEAR 2009-2010, THE
23 DEPARTMENT OF ENVIRONMENTAL QUALITY SHALL SUBMIT THE INTENDED USE OF THE
24 MONIES FOR REVIEW BY THE JOINT LEGISLATIVE BUDGET COMMITTEE.

25 The department of environmental quality shall submit a written report
26 detailing the maximum, minimum and average water quality permit processing
27 times for fiscal year 2008-2009 by December 1, 2009, for review by the joint
28 legislative budget committee. The fiscal year 2008-2009 data shall contain
29 the year-to-date actual data and projected totals for each year. This report
30 shall also include total number of staff hours devoted to water quality
31 permit processing in fiscal year 2008-2009, the total costs to process these
32 permits and the progress made in reducing water quality permit processing
33 times.

34 ALL INDIRECT COST FUND RECOVERY REVENUES RECEIVED BY THE DEPARTMENT OF
35 ENVIRONMENTAL QUALITY IN EXCESS OF \$11,172,700 IN FISCAL YEAR 2009-2010 ARE
36 APPROPRIATED TO THE DEPARTMENT. BEFORE THE EXPENDITURE OF INDIRECT COST
37 RECOVERY FUND RECEIPTS IN EXCESS OF \$11,172,700 IN FISCAL YEAR 2009-2010, THE
38 DEPARTMENT OF ENVIRONMENTAL QUALITY SHALL SUBMIT THE INTENDED USE OF THE
39 MONIES FOR REVIEW BY THE JOINT LEGISLATIVE BUDGET COMMITTEE.

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

42 Sec. 35. STATE BOARD OF EQUALIZATION

	<u>2009-10</u>
FTE positions	7.0
Lump sum appropriation	\$ 556,800
	\$ 602,500

House Amendments to H.B. 2643

1 Fund sources:
2 State general fund ~~\$ 556,800~~
3 \$ 602,500
4 Performance measures:
5 Average calendar days to process a
6 property tax appeal from receipt to
7 issuance 28
8 Per cent of rulings upheld in tax courts 100
9 Customer satisfaction rating (Scale 1-8) 6.1
10 Sec. 21. Senate Bill 1188, section 36, forty-ninth legislature, first
11 regular session, as transmitted to the governor, is amended to read:
12 Sec. 36. BOARD OF EXECUTIVE CLEMENCY
13 2009-10
14 FTE positions 15.0
15 Lump sum appropriation ~~\$ 857,200~~
16 \$ 951,600
17 Fund sources:
18 State general fund ~~\$ 857,200~~
19 \$ 951,600
20 Performance measures:
21 Customer satisfaction rating for victims
22 (Scale 1-8) 6.0
23 Sec. 22. Senate Bill 1188, section 39, forty-ninth legislature, first
24 regular session, as transmitted to the governor, is amended to read:
25 Sec. 39. DEPARTMENT OF FIRE, BUILDING AND LIFE SAFETY
26 2009-10
27 FTE positions 49.0
28 Lump sum appropriation ~~\$ 2,808,900~~
29 \$ 2,362,200
30 Fund sources:
31 State general fund ~~\$ 2,808,900~~
32 \$ 2,362,200
33 Performance measures:
34 Per cent of manufactured homes complaints
35 closed vs. complaints filed 98
36 Customer satisfaction rating (Scale 1-5) 4.7
37 Sec. 23. Senate Bill 1188, section 44, forty-ninth legislature, first
38 regular session, as transmitted to the governor, is amended to read:
39 Sec. 44. GOVERNMENT INFORMATION TECHNOLOGY AGENCY
40 2009-10
41 FTE positions 23.0
42 Operating lump sum appropriation \$ 7,815,100
43 Statewide information security
44 and privacy office 870,300

House Amendments to H.B. 2643

1	Public safety communications	880,600
2	Lump sum reduction	(1,865,200)
3		<u>(1,377,300)</u>
4	Total appropriation - government information	
5	technology agency	\$ 7,700,800
6		\$ 8,188,700
7	Fund sources:	
8	State general fund	\$ 734,400
9		\$ 803,200
10	Information technology fund	3,066,400
11		3,485,500
12	State web portal fund	3,900,000
13	Performance measures:	
14	Per cent of information technology (IT)	
15	projects completed on schedule	96
16	Per cent of IT projects completed within budget	96
17	Per cent of agency IT managers rating	
18	GITA performance as excellent	60
19	Per cent of IT projects that are compliant	
20	with state enterprise architecture standards	90
21	Sec. 24. Senate Bill 1188, section 45, forty-ninth legislature, first	
22	regular session, as transmitted to the governor, is amended to read:	
23	Sec. 45. OFFICE OF THE GOVERNOR	
24		<u>2009-10</u>
25	Operating Lump sum appropriation	\$ 6,784,900*
26		\$ 7,384,900*
27	County fairs livestock and	
28	agricultural promotion fund	1,779,500
29	Total appropriation - office of the	
30	governor	\$ 8,564,400
31	Fund sources:	
32	State general fund	\$ 8,564,400
33		\$ 7,384,900
34	Included in the operating lump sum appropriation of \$6,784,900	
35	\$7,384,900 for fiscal year 2009-2010 is \$10,000 for the purchase of mementos	
36	and items for visiting officials.	
37	Sec. 25. Senate Bill 1188, section 46, forty-ninth legislature, first	
38	regular session, as transmitted to the governor, is amended to read:	
39	Sec. 46. GOVERNOR'S OFFICE OF STRATEGIC PLANNING AND BUDGETING	
40		<u>2009-10</u>
41	FTE positions	23.0
42	Lump sum appropriation	\$ 1,899,600
43		\$ 2,149,600*
44	Fund sources:	
45	State general fund	\$ 1,899,600
46		\$ 2,149,600

1	Performance measures:	
2	Per cent of participants rating budget and	
3	planning training "good" or "excellent"	94
4	Sec. 26. Senate Bill 1188, section 47, forty-ninth legislature, first	
5	regular session, as transmitted to the governor, is amended to read:	
6	Sec. 47. DEPARTMENT OF HEALTH SERVICES	
7		<u>2009-10</u>
8	<u>Administration</u>	
9	FTE positions	432.8
10	Operating lump sum appropriation	\$ 17,039,000
11	Fund sources:	
12	State general fund	\$ 14,251,600
13	Capital outlay stabilization	
14	fund	1,578,000
15	Emergency medical services	
16	operating fund	209,400
17	Indirect cost fund	1,000,000
18	Assurance and licensure	\$ 11,302,300
19		\$ 6,808,900
20	Fund sources:	
21	State general fund	\$ 9,144,700
22		\$ 4,651,300
23	Federal child care and development	
24	fund block grant	829,200
25	Hearing and speech professionals	
26	fund	340,200
27	Nursing care institution resident	
28	protection revolving fund	38,000
29	Expenditure authority	950,200
30	Attorney general legal services	\$ 444,900
31	Fund sources:	
32	State general fund	\$ 394,900
33	Emergency medical services	
34	operating fund	50,000
35	Newborn screening program fund -	
36	indirect costs	\$ 478,600
37	Fund sources:	
38	Newborn screening program fund	\$ 478,600
39	Indirect cost fund	\$ 8,075,700
40	Fund sources:	
41	Indirect cost fund	\$ 8,075,700
42	Performance measures:	
43	Per cent of relicensure surveys completed	
44	on time:	
45	Child care facilities	97
46	Health care facilities	77

House Amendments to H.B. 2643

1	Per cent of complaint investigations initiated	
2	later than investigative guidelines:	
3	Child care facilities	0
4	Health care facilities	30
5	<u>Public health</u>	
6	FTE positions	245.1
7	Operating lump sum appropriation	\$ 6,217,000
8	Fund sources:	
9	State general fund	\$ 5,379,700
10	Emergency medical services	
11	operating fund	837,300
12	AIDS reporting and surveillance	\$ 1,125,000
13	Fund sources:	
14	State general fund	\$ 1,125,000
15	Alzheimer's disease research	\$ 2,250,000
16	Fund sources:	
17	State general fund	\$ 2,250,000
18	Arizona statewide immunization	
19	information system	\$ 477,600
20	Fund sources:	
21	State general fund	\$ 477,600
22	Community health centers	\$ 13,481,400
23		\$ 1,881,400
24	Fund sources:	
25	State general fund	\$ 8,981,400
26		\$ 981,400
27	Tobacco tax and health care	
28	fund - medically needy	
29	account	4,500,000
30		900,000
31	County tuberculosis provider	
32	care and control	\$ 1,210,500
33	Fund sources:	
34	State general fund	\$ 1,210,500
35	Diabetes prevention and control	\$ 100,000
36	Fund sources:	
37	State general fund	\$ 100,000
38	Direct grants	\$ 460,300
39	Fund sources:	
40	State general fund	\$ 460,300
41	EMS operations	\$ 3,233,800
42	Fund sources:	
43	Emergency medical services	
44	operating fund	\$ 3,233,800
45	Hepatitis C surveillance	\$ 309,400
46	Fund sources:	
47	State general fund	\$ 309,400
48	Laboratory services	\$ 5,059,200

House Amendments to H.B. 2643

1	Fund sources:	
2	State general fund	\$ 4,088,600
3	Environmental laboratory licensure	
4	revolving fund	970,600
5	Loan repayment	\$ 750,000
6	Fund sources:	
7	State general fund	\$ 100,000
8	Emergency medical services	
9	operating fund	650,000
10	Poison control centers funding	\$ 1,950,000
11	Fund sources:	
12	State general fund	\$ 1,950,000
13	Reimbursement to counties	\$ 67,900
14	Fund sources:	
15	State general fund	\$ 67,900
16	Renal and nonrenal disease management	\$ 198,000
17	Fund sources:	
18	State general fund	\$ 198,000
19	Scorpion antivenom	\$ 150,000
20	Fund sources:	
21	State general fund	\$ 150,000
22	Telemedicine	\$ 260,000
23	Fund sources:	
24	State general fund	\$ 260,000
25	Teratogen program	\$ 60,000
26	Fund sources:	
27	State general fund	\$ 60,000
28	Trauma advisory board	\$ 405,400
29	Fund sources:	
30	Emergency medical services	
31	operating fund	\$ 405,400
32	Vaccines	\$ 6,132,900
33	Fund sources:	
34	State general fund	\$ 6,132,900
35	Vital records maintenance	\$ 499,700
36	Fund sources:	
37	Vital records electronic	
38	systems fund	\$ 499,700
39	Public health appropriation	\$ 1,000,000
40	Fund sources:	
41	Tobacco tax and health care	
42	fund - health research account	\$ 1,000,000
43	Public health reduction	\$(1,000,000)
44	Fund sources:	
45	State general fund	\$(1,000,000)

1 Performance measures:

2 Immunization rate among two-year-old	
3 children	84
4 Per cent of high school youth who smoked	
5 in the last month	18
6 Customer waiting time in vital records	
7 lobby (in minutes)	15

8 Of the ~~\$13,481,400~~ \$1,881,400 appropriated for community health
9 centers, at least \$564,000 shall be distributed to Yavapai county for county
10 primary care programs.

