

REFERENCE TITLE: **general appropriations act; 2021-2022**

State of Arizona
Senate
Fifty-fifth Legislature
First Regular Session
2021

SB 1823

Introduced by
Senators Fann: Borrelli, Gowan, Gray, Leach (with permission of Committee
on Rules)

AN ACT

APPROPRIATING MONIES.

(TEXT OF BILL BEGINS ON NEXT PAGE)

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

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

7 Sec. 2. ARIZONA STATE BOARD OF ACCOUNTANCY

| | | |
|----|---------------------------|----------------|
| 8 | | <u>2021-22</u> |
| 9 | FTE positions | 14.0 |
| 10 | Lump sum appropriation | \$ 2,098,500 |
| 11 | Fund sources: | |
| 12 | Board of accountancy fund | \$ 2,098,500 |

13 Sec. 3. ACUPUNCTURE BOARD OF EXAMINERS

| | | |
|----|--------------------------------|----------------|
| 14 | | <u>2021-22</u> |
| 15 | FTE positions | 1.0 |
| 16 | Lump sum appropriation | \$ 180,700 |
| 17 | Fund sources: | |
| 18 | Acupuncture board of examiners | |
| 19 | fund | \$ 180,700 |

20 Sec. 4. DEPARTMENT OF ADMINISTRATION

| | | |
|----|----------------------------------|----------------|
| 21 | | <u>2021-22</u> |
| 22 | FTE positions | 551.1 |
| 23 | Operating lump sum appropriation | \$ 88,738,900 |
| 24 | Utilities | 7,649,900 |
| 25 | Hoteling pilot program | 375,900 |
| 26 | Arizona financial information | |
| 27 | system | 11,549,100 |
| 28 | Enduring freedom memorial repair | 21,500 |
| 29 | Risk management administrative | |
| 30 | expenses | 9,294,300 |
| 31 | Risk management losses and | |
| 32 | premiums | 48,396,100 |
| 33 | Workers' compensation losses | |
| 34 | and premiums | 31,171,600 |
| 35 | Statewide information security | |
| 36 | and privacy operations and | |
| 37 | controls | 6,423,600 |
| 38 | Information technology project | |
| 39 | management and oversight | 1,562,600 |
| 40 | State surplus property sales | |
| 41 | agency proceeds | 1,810,000 |

| | | |
|----|-------------------------------------|------------------|
| 1 | Southwest defense contracts | 25,000 |
| 2 | K-12 transportation grants | 10,000,000 |
| 3 | Government transformation office | <u>2,076,800</u> |
| 4 | Total appropriation – department of | |
| 5 | administration | \$219,095,300 |
| 6 | Fund sources: | |
| 7 | State general fund | \$ 18,609,900 |
| 8 | Air quality fund | 927,300 |
| 9 | Arizona financial information | |
| 10 | system collections fund | 11,549,100 |
| 11 | Automation operations fund | 31,275,400 |
| 12 | Capitol mall consolidation fund | 375,900 |
| 13 | Capital outlay stabilization fund | 18,749,800 |
| 14 | Corrections fund | 593,000 |
| 15 | Federal surplus materials revolving | |
| 16 | fund | 467,400 |
| 17 | Information technology fund | 8,566,400 |
| 18 | Personnel division fund | 13,056,800 |
| 19 | Risk management revolving fund | 96,879,000 |
| 20 | State monument and memorial | |
| 21 | repair fund | 21,500 |
| 22 | Special employee health insurance | |
| 23 | trust fund | 5,449,100 |
| 24 | Special services revolving fund | 1,172,800 |
| 25 | State surplus materials revolving | |
| 26 | fund | 3,003,200 |
| 27 | State web portal fund | 6,705,100 |
| 28 | Telecommunications fund | 1,693,600 |

29 The amount appropriated for southwest defense contracts shall be
 30 distributed to a nonprofit organization that advocates for preserving and
 31 enhancing critical defense missions and assets in the southwestern United
 32 States.

33 The appropriation from the automation operations fund established by
 34 section 41-711, Arizona Revised Statutes, is an estimate representing all
 35 monies, including balance forward, revenues and transfers during fiscal
 36 year 2021-2022. These monies are appropriated to the department of
 37 administration for the purposes established in section 41-711, Arizona
 38 Revised Statutes. The appropriation is adjusted as necessary to reflect
 39 monies credited to the automation operations fund for automation operation
 40 center projects. Before spending any automation operations fund monies in
 41 excess of \$31,275,400 in fiscal year 2021-2022, the department shall
 42 report the intended use of the monies to the joint legislative budget
 43 committee.

On or before September 1, 2022, the department shall submit a report for review by the joint legislative budget committee on the results of pilot projects implemented in fiscal year 2021-2022 for the state employee public transportation service reimbursements pursuant to section 41-710.01, Arizona Revised Statutes, in a vehicle emissions control area as defined in section 49-541, Arizona Revised Statutes, of a county with a population of more than four hundred thousand persons.

All state surplus materials revolving fund monies received by the department of administration in excess of \$3,003,200 in fiscal year 2021-2022 are appropriated to the department. Before spending state surplus materials revolving fund monies in excess of \$3,003,200 in fiscal year 2021-2022, the department shall report the intended use of the monies to the joint legislative budget committee.

The amount appropriated for the hoteling pilot program line item in fiscal year 2021-2022 is exempt from the provisions of section 35-190, Arizona Revised Statutes, relating to lapsing of appropriations, until June 30, 2023.

Of the amount appropriated for the Arizona financial information system line item in fiscal year 2021-2022, \$2,000,000 is exempt from the provisions of section 35-190, Arizona Revised Statutes, relating to lapsing of appropriations, until June 30, 2023.

The department may charge state agencies not more than \$10.42 per user per month for the statewide email and calendar service.

Sec. 5. OFFICE OF ADMINISTRATIVE HEARINGS

| | | |
|------------------------|----|----------------|
| | | <u>2021-22</u> |
| FTE positions | | 12.0 |
| Lump sum appropriation | \$ | 921,500 |
| Fund sources: | | |
| State general fund | \$ | 921,500 |

Sec. 6. ARIZONA COMMISSION OF AFRICAN-AMERICAN AFFAIRS

| | | |
|------------------------|----|----------------|
| | | <u>2021-22</u> |
| FTE positions | | 3.0 |
| Lump sum appropriation | \$ | 133,200 |
| Fund sources: | | |
| State general fund | \$ | 133,200 |

Sec. 7. ARIZONA DEPARTMENT OF AGRICULTURE

| | | |
|---|----|----------------|
| | | <u>2021-22</u> |
| FTE positions | | 209.9 |
| Operating lump sum appropriation | \$ | 17,985,500 |
| Agricultural employment relations board | | 23,300 |
| Animal damage control | | 65,000 |

| | | |
|----|---|-------------------|
| 1 | Red imported fire ant control | 23,200 |
| 2 | Agricultural consulting and | |
| 3 | training | <u>128,500</u> |
| 4 | Total appropriation – Arizona department | |
| 5 | of agriculture | \$ 18,225,500 |
| 6 | Fund sources: | |
| 7 | State general fund | \$ 16,726,400 |
| 8 | Air quality fund | 1,499,100 |
| 9 | Sec. 8. ARIZONA HEALTH CARE COST CONTAINMENT SYSTEM | |
| 10 | | <u>2021-22</u> |
| 11 | FTE positions | 2,348.3 |
| 12 | Operating lump sum appropriation \$ | 112,240,600 |
| 13 | <u>Administration</u> | |
| 14 | ADOA data center | 19,325,800 |
| 15 | DES eligibility | 88,874,500 |
| 16 | Proposition 204 – AHCCCS | |
| 17 | administration | 13,964,300 |
| 18 | Proposition 204 – DES eligibility | 44,358,700 |
| 19 | <u>Medicaid services</u> | |
| 20 | Traditional medicaid services | 6,858,335,700 |
| 21 | Proposition 204 services | 6,504,234,100 |
| 22 | Adult expansion services | 1,569,961,900 |
| 23 | Comprehensive medical and | |
| 24 | dental program | 227,089,300 |
| 25 | KidsCare services | 141,691,200 |
| 26 | ALTCS services | 2,022,877,700 |
| 27 | Behavioral health services | |
| 28 | in schools | 10,003,300 |
| 29 | <u>Nonmedicaid behavioral health services</u> | |
| 30 | Crisis services | 16,391,300 |
| 31 | Nonmedicaid seriously mentally | |
| 32 | ill services | 77,646,900 |
| 33 | Supported housing | 65,324,800 |
| 34 | Onetime substance use disorder | |
| 35 | services fund deposit | 6,000,000 |
| 36 | <u>Hospital payments</u> | |
| 37 | Disproportionate share payments | 5,087,100 |
| 38 | Disproportionate share payments – | |
| 39 | voluntary match | 48,666,500 |
| 40 | Rural hospitals | 28,612,400 |
| 41 | Graduate medical education | 351,322,800 |
| 42 | Targeted investments program | <u>50,000,000</u> |
| 43 | Total appropriation and expenditure | |
| 44 | authority – Arizona health | |
| 45 | care cost containment system | \$18,262,008,900 |

Fund sources:

| | |
|---|------------------|
| State general fund | \$ 1,916,287,300 |
| Budget neutrality compliance fund | 4,076,200 |
| Children's health insurance program fund | 117,754,900 |
| Prescription drug rebate fund – state | 175,237,600 |
| Seriously mentally ill housing trust fund | 200,000 |
| Substance abuse services fund | 2,250,200 |
| Tobacco products tax fund – emergency health services account | 17,921,600 |
| Tobacco tax and health care fund – medically needy account | 69,002,100 |
| Expenditure authority | 15,959,279,000 |

Operating budget

The amount appropriated for the DES eligibility line item shall be used for intergovernmental agreements with the department of economic security for eligibility determination and other functions. The state general fund share may be used for eligibility determination for other programs administered by the division of benefits and medical eligibility based on the results of the Arizona random moment sampling survey.

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

Of the amount appropriated for the operating lump sum, \$100,000 shall be used for a suicide prevention coordinator to assist school districts and charter schools in suicide prevention efforts. The Arizona health care cost containment system administration, in consultation with the department of education, shall report to the governor, the president of the senate, the speaker of the house of representatives, the director of the joint legislative budget committee and the director of the governor's office of strategic planning and budgeting on or before September 1, 2022 on the suicide prevention coordinator's accomplishments in fiscal year 2021-2022.

Medical services and behavioral health services

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

The Arizona health care cost containment system administration shall report to the joint legislative budget committee on or before March 1, 2022 on preliminary actuarial estimates of the capitation rate changes for

1 the following fiscal year along with the reasons for the estimated
2 changes. For any actuarial estimates that include a range, the total
3 range from minimum to maximum may not be more than two percent. Before
4 implementing any changes in capitation rates, the administration shall
5 report its expenditure plan for review by the joint legislative budget
6 committee. Before the administration implements any change in policy
7 affecting the amount, sufficiency, duration and scope of health care
8 services and who may provide services, the administration shall prepare a
9 fiscal impact analysis on the potential effects of this change on the
10 following year's capitation rates. If the fiscal impact analysis
11 demonstrates that this change will result in additional state costs of
12 \$500,000 or more for any fiscal year, the administration shall submit the
13 policy change for review by the joint legislative budget committee.

14 The legislature intends that the percentage attributable to
15 administration and profit for the regional behavioral health authorities
16 be nine percent of the overall capitation rate.

17 The Arizona health care cost containment system administration shall
18 transfer up to \$1,200,000 from the traditional medicaid services line item
19 for fiscal year 2021-2022 to the attorney general for costs associated
20 with e-cigarette enforcement and tobacco settlement litigation.

21 The Arizona health care cost containment system administration shall
22 transfer \$836,000 from the traditional medicaid services line item for
23 fiscal year 2021-2022 to the department of revenue for enforcement costs
24 associated with the March 13, 2013 master settlement agreement with
25 tobacco companies.

26 On or before June 30, 2022, the Arizona health care cost containment
27 system administration shall report to the joint legislative budget
28 committee on the progress in implementing the Arnold v. Sarn lawsuit
29 settlement. The report shall include, at a minimum, the administration's
30 progress toward meeting all criteria specified in the 2014 joint
31 stipulation, including the development and estimated cost of additional
32 behavioral health service capacity in Maricopa county for supported
33 housing services for 1,200 class members, supported employment services
34 for 750 class members, eight assertive community treatment teams and
35 consumer operated services for 1,500 class members. The administration
36 shall also report by fund source the amounts it plans to use to pay for
37 expanded services.

38 On or before September 30, 2022, the Arizona health care cost
39 containment system administration shall report to the joint legislative
40 budget committee on its progress in implementing services specified in the
41 housing and health opportunities section 1115 waiver amendment. The
42 report shall include, at a minimum, the types of services provided for
43 eligible AHCCCS members, expenditures by service category, the number of
44 members receiving services by eligibility category, the number of members
45 waitlisted for housing services and progress toward achieving program

1 outcomes, including changes in hospital utilization rates and utilization
2 of primary care and preventive health services.

3 The appropriated amount for the supported housing line item includes
4 \$60,000,000 of federal medicaid expenditure authority. If the
5 administration's housing and health opportunities section 1115 waiver
6 amendment is denied federal approval, the amount of \$60,000,000 of federal
7 medicaid expenditure authority is reduced from the supported housing line
8 item appropriation.