11 The department of health services may use up to four per cent of the
12 amounts appropriated for renal and nonrenal disease management, community
13 health centers and telemedicine for the administrative costs to implement
14 each program.

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

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

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

31 IT IS THE INTENT OF THE LEGISLATURE THAT IN FISCAL YEAR 2009-2010,
32 \$11,600,000 WILL BE DISBURSED FROM THE STATE FISCAL STABILIZATION FUND TO THE
33 DEPARTMENT OF HEALTH SERVICES FOR COMMUNITY HEALTH CENTERS. THESE MONIES
34 SHALL BE DISBURSED IN ACCORDANCE WITH THE PROVISIONS OF THE AMERICAN RECOVERY
35 AND REINVESTMENT ACT OF 2009 (P.L. 111-5).

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

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

House Amendments to H.B. 2643

1	<u>Family health</u>	
2	FTE positions	96.8
3	Operating lump sum appropriation	\$ 5,803,500
4	Fund sources:	
5	State general fund	\$ 3,622,500
6	Expenditure authority	2,181,000
7	Adult cystic fibrosis	\$ 105,200
8	Fund sources:	
9	State general fund	\$ 105,200
10	Adult sickle cell anemia	\$ 33,000
11	Fund sources:	
12	State general fund	\$ 33,000
13	AHCCCS - children's rehabilitative	
14	services	\$ 74,677,100
15	Fund sources:	
16	State general fund	\$ 25,576,900
17	Expenditure authority	49,100,200
18	Breast and cervical cancer	
19	and bone density screening	\$ 1,015,800
20	Fund sources:	
21	State general fund	\$ 1,015,800
22	Child fatality review team	\$ 246,300
23	Fund sources:	
24	Child fatality review fund	\$ 99,100
25	Emergency medical services	
26	operating fund	147,200
27	Children's rehabilitative	
28	services	\$ 3,587,000
29	Fund sources:	
30	State general fund	\$ 3,587,000
31	County prenatal services grant	\$ 1,033,600
32	Fund sources:	
33	State general fund	\$ 1,033,600
34	Folic acid	\$ 400,000
35	Fund sources:	
36	Tobacco tax and health care fund -	
37	medically needy account	\$ 400,000
38	High risk perinatal services	\$ 5,230,600
39	Fund sources:	
40	State general fund	\$ 4,780,600
41	Emergency medical services	
42	operating fund	450,000
43	Medicaid special exemption	
44	payments	\$ 1,659,500
45	Fund sources:	
46	State general fund	\$ 568,400
47	Expenditure authority	1,091,100
48	Newborn screening program	\$ 6,326,700

1	Fund sources:		
2	Newborn screening program fund	\$	6,326,700
3	Senior food programs	\$	500,000
4	Fund sources:		
5	State general fund	\$	500,000
6	Performance measures:		
7	Number of newborns screened under newborn		
8	screening program		101,810

9 The amounts appropriated for children's rehabilitative services and for
10 AHCCCS - children's rehabilitative services are intended to cover all costs
11 in full for contracts for the provision of services to clients, unless a
12 transfer of monies is reviewed by the joint legislative budget committee.

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

18 Of the \$5,230,600 appropriated for high risk perinatal services
19 \$583,000 shall be distributed to counties.

20	<u>Behavioral health</u>		
21	FTE positions		166.0
22	Operating lump sum appropriation	\$	9,518,100
23	Fund sources:		
24	State general fund	\$	4,454,200
25	Expenditure authority		5,063,900
26	Arnold v. Sarn	\$	37,100,600
27	Fund sources:		
28	State general fund	\$	27,500,000
29	Expenditure authority		9,600,600
30	Children's behavioral health		
31	services	\$	8,851,800
32	Fund sources:		
33	State general fund	\$	8,851,800
34	Children's behavioral health state		
35	match for title XIX		\$407,201,800
36	Fund sources:		
37	State general fund		\$139,446,300
38	Expenditure authority		267,755,500
39	Court monitoring	\$	197,500
40	Fund sources:		
41	State general fund	\$	197,500
42	Dual eligible part D copay subsidy	\$	802,600
43	Fund sources:		
44	State general fund	\$	802,600
45	Medicaid special exemption		
46	payments	\$	23,096,500

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1	Fund sources:	
2	State general fund	\$ 7,909,400
3	Expenditure authority	15,187,100
4	Medicare clawback payments	\$ 11,932,800
5	Fund sources:	
6	State general fund	\$ 11,932,800
7	Mental health and substance abuse	
8	state match for title XIX	\$121,065,400
9	Fund sources:	
10	State general fund	\$ 41,458,800
11		\$ 37,858,800
12	TOBACCO TAX AND HEALTH CARE	
13	FUND - MEDICALLY NEEDY ACCOUNT	3,600,000
14	Expenditure authority	79,606,600
15	Mental health nontitle XIX	\$ 2,447,300
16	Fund sources:	
17	State general fund	\$ 1,947,300
18	Tobacco tax and health care fund	
19	medically needy account	500,000
20	Proposition 204 - administration	\$ 6,534,800
21	Fund sources:	
22	State general fund	\$ 2,130,200
23	Expenditure authority	4,404,600
24	Proposition 204 - children's	
25	behavioral health services	\$ 5,097,600
26	Fund sources:	
27	State general fund	\$ 1,745,700
28	Expenditure authority	3,351,900
29	Proposition 204 - general mental	
30	health and substance abuse	\$121,138,500
31	Fund sources:	
32	State general fund	\$ 41,483,900
33	Expenditure authority	79,654,600
34	Proposition 204 - seriously	
35	mentally ill services	\$233,660,900
36	Fund sources:	
37	State general fund	\$ 80,017,200
38	Expenditure authority	153,643,700
39	Seriously mentally ill nontitle	
40	XIX	\$ 61,116,700
41	Fund sources:	
42	State general fund	\$ 30,191,900
43	Tobacco tax and health care fund	
44	medically needy account	30,924,800
45	Seriously mentally ill state match	
46	for title XIX	\$231,174,000

1	Fund sources:	
2	State general fund	\$ 79,165,500
3	Expenditure authority	152,008,500
4	Substance abuse nontitle XIX	\$ 13,635,400
5	Fund sources:	
6	State general fund	\$ 11,135,400
7	Substance abuse services fund	2,500,000
8	Contract compliance	\$5,523,500
9	Fund sources:	
10	State general fund	\$ 1,856,100
11	Expenditure authority	3,667,400

12	Performance measures:	
13	Per cent of RBHA title XIX clients	
14	satisfied with services	90
15	Per cent of title XIX population that is	
16	enrolled in a behavioral health service	12

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

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

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

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

37	<u>Arizona state hospital</u>	
38	FTE positions	877.7
39	Operating lump sum appropriation	\$ 56,762,900
40	Fund sources:	
41	State general fund	\$ 49,111,000
42		\$ 47,733,600
43	Arizona state hospital fund	6,501,900
44		7,879,300
45	Arizona state hospital land	
46	earnings fund	1,150,000
47	Arizona state hospital forensic	
48	unit debt service	\$ 3,111,700

House Amendments to H.B. 2643

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
46 services, the department shall prepare a fiscal impact analysis on the
47 potential effects of this change on the following year's capitation rates.
48 If the fiscal analysis demonstrates that these changes will result in

1 additional state costs of \$500,000 or greater for a given fiscal year, the
2 department shall submit the policy changes for review by the joint
3 legislative budget committee.

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

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

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

1 services, unless a transfer of monies is reviewed by the joint legislative
 2 budget committee.

3 It is the intent of the legislature that the department of health
 4 services make the reductions associated with the agencywide lump sum
 5 reduction against administrative functions and, to the extent possible, not
 6 against programmatic functions.

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

9 Sec. 27. Senate Bill 1188, section 53, forty-ninth legislature, first
 10 regular session, as transmitted to the governor, is amended to read:

11 Sec. 53. DEPARTMENT OF INSURANCE

	<u>2009-10</u>
FTE positions	95.5
Operating lump sum appropriation	\$ 6,731,700
	\$ 7,369,700
Managed care and dental plan oversight	638,000
Lump sum reduction	(1,624,400)
	<u>(1,287,700)</u>
Total appropriation - department of insurance	\$ 5,745,300
	\$ 6,082,000
Fund sources:	
State general fund	\$ 5,745,300
	\$ 6,082,000

25 Performance measures:

Average calendar days to complete a consumer complaint investigation	75
Per cent of survey licensees respondents indicating "satisfied" or "better"	93
Per cent of consumer services survey respondents indicating "satisfied" or "better"	77
Average number of days to issue a license	42

34 ~~It is the intent of the legislature that \$294,000 in fiscal year~~
 35 ~~2009-2010 shall be for new agreements to prosecute fraud cases and shall be~~
 36 ~~funded by the department from revenues from fraud unit fees.~~

37 Sec. 28. Senate Bill 1188, section 55, forty-ninth legislature, first
 38 regular session, as transmitted to the governor, is amended to read:

39 Sec. 55. DEPARTMENT OF JUVENILE CORRECTIONS

	<u>2009-10</u>
FTE positions	1,050.7
Lump sum appropriation	\$ 78,297,500
	\$ 70,776,600

1	Fund sources:	
2	State general fund	\$ 73,499,400
3		\$ 66,629,500
4	State charitable, penal and	
5	reformatory institutions	
6	land fund	1,749,600
7		1,098,600
8	Criminal justice enhancement fund	601,100
9	State education fund for committed	
10	youth	2,447,400

11	Performance measures:	
12	Escapes from DJC secure care facilities	0
13	Per cent of juveniles passing the GED	
14	language test	56
15	Per cent of juveniles who show progress in	
16	their primary treatment problem area	75
17	Per cent of juveniles returned to custody	
18	within 12 months of release	36

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

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

27 Sec. 29. Senate Bill 1188, section 59, forty-ninth legislature, first
 28 regular session, as transmitted to the governor, is amended to read:

29	Sec. 59. DEPARTMENT OF LIQUOR LICENSES AND CONTROL	
30		<u>2009-10</u>
31	FTE positions	42.2
32	Lump sum appropriation	\$ 2,724,000
33		\$ 700,000
34	Fund sources:	
35	State general fund	\$ 2,724,000
36		\$ 700,000

37	Performance measures:	
38	Investigations and routine liquor	
39	inspections completed	3,750
40	Average calendar days to complete an	
41	investigation	14
42	Per cent of customers who responded to	
43	the survey reporting "very good" or	
44	"excellent" service	86

1 Sec. 30. Senate Bill 1188, section 60, forty-ninth legislature, first
 2 regular session, as transmitted to the governor, is amended to read:

3 Sec. 60. ARIZONA STATE LOTTERY COMMISSION

4		<u>2009-10</u>
5	FTE positions	104.0
6	Operating lump sum appropriation	\$ 7,996,600
7	Sales incentive program	50,000
8	Telecommunications	629,400
9	Advertising	\$ 11,000,000
10		\$ 16,000,000
11	Lump sum reduction	(1,394,400)
12		<u>(1,000,000)</u>
13	Total appropriation - Arizona state	
14	lottery commission	\$ 18,281,600
15		\$ 23,676,000
16	Fund source:	
17	State lottery fund	\$ 18,281,600
18		\$ 23,676,000
19	Performance measures:	
20	Increase in online sales from prior year	\$ 5,922,100
21	Increase in instant ticket sales from	
22	prior year	\$ 3,380,500
23	Customer satisfaction rating for retailers	
24	(Scale 1-8)	7.5

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

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

33 An amount equal to 6.5 per cent of gross lottery game sales is
 34 appropriated for payment of sales commissions to ticket retailers. An
 35 additional amount of not to exceed 0.5 per cent of gross lottery game sales
 36 is appropriated for payment of sales commissions to ticket retailers. The
 37 combined amount is currently estimated to be 6.7 per cent of total ticket
 38 sales, or \$32,310,100 in fiscal year 2009-2010.

39 Sec. 31. Senate Bill 1188, section 73, forty-ninth legislature, first
 40 regular session, as transmitted to the governor, is amended to read:

41 Sec. 73. STATE PARKS BOARD

42		<u>2009-10</u>
43	FTE positions	232.3
44	Operating lump sum appropriation	\$ 14,599,900
45	Arizona trail	125,000

1	Kartchner caverns state park	2,638,000
2	Lump sum reduction	(5,097,100)
3		<u>(7,402,300)</u>
4	Total appropriation - Arizona state parks	
5	board	\$ 12,265,800
6		\$ 9,960,600
7	Fund sources:	
8	State general fund	\$ 2,305,200
9	State parks enhancement fund	8,416,500
10	Law enforcement and boating	
11	safety fund	1,092,700
12	Reservation surcharge revolving	
13	fund	451,400
14	Performance measures:	
15	Annual park attendance	2,500,000
16	Per cent of park visitors rating their	
17	experience "good" or "excellent"	95

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

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

31 All reservation surcharge revolving fund receipts received by the
 32 Arizona state parks board in excess of \$451,400 in fiscal year 2009-2010 are
 33 appropriated to the reservation surcharge revolving fund. Before the
 34 expenditure of any reservation surcharge revolving fund monies in excess of
 35 \$451,400 in fiscal year 2009-2010, the Arizona state parks board shall submit
 36 the intended use of the monies for review by the joint legislative budget
 37 committee.

38 During fiscal year 2009-2010, no more than \$5,000 each year from
 39 appropriated or nonappropriated monies may be used for the purposes of
 40 out-of-state travel expenses by state parks board staff. No appropriated or
 41 nonappropriated monies may be used for out-of-country travel expenses. The
 42 state parks board shall submit by June 30, 2010, a report to the joint
 43 legislative budget committee on out-of-state travel activities and
 44 expenditures for that fiscal year.

1 Sec. 32. Senate Bill 1188, section 74, forty-ninth legislature, first
 2 regular session, as transmitted to the governor, is amended to read:

3 Sec. 74. PERSONNEL BOARD

4		<u>2009-10</u>
5	FTE positions	3.0
6	Lump sum appropriation	\$ 302,000
7		\$ 329,100
8	Fund sources:	
9	State general fund	\$ 302,000
10	PERSONNEL BOARD ACCOUNT OF THE	
11	PERSONNEL DIVISION FUND	\$ 329,100
12	Performance measures:	
13	Average number of calendar days from	
14	receipt of appeal/complaint to final	113
15	Per cent of customers rating service as	
16	"good" or "excellent"	90

17 Sec. 33. Senate Bill 1188, section 83, forty-ninth legislature, first
 18 regular session, as transmitted to the governor, is amended to read:

19 Sec. 83. DEPARTMENT OF PUBLIC SAFETY

20		<u>2009-10</u>
21	FTE positions	2,114.8
22		2,099.8
23	Operating lump sum appropriation	\$198,398,600
24		\$197,032,600
25	GIITEM	32,306,200
26		21,397,400
27	Motor vehicle fuel	3,935,500
28	Photo radar enforcement	22,534,300
29	Lump sum reduction	(9,198,500)
30		<u>(8,246,100)</u>
31	Total appropriation - department of public	
32	safety	\$247,976,100
33		\$236,653,700
34	Fund sources:	
35	State general fund	\$ 56,889,800
36		\$ 43,967,400
37	Highway user revenue fund fees	78,169,500
38	State highway fund	41,050,500
39	Arizona highway patrol fund	19,947,500
40	Criminal justice enhancement fund	3,077,100
41	Safety enforcement and transportation	
42	infrastructure fund	1,615,600
43	Crime laboratory assessment fund	5,500,300
44	Crime laboratory operations fund	8,800,000
45		10,400,000

1	Arizona deoxyribonucleic acid	
2	identification system fund	3,357,500
3	Automated fingerprint identification	
4	system fund	3,264,400
5	Motorcycle safety fund	205,000
6	Photo enforcement fund	22,534,300
7	Risk management fund	296,200
8	Parity compensation fund	3,268,400
9	Performance measures:	
10	Per cent of scientific analysis cases over	
11	30 calendar days old	4.0
12	Per cent of system reliability of the Arizona	
13	automated fingerprint identification network	98
14	Clandestine labs dismantled	30

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

1 Of the ~~\$32,306,200~~ \$21,397,400 appropriated to GIITEM, ~~\$10,358,900~~
2 \$9,400,900 shall be used for one hundred department of public safety GIITEM
3 personnel. The additional staff shall include at least fifty sworn
4 department of public safety positions to be used for immigration enforcement
5 and border security and fifty department of public safety positions to assist
6 GIITEM in various efforts, including: 1) arresting illegal aliens,
7 2) responding to or assisting any county sheriff or attorney in investigating
8 complaints of employment of illegal aliens, 3) investigating crimes of
9 identity theft in the context of hiring illegal aliens and the unlawful entry
10 into the country and 4) taking enforcement action, as permitted under federal
11 law and the United States Constitution. As state and local law enforcement
12 officers come into contact with gang or suspected gang members the use of
13 these monies is contingent on law enforcement agencies verifying the
14 immigration status of these individuals and taking appropriate action that
15 will not jeopardize an ongoing investigation. The department shall submit an
16 expenditure plan to the joint legislative budget committee for review before
17 expending any monies not identified in the department's previous expenditure
18 plans. Within thirty days after the last day of each calendar quarter, the
19 department shall provide a summary of quarterly and year-to-date expenditures
20 and progress to the joint legislative budget committee including any prior
21 year appropriations that were nonlapsing.