9 Long-term care

10 Any federal monies that the Arizona health care cost containment
11 system administration passes through to the department of economic
12 security for use in long-term care for persons with developmental
13 disabilities do not count against the long-term care expenditure
14 authority.

15 Pursuant to section 11-292, subsection B, Arizona Revised Statutes,
16 the county portion of the fiscal year 2021-2022 nonfederal costs of
17 providing long-term care system services is \$283,194,000. This amount is
18 included in the expenditure authority fund source.

19 Any supplemental payments received in excess of \$109,928,700 for
20 nursing facilities that serve Arizona long-term care system medicaid
21 patients in fiscal year 2021-2022, including any federal matching monies,
22 by the Arizona health care cost containment system administration are
23 appropriated to the administration in fiscal year 2021-2022. Before
24 spending these increased monies, the administration shall notify the joint
25 legislative budget committee and the governor's office of strategic
26 planning and budgeting of the amount of monies that will be spent under
27 this provision. These payments are included in the expenditure authority
28 fund source.

29 Payments to hospitals

30 The \$5,087,100 appropriation for disproportionate share payments for
31 fiscal year 2021-2022 made pursuant to section 36-2903.01, subsection 0,
32 Arizona Revised Statutes, includes \$4,202,300 for the Maricopa county
33 health care district and \$884,800 for private qualifying disproportionate
34 share hospitals.

35 Any monies received for disproportionate share hospital payments
36 from political subdivisions of this state, tribal governments and any
37 university under the jurisdiction of the Arizona board of regents, and any
38 federal monies used to match those payments, in fiscal year 2021-2022 by
39 the Arizona health care cost containment system administration in excess
40 of \$48,666,500 are appropriated to the administration in fiscal year
41 2021-2022. Before spending these increased monies, the administration
42 shall notify the joint legislative budget committee and the governor's
43 office of strategic planning and budgeting of the amount of monies that
44 will be spent under this provision.

1 The expenditure authority fund source includes voluntary payments
2 made from political subdivisions for payments to hospitals that operate a
3 graduate medical education program or treat low-income patients and for
4 payments to qualifying providers affiliated with teaching hospitals. The
5 political subdivision portions of the fiscal year 2021-2022 costs of
6 graduate medical education, disproportionate share payments – voluntary
7 match, traditional medicaid services, proposition 204 services and adult
8 expansion services line items are included in the expenditure authority
9 fund source.

10 Any monies for graduate medical education received in fiscal year
11 2021-2022, including any federal matching monies, by the Arizona health
12 care cost containment system administration in excess of \$351,322,200 are
13 appropriated to the administration in fiscal year 2021-2022. Before
14 spending these increased monies, the administration shall notify the joint
15 legislative budget committee and the governor's office of strategic
16 planning and budgeting of the amount of monies that will be spent under
17 this provision.

18 Notwithstanding section 36-2903.01, subsection G, paragraph 9,
19 subdivisions (a), (b) and (c), Arizona Revised Statutes, the amount for
20 graduate medical education includes \$3,333,400 from the state general fund
21 and \$7,782,600 from expenditure authority for the direct and indirect
22 costs of graduate medical education programs located in a county with a
23 population of less than five hundred thousand persons. The state general
24 fund amount may supplement, but not supplant, voluntary payments made from
25 political subdivisions for payments to hospitals that operate a graduate
26 medical education program. The administration shall prioritize
27 distribution to programs at hospitals in counties with a higher percentage
28 of persons residing in a health professional shortage area as defined in
29 42 Code of Federal Regulations part 5.

30 Notwithstanding section 36-2903.01, subsection G, paragraph 9,
31 subdivisions (a), (b) and (c), Arizona Revised Statutes, the amount for
32 graduate medical education includes \$2,666,600 from the state general fund
33 and \$6,225,700 from expenditure authority for the direct and indirect
34 costs of graduate medical education programs located in a county with a
35 population of more than five hundred thousand persons. The state general
36 fund amount may supplement, but not supplant, voluntary payments made from
37 political subdivisions for payments to hospitals that operate a graduate
38 medical education program. The administration shall prioritize
39 distribution to programs at hospitals in counties with a higher percentage
40 of persons residing in a health professional shortage area as defined in
41 42 Code of Federal Regulations part 5.

42 Monies appropriated for graduate medical education in this section
43 are exempt from the provisions of section 35-190, Arizona Revised
44 Statutes, relating to lapsing of appropriations, until June 30, 2022.

1 Other

2 On or before July 1, 2022, the Arizona health care cost containment
3 system administration shall report to the director of the joint
4 legislative budget committee the total amount of medicaid reconciliation
5 payments and penalties received on or before that date since July 1, 2021.

6 The nonappropriated portion of the prescription drug rebate fund
7 established by section 36-2930, Arizona Revised Statutes, is included in
8 the federal portion of the expenditure authority fund source.

9 Sec. 9. BOARD OF ATHLETIC TRAINING

| | | |
|--|------------------------|----------------|
| | | <u>2021-22</u> |
| | FTE positions | 1.5 |
| | Lump sum appropriation | \$ 130,500 |
| | Fund sources: | |

| | | |
|--|------------------------|------------|
| | Athletic training fund | \$ 130,500 |
|--|------------------------|------------|

15 Sec. 10. ATTORNEY GENERAL – DEPARTMENT OF LAW

| | | |
|--|------------------------------------|----------------|
| | | <u>2021-22</u> |
| | FTE positions | 615.7 |
| | Operating lump sum appropriation | \$ 55,707,300 |
| | Attorney stipend/retention bonus | 2,000,000 |
| | Capital postconviction prosecution | 824,800 |
| | Child and family advocacy centers | 600,000 |
| | Criminal division major fraud unit | 1,139,000 |
| | Internet crimes against children | |
| | enforcement | 1,250,000 |
| | Expert witness and outside counsel | 1,200,000 |
| | Federalism unit | 1,248,900 |
| | Government accountability and | |
| | special litigation | 1,252,000 |
| | Risk management interagency | |
| | service agreement | 9,927,300 |
| | State grand jury | 185,200 |
| | Southern Arizona law enforcement | 1,571,300 |
| | Technology company antitrust | 1,000,000 |
| | Tobacco enforcement | 834,200 |
| | Victims' rights | 3,783,300 |
| | Voter fraud unit | <u>530,000</u> |

| | | |
|--|--|---------------|
| | Total appropriation – attorney general – | |
| | department of law | \$ 83,053,300 |

| | | |
|--|---------------------------------|---------------|
| | Fund sources: | |
| | State general fund | \$ 25,326,000 |
| | Antitrust enforcement revolving | |
| | fund | 1,152,500 |
| | Attorney general legal services | |
| | cost allocation fund | 2,166,600 |

| | | |
|---|-------------------------------------|------------|
| 1 | Collection enforcement revolving | |
| 2 | fund | 7,132,700 |
| 3 | Consumer protection-consumer | |
| 4 | fraud revolving fund | 15,184,400 |
| 5 | Interagency service agreements fund | 16,980,500 |
| 6 | Internet crimes against children | |
| 7 | enforcement fund | 900,000 |
| 8 | Risk management revolving fund | 10,427,300 |
| 9 | Victims' rights fund | 3,783,300 |

10 All monies appropriated to the attorney general legal services line
 11 item in the department of child safety budget do not count toward the
 12 attorney general's interagency service agreements fund appropriation in
 13 fiscal year 2021-2022.

14 Within ten days after receiving a complaint alleging a violation of
 15 section 15-511, Arizona Revised Statutes, the attorney general shall
 16 forward a copy of the complaint to the governor, the president of the
 17 senate and the speaker of the house of representatives.

18 The amount appropriated for the child and family advocacy centers
 19 line item is allocated to the child and family advocacy center fund
 20 established by section 41-191.11, Arizona Revised Statutes.

21 The \$900,000 appropriation from the internet crimes against children
 22 enforcement fund established by section 41-199, Arizona Revised Statutes,
 23 and the \$350,000 appropriation from the state general fund for the
 24 internet crimes against children enforcement line item are continuing
 25 appropriations and are exempt from the provisions of section 35-190,
 26 Arizona Revised Statutes, relating to lapsing of appropriations, until
 27 June 30, 2023.

28 The \$1,000,000 appropriation for the technology company antitrust
 29 line item shall be used to employ or retain attorneys to investigate and
 30 pursue enforcement actions against technology companies that engage in
 31 anticompetitive, anticonsumer or monopolistic behavior and is exempt from
 32 the provisions of section 35-190, Arizona Revised Statutes, relating to
 33 lapsing of appropriations.

34 Sec. 11. BOARD OF BARBERS

| | | |
|----|------------------------|----------------|
| 35 | | <u>2021-22</u> |
| 36 | FTE positions | 4.0 |
| 37 | Lump sum appropriation | \$ 419,200 |

38 Fund sources:

| | | |
|----|-----------------------|------------|
| 39 | Board of barbers fund | \$ 419,200 |
|----|-----------------------|------------|

40 Sec. 12. BOARD OF BEHAVIORAL HEALTH EXAMINERS

| | | |
|----|------------------------|----------------|
| 41 | | <u>2021-22</u> |
| 42 | FTE positions | 17.0 |
| 43 | Lump sum appropriation | \$ 1,818,200 |

| | | |
|----|--|----------------|
| 1 | Fund sources: | |
| 2 | Board of behavioral health | |
| 3 | examiners fund | \$ 1,818,200 |
| 4 | Sec. 13. STATE BOARD FOR CHARTER SCHOOLS | |
| 5 | | <u>2021-22</u> |
| 6 | FTE positions | 24.0 |
| 7 | Lump sum appropriation | \$ 2,152,100 |
| 8 | Fund sources: | |
| 9 | State general fund | \$ 2,152,100 |
| 10 | Sec. 14. DEPARTMENT OF CHILD SAFETY | |
| 11 | | <u>2021-22</u> |
| 12 | FTE positions | 3,203.1 |
| 13 | Operating lump sum appropriation | \$113,172,200 |
| 14 | <u>Additional operating resources</u> | |
| 15 | Attorney general legal services | 25,522,800 |
| 16 | Caseworkers | 113,949,000 |
| 17 | General counsel | 161,700 |
| 18 | Inspections bureau | 2,548,300 |
| 19 | New case aides | 3,305,900 |
| 20 | Office of child welfare | |
| 21 | investigations | 9,964,800 |
| 22 | Records retention staff | 600,000 |
| 23 | Training resources | 9,150,000 |
| 24 | <u>Out-of-home placements</u> | |
| 25 | Congregate group care | 114,927,100 |
| 26 | Extended foster care | 14,437,200 |
| 27 | Foster home placement | 51,929,500 |
| 28 | Foster home recruitment, | |
| 29 | study and supervision | 32,753,600 |
| 30 | Kinship care | 5,000,000 |
| 31 | <u>Permanent placements</u> | |
| 32 | Adoption services | 278,258,500 |
| 33 | Permanent guardianship subsidy | 12,516,900 |
| 34 | <u>Support services</u> | |
| 35 | DCS child care subsidy | 152,075,400 |
| 36 | In-home mitigation | 28,988,100 |
| 37 | Out-of-home support services | 116,164,000 |
| 38 | Preventive services | 15,148,300 |
| 39 | <u>Comprehensive health plan</u> | |
| 40 | Comprehensive health plan services | 197,055,400 |
| 41 | Comprehensive health plan | |
| 42 | administration | 29,862,500 |
| 43 | Comprehensive health plan | |
| 44 | premium tax | 4,405,100 |

| | | |
|----|-------------------------------------|------------------|
| 1 | Total appropriation and expenditure | |
| 2 | authority – department of | |
| 3 | child safety | \$ 1,331,896,300 |
| 4 | Fund sources: | |
| 5 | State general fund | \$ 408,432,200 |
| 6 | Federal child care and | |
| 7 | development fund block grant | 130,916,000 |
| 8 | Federal temporary assistance for | |
| 9 | needy families block grant | 159,091,100 |
| 10 | Child abuse prevention fund | 1,459,300 |
| 11 | Children and family services | |
| 12 | training program fund | 217,000 |
| 13 | Child safety expenditure authority | 630,838,800 |
| 14 | Child welfare licensing fee fund | 941,900 |

15 Additional operating resources

16 The department of child safety shall provide training to any new
 17 child safety FTE positions before assigning any client caseload duties to
 18 any of these employees.

19 The legislature intends that the department of child safety use its
 20 funding to achieve a one hundred percent investigation rate.

21 All expenditures made by the department of child safety for attorney
 22 general legal services shall be funded only from the attorney general
 23 legal services line item. Monies in department of child safety line items
 24 intended for this purpose shall be transferred to the attorney general
 25 legal services line item before expenditure.

26 Of the amount appropriated for the DCS child care subsidy line item,
 27 a total of \$90,400,000 from the federal child care and development fund
 28 block grant is exempt from the provisions of section 35-190, Arizona
 29 Revised Statutes, relating to lapsing of appropriations.

30 Out-of-home placements

31 The department of child safety may transfer up to ten percent of the
 32 total amount of federal temporary assistance for needy families block
 33 grant monies appropriated to the department of economic security and the
 34 department of child safety to the social services block grant. Before
 35 transferring federal temporary assistance for needy families block grant
 36 monies to the social services block grant, the department of child safety
 37 shall report the proposed amount of the transfer to the director of the
 38 joint legislative budget committee. This report may be in the form of an
 39 expenditure plan that is submitted at the beginning of the fiscal year and
 40 updated, if necessary, throughout the fiscal year.

41 The amount appropriated for kinship care shall be used for a stipend
 42 of \$75 per month for a relative caretaker, including a grandparent, any
 43 level of great-grandparent or any nongrandparent relative, or a caretaker
 44 of fictive kinship, if a dependent child is placed in the care of a
 45 relative caretaker or caretaker of fictive kinship pursuant to department

guidelines. The department shall provide the stipend on behalf of all children placed with an unlicensed kinship foster care parent. The unlicensed kinship foster care parent is not required to file an application to receive the stipend. Before changing the eligibility for the program or the amount of the stipend, the department shall submit a report for review by the joint legislative budget committee detailing the proposed changes.

Departmentwide

The amount appropriated for any line item may not be transferred to another line item or to the operating budget unless the transfer is reviewed by the joint legislative budget committee, except that transfers between any two line items relating to the comprehensive health plan are not subject to review.

Child safety expenditure authority includes all department funding sources excluding the state general fund, the federal child care and development fund block grant, the federal temporary assistance for needy families block grant, the child abuse prevention fund and the children and family services training program fund.

On or before December 1, 2021, the department of child safety shall submit a report to the joint legislative budget committee on the department's efforts to implement the family first prevention services act of 2018. The report shall quantify the department's efforts in at least the following areas, including any associated fiscal impacts:

1. Reducing the number of children placed for more than two weeks in congregate care settings, excluding qualified residential treatment programs, facilities for pregnant and parenting youth, supervised independent living and specialized programs for victims of sex trafficking.

2. Assisting congregate care providers in attaining status as qualified residential treatment programs.

3. Identifying alternative placements, including therapeutic foster homes, for children who would otherwise be placed in congregate care.

4. Expanding evidence-based, in-home parent skill-based programs and mental health and substance abuse prevention and treatment services.

Benchmarks

For the purposes of this section, "backlog case":

1. Means any nonactive case for which documentation has not been entered in the child welfare automated system for at least sixty days and for which services have not been authorized for at least sixty days and any case that has had an investigation, has been referred to another unit and has had no contact for at least sixty days.

2. Includes any case for which the investigation has been open without any documentation or contact for at least sixty days, any case involving in-home services for which there has been no contact or services authorized for at least sixty days and any case involving foster care in

1 which there has been no contact or any documentation entered in the child
2 welfare automated system for at least sixty days.

3 For the purposes of this section, "open report" means a report that
4 is under investigation or awaiting closure by a supervisor.

5 On or before December 31, 2021 and June 30, 2022, the department of
6 child safety shall present a report to the joint legislative budget
7 committee on the progress made during the previous six months in meeting
8 the caseload standard and reducing the number of backlog cases and out-of-
9 home children. Each report shall include the number of backlog cases, the
10 number of open reports, the number of out-of-home children and the
11 caseworker workload in comparison to the previous six months. Each report
12 shall provide the number of backlog cases by disposition, including the
13 number of backlog cases in the investigation phase, the number of backlog
14 cases associated with out-of-home placements and the number of backlog
15 cases associated with in-home cases.

16 To determine the caseworker workload, the department shall report
17 the number of case-carrying caseworkers at each field office and the
18 number of investigations, in-home cases and out-of-home children assigned
19 to each field office.

20 For backlog cases, the department's benchmark is 1,000 cases.

21 For open reports, the department's benchmark is fewer than 8,000
22 open reports.

23 For out-of-home children, the department's benchmark is 13,964
24 children.

25 If the department of child safety has not submitted a required
26 report within thirty days after the report is due, the director of the
27 joint legislative budget committee shall inform the general accounting
28 office of the department of administration, which shall withhold two
29 percent of the department of child safety's operating lump sum semiannual
30 budget allocation until the department of child safety submits the
31 required report.

32 Sec. 15. STATE BOARD OF CHIROPRACTIC EXAMINERS

| | | |
|----|---------------------------------|----------------|
| | | <u>2021-22</u> |
| 34 | FTE positions | 5.0 |
| 35 | Lump sum appropriation | \$ 450,600 |
| 36 | Fund sources: | |
| 37 | Board of chiropractic examiners | |
| 38 | fund | \$ 450,600 |

39 Sec. 16. ARIZONA COMMERCE AUTHORITY

| | | |
|----|----------------------------------|----------------|
| | | <u>2021-22</u> |
| 41 | Operating lump sum appropriation | \$ 10,000,000 |
| 42 | Arizona competes fund deposit | 5,500,000 |

| | | |
|----|--|------------------|
| 1 | Blockchain/wearable research | 5,000,000 |
| 2 | Frankfurt, Germany trade office | 250,000 |
| 3 | Israel trade office | 175,000 |
| 4 | Mexico trade offices | 500,000 |
| 5 | Major events fund deposit | <u>7,500,000</u> |
| 6 | Total appropriation – Arizona commerce | |
| 7 | authority | \$ 28,925,000 |
| 8 | Fund sources: | |
| 9 | State general fund | \$ 28,925,000 |
| 10 | Pursuant to section 43-409, Arizona Revised Statutes, of the amounts | |
| 11 | listed above, \$15,500,000 of the state general fund withholding tax | |
| 12 | revenues is allocated in fiscal year 2021-2022 to the Arizona commerce | |
| 13 | authority, of which \$10,000,000 is credited to the Arizona commerce | |
| 14 | authority fund established by section 41-1506, Arizona Revised Statutes, | |
| 15 | and \$5,500,000 is credited to the Arizona competes fund established by | |
| 16 | section 41-1545.01, Arizona Revised Statutes. | |
| 17 | Sec. 17. ARIZONA COMMUNITY COLLEGES | |
| 18 | | <u>2021-22</u> |
| 19 | <u>Equalization aid</u> | |
| 20 | Cochise | \$ 7,925,300 |
| 21 | Graham | 18,193,200 |
| 22 | Navajo | 9,171,000 |
| 23 | Yuma/La Paz | <u>616,700</u> |
| 24 | Total – equalization aid | \$ 35,906,200 |
| 25 | <u>Operating state aid</u> | |
| 26 | Cochise | \$ 4,373,500 |
| 27 | Coconino | 1,626,500 |
| 28 | Gila | 271,500 |
| 29 | Graham | 1,936,100 |
| 30 | Mohave | 1,205,500 |
| 31 | Navajo | 1,512,300 |
| 32 | Pinal | 1,356,500 |
| 33 | Santa Cruz | 17,100 |
| 34 | Yavapai | 590,500 |
| 35 | Yuma/La Paz | <u>2,391,900</u> |
| 36 | Total – operating state aid | \$ 15,281,400 |
| 37 | <u>STEM and workforce programs state aid</u> | |
| 38 | Cochise | \$ 928,400 |
| 39 | Coconino | 371,800 |
| 40 | Gila | 127,200 |
| 41 | Graham | 484,200 |
| 42 | Mohave | 465,700 |
| 43 | Navajo | 319,700 |
| 44 | Pinal | 96,500 |
| 45 | Santa Cruz | 29,800 |

| | | |
|----|--|------------------|
| 1 | Yavapai | 699,200 |
| 2 | Yuma/La Paz | <u>1,027,400</u> |
| 3 | Total – STEM and workforce programs | |
| 4 | state aid | \$ 4,549,900 |
| 5 | <u>Rural aid</u> | |
| 6 | Cochise | \$ 6,251,000 |
| 7 | Coconino | 1,907,300 |
| 8 | Gila | 652,300 |
| 9 | Graham | 2,483,700 |
| 10 | Mohave | 2,388,900 |
| 11 | Navajo | 1,640,200 |
| 12 | Pinal | 3,666,000 |
| 13 | Santa Cruz | 153,000 |
| 14 | Yavapai | 3,586,900 |
| 15 | Yuma/La Paz | <u>5,270,700</u> |
| 16 | Total – rural aid | \$ 28,000,000 |
| 17 | <u>Urban aid</u> | |
| 18 | Maricopa | \$ 4,000,000 |
| 19 | Pima | <u>1,000,000</u> |
| 20 | Total – urban aid | \$ 5,000,000 |
| 21 | Rural county reimbursement subsidy | \$ 1,773,800 |
| 22 | Additional Gila workforce | |
| 23 | development aid | 200,000 |
| 24 | Diné college remedial education | <u>1,000,000</u> |
| 25 | Total appropriation – Arizona community | |
| 26 | colleges | \$ 91,711,300 |
| 27 | Fund sources: | |
| 28 | State general fund | \$ 91,711,300 |
| 29 | Of the \$1,773,800 appropriated to the rural county reimbursement | |
| 30 | subsidy line item, Apache county receives \$973,800 and Greenlee county | |
| 31 | receives \$800,000. | |
| 32 | On or before October 15, 2022, the Diné college board of regents | |
| 33 | shall submit to the governor, the speaker of the house of representatives, | |
| 34 | the president of the senate, the secretary of state and the joint | |
| 35 | legislative budget committee a report that details the course completion | |
| 36 | rate for students who received remedial education during the 2021-2022 | |
| 37 | academic year. | |
| 38 | Sec. 18. REGISTRAR OF CONTRACTORS | |
| 39 | | <u>2021-22</u> |
| 40 | FTE positions | 105.6 |
| 41 | Operating lump sum appropriation | \$ 11,672,400 |
| 42 | Office of administrative hearings | |
| 43 | costs | <u>1,017,600</u> |
| 44 | Total appropriation – registrar of | |
| 45 | contractors | \$ 12,690,000 |

| | | |
|----|--|------------------|
| 1 | Fund sources: | |
| 2 | Registrar of contractors fund | \$ 12,690,000 |
| 3 | Sec. 19. CORPORATION COMMISSION | |
| 4 | | <u>2021-22</u> |
| 5 | FTE positions | 300.9 |
| 6 | Operating lump sum appropriation | \$ 27,842,400 |
| 7 | Corporation filings, same-day | |
| 8 | service | 417,700 |
| 9 | Utilities audits, studies, | |
| 10 | investigations and hearings | <u>380,000*</u> |
| 11 | Total appropriation – corporation commission | \$ 28,640,100 |
| 12 | Fund sources: | |
| 13 | State general fund | \$ 647,100 |
| 14 | Arizona arts trust fund | 52,600 |
| 15 | Investment management regulatory | |
| 16 | and enforcement fund | 745,500 |
| 17 | Public access fund | 6,976,200 |
| 18 | Securities regulatory and | |
| 19 | enforcement fund | 5,286,100 |
| 20 | Utility regulation revolving fund | 14,932,600 |
| 21 | Sec. 20. STATE DEPARTMENT OF CORRECTIONS | |
| 22 | | <u>2021-22</u> |
| 23 | FTE positions | 9,566.0 |
| 24 | Operating lump sum appropriation | \$ 917,888,200 |
| 25 | Private prison per diem | 215,012,100 |
| 26 | Community corrections | 24,429,600 |
| 27 | Inmate health care contracted | |
| 28 | services | 203,173,100 |
| 29 | Medical staffing augmentation | 15,000,000 |
| 30 | Substance abuse treatment | <u>5,000,600</u> |
| 31 | Total appropriation – state department | |
| 32 | of corrections | \$1,380,503,600 |
| 33 | Fund sources: | |
| 34 | State general fund | \$1,327,159,000 |
| 35 | State education fund for | |
| 36 | correctional education | 769,600 |
| 37 | Alcohol abuse treatment fund | 555,500 |
| 38 | Penitentiary land fund | 2,804,000 |
| 39 | State charitable, penal and | |
| 40 | reformatory institutions | |
| 41 | land fund | 2,661,800 |
| 42 | Corrections fund | 30,312,300 |
| 43 | Transition program fund | 2,400,100 |

Prison construction and
operations fund 12,500,000
Inmate store proceeds fund 1,341,300

Of the amount appropriated in the operating lump sum, \$440,795,600 is designated for personal services and \$282,452,500 is designated for employee-related expenditures. The department shall submit an expenditure plan to the joint legislative budget committee for review before spending these monies other than for personal services or employee-related expenditures, except that until January 1, 2023, if the department makes a transfer between two line items to maximize the use of federal monies, the department shall submit an expenditure plan that is not subject to review before spending those monies.

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

The state department of corrections shall forward to the president of the senate, the speaker of the house of representatives, the chairpersons of the senate and house of representatives appropriations committees and the director of the joint legislative budget committee a monthly report comparing department expenditures for the month and year-to-date as compared to prior-year expenditures on or before the thirtieth of the following month. The report shall be in the same format as the prior fiscal year and include an estimate of potential shortfalls, potential surpluses that may be available to offset these shortfalls and a plan, if necessary, for eliminating any shortfall without a supplemental appropriation. The report shall include the number of filled and vacant correctional officer and medical staff positions departmentwide and by prison complex.