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

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

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

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

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

40 Sec. 34. Senate Bill 1188, section 84, forty-ninth legislature, first
41 regular session, as transmitted to the governor, is amended to read:

42 Sec. 84. ARIZONA DEPARTMENT OF RACING

	<u>2009-10</u>
FTE positions	42.5
Lump sum appropriation	\$ 2,035,500
County fairs racing betterment	900,000
Arizona breeders' award	800,000

House Amendments to H.B. 2643

1	Arizona stallion award	100,000
2	County fair racing	400,000
3	Racing administration	67,000
4	COUNTY FAIRS LIVESTOCK AND	
5	AGRICULTURAL PROMOTION	<u>1,779,500</u>
6	Total appropriation - department of	
7	racing	\$ 4,302,500
8		\$ 6,082,000
9	Fund sources:	
10	State general fund	\$ 4,302,500
11		\$ 6,082,000
12	THE AMOUNT APPROPRIATED TO THE COUNTY FAIRS LIVESTOCK AND AGRICULTURAL	
13	PROMOTION LINE ITEM IS FOR DEPOSIT IN THE COUNTY FAIRS LIVESTOCK AND	
14	AGRICULTURAL PROMOTION FUND.	
15	Performance measures:	
16	Per cent of horse racing customers reporting	
17	"very good" or "excellent" service	95
18	Per cent of greyhound racing customers	
19	reporting "very good" or "excellent" service	100
20	Per cent of positive horse drug tests	1.2
21	Per cent of positive greyhound drug tests	0.02
22	Sec. 35. Senate Bill 1188, section 91, forty-ninth legislature, first	
23	regular session, as transmitted to the governor, is amended to read:	
24	Sec. 91. DEPARTMENT OF REVENUE	
25		<u>2009-10</u>
26	FTE positions	863.0
27	Operating lump sum appropriation	\$ 72,749,700
28	BRITS operational support	3,623,700
29	TEMPORARY COLLECTORS	\$ 3,000,000
30	Unclaimed property administration	
31	and audit	2,963,200
32	Lump sum reduction	<u>(16,144,000)</u>
33	Total appropriation - department of revenue	\$ 63,192,600
34		\$ 66,192,600
35	Fund sources:	
36	State general fund	\$ 62,131,500
37		\$ 40,631,500
38	DEPARTMENT OF REVENUE	
39	ADMINISTRATIVE FUND	24,500,000
40	Liability setoff fund	398,300
41	Tobacco tax and health care fund	662,800
42	Performance measures:	
43	Average calendar days to refund income tax	7.6
44	Per cent of written taxpayer inquiries	
45	answered within 30 calendar days	
46	of receipt	65
47	Customer satisfaction rating for taxpayer	
48	information section (Scale 1-5)	4.7

The department shall provide the department's general fund revenue enforcement goals for fiscal year 2009-2010 for review by the joint legislative budget committee by July 31, 2009. The department shall provide an annual progress report to the joint legislative budget committee as to the effectiveness of the department's overall enforcement and collections program for fiscal year 2009-2010 by July 31, 2010. The reports shall include a comparison of projected and actual general fund revenue enforcement collections for fiscal year 2009-2010.

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

Sec. 36. Senate Bill 1188, section 92, forty-ninth legislature, first regular session, as transmitted to the governor, is amended to read:

Sec. 92. SCHOOL FACILITIES BOARD

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

Sec. 37. Senate Bill 1188, section 93, forty-ninth legislature, first regular session, as transmitted to the governor, is amended to read:

Sec. 93. DEPARTMENT OF STATE - SECRETARY OF STATE

	<u>2009-10</u>
FTE positions	43.3
Operating lump sum appropriation	\$ 2,717,900
Election services	1,011,000
Help America vote act	7,722,800
SPECIAL ELECTION	\$ 8,346,900
Lump sum reduction	<u>(150,000)</u>
Total appropriation - secretary of state	\$ 11,301,700
	\$ 19,648,600

1	Fund sources:	
2	State general fund	\$ 3,480,700
3		\$ 11,827,600
4	Election systems improvement fund	7,722,800
5	Professional employer organization	
6	fund	98,200

7	Performance measures:	
8	Per cent of documents returned to public	
9	filer in 48 hours (business services	
10	division)	75
11	Per cent of election law complaints reviewed	
12	and acted on within 7 days	100

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

18 Any transfer to or from the amount appropriated for the election
 19 services line item shall require review by the joint legislative budget
 20 committee.

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

26 Sec. 38. Senate Bill 1188, section 95, forty-ninth legislature, first
 27 regular session, as transmitted to the governor, is amended to read:

28 Sec. 95. STATE BOARD OF TAX APPEALS

29		<u>2009-10</u>
30	FTE positions	4.0
31	Lump sum appropriation	\$ 261,300
32		\$ 278,300

33	Fund sources:	
34	State general fund	\$ 261,300
35		\$ 278,300

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

40 Sec. 39. Senate Bill 1188, section 97, forty-ninth legislature, first
 41 regular session, as transmitted to the governor, is amended to read:

42 Sec. 97. DEPARTMENT OF TRANSPORTATION

43		<u>2009-10</u>
44	<u>Administration</u>	
45	FTE positions	412.0
46	Operating lump sum appropriation	\$ 42,437,400
47	Attorney general legal services	<u>3,052,600</u>
48	Total appropriation - administration	\$ 45,490,000

1 Fund sources:
 2 State highway fund \$ 45,490,000

3 It is the intent of the legislature that the department not include any
 4 administrative overhead expenditures in duplicate drivers' license fees
 5 charged to the public.

6 Highways

7 FTE positions 2,548.0
 8 Operating lump sum appropriation \$137,950,400
 9 Highway maintenance 136,566,300
 10 Vehicles and heavy equipment 32,154,700
 11 Total - highways \$306,671,400

12 Fund sources:

13 State general fund \$ 63,100
 14 Safety enforcement and
 15 transportation
 16 infrastructure fund 558,700
 17 State highway fund 273,894,900
 18 Transportation department
 19 equipment fund 32,154,700

20 Performance measures:

21 Per cent of Maricopa regional freeway
 22 travel lane miles completed for
 23 the twenty-year half cent sales tax
 24 extension effective January 1, 2006 10.5
 25 Per cent of overall highway construction
 26 projects completed on schedule 97

27 Of the total amount appropriated for the highways program, \$136,566,300
 28 in fiscal year 2009-2010 for highway maintenance is exempt from the
 29 provisions of section 35-190, Arizona Revised Statutes, relating to lapsing
 30 of appropriations, except that all unexpended and unencumbered monies of the
 31 appropriation revert to their fund of origin, either the state highway fund
 32 or the safety enforcement and transportation infrastructure fund, on August
 33 31, 2010.

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

1	<u>Motor vehicle</u>	
2	FTE positions	1,755.0
3	Operating lump sum appropriation	\$107,966,800
4	Abandoned vehicle administration	1,039,800
5	Fraud investigation	788,300
6	New third party funding	<u>933,500</u>
7	Total appropriation - motor vehicle	\$110,728,400
8	Fund sources:	
9	Air quality fund	\$ 71,700
10	Driving under the influence	
11	abatement fund	143,300
12	Highway user revenue fund fees	617,000
13	Motor vehicle liability insurance	
14	enforcement fund	2,419,500
15	Safety enforcement and	
16	transportation infrastructure	
17	fund	1,599,300
18	State highway fund	104,195,100
19	Vehicle inspection and title	
20	enforcement fund	1,682,500
21	Performance measures:	
22	Average office wait time from arriving at	
23	MVD office to receiving numbered ticket	
24	(minutes)	2.0
25	Average office wait time from receiving	
26	numbered ticket to arriving at counter	
27	(minutes)	12.5
28	Per cent of office customers rating	
29	services "good" or "excellent"	83
30	Average telephone wait time to speak	
31	to an MVD employee (minutes)	15.2
32	Per cent of alternative vehicle	
33	registration renewal methods	
34	(mail, internet, third party)	80

35 The department shall not transfer any funds to or from the motor
 36 vehicle division without the review by the joint legislative budget
 37 committee.

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

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

14	<u>Aeronautics</u>	
15	FTE positions	33.0
16	Lump sum appropriation	\$ 2,247,000
17	Fund sources:	
18	State aviation fund	\$ 2,247,000
19	Performance measures:	
20	Per cent of airport development projects	
21	completed on schedule	95
22	Lump sum FTE position reduction	(200.0)
23	<u>Lump sum reduction</u>	\$(47,027,800)
24		<u>\$(31,145,100)</u>
25	Fund sources:	
26	Motor vehicle liability insurance	
27	enforcement fund	\$ (242,000)
28	State aviation fund	(384,600)
29	State highway fund	(42,003,600)
30		<u>(28,000,000)</u>
31	Transportation department	
32	equipment fund	(4,397,600)
33		<u>(2,518,500)</u>
34	Total appropriation - Arizona department	
35	of transportation	\$418,109,000
36		<u>\$433,991,700</u>
37	Fund sources:	
38	State general fund	\$ 63,100
39	Air quality fund	71,700
40	Driving under the influence	
41	abatement fund	143,300
42	Highway user revenue fund fees	617,000
43	Motor vehicle liability	
44	insurance enforcement fund	2,177,500
45	Safety enforcement and	
46	transportation infrastructure	
47	fund	2,158,000

1	State aviation fund	1,862,400
2	State highway fund	381,576,400
3		395,580,000
4	Transportation department	
5	equipment fund	27,757,100
6		29,636,200
7	Vehicle inspection and title	
8	enforcement fund	1,682,500
9	Of the \$418,109,000 \$433,991,700	appropriation to the department of
10	transportation, the department of transportation shall pay \$16,773,800 in	
11	fiscal year 2009-2010 from all funds to the department of administration for	
12	its risk management payment.	
13	Sec. 40. Senate Bill 1188, section 105, forty-ninth legislature, first	
14	regular session, as transmitted to the governor, is amended to read:	
15	Sec. 105. UNIVERSITY LUMP SUM REDUCTION	
16	Lump sum reduction	\$(40,000,000)
17	Fund sources:	
18	State general fund	\$(40,000,000)
19	On or before August 1, 2009, the Arizona board of regents shall report	
20	to the joint legislative budget committee the final allocation of the	
21	\$40,000,000 lump sum reduction. The Arizona board of regents shall allocate	
22	the \$40,000,000 lump sum reduction by campus for Arizona state university.	
23	The final allocation shall not increase differences in per student funding	
24	among the universities. The \$40,000,000 lump sum reduction is in addition to	
25	lump sum reductions separately delineated in individual university budget	
26	sections.	
27	Lump sum reduction deferral	\$(100,000,000)
28	Fund sources:	
29	State general fund	\$(100,000,000)
30	The Arizona board of regents shall defer funding to the institutions	
31	under its jurisdiction in proportion to the state general fund appropriation	
32	received by each institution.	
33	Sec. 41. Senate Bill 1188, section 109, forty-ninth legislature, first	
34	regular session, as transmitted to the governor, is amended to read:	
35	Sec. 109. DEPARTMENT OF WEIGHTS AND MEASURES	
36		<u>2009-10</u>
37	<u>General services</u>	
38	FTE positions	22.9
39	Lump sum appropriation	\$ 1,916,500
40	Fund sources:	
41	State general fund	\$ 1,593,600
42	Motor vehicle liability insurance	
43	enforcement fund	322,900
44	<u>Vapor recovery</u>	
45	FTE positions	8.5
46	Lump sum appropriation	\$ 638,400
47	Fund sources:	
48	Air quality fund	\$ 638,400