On or before November 1, 2021, the state department of corrections shall provide a report on bed capacity to the joint legislative budget committee for review. The report shall reflect the bed capacity for each security classification by gender at each state-run and private institution, divided by rated and total beds. The report shall include bed capacity data for June 30, 2020 and June 30, 2021 and the projected capacity for June 30, 2022, as well as the reasons for any change within that time period. Within the total bed count, the department shall provide the number of temporary and special use beds. The report shall also address the department's rationale for eliminating any permanent beds rather than reducing the level of temporary beds. The report shall also include any plans to vacate beds but not permanently remove the beds from the bed count. If the department develops a plan after its November 1 report to open or close state-operated prison rated beds or cancel or not renew contracts for privately operated prison beds, the department shall

1 submit a bed plan detailing the proposed bed closures for review by the
2 joint legislative budget committee before implementing these changes.

3 One hundred percent of land earnings and interest from the
4 penitentiary land fund shall be distributed to the state department of
5 corrections in compliance with the enabling act and the Constitution of
6 Arizona to be used to support state penal institutions.

7 On or before December 15, 2021 and July 15, 2022, the state
8 department of corrections shall submit a report to the joint legislative
9 budget committee on the progress made in meeting the staffing needs for
10 correctional officers. Each report shall include the number of filled
11 correctional officer positions, the number of vacant correctional officer
12 positions, the number of people in training, the number of separations and
13 the number of hours of overtime worked year-to-date. The report shall
14 detail these amounts both departmentwide and by prison complex.

15 On or before March 31, 2022, the state department of corrections, in
16 cooperation with the Arizona strategic enterprise technology office, shall
17 submit a report to the joint legislative budget committee on the progress
18 made to incorporate all sentence calculations into the Arizona corrections
19 information system. The report shall also include a detailed description
20 of any other work needed to fully implement other system functions and the
21 cost and staffing requirements to complete that work.

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

27 Before spending any state education fund for correctional education
28 monies in excess of \$769,600, the state department of corrections shall
29 report the intended use of the monies to the director of the joint
30 legislative budget committee.

31 On or before August 1, 2021 and February 1, 2022, the state
32 department of corrections shall submit a report to the joint legislative
33 budget committee on the status of the performance measures tracked by the
34 department as required by the Parson v. Ryan stipulation agreement, a copy
35 of any court-ordered compliance reports filed by the department or a
36 contracted provider during the reporting period and a copy of any report
37 produced by a court-appointed monitor regarding the delivery of health
38 services during each reporting period. Each report shall include the
39 number of performance measures in total and by facility with which the
40 department is not in substantial compliance, an explanation for why the
41 department is not in substantial compliance and the department's plans to
42 comply with the measures. The report shall also list the measures the
43 department is no longer required to track as a result of compliance with
44 the stipulation.

Before implementing any changes in contracted rates for inmate health care contracted services, the state department of corrections shall submit its expenditure plan for review by the joint legislative budget committee.

On or before August 1, 2021, the state department of corrections shall transfer to the public safety personnel retirement system via the department of administration its estimated required annual contribution to the corrections officer retirement plan for fiscal year 2021-2022.

On or before December 15, 2021 and July 15, 2022, the state department of corrections shall submit a report to the joint legislative budget committee on the medical staffing augmentation line item. The report must include, at a minimum, the actual expenditures made to date by purpose and the expenditure plan for all remaining monies by purpose.

The \$15,000,000 appropriation from the state general fund for the medical staffing augmentation line item is a continuing appropriation and is exempt from the provisions of section 35-190, Arizona Revised Statutes, relating to lapsing of appropriation.

Sec. 21. BOARD OF COSMETOLOGY

| | | |
|--|---------------------------|----------------|
| | | <u>2021-22</u> |
| | FTE positions | 24.5 |
| | Lump sum appropriation | \$ 1,904,200 |
| | Fund sources: | |
| | Board of cosmetology fund | \$ 1,904,200 |

Sec. 22. ARIZONA CRIMINAL JUSTICE COMMISSION

| | | |
|--|--|------------------|
| | | <u>2021-22</u> |
| | FTE positions | 11.0 |
| | Operating lump sum appropriation | \$ 1,292,700 |
| | Coordinated reentry | |
| | planning database | 1,000,000 |
| | State aid to county attorneys | 973,700 |
| | Victim compensation and | |
| | assistance | <u>4,229,900</u> |
| | Total appropriation – Arizona criminal | |
| | justice commission | \$ 7,496,300 |
| | Fund sources: | |
| | State general fund | \$ 1,000,000 |
| | Criminal justice enhancement fund | 668,500 |
| | Resource center fund | 624,200 |
| | State aid to county attorneys fund | 973,700 |
| | Victim compensation and assistance | |
| | fund | 4,229,900 |

All victim compensation and assistance fund monies received by the Arizona criminal justice commission in excess of \$4,229,900 in fiscal year 2021-2022 are appropriated to the crime victims program. Before spending any victim compensation and assistance fund monies in excess of \$4,229,900

1 in fiscal year 2021-2022, the Arizona criminal justice commission shall
 2 report the intended use of the monies to the joint legislative budget
 3 committee.

4 All monies received by the Arizona criminal justice commission in
 5 excess of \$973,700 in fiscal year 2021-2022 from the state aid to county
 6 attorneys fund established by section 11-539, Arizona Revised Statutes,
 7 are appropriated to the state aid to county attorneys program. Before
 8 spending any state aid to county attorneys fund monies in excess of
 9 \$973,700 in fiscal year 2021-2022, the Arizona criminal justice commission
 10 shall report the intended use of the monies to the joint legislative
 11 budget committee.

12 Sec. 23. ARIZONA STATE SCHOOLS FOR THE DEAF AND THE BLIND

| | <u>2021-22</u> |
|---|-------------------|
| FTE positions | 562.2 |
| Administration/statewide | \$ 7,946,600 |
| Phoenix day school for the deaf | 11,047,200 |
| Tucson campus | 12,649,600 |
| Preschool/outreach programs | 6,538,800 |
| School bus/agency vehicle | |
| replacement | 369,000 |
| Cooperative services | <u>17,914,500</u> |
| Total appropriation – Arizona state schools | |
| for the deaf and the blind | \$ 56,096,700 |
| Fund sources: | |
| State general fund | \$ 23,865,500 |
| Schools for the deaf and the | |
| blind fund | 14,316,700 |
| Cooperative services fund | 17,914,500 |

29 Before spending any schools for the deaf and the blind fund monies
 30 in excess of \$14,316,700 in fiscal year 2021-2022, the Arizona state
 31 schools for the deaf and the blind shall report to the joint legislative
 32 budget committee the intended use of the monies.

33 Before spending any cooperative services fund monies in excess of
 34 \$17,914,500 in fiscal year 2021-2022, the Arizona state schools for the
 35 deaf and the blind shall report to the joint legislative budget committee
 36 the intended use of the monies.

37 Sec. 24. COMMISSION FOR THE DEAF AND THE HARD OF HEARING

| | <u>2021-22</u> |
|--|----------------|
| FTE positions | 17.0 |
| Operating lump sum appropriation | \$ 4,493,900 |
| Support services for the | |
| deaf-blind | <u>192,000</u> |
| Total appropriation – commission for the | |
| deaf and the hard of hearing | \$ 4,685,900 |

| | | |
|----|--|----------------|
| 1 | Fund sources: | |
| 2 | Telecommunication fund for | |
| 3 | the deaf | \$ 4,685,900 |
| 4 | Sec. 25. STATE BOARD OF DENTAL EXAMINERS | |
| 5 | | <u>2021-22</u> |
| 6 | FTE positions | 11.0 |
| 7 | Lump sum appropriation | \$ 1,842,200 |
| 8 | Fund sources: | |
| 9 | Dental board fund | \$ 1,842,200 |
| 10 | Sec. 26. OFFICE OF ECONOMIC OPPORTUNITY | |
| 11 | | <u>2021-22</u> |
| 12 | FTE positions | 5.0 |
| 13 | Lump sum appropriation | \$ 485,500 |
| 14 | Fund sources: | |
| 15 | State general fund | \$ 485,500 |
| 16 | Sec. 27. DEPARTMENT OF ECONOMIC SECURITY | |
| 17 | | <u>2021-22</u> |
| 18 | FTE positions | 4,381.8 |
| 19 | Operating lump sum appropriation | \$163,229,600 |
| 20 | <u>Administration</u> | |
| 21 | Attorney general legal services | 11,540,100 |
| 22 | <u>Aging and adult services</u> | |
| 23 | Adult services | 9,731,900 |
| 24 | Community and emergency services | 3,724,000 |
| 25 | Coordinated homeless services | 2,522,600 |
| 26 | Domestic violence prevention | 14,003,700 |
| 27 | Sexual violence services | 8,000,000 |
| 28 | Long-term care ombudsman | 1,000,000 |
| 29 | After school and summer | |
| 30 | youth program | 500,000 |
| 31 | | |
| 32 | <u>Benefits and medical eligibility</u> | |
| 33 | Temporary assistance for needy | |
| 34 | families – cash benefits | 22,736,400 |
| 35 | Pandemic emergency assistance | 14,546,500 |
| 36 | Coordinated hunger services | 1,754,600 |
| 37 | Tribal pass-through funding | 4,680,300 |
| 38 | <u>Child support enforcement</u> | |
| 39 | County participation | 8,539,700 |
| 40 | <u>Developmental disabilities</u> | |
| 41 | DDD administration | 119,354,600 |
| 42 | DDD premium tax payment | 50,055,200 |
| 43 | Case management – medicaid | 87,972,500 |
| 44 | Home and community based | |
| 45 | services – medicaid | 1,822,493,000 |

| | | |
|----|---|------------------|
| 1 | Institutional services – | |
| 2 | medicaid | 34,881,700 |
| 3 | Physical and behavioral | |
| 4 | health services – medicaid | 465,349,400 |
| 5 | Medicare clawback payments | 4,661,200 |
| 6 | Targeted case management – medicaid | 13,191,900 |
| 7 | Case management – state-only | 6,311,900 |
| 8 | Home and community based | |
| 9 | services – state-only | 13,589,000 |
| 10 | Cost effectiveness study – client | |
| 11 | services | 1,220,000 |
| 12 | Arizona early intervention program | 6,319,000 |
| 13 | State-funded long-term care | |
| 14 | services | 41,579,100 |
| 15 | <u>Employment and rehabilitation services</u> | |
| 16 | JOBS | 11,005,600 |
| 17 | Child care subsidy | 1,273,693,000 |
| 18 | Independent living rehabilitation | |
| 19 | services | 1,289,400 |
| 20 | Rehabilitation services | 7,249,100 |
| 21 | Workforce investment act | |
| 22 | services | 53,654,600 |
| 23 | Return to work grants | <u>7,500,000</u> |
| 24 | Total appropriation and expenditure | |
| 25 | authority – department of | |
| 26 | economic security | \$4,287,879,600 |
| 27 | Fund sources: | |
| 28 | State general fund | \$ 851,850,200 |
| 29 | Federal child care and | |
| 30 | development fund block grant | 1,286,155,800 |
| 31 | Federal temporary assistance for | |
| 32 | needy families block grant | 65,839,800 |
| 33 | Federal pandemic emergency | |
| 34 | assistance fund | 14,546,500 |
| 35 | Long-term care system fund | 32,463,800 |
| 36 | Public assistance collections | |
| 37 | fund | 423,600 |
| 38 | Sexual violence service fund | 8,000,000 |
| 39 | Special administration fund | 4,550,000 |
| 40 | Spinal and head injuries trust | |
| 41 | fund | 2,340,200 |
| 42 | Statewide cost allocation plan | |
| 43 | fund | 1,000,000 |
| 44 | Child support enforcement | |
| 45 | administration fund | 17,531,300 |

| | |
|---------------------------------|---------------|
| Domestic violence services fund | 4,000,000 |
| Workforce investment act grant | 56,085,500 |
| Child support enforcement | |
| administration fund expenditure | |
| authority | 43,192,400 |
| Developmental disabilities | |
| medicaid expenditure authority | 1,873,037,300 |
| Health care investment fund | |
| expenditure authority | 26,863,200 |

Aging and adult services

All domestic violence services fund monies in excess of \$4,000,000 received by the department of economic security are appropriated for the domestic violence prevention line item. Before spending these increased monies, the department shall report the intended use of monies in excess of \$4,000,000 to the joint legislative budget committee.

On or before December 15, 2021, the department of economic security shall report to the joint legislative budget committee the amount of state and federal monies available statewide for domestic violence prevention funding. The report shall include, at a minimum, the amount of monies available and the state fiscal agent receiving those monies.

The amount appropriated for the after school and summer youth program line item shall be distributed to a charitable organization that is qualified under section 501(c)(3) of the internal revenue code, that is located in the city of Phoenix and that provides after school and summer youth programs dealing with gang violence for at-risk youth.

Benefits and medical eligibility

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

On or before December 15, 2021 and July 15, 2022, the department of economic security shall submit a report to the president of the senate, the speaker of the house of representatives, the chairpersons of the senate and house of representatives appropriations committees and the joint legislative budget committee on federal pandemic emergency assistance monies provided from the American rescue plan act of 2021. The report must include, at a minimum, the actual expenditures made to date by purpose, the expenditure plan for all remaining monies by purpose and the number of individuals served.

Child support enforcement

All state shares of retained earnings, fees and federal incentives in excess of \$17,531,300 received by the division of child support enforcement are appropriated for operating expenditures. New FTE positions are authorized with the increased funding. Before spending these increased monies, the department of economic security shall report the intended use of the monies to the joint legislative budget committee.

1 Before the department spends any monies to replace the child support
2 information technology system, the Arizona strategic enterprise technology
3 office shall submit, on behalf of the department of economic security, an
4 expenditure plan to the joint legislative budget committee for review.
5 The expenditure plan shall include the project cost, deliverables,
6 timeline for completion and method of procurement consistent with the
7 department's prior reports for its appropriation from the automation
8 projects fund pursuant to section 41-714, Arizona Revised Statutes.

9 Developmental disabilities

10 On or before September 1, 2022, the department of economic security
11 shall report to the president of the senate, the speaker of the house of
12 representatives, the chairpersons of the senate and house of
13 representatives appropriations committees and the director of the joint
14 legislative budget committee any new placement into a state-owned ICF-IID
15 or the Arizona training program at the Coolidge campus in fiscal year
16 2021-2022 and the reason this placement, rather than a placement into a
17 privately run facility for persons with developmental disabilities, was
18 deemed as the most appropriate placement. The department shall also
19 report if no new placements were made. On or before September 1, 2022,
20 the department shall also report to the director of the joint legislative
21 budget committee the total costs associated with the Arizona training
22 program at Coolidge in fiscal year 2021-2022.

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

39 Before implementing developmental disabilities or long-term care
40 statewide provider rate adjustments that are not already specifically
41 authorized by the legislature, court mandates or changes to federal law,
42 the department shall submit a report for review by the joint legislative
43 budget committee that includes, at a minimum, the estimated cost of the
44 provider rate adjustment and the ongoing source of funding for the
45 adjustment, if applicable.

1 Before transferring any monies in or out of the case management –
2 medicaid, case management – state-only and DDD administration line items,
3 the department shall submit a report for review by the joint legislative
4 budget committee.

5 The department shall submit an expenditure plan report to the joint
6 legislative budget committee of any new division of developmental
7 disabilities salary adjustments not previously reviewed by the joint
8 legislative budget committee.

9 On or before August 1, 2021, the department shall report to the
10 joint legislative budget committee the number of filled positions for case
11 managers and non-case managers in the division of developmental
12 disabilities as of June 30, 2021. The department shall submit an
13 expenditure plan of its staffing levels for review by the joint
14 legislative budget committee if the department plans on hiring staff for
15 non-case manager, non-case aide, non-case unit supervisor and non-case
16 section manager positions above the staffing level indicated in the
17 August 1, 2021 report.

18 The legislature intends that the division reallocate \$15,000,000 of
19 its base appropriation that the division spent for onetime developmental
20 disabilities purposes in fiscal year 2020-2021 in order to partially
21 finance the \$30,000,000 provider rate increase in fiscal year 2021-2022.

22 Employment and rehabilitation services

23 On or before September 15, 2021 and March 15, 2022, the department
24 of economic security shall submit a report to the president of the senate,
25 the speaker of the house of representatives, the chairpersons of the
26 senate and house of representatives appropriations committees and the
27 joint legislative budget committee on child care development block grant
28 monies provided from the coronavirus aid, relief, and economic security
29 act, the consolidated appropriations act, 2021, and the American rescue
30 plan act of 2021. The report must include, at a minimum, the actual
31 expenditures made to date by purpose and, separately, by federal
32 legislation, the expenditure plan for all remaining monies by purpose and,
33 separately, by federal legislation, the number of children served with the
34 monies on average each month, the average child care reimbursement rates
35 for the entire program, including these monies, and the number of child
36 care settings with a quality rating.

37 On or before March 15, 2022, the department of economic security
38 shall submit a report to the president of the senate, the speaker of the
39 house of representatives, the chairpersons of the senate and house of
40 representatives appropriations committees and the joint legislative budget
41 committee on the number of individuals who have received child care
42 support through return to work grants and the number of those individuals
43 who did not return to receiving unemployment insurance within six months.

44 Of the amount appropriated for the child care subsidy line item, a
45 total of \$1,086,612,800 from the federal child care and development fund

1 block grant is exempt from the provisions of section 35-190, Arizona
2 Revised Statutes, relating to lapsing of appropriations.

3 The department of economic security shall forward to the joint
4 legislative budget committee a monthly report listing data on the child
5 care population served. The report must include, at a minimum, in each
6 program the number of unduplicated children enrolled in child care within
7 the department of economic security and the department of child safety by
8 program and the average amount paid per child plus quality-related
9 spending.

10 All workforce investment act grant monies that are received by this
11 state in excess of \$56,085,500 are appropriated to the workforce
12 investment act services line item. Before spending these increased
13 monies, the department shall report the intended use of monies in excess
14 of \$56,085,500 to the joint legislative budget committee.

15 The appropriated amount for the return to work grants line item is
16 exempt from the provisions of section 35-190, Arizona Revised Statutes,
17 relating to lapsing of appropriations, until June 30, 2024.

18 Departmentwide

19 The above appropriations are in addition to monies granted to this
20 state by the federal government for the same purposes but are deemed to
21 include the sums deposited in the state treasury to the credit of the
22 department of economic security pursuant to section 42-5029, Arizona
23 Revised Statutes.

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

36 Sec. 28. STATE BOARD OF EDUCATION

| | | |
|--|----------------------------------|----------------|
| | | <u>2021-22</u> |
| | FTE positions | 19.0 |
| | Operating lump sum appropriation | \$ 2,212,800 |
| | Arizona empowerment scholarship | |
| | account appeals | <u>150,000</u> |
| | Total appropriation – | |
| | state board of education | \$ 2,362,800 |
| | Fund sources: | |
| | State general fund | \$ 2,362,800 |

| | | |
|----|---|----------------|
| 1 | Sec. 29. SUPERINTENDENT OF PUBLIC INSTRUCTION | |
| 2 | | <u>2021-22</u> |
| 3 | FTE positions | 202.9 |
| 4 | Operating lump sum appropriation \$ | 13,010,600 |
| 5 | <u>Formula programs</u> | |
| 6 | Basic state aid | 4,615,447,200 |
| 7 | Results-based funding | 68,600,000 |
| 8 | Special education fund | 36,029,200 |
| 9 | Other state aid to districts | 983,900 |
| 10 | Classroom site fund | 977,025,600 |
| 11 | Instructional improvement fund | 63,765,400 |
| 12 | <u>Property tax relief</u> | |
| 13 | Additional state aid | 460,630,300 |
| 14 | <u>Non-formula programs</u> | |
| 15 | Accountability and achievement | |
| 16 | testing | 21,428,100 |
| 17 | Adult education | 5,005,900 |
| 18 | Alternative teacher development | |
| 19 | program | 500,000 |
| 20 | Arizona empowerment scholarship | |
| 21 | account administration | 2,233,400 |
| 22 | Arizona structured English | |
| 23 | immersion fund | 4,960,400 |
| 24 | CTED completion grants | 1,000,000 |
| 25 | CTED soft capital and equipment | 1,000,000 |
| 26 | College credit by examination | |
| 27 | incentive program | 7,472,100 |
| 28 | College placement exam fee waiver | 1,265,800 |
| 29 | Computer science pilot program | 1,000,000 |
| 30 | Early literacy | 12,000,000 |
| 31 | Education learning and | |
| 32 | accountability system | 5,351,900 |
| 33 | English learner administration | 6,541,600 |
| 34 | Extraordinary special education | |
| 35 | needs fund deposit | 5,000,000 |
| 36 | Geographic literacy | 100,000 |
| 37 | Gifted assessments | 850,000 |
| 38 | Jobs for Arizona graduates | 100,000 |
| 39 | School safety program | 31,950,900 |
| 40 | State block grant for vocational | |
| 41 | education | 11,651,800 |
| 42 | Student level data access | 350,000 |

| | | |
|----|-------------------------------------|-----------------|
| 1 | Teacher certification | 2,467,200 |
| 2 | Tribal college dual enrollment | |
| 3 | program | <u>325,000</u> |
| 4 | Total appropriation and expenditure | |
| 5 | authority – superintendent | |
| 6 | of public instruction | \$6,358,046,300 |
| 7 | Fund sources: | |
| 8 | State general fund | \$4,834,746,700 |
| 9 | Proposition 301 fund | 7,000,000 |
| 10 | Permanent state school fund | 309,832,400 |
| 11 | Teacher certification fund | 2,420,700 |
| 12 | Tribal college dual enrollment | |
| 13 | program fund | 325,000 |
| 14 | Department of education | |
| 15 | professional development | |
| 16 | revolving fund | 2,700,000 |
| 17 | Department of education empowerment | |
| 18 | scholarship account fund | 350,000 |
| 19 | Expenditure authority | 1,200,671,500 |

20 Operating budget

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

24 The amount appropriated for the department's operating budget
 25 includes \$500,000 for technical assistance and state-level administration
 26 of the K-3 reading program established pursuant to section 15-211, Arizona
 27 Revised Statutes.

28 Any monies available to the department of education pursuant to
 29 section 42-5029, subsection E, paragraph 8, Arizona Revised Statutes, for
 30 the failing schools tutoring fund established by section 15-241, Arizona
 31 Revised Statutes, in excess of the expenditure authority amounts are
 32 allocated for the purposes of section 42-5029, subsection E, paragraph 8,
 33 Arizona Revised Statutes.

34 Any monies available to the department of education pursuant to
 35 section 42-5029, subsection E, paragraph 6, Arizona Revised Statutes, for
 36 character education matching grants pursuant to section 15-154.01, Arizona
 37 Revised Statutes, in excess of the expenditure authority amounts are
 38 allocated for the purposes of section 42-5029, subsection E, paragraph 6,
 39 Arizona Revised Statutes.

40 Basic state aid

41 The appropriation for basic state aid provides basic state support
 42 to school districts for maintenance and operations funding as provided by
 43 section 15-973, Arizona Revised Statutes, and includes an estimated
 44 \$309,832,400 in expendable income derived from the permanent state school

1 fund and from state trust lands pursuant to section 37-521, subsection B,
2 Arizona Revised Statutes, for fiscal year 2021-2022.

3 Monies derived from the permanent state school fund and any other
4 non-state general fund revenue source that is dedicated to fund basic
5 state aid shall be spent, whenever possible, before spending state general
6 fund monies.

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

17 Any monies available to the department of education pursuant to
18 section 42-5029, subsection E, paragraph 5, Arizona Revised Statutes, for
19 the increased cost of basic state aid due to added school days in excess
20 of the expenditure authority amounts are allocated for the purposes of
21 section 42-5029, subsection E, paragraph 5, Arizona Revised Statutes.

22 Other programs

23 Any monies available to the department of education for the
24 classroom site fund pursuant to section 37-521, subsection B, paragraph 4
25 and section 42-5029, subsection E, paragraph 10, Arizona Revised Statutes,
26 in excess of expenditure authority amounts are allocated for the purposes
27 of section 37-521, subsection B, paragraph 4 and section 42-5029,
28 subsection E, paragraph 10, Arizona Revised Statutes.

29 Any monies available to the department of education from the
30 instructional improvement fund established by section 15-979, Arizona
31 Revised Statutes, in excess of the expenditure authority amounts are
32 allocated for the purposes of section 15-979, Arizona Revised Statutes.

33 Before making any changes to the achievement testing program that
34 will increase program costs, the department of education and the state
35 board of education shall submit the estimated fiscal impact of those
36 changes to the joint legislative budget committee for review.

37 Any monies available to the department of education for
38 accountability purposes pursuant to section 42-5029, subsection E,
39 paragraph 7, Arizona Revised Statutes, in excess of the expenditure
40 authority amounts are allocated for the purposes of section 42-5029,
41 subsection E, paragraph 7, Arizona Revised Statutes.

42 Monies appropriated for CTED completion grants are intended to help
43 fund program completion for students who complete at least fifty percent
44 of a career technical education program before graduating from high school
45 and who successfully complete the career technical education district

1 program after graduating from high school. The application procedures
2 shall award grant funding only after an eligible student has successfully
3 completed a career technical education district program.

4 If the appropriated amount for CTED completion grants is
5 insufficient to fund all grant requests from career technical education
6 districts, the department of education shall reduce grant amounts on a
7 proportional basis in order to cap total statewide allocations at
8 \$1,000,000.

9 The appropriated amount for CTED completion grants is exempt from
10 the provisions of section 35-190, Arizona Revised Statutes, relating to
11 lapsing of appropriations, until June 30, 2023.

12 The department of education shall distribute the appropriated amount
13 for CTED soft capital and equipment to career technical education
14 districts with fewer than two thousand average daily membership pupils for
15 soft capital and equipment expenses. The appropriated amount shall be
16 allocated on a pro rata basis based on the average daily membership of
17 eligible career technical education districts.

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

32 The department of education shall use the appropriated amount for
33 geographic literacy to issue a grant to a statewide geographic alliance
34 for strengthening geographic literacy in this state.

35 The department of education shall use the appropriated amount for
36 gifted assessments to procure an assessment that local education agencies
37 may administer to pupils in second grade to identify gifted pupils as
38 prescribed in section 15-779.02, Arizona Revised Statutes.