House Amendments to H.B. 2643

1	<u>Oxygenated fuel</u>	
2	FTE positions	6.0
3	Lump sum appropriation	\$ 885,400
4	Fund sources:	
5	Air quality fund	\$ 885,400
6	<u>Lump sum reduction</u>	\$(575,200)
7		\$ (307,600)
8	Fund sources:	
9	State general fund	\$(350,300)
10		\$ (278,000)
11	Air quality fund	(224,900)
12		<u>(29,600)</u>
13	Total appropriation - department	
14	of weights and measures	\$ 2,865,100
15		\$ 3,132,700
16	Fund sources:	
17	State general fund	\$ 1,243,300
18		\$ 1,315,600
19	Air quality fund	1,298,900
20		1,494,200
21	Motor vehicle liability insurance	
22	enforcement fund	322,900
23	Performance measures:	
24	Average customer satisfaction rating	
25	(Scale 1-5)	4.7
26	Per cent of retail stores' price	
27	scanning devices in compliance	78
28	Per cent of cleaner burning gas	
29	samples in compliance with oxygenated	
30	fuel standards	100
31	Per cent of gasoline dispensing facilities	
32	inspected annually that are in compliance	
33	with vapor recovery standards	88
34	Sec. 42. Senate Bill 1188, section 110, forty-ninth legislature, first	
35	regular session, as transmitted to the governor, is amended to read:	
36	Sec. 110. <u>Transfer of fund monies to the state general fund;</u>	
37	<u>fiscal year 2009-2010</u>	
38	A. Notwithstanding any other law, on or before June 30, 2010, the	
39	following amounts from the following funds or sources are transferred to the	
40	state general fund for the purposes of providing adequate support and	
41	maintenance for agencies of this state:	
42	1. Department of administration	
43	Admin - AFIS II collections fund:	
44	Salary reduction	64,300
45	Spending reduction	173,900
46	Air quality fund:	
47	Spending reduction	85,000

House Amendments to H.B. 2643

1	Automation operations fund:	
2	Salary reduction	992,500
3	Spending reduction	2,409,000
4	Capital outlay stabilization fund:	
5	 Salary reduction	316,900
6	 Spending reduction	1,300,000
7	Construction insurance fund:	
8	Excess balance	1,507,700
9	Co-op state purchasing fund:	
10	Salary reduction	22,300
11	Spending reduction	44,000
12	Corrections fund:	
13	Salary reduction	48,300
14	Spending reduction	73,400
15	Emergency telecommunication services	
16	revolving fund:	
17	Salary reduction	30,900
18	Employee travel reduction fund:	
19	Salary reduction	36,100
20	Motor vehicle pool revolving fund:	
21	Salary reduction	78,700
22	Spending reduction	1,272,700
23	Personnel division fund:	
24	Salary reduction	740,600
25	Spending reduction	1,888,100
26	Risk management revolving fund:	
27	Salary reduction	581,300
28	Special employee health insurance	
29	trust fund:	
30	Salary reduction	251,100
31	Special services revolving fund:	
32	Salary reduction	34,200
33	Spending reduction	216,500
34	State surplus materials revolving fund:	
35	Salary reduction	62,200
36	Spending reduction	425,800
37	Telecommunications fund:	
38	Salary reduction	152,700
39	Excess balance	917,300
40	Spending reduction	1,115,800
41	Telecommunications fund:	
42	Infrastructure improvements	
43	account transfer	12,000,000
44		5,800,000

House Amendments to H.B. 2643

1	2.	Arizona health care cost containment system:	
2		AHCCCS third party collections fund:	
3		Excess balance	130,700
4		Healthcare group fund:	
5		Salary reduction	361,900
6		Intergovernmental services fund:	
7		Excess balance	273,200
8	3.	Arizona commission on the arts:	
9		Arts endowment fund:	
10		Transfer	15,000,000
11			4,652,300
12		Arts special revenues fund:	
13		Salary reduction	12,500
14	4.	Attorney general:	
15		Anti-racketeering revolving fund:	
16		Salary reduction	139,200
17		Spending reduction	500,000
18		Attorney general legal services cost	
19		allocation fund:	
20		Salary reduction	606,600
21		Collection enforcement revolving fund:	
22		Salary reduction	365,500
23		Spending reduction	1,000,000
24		Consumer protection - consumer fraud	
25		revolving fund:	
26		Salary reduction	164,300
27		Risk management revolving fund:	
28		Salary reduction	789,000
29		Victims' rights fund:	
30		Salary reduction	33,000
31	5.	Automobile theft authority:	
32		Automobile theft authority fund:	
33		Salary reduction	40,600
34	6.	Department of commerce:	
35		Arizona job training fund:	
36		Salary reduction	30,900
37			100,000
38		Excess balance	30,000,000
39			18,275,000
40		Spending reduction	1,850,000
41			1,835,000
42		Commerce and economic development	
43		commission fund:	
44		Salary reduction	73,200
45		Excess balance	2,693,700
46			2,161,200
47		Spending reduction	394,300

House Amendments to H.B. 2643

1	Commerce development bond fund:	
2	Excess balance	699,000
3	Commerce workshops fund:	
4	Spending reduction	51,600
5	GADA revolving fund:	
6	Salary reduction	19,800
7		18,800
8	Excess balance	1,579,000
9		500,000
10	Spending reduction	55,600
11		50,000
12	State lottery fund:	
13	Salary reduction	19,500
14	7. Registrar of contractors:	
15	Registrar of contractors fund:	
16	Salary reduction	696,000
17	Excess balance	664,000
18		2,576,400
19	Spending reduction	1,216,400
20	Residential contractors' recovery fund:	
21	Excess balance	1,836,500
22	8. Corporation commission:	
23	Investment management regulatory and	
24	enforcement fund:	
25	Salary reduction	73,500
26	Excess balance	433,300
27	Spending reduction	92,900
28	Public access fund:	
29	Salary reduction	255,700
30	Excess balance	284,200
31	Securities regulatory and enforcement	
32	fund:	
33	Salary reduction	295,500
34	Spending reduction	392,100
35	Utility regulation revolving fund:	
36	Salary reduction	1,038,400
37	Excess balance	278,300
38	9. Department of corrections:	
39	Arizona correctional industries	
40	revolving fund:	
41	Salary reduction	598,600
42	Excess balance	391,700
43	Corrections fund:	
44	Salary reduction	37,200
45	Indirect cost recovery fund:	
46	Spending reduction	122,400

House Amendments to H.B. 2643

1	Special services fund:	
2	Excess balance	454,700
3	State DOC revolving transition fund:	
4	Spending reduction	341,000
5	State education fund for correctional	
6	education:	
7	Salary reduction	35,700
8	Transition program drug treatment fund:	
9	Excess balance	119,800
10	10. Arizona criminal justice commission:	
11	Criminal justice enhancement fund:	
12	Salary reduction	48,600
13	Excess balance	400,000
14	Drug and gang enforcement account:	
15	Salary reduction	59,200
16	Driving under the influence abatement fund:	
17	Excess balance	500,000
18	State aid to county attorneys fund:	
19	Excess balance	100,000
20	State aid to indigent defense fund:	
21	Excess balance	209,100
22	11. Commission for the deaf and hard of hearing:	
23	Telecommunication fund for the deaf:	
24	Salary reduction	95,200
25	Excess balance	474,600
26	Spending reduction	944,100
27	12. Drug and gang prevention resource center:	
28	Drug and gang prevention resource	
29	center fund:	
30	Excess balance	206,300
31	Salary reduction	22,500
32	Spending reduction	44,700
33	13. Department of economic security:	
34	Arizona training program at Phoenix	
35	closure fund:	
36	Excess balance	1,450,400
37	Child support enforcement administration	
38	fund:	
39	Salary reduction	796,900
40	Domestic violence shelter fund:	
41	Excess balance	483,800
42		963,800
43	Spending reduction	480,000
44	Industries for the blind fund:	
45	Salary reduction	360,100
46	Long-term care system fund:	
47	Spending reduction	2,972,600

House Amendments to H.B. 2643

1	Public assistance collections fund:	
2	Salary reduction	40,500
3	Spending reduction	51,700
4	Special administration fund:	
5	Excess balance	704,200
6	Spending reduction	347,000
7	Spinal and head injuries trust fund:	
8	Salary reduction	43,700
9	Excess balance	590,600
10	Spending reduction	513,200
11	14. Arizona department of education:	
12	Internal services fund:	
13	Spending reduction	471,100
14	Education production revolving fund:	
15	Salary reduction	43,700
16	Spending reduction	217,000
17	Teacher certification fund:	
18	Salary reduction	187,300
19	15. Department of environmental quality:	
20	Air permits administration fund:	
21	Salary reduction	339,900
22	Excess balance	1,498,500
23		2,630,800
24	Air quality fund:	
25	Salary reduction	156,200
26	Excess balance	2,113,100
27	Spending reduction	522,800
28	Emissions inspection fund:	
29	Salary reduction	138,400
30	Excess balance	7,000,000
31		8,300,000
32	Greenfields program fund:	
33	Excess balance	100,000
34	Indirect cost recovery fund:	
35	Salary reduction	500,700
36	Excess balance	2,616,600
37	Spending reduction	1,074,800
38	Monitoring assistance fund:	
39	Excess balance	179,100
40	Spending reduction	74,100
41	Recycling fund:	
42	Salary reduction	34,900
43	Excess balance	550,000
44	Spending reduction	2,290,900
45	Solid waste fee fund:	
46	Salary reduction	59,300
47	Spending reduction	200,900