39 The department of education shall use the appropriated amount for
40 jobs for Arizona graduates to issue a grant to a nonprofit organization
41 for a JOBS for Arizona graduates program.

42 Any monies available to the department of education for school
43 safety pursuant to section 42-5029, subsection E, paragraph 6, Arizona
44 Revised Statutes, in excess of the expenditure authority amounts are

1 allocated for the purposes of section 42-5029, subsection E, paragraph 6,
2 Arizona Revised Statutes.

3 On or before December 31, 2021, the department of education shall
4 report to the joint legislative budget committee how the monies
5 appropriated for student level data access are being used to manage access
6 and protect student level data as prescribed in section 15-1043, Arizona
7 Revised Statutes.

8 After review by the joint legislative budget committee, in fiscal
9 year 2021-2022, the department of education may use a portion of its
10 fiscal year 2021-2022 state general fund appropriations for basic state
11 aid, additional state aid or the special education fund, to fund a
12 shortfall in funding for basic state aid, additional state aid or the
13 special education fund, if any, that occurred in fiscal year 2020-2021.

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

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

28 Sec. 30. DEPARTMENT OF EMERGENCY AND MILITARY AFFAIRS

| | | |
|----|-------------------------------------|------------------|
| 29 | | <u>2021-22</u> |
| 30 | FTE positions | 63.1 |
| 31 | Administration | \$ 1,858,100 |
| 32 | Emergency management | 754,200 |
| 33 | Military affairs | 2,083,300 |
| 34 | Emergency management matching funds | 1,590,300 |
| 35 | National guard cyber response | |
| 36 | revolving fund deposit | 300,000 |
| 37 | National guard matching funds | 1,712,800 |
| 38 | National guard tuition | |
| 39 | reimbursement | <u>1,000,000</u> |
| 40 | Total appropriation — department of | |
| 41 | emergency and military affairs | \$ 9,298,700 |
| 42 | Fund sources: | |
| 43 | State general fund | \$ 9,298,700 |

The \$1,712,800 national guard matching funds appropriation is exempt from the provisions of section 35-190, Arizona Revised Statutes, relating to lapsing of appropriations, except that all fiscal year 2021-2022 monies remaining unexpended and unencumbered on December 31, 2022 revert to the state general fund.

The appropriated amount for the national guard tuition reimbursement line item is exempt from the provisions of section 35-190, Arizona Revised Statutes, relating to lapsing of appropriations, until September 30, 2021.

Sec. 31. DEPARTMENT OF ENVIRONMENTAL QUALITY

| | <u>2021-22</u> |
|-------------------------------------|-------------------|
| FTE positions | 322.0 |
| Operating lump sum appropriation | \$ 47,737,700 |
| Safe drinking water program | 1,854,700 |
| Emissions control contractor | |
| payment | <u>26,219,500</u> |
| Total appropriation – department of | |
| environmental quality | \$ 75,811,900 |
| Fund sources: | |
| Air quality fund | \$ 5,472,400 |
| Emergency response fund | 132,800 |
| Emissions inspection fund | 30,365,800 |
| Hazardous waste management fund | 1,785,000 |
| Indirect cost recovery fund | 14,025,500 |
| Permit administration fund | 7,327,100 |
| Recycling fund | 1,596,800 |
| Safe drinking water program | |
| fund | 2,454,700 |
| Solid waste fee fund | 1,884,700 |
| Underground storage tank | |
| revolving fund | 160,800 |
| Water quality fee fund | 10,606,300 |

The department of environmental quality shall report annually on the progress of WQARF activities, including emergency response, priority site remediation, cost recovery activity, revenue and expenditure activity and other WQARF-funded program activity. The department shall submit the fiscal year 2021-2022 report to the joint legislative budget committee on or before September 1, 2021. This report shall also include a budget for the WQARF program that is developed in consultation with the WQARF advisory board. This budget shall specify the monies budgeted for each listed site during fiscal year 2021-2022. In addition, the department and the advisory board shall prepare and submit to the joint legislative budget committee, on or before October 1, 2021, a report in a table format summarizing the current progress on remediation of each listed site on the WQARF registry. The table shall include the stage of remediation for each site at the end of fiscal year 2020-2021, indicate whether the current

stage of remediation is anticipated to be completed in fiscal year 2021-2022 and indicate the anticipated stage of remediation at each listed site at the end of fiscal year 2021-2022, assuming fiscal year 2021-2022 funding levels. The department and advisory board may include other relevant information about the listed sites in the table.

All permit administration fund monies received by the department of environmental quality in excess of \$7,327,100 in fiscal year 2021-2022 are appropriated to the department. Before spending permit administration fund monies in excess of \$7,327,100 in fiscal year 2021-2022, the department shall report the intended use of the monies to the joint legislative budget committee.

All indirect cost recovery fund monies received by the department of environmental quality in excess of \$14,025,500 in fiscal year 2021-2022 are appropriated to the department. Before spending indirect cost recovery fund monies in excess of \$14,025,500 in fiscal year 2021-2022, the department shall report the intended use of the monies to the joint legislative budget committee.

Sec. 32. GOVERNOR'S OFFICE OF EQUAL OPPORTUNITY

| | | |
|-------------------------|----|----------------|
| | | <u>2021-22</u> |
| FTE positions | | 4.0 |
| Lump sum appropriation | \$ | 197,700 |
| Fund sources: | | |
| Personnel division fund | \$ | 197,700 |

Sec. 33. STATE BOARD OF EQUALIZATION

| | | |
|------------------------|----|----------------|
| | | <u>2021-22</u> |
| FTE positions | | 7.0 |
| Lump sum appropriation | \$ | 673,200 |
| Fund sources: | | |
| State general fund | \$ | 673,200 |

Sec. 34. BOARD OF EXECUTIVE CLEMENCY

| | | |
|------------------------|----|----------------|
| | | <u>2021-22</u> |
| FTE positions | | 14.5 |
| Lump sum appropriation | \$ | \$1,184,500 |
| Fund sources: | | |
| State general fund | \$ | 1,184,500 |

On or before November 1, 2021, the board of executive clemency shall report to the directors of the joint legislative budget committee and the governor's office of strategic planning and budgeting the total number and types of cases the board reviewed in fiscal year 2020-2021.

| | | |
|----|---|------------------|
| 1 | Sec. 35. ARIZONA EXPOSITION AND STATE FAIR BOARD | |
| 2 | | <u>2021-22</u> |
| 3 | FTE positions | 184.0 |
| 4 | Lump sum appropriation | \$ 13,523,700 |
| 5 | Fund sources: | |
| 6 | Arizona exposition and state | |
| 7 | fair fund | \$ 13,523,700 |
| 8 | Sec. 36. ARIZONA DEPARTMENT OF FORESTRY AND FIRE MANAGEMENT | |
| 9 | | <u>2021-22</u> |
| 10 | FTE positions | 213.0 |
| 11 | Operating lump sum appropriation | \$ 3,205,800 |
| 12 | Environmental county grants | 250,000 |
| 13 | Healthy forest initiative | 23,835,700 |
| 14 | Inmate firefighting crews | 727,500 |
| 15 | Postrelease firefighting crews | 1,063,400 |
| 16 | Fire suppression | 4,050,000 |
| 17 | Rural fire district reimbursement | 2,500,000 |
| 18 | State fire marshal | 1,120,600 |
| 19 | State fire school | 275,300 |
| 20 | Hazardous vegetation removal | <u>3,000,000</u> |
| 21 | Total appropriation – Arizona department | |
| 22 | of forestry and fire management | \$40,028,300 |
| 23 | Fund sources: | |
| 24 | State general fund | \$40,028,300 |
| 25 | The appropriation for the rural fire district reimbursement line | |
| 26 | item is exempt from the provisions of section 35-190, Arizona Revised | |
| 27 | Statutes, relating to lapsing of appropriations. | |
| 28 | The appropriation for the hazardous vegetation removal line item is | |
| 29 | exempt from the provisions of section 35-190, Arizona Revised Statutes, | |
| 30 | relating to lapsing of appropriations, until June 30, 2023. | |
| 31 | Of the amount appropriated for the fire suppression line item, | |
| 32 | \$3,850,000 of the \$4,050,000 appropriated amount is exempt from the | |
| 33 | provisions of section 35-190, Arizona Revised Statutes, relating to | |
| 34 | lapsing of appropriations. | |
| 35 | Sec. 37. STATE BOARD OF FUNERAL DIRECTORS AND EMBALMERS | |
| 36 | | <u>2021-22</u> |
| 37 | FTE positions | 4.0 |
| 38 | Lump sum appropriation | \$ 410,700 |
| 39 | Fund sources: | |
| 40 | Board of funeral directors' and | |
| 41 | embalmers' fund | \$ 410,700 |

1 Sec. 38. ARIZONA GAME AND FISH DEPARTMENT

| | | |
|----|---|------------------|
| 2 | | <u>2021-22</u> |
| 3 | FTE positions | 273.5 |
| 4 | Operating lump sum appropriation | \$ 44,598,700 |
| 5 | Pittman-Robertson/Dingell-Johnson | |
| 6 | act | <u>3,058,000</u> |
| 7 | Total appropriation – Arizona game and fish | |
| 8 | department | \$ 47,656,700 |
| 9 | Fund sources: | |
| 10 | Capital improvement fund | \$ 1,001,200 |
| 11 | Game and fish fund | 41,241,500 |
| 12 | Wildlife endowment fund | 16,200 |
| 13 | Watercraft licensing fund | 5,030,400 |
| 14 | Game, nongame, fish and | |
| 15 | endangered species fund | 367,400 |

16 Sec. 39. DEPARTMENT OF GAMING

| | | |
|----|--|------------------|
| 17 | | <u>2021-22</u> |
| 18 | FTE positions | 155.8 |
| 19 | Operating lump sum appropriation | \$ 9,973,100 |
| 20 | Arizona breeders' award | 250,000 |
| 21 | Casino operations certification | 2,176,500 |
| 22 | County fairs livestock and | |
| 23 | agriculture promotion | 5,759,500 |
| 24 | Division of racing | 2,318,300 |
| 25 | Racing purse enhancement | 5,000,000 |
| 26 | Problem gambling | <u>2,484,000</u> |
| 27 | Total appropriation – department of gaming | \$ 27,961,400 |
| 28 | Fund sources: | |
| 29 | State general fund | \$ 10,759,500 |
| 30 | Fantasy sports contest fund | 145,000 |
| 31 | Tribal-state compact fund | 2,176,500 |
| 32 | Arizona benefits fund | 12,012,100 |
| 33 | State lottery fund | 300,000 |
| 34 | Racing regulation fund | 2,466,000 |
| 35 | Racing regulation fund – unarmed | |
| 36 | combat subaccount | 102,300 |

37 The amount appropriated to the county fairs livestock and
 38 agriculture promotion line item is for deposit in the county fairs
 39 livestock and agriculture promotion fund established by section 5-113,
 40 Arizona Revised Statutes, and to be administered by the office of the
 41 governor.

The amount appropriated to the racing purse enhancement line item shall be distributed to a recognized nonprofit horsemen's organization that has represented since 1988 the horsemen participating in racing meetings to be used to promote racing and enhance the general purse structure for eligible horse races held in this state.

Sec. 40. OFFICE OF THE GOVERNOR

| | |
|--|------------------|
| | <u>2021-22</u> |
| Operating lump sum appropriation | \$ 7,424,800* |
| Foster youth education success fund deposit | 1,500,000 |
| Arizona civics corps | <u>1,000,000</u> |
| Total appropriation – office of the governor | \$ 9,924,800 |

Fund sources:

| | |
|--------------------|--------------|
| State general fund | \$ 9,924,800 |
|--------------------|--------------|

Included in the lump sum appropriation of \$7,424,800 for fiscal year 2021-2022 is \$10,000 for the purchase of mementos and items for visiting officials.

Sec. 41. GOVERNOR'S OFFICE OF STRATEGIC PLANNING AND BUDGETING

| | |
|------------------------|----------------|
| | <u>2021-22</u> |
| FTE positions | 22.0 |
| Lump sum appropriation | \$ 2,765,100* |

Fund sources:

| | |
|--------------------|--------------|
| State general fund | \$ 2,765,100 |
|--------------------|--------------|

Sec. 42. DEPARTMENT OF HEALTH SERVICES

| | |
|---|----------------|
| | <u>2021-22</u> |
| FTE positions | 1,135.5 |
| Operating lump sum appropriation | \$ 55,409,900 |
| <u>Public health/family health</u> | |
| Adult cystic fibrosis care | 105,200 |
| AIDS reporting and surveillance | 1,000,000 |
| Alzheimer's disease research | 3,625,000 |
| Biomedical research support | 2,000,000 |
| Breast and cervical cancer and bone density screening | 1,369,400 |
| County tuberculosis provider care and control | 590,700 |
| Family health pilot program | 1,500,000 |
| Folic acid program | 400,000 |
| High-risk perinatal services | 2,343,400 |
| Homeless pregnant women services | 200,000 |
| Medical student loan fund deposit | 2,000,000 |
| Newborn screening program | 13,144,100 |
| Nonrenal disease management | 198,000 |
| Nursing care special projects | 100,000 |
| Poison control centers funding | 990,000 |

| | | |
|----|-------------------------------------|-------------------|
| 1 | Radiation regulation | 2,360,200 |
| 2 | Renal dental care and nutrition | |
| 3 | supplements | 300,000 |
| 4 | Renal transplant drugs | 183,000 |
| 5 | <u>Arizona state hospital</u> | |
| 6 | Arizona state hospital – | |
| 7 | operating | 65,862,900 |
| 8 | Arizona state hospital – | |
| 9 | restoration to competency | 900,000 |
| 10 | Arizona state hospital – | |
| 11 | sexually violent persons | <u>10,010,700</u> |
| 12 | Total appropriation – department of | |
| 13 | health services | \$164,592,500 |
| 14 | Fund sources: | |
| 15 | State general fund | \$104,982,600 |
| 16 | Arizona state hospital fund | 2,883,400 |
| 17 | Arizona state hospital land fund | 650,000 |
| 18 | Child fatality review fund | 199,200 |
| 19 | Disease control research fund | 1,000,000 |
| 20 | DHS indirect cost fund | 11,353,100 |
| 21 | Emergency medical services | |
| 22 | operating fund | 3,912,600 |
| 23 | Environmental laboratory licensure | |
| 24 | revolving fund | 952,000 |
| 25 | Federal child care and development | |
| 26 | fund block grant | 1,911,500 |
| 27 | Health services licensing fund | 15,931,300 |
| 28 | Health services lottery monies fund | 200,000 |
| 29 | Newborn screening program fund | 13,576,900 |
| 30 | Nursing care institution resident | |
| 31 | protection revolving fund | 138,200 |
| 32 | Prescription drug rebate | |
| 33 | fund – state | 2,500,000 |
| 34 | Tobacco tax and health care | |
| 35 | fund – medically needy account | 700,000 |
| 36 | Vital records electronic systems | |
| 37 | fund | 3,701,700 |

38 Public health/family health

39 The department of health services may use up to four percent of the
 40 amount appropriated for nonrenal disease management for the administrative
 41 costs to implement the program.

42 The department of health services shall distribute the monies
 43 appropriated for the family health pilot program line item to nonprofit
 44 organizations to implement a statewide system to provide direct services,
 45 support services, social services case management and referrals to the

1 biological or adoptive parents of children under two years of age,
 2 including unborn children. The purpose of the statewide system is to
 3 encourage healthy childbirth, support childbirth as an alternative to
 4 abortion, promote family formation, aid successful parenting and increase
 5 families' economic self-sufficiency. The statewide system services must
 6 be available to all residents of this state in both urban and rural areas.
 7 Monies may not be used for abortion referral services or distributed to
 8 entities that promote, provide referrals for or perform abortions. A
 9 nonprofit organization that receives the monies must demonstrate both:

10 1. Experience in marketing and serving the eligible patient
 11 population.

12 2. That the organization can begin serving clients statewide within
 13 sixty days after receiving monies pursuant to this section.

14 When determining which nonprofit organizations will participate in
 15 the family health pilot program, the department shall give preference to
 16 nonprofit organizations that are working and providing services in this
 17 state.

18 A nonprofit organization that participates in the family health
 19 pilot program shall submit to the department of health services on a form
 20 prescribed by the department a quarterly report of the services and
 21 referrals the nonprofit organization provides, including all of the
 22 following information:

23 1. The number of clients served, either by referral or direct
 24 services.

25 2. The number of direct services provided and referrals made.

26 3. The number of women referred for medical services or medical
 27 care.

28 4. The number of women who received prenatal care.

29 5. The number of women who were referred for prenatal care.

30 6. The number of women who received nutrition services.

31 7. The number of women who were referred for nutrition services.

32 8. The number of individuals who received adoption services.

33 9. The number of individuals who were referred for adoption
 34 services.

35 10. The number of individuals who received educational and
 36 employment services.

37 The department of health services shall distribute monies
 38 appropriated for homeless pregnant women services to nonprofit
 39 organizations that are located in a county with a population of more than
 40 three million persons and whose primary function is to provide shelter,
 41 food, clothing, transportation for health services and support to homeless
 42 pregnant women and their children who are under one year of age. Monies
 43 may not be granted for abortion referral services or distributed to
 44 entities that promote, refer or perform abortions.

1 The department of health services shall distribute monies
2 appropriated for the biomedical research support line item to a nonprofit
3 medical research institute headquartered in this state that specializes in
4 biomedical research focusing on applying genomic technologies and
5 sequencing to clinical care, that has served as a resource to this state
6 to conduct molecular epidemiologic analyses to assist with disease
7 outbreak investigations and that collaborates with universities, hospitals
8 and health science research centers and other public and private
9 bioscience and related industries in this state. The recipient of these
10 monies shall commission an audit of the expenditure of these monies and
11 shall submit a copy of the audit to the department of health services on
12 or before February 1, 2023.

13 The department of health services shall distribute monies
14 appropriated for Alzheimer's disease research through a grant to a
15 charitable organization that is qualified under section 501(c)(3) of the
16 internal revenue code and that meets the following criteria:

- 17 1. Is headquartered in this state.
- 18 2. Has been operating in this state for at least the last ten
19 years.
- 20 3. Has participating member institutions that work together to end
21 Alzheimer's disease within a statewide collaborative model by using their
22 complementary strengths in brain imaging, computer science, genomics,
23 basic and cognitive neurosciences and clinical and neuropathology
24 research.
- 25 4. Has participating member institutions that educate residents of
26 this state about Alzheimer's disease, research progress and resources to
27 help patients, families and professionals manage the disease.

28 The terms of the grant made to the charitable organization may not
29 impose any requirements that were not imposed in prior grant agreements
30 entered into between the department of health services and the charitable
31 organization.

32 Arizona state hospital

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

37 Departmentwide

38 The department of health services shall electronically forward to
39 the president of the senate, the speaker of the house of representatives,
40 the chairpersons of the senate and house of representatives appropriations
41 committees and the director of the joint legislative budget committee a
42 monthly report comparing total expenditures for the month and year-to-date
43 as compared to prior-year totals on or before the thirtieth of the
44 following month. Each report shall include an estimate of potential
45 shortfalls in programs, potential federal and other monies, such as the

1 statewide assessment for indirect costs, that may be available to offset
 2 these shortfalls, and a plan, if necessary, for eliminating any shortfall
 3 without a supplemental appropriation.

4 Sec. 43. ARIZONA HISTORICAL SOCIETY
 5 2021-22
 6 FTE positions 50.9
 7 Operating lump sum appropriation \$ 2,571,500
 8 Field services and grants 65,800
 9 Papago park museum 558,300
 10 Total appropriation — Arizona historical
 11 society \$ 3,195,600
 12 Fund sources:
 13 State general fund \$ 3,195,600

14 Sec. 44. PRESCOTT HISTORICAL SOCIETY
 15 2021-22
 16 FTE positions 13.0
 17 Lump sum appropriation \$ 917,700
 18 Fund sources:
 19 State general fund \$ 917,700

20 Sec. 45. BOARD OF HOMEOPATHIC AND INTEGRATED MEDICINE EXAMINERS
 21 2021-22
 22 FTE positions 1.0
 23 Lump sum appropriation \$ 46,600
 24 Fund sources:
 25 Board of homeopathic and
 26 integrated medicine
 27 examiners' fund \$ 46,600

28 Sec. 46. ARIZONA DEPARTMENT OF HOUSING
 29 2021-22
 30 FTE positions 3.0
 31 Lump sum appropriation \$ 332,500
 32 Fund sources:
 33 Housing trust fund 332,500

34 Sec. 47. INDEPENDENT REDISTRICTING COMMISSION
 35 2021-22
 36 FTE positions 6.0
 37 Lump sum appropriation \$ 7,900,000*
 38 Fund sources:
 39 State general fund \$ 7,900,000

40 Sec. 48. INDUSTRIAL COMMISSION OF ARIZONA
 41 2021-22
 42 FTE positions 235.6
 43 Lump sum appropriation \$ 20,593,100
 44 Fund sources:
 45 Administrative fund \$ 20,593,100

1 Sec. 49. DEPARTMENT OF INSURANCE AND FINANCIAL INSTITUTIONS

2 2021-22

| | | |
|----|---|---------------|
| 3 | FTE positions | 151.4 |
| 4 | Operating lump sum appropriation | \$ 10,200,400 |
| 5 | Arizona vehicle theft task force | 4,343,500 |
| 6 | Automobile theft authority | |
| 7 | operating budget | 672,300 |
| 8 | Insurance fraud unit | 1,848,000 |
| 9 | Local grants | 957,700 |
| 10 | Reimbursable programs | <u>50,000</u> |
| 11 | Total appropriation – department of insurance | |
| 12 | and financial institutions | \$ 18,071,900 |

13 Fund sources:

| | | |
|----|---------------------------------|--------------|
| 14 | State general fund | \$ 7,840,700 |
| 15 | Automobile theft authority fund | 6,023,500 |
| 16 | Financial services fund | 4,157,400 |
| 17 | Department revolving fund | 50,300 |

18 Monies in the Arizona vehicle theft task force line item shall be
 19 used by the department of insurance and financial institutions to pay
 20 seventy-five percent of the personal services and employee-related
 21 expenditures for city, town and county sworn officers who participate in
 22 the Arizona vehicle theft task force.

23 Local grants shall be awarded with consideration given to areas with
 24 greater automobile theft problems and shall be used to combat economic
 25 automobile theft operations.

26 The department of insurance and financial institutions shall submit
 27 a report to the joint legislative budget committee before spending any
 28 monies for the reimbursable programs line item. The department shall show
 29 sufficient monies collected to cover the expenses indicated in the report.

30 Of the department fees required to be deposited in the state general
 31 fund by statute, the legislature intends that the department of insurance
 32 and financial institutions shall assess and set the fees at a level to
 33 ensure that the monies deposited in the state general fund will equal or
 34 exceed the department's expenditure from the state general fund.

35 Sec. 50. ARIZONA JUDICIARY

36 2021-2237 Supreme court

| | | |
|----|----------------------------------|---------------|
| 38 | FTE positions | 187.0 |
| 39 | Operating lump sum appropriation | \$ 16,062,400 |
| 40 | Automation | 21,711,500 |
| 41 | County reimbursements | 187,900 |
| 42 | Court appointed special advocate | 4,009,800 |
| 43 | Courthouse security | 750,000 |
| 44 | Domestic relations | 661,600 |
| 45 | State foster care review board | 3,343,800 |

| | | |
|----|-------------------------------------|------------------|
| 1 | Commission on judicial conduct | 537,700 |
| 2 | Judicial nominations and | |
| 3 | performance review | 553,000 |
| 4 | Model court | 659,700 |
| 5 | State aid | <u>5,735,800</u> |
| 6 | Total appropriation – supreme court | \$ 54,213,200 |
| 7 | Fund sources: | |
| 8 | State general fund | \$ 22,652,400 |
| 9 | Confidential intermediary and | |
| 10 | fiduciary fund | 509,400 |
| 11 | Court appointed special advocate | |
| 12 | fund | 4,092,400 |
| 13 | Criminal justice enhancement fund | 4,497,100 |
| 14 | Defensive driving school fund | 4,316,900 |
| 15 | Judicial collection enhancement | |
| 16 | fund | 15,198,700 |
| 17 | State aid to the courts fund | 2,946,300 |

18 On or before September 1, 2021, the supreme court shall report to
 19 the joint legislative budget committee and the governor's office of
 20 strategic planning and budgeting on current and future automation projects
 21 coordinated by the administrative office of the courts. The report shall
 22 include a list of court automation projects that receive or are
 23 anticipated to receive state monies in the current or next two fiscal
 24 years as well as a description of each project, the number of FTE
 25 positions, the entities involved and the goals and anticipated results for
 26 each automation project. The report shall be submitted in one summary
 27 document. The report shall indicate each project's total multiyear cost
 28 by fund source and budget line item, including any prior-year,
 29 current-year and future-year expenditures.

30 Automation expenses of the judiciary shall be funded only from the
 31 automation line item. Monies in the operating lump sum appropriation or
 32 other line items intended for automation purposes shall be transferred to
 33 the automation line item before expenditure.

34 Included in the operating lump sum appropriation for the supreme
 35 court is \$1,000 for the purchase of mementos and items for visiting
 36 officials.

37 Of the \$187,900 appropriated for county reimbursements, state grand
 38 jury is limited to \$97,900 and capital postconviction relief is limited to
 39 \$90,000.

40 Of the amount appropriated in the automation line item, \$133,900 is
 41 to expand and maintain the court's electronic case management system for
 42 water adjudication.

1 Court of appeals

| | | |
|---|---------------|-------|
| 2 | FTE positions | 136.8 |
|---|---------------|-------|

| | | |
|---|--------------|---------------|
| 3 | Division one | \$ 11,895,500 |
|---|--------------|---------------|

4 Division two 5,284,100

| | | |
|---|--|---------------|
| 5 | Total appropriation – court of appeals | \$ 17,179,600 |
|---|--|---------------|

6 Fund sources:

| | | |
|---|--------------------|---------------|
| 7 | State general fund | \$ 17,179,600 |
|---|--------------------|---------------|

8 Of the 136.8 FTE positions for fiscal year 2021-2022, 98.3 FTE
9 positions are for division one and 38.5 FTE positions are for division
10 two.