House Amendments to H.B. 2643

1	Underground storage tank revolving fund:	
2	Salary reduction	393,900
3	EXCESS BALANCE	12,821,100
4	Spending reduction	3,821,100
5		2,000,000
6	Voluntary remediation fund:	
7	Salary reduction	21,500
8	Voluntary vehicle repair and retrofit	
9	program fund:	
10	Excess balance	484,600
11	Spending reduction	1,045,900
12	Water quality assurance revolving fund:	
13	Salary reduction	371,300
14	Water quality fee fund:	
15	Salary reduction	281,800
16	Excess balance	733,000
17	16. Arizona exposition and state fair board:	
18	Arizona exposition and state fair fund:	
19	Salary reduction	552,000
20	Excess balance	373,200
21	Spending reduction	1,130,000
22	17. Department of financial institutions:	
23	Arizona escrow guaranty fund:	
24	Excess balance	1,017,500
25	Revolving fund:	
26	Salary reduction	55,200
27	Spending reduction	120,900
28	18. Arizona game and fish department:	
29	Heritage fund:	
30	Salary reduction	471,200
31	Off-highway vehicle recreation fund:	
32	Salary reduction	31,900
33	Spending reduction	46,700
34	Watercraft licensing fund:	
35	Salary reduction	115,100
36	Excess balance	265,600
37	Spending reduction	570,800
38	19. Government information technology agency:	
39	Information technology fund:	
40	Salary reduction	250,700
41	Excess balance	219,200
42	Spending reduction	368,300
43		199,900
44	State web portal fund:	
45	Spending reduction	1,100,000
46	20. Office of the governor:	
47	Prevention of child abuse fund:	
48	Spending reduction	63,000

House Amendments to H.B. 2643

1	21. 20. Department of health services:	
2	Child fatality review fund:	
3	Excess balance	135,300
4	Emergency medical services operating	
5	fund:	
6	Salary reduction	249,300
7	Excess balance	685,800
8	Spending reduction	598,300
9	Environmental laboratory licensure	
10	revolving fund:	
11	Salary reduction	41,300
12	Hearing and speech professionals fund:	
13	Salary reduction	20,900
14	Indirect cost fund:	
15	Salary reduction	382,300
16	Excess balance	707,800
17	Spending reduction	907,600
18	Substance abuse services fund:	
19	Excess balance	408,800
20	Spending reduction	250,000
21	Vital records electronic systems fund:	
22	Salary reduction	16,000
23	Excess balance	378,400
24	Spending reduction	50,000
25	22. 21. Department of housing:	
26	HOUSING TRUST FUND:	
27	EXCESS BALANCE	2,000,000
28	Housing program fund:	
29	Salary reduction	274,600
30	Excess balance	1,818,400
31	Spending reduction	459,100
32	23. 22. Industrial commission:	
33	Industrial commission administrative	
34	fund:	
35	Salary reduction	1,258,800
36	Excess balance	429,100
37	Spending reduction	1,986,000
38	24. 23. Department of insurance:	
39	Captive insurance regulatory and	
40	supervision fund:	
41	Salary reduction	13,100
42	Spending reduction	52,300
43	Financial surveillance fund:	
44	Salary reduction	31,600
45	Insurance examiners' revolving fund:	
46	Salary reduction	113,500
47	Spending reduction	482,100

House Amendments to H.B. 2643

1	25. 24. Judiciary - Supreme court:	
2	Alternative dispute resolution fund:	
3	Spending reduction	74,700
4	Arizona lengthy trial fund:	
5	Excess balance	260,700
6	Court appointed special advocate fund:	
7	Salary reduction	34,500
8	Spending reduction	465,500
9	Criminal justice enhancement fund:	
10	Salary reduction	17,000
11	Excess balance	183,000
12	Defensive driving school fund:	
13	Salary reduction	66,500
14	Excess balance	1,531,400
15	Public defender training fund:	
16	Spending reduction	71,000
17	State aid to the courts fund:	
18	Excess balance	535,100
19	26. 25. Judiciary - Superior court	
20	Criminal justice enhancement fund:	
21	Salary reduction	45,200
22	Drug treatment and education fund:	
23	Salary reduction	31,100
24	27. 26. Department of juvenile corrections:	
25	Criminal justice enhancement fund:	
26	Salary reduction	16,800
27	Spending reduction	68,700
28	State education fund for committed youth:	
29	Salary reduction	237,400
30	28. 27. State land department:	
31	Cooperative forestry fund:	
32	Salary reduction	45,400
33	Fire suppression fund:	
34	Salary reduction	280,100
35	29. 28. Legislature - house of representatives:	
36	Excess balance	2,000,000
37	30. 29. Department of liquor licenses and control:	
38	Liquor license special collections fund:	
39	Excess balance	116,600
40	31. 30. Arizona state lottery commission:	
41	State lottery fund:	
42	Salary reduction	594,700
43		200,300
44	Spending reduction	799,700

House Amendments to H.B. 2643

1	State lottery fund - advertising:	
2	Transfer	9,162,700
3		4,162,700
4	State lottery fund - unclaimed prizes:	
5	Transfer	1,398,400
6	32. 31. Department of mines and mineral resources:	
7	Mines and mineral resources fund:	
8	Salary reduction	16,200
9	33. 32. Parents commission on drug education and	
10	prevention:	
11	Drug treatment and education fund:	
12	Excess balance	175,900
13	Spending reduction	427,600
14	34. 33. Arizona state parks board:	
15	Heritage fund:	
16	Salary reduction	163,900
17	Off-highway vehicle recreation fund:	
18	Salary reduction	50,300
19	Excess balance	467,500
20	Spending reduction	66,300
21	Partnership fund:	
22	Salary reduction	14,000
23	Publications and souvenir revolving fund:	
24	Salary reduction	22,700
25	Reservation surcharge revolving fund:	
26	Salary reduction	41,800
27	Spending reduction	54,800
28	State lake improvement fund:	
29	Salary reduction	185,400
30	Excess balance	4,753,000
31		3,048,200
32	Spending reduction	415,000
33	State parks fund:	
34	Salary reduction	19,700
35	State parks enhancement fund:	
36	Salary reduction	557,600
37	Excess balance	1,901,500
38	Spending reduction	725,900
39	35. 34. Commission for postsecondary education:	
40	Early graduation scholarship fund:	
41	Excess balance	2,863,800
42	Spending reduction	57,800
43	36. 35. Department of public safety:	
44	Anti-racketeering fund:	
45	Salary reduction	84,500

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1	Automatic fingerprint identification	
2	fund:	
3	Salary reduction	29,000
4	Excess balance	71,900
5	Board of fingerprinting fund:	
6	Salary reduction	37,600
7	Spending reduction	29,500
8	Crime laboratory assessment fund:	
9	Salary reduction	347,600
10	Criminal justice enhancement fund:	
11	Salary reduction	215,000
12	Excess balance	206,600
13	DNA identification system fund:	
14	Salary reduction	267,100
15	Excess balance	552,300
16	DNA identification system fund:	
17	Garage fund transfer	2,504,000
18	Department of public safety	
19	administration fund:	
20	Salary reduction	65,000
21	Department of public safety licensing	
22	fund:	
23	Salary reduction	77,700
24	Excess balance	96,700
25	Fingerprint clearance card fund:	
26	Salary reduction	184,900
27	Excess balance	193,800
28	Highway patrol fund:	
29	Salary reduction	1,498,800
30	Indirect cost recovery fund:	
31	Salary reduction	77,000
32	Motorcycle safety fund:	
33	Excess balance	100,000
34	Parity compensation fund:	
35	Salary reduction	271,100
36	Excess balance	455,400
37	Peace officers training fund:	
38	Salary reduction	189,000
39	Excess balance	181,200
40	Public safety equipment fund:	
41	Spending reduction	2,485,400
42		755,400
43	Records processing fund:	
44	Salary reduction	78,900
45	Excess balance	49,500
46	Spending reduction	567,800

House Amendments to H.B. 2643

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

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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
44	51. 44. Department of veterans' services:	
45	Veterans' cemetery fund:	
46	Excess balance	121,600

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

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

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

Sec. 43. Senate Bill 1188, section 112, forty-ninth legislature, first regular session, as transmitted to the governor, is amended to read:

Sec. 112. Department of transportation; vehicle license tax; transfer

Notwithstanding any other law, ~~\$76,783,600~~ \$43,170,600 received in fiscal year 2009-2010 pursuant to title 28, chapter 16, article 3, Arizona Revised Statutes, relating to vehicle license tax, for distribution to the

1 state highway fund pursuant to section 28-6538, subsection A, paragraph 1,
2 Arizona Revised Statutes, shall be deposited in the state general fund.

3 Sec. 44. Senate Bill 1188, section 113, forty-ninth legislature, first
4 regular session, as transmitted to the governor, is amended to read:

5 Sec. 113. Appropriation reduction; water quality assurance
6 revolving fund

7 Notwithstanding any other law, the appropriation from the state general
8 fund to the water quality assurance revolving fund for fiscal year 2009-2010
9 shall not exceed ~~\$9,000,000~~ \$7,000,000.

10 Sec. 45. Senate Bill 1188, section 120, forty-ninth legislature, first
11 regular session, as transmitted to the governor, is amended to read:

12 Sec. 120. Department of economic security; lump sum reduction
13 deferral; supplemental appropriation;
14 appropriations

15 A. The appropriation made from the state general fund in fiscal year
16 2008-2009 to the department of economic security is reduced by \$25,000,000
17 from the state general fund to defer payments for services provided in fiscal
18 year 2008-2009 to fiscal year 2009-2010.

19 B. In addition to the appropriation made in Laws 2008, chapter 285,
20 section 6, the sum of \$9,400,000 is appropriated from the state general fund
21 and \$12,000,000 in additional expenditure authority of federal monies is
22 appropriated to the department of economic security in fiscal year 2008-2009
23 for services to the developmentally disabled.

24 C. The sum of \$25,000,000 is appropriated from the state general fund
25 to the department of economic security in fiscal year 2009-2010 for the
26 purpose of paying bills for services provided in June 2009 with the monies
27 appropriated by the legislature to the department for fiscal year 2009-2010.

28 D. The sum of ~~\$25,000,000~~ \$42,000,000 is appropriated from the state
29 general fund to the department of economic security in fiscal year 2010-2011
30 for the purpose of paying bills for services provided in June 2010 with the
31 monies appropriated by the legislature to the department for fiscal year
32 2010-2011.

33 Sec. 46. Senate Bill 1188, section 121, forty-ninth legislature, first
34 regular session, as transmitted to the governor, is amended to read:

35 Sec. 121. AHCCCS; health plan payment deferral; appropriation

36 In addition to any other amounts appropriated to the Arizona health
37 care cost containment system, for fiscal year 2010-2011, the sum of
38 ~~\$117,889,100~~ \$118,032,200 is appropriated from the state general fund and
39 \$226,312,600 in federal title XIX expenditure authority for health plan
40 payments deferred from fiscal year 2009-2010.

41 Sec. 47. Senate Bill 1188, section 122, forty-ninth legislature, first
42 regular session, as transmitted to the governor, is amended to read:

43 Sec. 122. Federal assistance; reductions; appropriations

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

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

1 (a) Arizona health care cost containment system - ~~\$575,206,900~~
2 \$581,861,700.

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

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

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

8 (a) Arizona health care cost containment system - ~~\$575,206,900~~
9 \$581,861,700.

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

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

12 Sec. 48. Senate Bill 1188, section 124, forty-ninth legislature, first
13 regular session, as transmitted to the governor, is amended to read:

14 Sec. 124. Reductions; fiscal year 2009-2010; K-12 education;
15 legislative intent; federal education stabilization
16 fund

17 A. Notwithstanding any other law, if this state receives federal
18 assistance from the federal education stabilization fund, the sum of
19 ~~\$223,234,200~~ \$222,114,000 is reduced from appropriations made from the state
20 general fund in fiscal year 2009-2010 to the department of education FOR
21 BASIC STATE AID AND ADDITIONAL STATE AID and is transferred to the state
22 general fund.

23 B. It is the intent of the legislature that in fiscal year 2009-2010,
24 ~~\$223,234,200~~ \$222,114,000 will be disbursed from the federal education
25 stabilization fund to the department of education in order to restore the
26 funding reduction made in subsection A. These monies shall be disbursed in
27 accordance with the provisions of the American recovery and reinvestment act
28 of 2009.

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

32 Sec. 49. Senate Bill 1188, section 125, forty-ninth legislature, first
33 regular session, as transmitted to the governor, is amended to read:

34 Sec. 125. Reductions; fiscal year 2009-2010; higher education;
35 legislative intent; federal education stabilization
36 fund

37 A. Notwithstanding any other law, if this state receives federal
38 assistance from the federal education stabilization fund, in addition to any
39 other reductions made to the Arizona board of regents in this act, the sum of
40 ~~\$19,514,600~~ \$10,875,100 is reduced from the appropriation made from the state
41 general fund in fiscal year 2009-2010 to the Arizona board of regents for the
42 support and maintenance of institutions under its jurisdiction and is
43 transferred to the state general fund. On or before August 1, 2009, the
44 Arizona board of regents shall report to the joint legislative budget
45 committee the final allocation of the ~~\$19,514,600~~ \$10,875,100 reduction. The
46 Arizona board of regents shall reduce funding to the institutions under its
47 jurisdiction in proportion to the state general fund appropriation received
48 by each institution.

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

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

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

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

Sec. 50. Senate Bill 1188, section 126, forty-ninth legislature, first regular session, as transmitted to the governor, is amended to read:

Sec. 126. Appropriation; operating adjustments
2009-10

State employee health insurance adjustments	\$ 10,000,000
	\$ 21,815,300

Fund sources:	
State general fund	\$ 10,000,000
	\$ 14,998,000
OTHER APPROPRIATED FUNDS	\$ 6,817,300

THE OTHER APPROPRIATED FUNDS MAY BE ALLOCATED FROM THE FOLLOWING FUNDS: BOARD OF ACCOUNTANCY FUND, ACUPUNCTURE BOARD OF EXAMINERS FUND, AIR PERMITS ADMINISTRATION FUND, AIR QUALITY FUND, ANTITRUST ENFORCEMENT REVOLVING FUND, BOARD OF APPRAISAL FUND, ARIZONA ARTS TRUST FUND, ASSURED AND ADEQUATE WATER SUPPLY ADMINISTRATION FUND, ATTORNEY GENERAL LEGAL SERVICES COST ALLOCATION FUND, ARIZONA AUTOMATED FINGERPRINT IDENTIFICATION SYSTEM FUND, AUTOMOBILE THEFT AUTHORITY FUND, AUTOMATION OPERATIONS FUND, STATE AVIATION FUND, BOARD OF BARBERS FUND, BOARD OF BEHAVIORAL HEALTH EXAMINERS FUND, ARIZONA BENEFITS FUND, BOND FUND, CAPITAL OUTLAY STABILIZATION FUND, STATE CHARITABLE FUND, CHILD ABUSE PREVENTION FUND, CHILD FATALITY REVIEW FUND, CHILD SUPPORT ENFORCEMENT ADMINISTRATION FUND, CHILDREN'S HEALTH INSURANCE PROGRAM FUND, BOARD OF CHIROPRACTIC EXAMINERS FUND, CITRUS, FRUIT AND VEGETABLE REVOLVING FUND, CLEAN WATER REVOLVING FUND, COLLECTION ENFORCEMENT REVOLVING FUND, COMMERCE AND ECONOMIC DEVELOPMENT COMMISSION FUND, COMMERCIAL FEED FUND,

1 CONFIDENTIAL INTERMEDIARY AND FIDUCIARY FUND, CONSUMER PROTECTION-CONSUMER
2 FRAUD REVOLVING FUND, CORRECTIONS FUND, BOARD OF COSMETOLOGY FUND, CRIME
3 LABORATORY ASSESSMENT FUND, CRIME LABORATORY OPERATIONS FUND, CRIMINAL
4 JUSTICE ENHANCEMENT FUND, COURT APPOINTED SPECIAL ADVOCATE FUND, DEFENSIVE
5 DRIVING SCHOOL FUND, DENTAL BOARD FUND, ARIZONA DEOXYRIBONUCLEIC ACID
6 IDENTIFICATION SYSTEM FUND, BOARD OF DISPENSING OPTICIANS FUND, DRIVING UNDER
7 THE INFLUENCE ABATEMENT FUND, DRUG AND GANG PREVENTION RESOURCE CENTER FUND,
8 STATE EDUCATION FUND FOR COMMITTED YOUTH, STATE EDUCATION FUND FOR
9 CORRECTIONAL EDUCATION, STATE EGG INSPECTION FUND, ELECTION SYSTEMS
10 IMPROVEMENT FUND, EMERGENCY MEDICAL SERVICES OPERATING FUND, EMISSIONS
11 INSPECTION FUND, ENVIRONMENTAL LABORATORY LICENSURE REVOLVING FUND,
12 DEPARTMENT OF REVENUE ADMINISTRATIVE FUND, ARIZONA EXPOSITION AND STATE FAIR
13 FUND, FEDERAL CHILD CARE AND DEVELOPMENT FUND BLOCK GRANT, FEDERAL REED ACT
14 GRANT, FEDERAL SURPLUS MATERIALS REVOLVING FUND, FEDERAL TEMPORARY ASSISTANCE
15 FOR NEEDY FAMILIES BLOCK GRANT, FERTILIZER MATERIALS FUND, BOARD OF FUNERAL
16 DIRECTORS' AND EMBALMERS' FUND, GAME AND FISH FUND, GAME, NONGAME, FISH AND
17 ENDANGERED SPECIES FUND, HAZARDOUS WASTE MANAGEMENT FUND, HEALTHCARE GROUP
18 FUND, HEARING AND SPEECH PROFESSIONALS FUND, STATE HIGHWAY FUND, ARIZONA
19 HIGHWAY PATROL FUND, HIGHWAY USER REVENUE FUND, HIGHWAY USER REVENUE FUND
20 FEES, BOARD OF HOMEOPATHIC AND INTEGRATED MEDICINE EXAMINERS' FUND, HOUSING
21 TRUST FUND, DHS INDIRECT COST FUND, ADEQ INDIRECT COST RECOVERY FUND,
22 INDUSTRIAL COMMISSION ADMINISTRATIVE FUND, INFORMATION TECHNOLOGY FUND,
23 INTERAGENCY SERVICE AGREEMENTS FUND, INTERGOVERNMENTAL AGREEMENTS AND GRANTS,
24 INVESTMENT MANAGEMENT REGULATORY AND ENFORCEMENT FUND, JUDICIAL COLLECTION
25 ENHANCEMENT FUND, LAND CONSERVATION FUND ADMINISTRATION ACCOUNT, LIABILITY
26 SET-OFF FUND, LONG-TERM CARE SYSTEM FUND, LONG-TERM DISABILITY ADMINISTRATION
27 ACCOUNT, STATE LOTTERY FUND, ARIZONA MEDICAL BOARD FUND, MINERS' HOSPITAL
28 FUND, MOTOR VEHICLE LIABILITY INSURANCE ENFORCEMENT FUND, MOTOR VEHICLE POOL
29 REVOLVING FUND, NATUROPATHIC PHYSICIANS MEDICAL BOARD FUND, NEWBORN SCREENING
30 PROGRAM FUND, BOARD OF NURSING FUND, NURSING CARE INSTITUTION ADMINISTRATORS'
31 LICENSING AND ASSISTED LIVING FACILITY MANAGERS' CERTIFICATION FUND,
32 OCCUPATIONAL THERAPY FUND, OIL OVERCHARGE FUND, BOARD OF OPTOMETRY FUND,
33 BOARD OF OSTEOPATHIC EXAMINERS FUND, STATE PARKS ENHANCEMENT FUND,
34 PENITENTIARY LAND FUND, PERSONNEL BOARD ACCOUNT OF THE PERSONNEL DIVISION
35 FUND, PERSONNEL DIVISION FUND, PEST MANAGEMENT FUND, PESTICIDE FUND, ARIZONA
36 STATE BOARD OF PHARMACY FUND, BOARD OF PHYSICAL THERAPY FUND, PODIATRY FUND,
37 POSTSECONDARY EDUCATION FUND, PRISON CONSTRUCTION AND OPERATIONS FUND, BOARD
38 FOR PRIVATE POSTSECONDARY EDUCATION FUND, PROFESSIONAL EMPLOYER ORGANIZATION
39 FUND, ARIZONA PROTECTED NATIVE PLANT FUND, BOARD OF PSYCHOLOGIST EXAMINERS
40 FUND, PUBLIC ACCESS FUND, PUBLIC ASSISTANCE COLLECTIONS FUND, STATE
41 RADIOLOGIC TECHNOLOGIST CERTIFICATION FUND, RECORDS SERVICES FUND, RECYCLING
42 FUND, REGISTRAR OF CONTRACTORS FUND, RESERVATION SURCHARGE REVOLVING FUND,
43 RESIDENTIAL UTILITY CONSUMER OFFICE REVOLVING FUND, BOARD OF RESPIRATORY CARE
44 EXAMINERS FUND, STATE RETIREMENT SYSTEM ADMINISTRATION ACCOUNT, RISK
45 MANAGEMENT REVOLVING FUND, SAFETY ENFORCEMENT AND TRANSPORTATION
46 INFRASTRUCTURE FUND, ARIZONA STATE SCHOOLS FOR THE DEAF AND THE BLIND FUND,
47 SECURITIES REGULATORY AND ENFORCEMENT FUND, SEED LAW FUND, SOLID WASTE FEE
48 FUND, SPECIAL ADMINISTRATION FUND, SPECIAL EMPLOYEE HEALTH INSURANCE TRUST

1 FUND, SPECIAL SERVICES REVOLVING FUND, SPINAL AND HEAD INJURIES TRUST FUND,
2 STATE AID TO THE COURTS FUND, ARIZONA STATE HOSPITAL FUND, STATE SURPLUS
3 MATERIALS REVOLVING FUND, SUBSTANCE ABUSE SERVICES FUND, TEACHER
4 CERTIFICATION FUND, TECHNICAL REGISTRATION FUND, TELECOMMUNICATIONS FUND,
5 TELECOMMUNICATION FUND FOR THE DEAF, TOBACCO TAX AND HEALTH CARE FUND,
6 TRANSPORTATION DEPARTMENT EQUIPMENT FUND, TRIBAL-STATE COMPACT FUND, USED OIL
7 FUND, UTILITY REGULATION REVOLVING FUND, VEHICLE INSPECTION AND TITLE
8 ENFORCEMENT FUND, STATE VETERANS' CONSERVATORSHIP FUND, STATE HOME FOR
9 VETERANS' TRUST FUND, VETERINARY MEDICAL EXAMINING BOARD FUND, VICTIMS'
10 RIGHTS FUND, VITAL RECORDS ELECTRONIC SYSTEMS FUND, WATERCRAFT LICENSING
11 FUND, WATERFOWL CONSERVATION FUND, WATER QUALITY FEE FUND AND WORKFORCE
12 INVESTMENT ACT GRANT.

13 State employee health insurance adjustments

14 ~~The amount appropriated for state employee health insurance adjustments~~
15 ~~shall be deposited in the special employee health insurance trust fund for~~
16 ~~fiscal year 2009-2010 increases in the employer share of state employee~~
17 ~~health insurance premiums.~~ THE AMOUNT APPROPRIATED FOR STATE EMPLOYEE HEALTH
18 INSURANCE CONTRIBUTION ADJUSTMENTS SHALL BE FOR FISCAL YEAR 2009-2010
19 INCREASES IN THE EMPLOYER SHARE OF STATE EMPLOYEE HEALTH INSURANCE
20 CONTRIBUTIONS. THE JOINT LEGISLATIVE BUDGET COMMITTEE STAFF SHALL DETERMINE
21 AND THE DEPARTMENT OF ADMINISTRATION SHALL ALLOCATE TO EACH AGENCY'S OR
22 DEPARTMENT'S EMPLOYEE-RELATED EXPENDITURES AN AMOUNT FOR THE EMPLOYER SHARE
23 OF THE EMPLOYEE HEALTH INSURANCE ADJUSTMENTS. THE JOINT LEGISLATIVE BUDGET
24 COMMITTEE STAFF SHALL ALSO DETERMINE AND THE DEPARTMENT OF ADMINISTRATION
25 SHALL ALLOCATE ADJUSTMENTS, AS NECESSARY, IN EXPENDITURE AUTHORITY TO ALLOW
26 IMPLEMENTATION OF STATE EMPLOYEE HEALTH INSURANCE ADJUSTMENTS.

27 Sec. 51. Senate Bill 1188, section 132, forty-ninth legislature, first
28 regular session, as transmitted to the governor, is amended to read:

29 Sec. 132. Interim reporting requirements

30 A. State general fund revenue for fiscal year 2008-2009, not including
31 the beginning balance and including one-time revenues, is forecasted to be
32 ~~\$8,403,873,200~~ \$8,404,873,200.

33 B. State general fund revenue for fiscal year 2009-2010, not including
34 the beginning balance and including one-time revenues, is forecasted to be
35 ~~\$8,224,391,100~~ \$8,407,472,500.

36 C. The executive branch shall provide to the joint legislative budget
37 committee a preliminary estimate of the fiscal year 2008-2009 state general
38 fund ending balance by September 15, 2009. The preliminary estimate of the
39 fiscal year 2009-2010 state general fund ending balance shall be provided by
40 September 15, 2010. The estimate shall include projections of total
41 revenues, total expenditures and ending balance. The department of
42 administration shall continue to provide the final report for the fiscal year
43 in its annual financial report pursuant to section 35-131, Arizona Revised
44 Statutes.

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

Sec. 52. OFFICE OF EQUAL OPPORTUNITY

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

Sec. 53. ARIZONA COMMISSION OF INDIAN AFFAIRS

		<u>2009-10</u>
FTE positions		3.0
Lump sum appropriation	\$	126,600
Fund sources:		
State general fund	\$	126,600

Sec. 54. Arizona water banking fund; interest; transfer

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

Sec. 55. Department of economic security; appropriation reduction for fiscal year 2009-2010

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

Sec. 56. Arizona judiciary; full-time equivalent positions; appropriation

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

Sec. 57. Fiscal year 2009-2010 conditional appropriations

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

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

6 1. Fifty per cent of the amount of the difference shall be allocated
7 to reduce the required net available proceeds of lease-purchase finance
8 agreements by the department of administration in consultation with the state
9 department of corrections in fiscal year 2009-2010, not to exceed
10 \$217,000,000.

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

14 (a) To the department of education for basic state aid that would have
15 otherwise been apportioned to school districts statewide for fiscal year
16 2009-2010 for the soft capital allocation prescribed in section 15-962,
17 Arizona Revised Statutes, not to exceed \$175,000,000.

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

22 (c) To cities and towns that receive vehicle license tax monies
23 pursuant to section 28-5808, subsection A, paragraph 2, subdivision (c) and
24 subsection B, paragraph 2, subdivision (c), Arizona Revised Statutes, and
25 that are required to distribute a portion of those monies in fiscal year
26 2009-2010 to local school districts, distributed based on the cities' and
27 towns' relative population and not to exceed \$22,000,000.

28 (d) To the department of economic security for the state general fund
29 appropriation reduction specified in section 55 of this act, not to exceed
30 \$15,000,000.

31 C. On or before December 15, 2009, the directors of the joint
32 legislative budget committee and the governor's office of strategic planning
33 and budgeting shall jointly notify the governor, the president of the senate
34 and the speaker of the house of representatives whether the amount projected
35 pursuant to subsection A of this section exceeds all budgeted state general
36 fund revenues, not including the beginning balance, for fiscal year
37 2009-2010, including one-time revenues and, if so, the total excess amount.

38 D. If the report in subsection C of this section indicates a total
39 excess amount of revenues, by December 25, 2009, the governor shall issue a
40 public notice stating the amounts appropriated from the state general fund or
41 allocated to reducing net available proceeds from lease-purchase financing at
42 the levels indicated and for the purposes provided in subsection B, paragraph
43 2 of this section.

1 Sec. 58. Conditional enactment
2 This act does not become effective unless Senate Bill 1188, forty-ninth
3 legislature, first regular session, relating to making transfers and
4 appropriations for the different departments of the state, for state
5 institutions and for public schools, becomes law."
6 Amend title to conform

JOHN KAVANAGH

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