11 Superior court

| | | |
|----|---------------|-------|
| 12 | FTE positions | 238.5 |
|----|---------------|-------|

| | | |
|----|----------------------------------|--------------|
| 13 | Operating lump sum appropriation | \$ 4,819,700 |
|----|----------------------------------|--------------|

| | | |
|----|----------------------|------------|
| 14 | Judges' compensation | 23,970,700 |
|----|----------------------|------------|

| | | |
|----|------------------------------|-----------|
| 15 | Centralized service payments | 3,605,500 |
|----|------------------------------|-----------|

| | | |
|----|--------------------------|------------|
| 16 | Adult standard probation | 21,824,200 |
|----|--------------------------|------------|

| | | |
|----|---------------------------|------------|
| 17 | Adult intensive probation | 12,962,800 |
|----|---------------------------|------------|

| | | |
|----|----------------------|-----------|
| 18 | Community punishment | 2,310,300 |
|----|----------------------|-----------|

| | | |
|----|------------------------|---------|
| 19 | Court-ordered removals | 315,000 |
|----|------------------------|---------|

| | | |
|----|--------------------|---------|
| 20 | Interstate compact | 503,300 |
|----|--------------------|---------|

| | | |
|----|------------|-----------|
| 21 | Drug court | 1,080,000 |
|----|------------|-----------|

22 General adjudication personnel

| | | |
|----|--------------------------|-----------|
| 23 | and support fund deposit | 2,000,000 |
|----|--------------------------|-----------|

| | | |
|----|-----------------------------|-----------|
| 24 | Juvenile standard probation | 3,705,600 |
|----|-----------------------------|-----------|

| | | |
|----|------------------------------|-----------|
| 25 | Juvenile intensive probation | 5,969,300 |
|----|------------------------------|-----------|

| | | |
|----|-----------------------------|------------|
| 26 | Juvenile treatment services | 20,697,900 |
|----|-----------------------------|------------|

| | | |
|----|----------------------------|---------|
| 27 | Juvenile family counseling | 500,000 |
|----|----------------------------|---------|

| | | |
|----|--------------------------|-----------|
| 28 | Juvenile crime reduction | 3,327,000 |
|----|--------------------------|-----------|

| | | |
|----|---------------------------------|-----------|
| 29 | Juvenile diversion consequences | 8,918,600 |
|----|---------------------------------|-----------|

| | | |
|----|------------------------------|-----------|
| 30 | Probation incentive payments | 1,000,000 |
|----|------------------------------|-----------|

| | | |
|----|----------------------------|---------|
| 31 | Probation officer vehicles | 187,500 |
|----|----------------------------|---------|

| | | |
|----|----------------------|----------------|
| 32 | Special water master | <u>502.100</u> |
|----|----------------------|----------------|

| | | |
|----|--------------------------------------|---------------|
| 33 | Total appropriation – superior court | \$118,199,500 |
|----|--------------------------------------|---------------|

34 Fund sources:

| | | |
|----|--------------------|---------------|
| 35 | State general fund | \$106,205,100 |
|----|--------------------|---------------|

| | | |
|----|-----------------------------------|-----------|
| 36 | Criminal justice enhancement fund | 5,475,800 |
|----|-----------------------------------|-----------|

| | | |
|----|-----------------------------------|---------|
| 37 | Drug treatment and education fund | 503,400 |
|----|-----------------------------------|---------|

38 Judicial collection enhancement

| | | |
|----|------|-----------|
| 39 | fund | 6.015.200 |
|----|------|-----------|

40 Operating budget

41 All expenditures made by the administrative office of the courts to
42 administer superior court line items shall be funded only from the
43 superior court operating budget. Monies in superior court line items
44 intended for this purpose shall be transferred to the superior court
45 operating budget before expenditure.

Judges

Of the 238.5 FTE positions, 180 FTE positions represent superior court judges. This FTE position clarification does not limit the counties' ability to add judges pursuant to section 12-121, Arizona Revised Statutes.

All monies in the judges' compensation line item shall be used to pay for fifty percent of superior court judges' salaries, elected officials' retirement plan costs and related state benefit costs for judges pursuant to section 12-128, Arizona Revised Statutes. Monies in the operating lump sum appropriation or other line items intended for this purpose shall be transferred to the judges' compensation line item before expenditure.

Probation

Monies appropriated to juvenile treatment services and juvenile diversion consequences shall be deposited in the juvenile probation services fund established by section 8-322, Arizona Revised Statutes.

Receipt of state probation monies by the counties is contingent on the county maintenance of fiscal year 2019-2020 expenditure levels for each probation program. State probation monies are not intended to supplant county dollars for probation programs.

On or before November 1, 2021, the administrative office of the courts shall report to the joint legislative budget committee and the governor's office of strategic planning and budgeting the fiscal year 2020-2021 actual, fiscal year 2021-2022 estimated and fiscal year 2022-2023 requested amounts for each of the following:

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

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

All centralized service payments made by the administrative office of the courts on behalf of counties shall be funded only from the centralized service payments line item. Centralized service payments include only training, motor vehicle payments, CORP review board funding, LEARN funding, research, operational reviews and GPS vendor payments. This footnote does not apply to treatment or counseling services payments made from the juvenile treatment services and juvenile diversion consequences line items. Monies in the operating lump sum appropriation or other line items intended for centralized service payments shall be

transferred to the centralized service payments line item before expenditure.

All monies in the adult standard probation, adult intensive probation, community punishment, interstate compact, juvenile standard probation, juvenile intensive probation, juvenile treatment services, juvenile diversion consequences juvenile crime reduction and probation incentive payments line items shall be used only as pass-through monies to county probation departments. Monies in the operating lump sum appropriation or other line items intended as pass-through for the purpose of administering a county probation program shall be transferred to the appropriate probation line item before expenditure.

On or before November 1, 2021, the administrative office of the courts shall submit a report for review by the joint legislative budget committee on the county-approved salary adjustments provided to probation officers since the last report on November 1, 2020. The administrative office shall also submit a copy of the report to the governor's office of strategic planning and budgeting. The report shall include, for each county, the:

1. Approved percentage salary increase by year.
2. Net increase in the amount allocated to each probation department by the administrative office of the courts for each applicable year.
3. Average number of probation officers by applicable year.
4. Average salary of probation officers for each applicable year.

The amounts appropriated in the adult standard probation, adult intensive probation, interstate compact, drug court, juvenile standard probation, juvenile intensive probation, juvenile treatment services and juvenile diversion consequences line items in fiscal year 2021-2022 include an increase of \$4,251,500 to cover the state's share of probation officer salary increases for fiscal years 2018-2019, 2019-2020, 2020-2021 and 2021-2022. If the counties approve probation officer step or inflation salary increases in fiscal year 2021-2022 that increase the state's share above the amount appropriated, the legislative intends that the counties absorb any additional cost to this state in fiscal year 2021-2022 and subsequent years.

Water adjudication

The amount appropriated in the special water master line item includes an increase of \$147,600 for two paralegal FTE positions and \$109,700 is for one law clerk FTE position.

1 Sec. 51. DEPARTMENT OF JUVENILE CORRECTIONS

| | | |
|----|------------------------------------|----------------|
| 2 | | <u>2021-22</u> |
| 3 | FTE positions | 738.5 |
| 4 | Lump sum appropriation | \$ 47,290,100 |
| 5 | Fund sources: | |
| 6 | State general fund | \$ 32,290,000 |
| 7 | State charitable, penal and | |
| 8 | reformatory institutions | |
| 9 | land fund | 4,017,000 |
| 10 | Criminal justice enhancement fund | 546,200 |
| 11 | State education fund for committed | |
| 12 | youth | 1,986,000 |
| 13 | Department of juvenile corrections | |
| 14 | local cost sharing fund | 8,450,900 |

15 Twenty-five percent of land earnings and interest from the state
 16 charitable, penal and reformatory institutions land fund shall be
 17 distributed to the department of juvenile corrections, in compliance with
 18 section 25 of the enabling act and the Constitution of Arizona, to be used
 19 to support state juvenile institutions and reformatories.

20 Sec. 52. STATE LAND DEPARTMENT

| | | |
|----|---|----------------|
| 21 | | <u>2021-22</u> |
| 22 | FTE positions | 129.7 |
| 23 | Operating lump sum appropriation | \$ 16,678,200 |
| 24 | Natural resource conservation | |
| 25 | districts | 650,000 |
| 26 | CAP user fees | 1,700,000 |
| 27 | Due diligence fund deposit | 1,500,000 |
| 28 | Due diligence program | 5,000,000 |
| 29 | Fire suppression | 800,000 |
| 30 | Streambed navigability litigation | <u>220,000</u> |
| 31 | Total appropriation – state land department | \$ 26,548,200 |
| 32 | Fund sources: | |
| 33 | State general fund | \$ 13,967,500 |
| 34 | Environmental special plate fund | 260,600 |
| 35 | Due diligence fund | 5,000,000 |
| 36 | Trust land management fund | 7,320,100 |

37 The appropriation includes \$1,700,000 for CAP user fees in fiscal
 38 year 2021-2022. For fiscal year 2021-2022, from municipalities that
 39 assume their allocation of central Arizona project water for every dollar
 40 received as reimbursement to the state for past central Arizona water
 41 conservation district payments, \$1 reverts to the state general fund in
 42 the year that the reimbursement is collected.

Of the amount appropriated for natural resource conservation districts in fiscal year 2021-2022, \$30,000 shall be used to provide grants to natural resource conservation districts environmental education centers.

Sec. 53. LEGISLATURE

2021-22

Senate

Lump sum appropriation \$ 18,253,900*

Fund sources:

State general fund \$ 18,253,900

Included in the lump sum appropriation of \$18,253,900 for fiscal year 2021-2022 is \$1,000 for the purchase of mementos and items for visiting officials.

House of representatives

Lump sum appropriation \$ 21,830,000*

Fund sources:

State general fund \$ 21,830,000

Included in the lump sum appropriation of \$21,830,000 for fiscal year 2021-2022 is \$1,000 for the purchase of mementos and items for visiting officials.

Legislative council

FTE positions 66.0

Operating lump sum appropriation \$ 9,121,800

Ombudsman-citizens aide office 1,141,300

Total appropriation – legislative

council \$ 10,263,100*

Fund sources:

State general fund \$ 10,263,100

Dues for the council of state governments may be expended only on an affirmative vote of the legislative council.

The legislature intends that the ombudsman-citizens aide prioritize investigating and processing complaints relating to the department of child safety.

Joint legislative budget committee

FTE positions 29.0

Lump sum appropriation \$ 2,934,700*

Fund sources:

State general fund \$ 2,934,700

Auditor general

FTE positions 200.8

Lump sum appropriation \$ 21,406,500*

Fund sources:

State general fund \$ 21,406,500

1 The auditor general shall compile information on how all Arizona
2 school districts and charter schools spent or plan to spend stimulus
3 monies specified in the federal acts related to the COVID-19 pandemic and
4 how the department of education spent or plans to spend its stimulus
5 discretionary monies specified in the federal acts related to the COVID-19
6 pandemic in fiscal years 2019-2020, 2020-2021 and 2021-2022. On or before
7 January 1, 2022, the auditor general shall issue a report that includes
8 the fiscal years 2019-2020 and 2020-2021 information and on or before
9 January 1, 2023, the auditor general shall issue a report that includes
10 the fiscal year 2021-2022 information. For both reports, the auditor
11 general may develop recommendations, as necessary. The school districts
12 and charter schools shall cooperate with and provide information and
13 records to the auditor general in a format prescribed by the auditor
14 general to facilitate the reporting required in this section. The
15 department of education and other state or local agencies that passed
16 stimulus monies through to school districts and charter schools shall
17 cooperate with and provide necessary information to the auditor general.

18 The auditor general shall conduct a special audit of financial and
19 related information of any private, nongovernmental grant monies used for
20 this state's 2020 elections and Maricopa county's procurement of voting
21 systems. On or before March 31, 2022, the auditor general shall submit a
22 report to the governor, the president of the senate and the speaker of the
23 house of representatives on all of the following:

24 1. Private, nongovernmental grant monies received and expended by
25 the secretary of state's office for the 2020 elections and any balance
26 remaining unexpended on June 30, 2021, for the following:

27 (a) Educating voters how to sign up for the permanent early voting
28 list or how to request an early ballot. The report shall include the type
29 of information provided and where the information was provided.

30 (b) Recruiting poll workers. The report shall include where the
31 recruitment was targeted and advertised and the requirements for poll
32 worker selection.

33 (c) Combating misinformation and disinformation about the 2020
34 elections. The report shall include the methods used, the type of
35 information provided and where the information was provided.

36 (d) Personnel and employee-related expenses. The report shall
37 include an analysis of why the monies were used for these specific
38 purposes.

39 2. Private, nongovernmental grant monies received and expended by
40 Maricopa county on programs and processes for the 2020 elections,
41 including the purpose of the expenditures, the amount spent for personnel
42 and employee-related expenses and any balance remaining unexpended on June
43 30, 2021.

3. Private, nongovernmental grant monies received and expended by Pima county on programs and processes for the 2020 elections, including the purpose of the expenditures, the amount spent for personnel and employee-related expenses and any balance remaining unexpended on June 30, 2021.

4. Maricopa county's process to acquire Dominion Voting Systems, including information regarding:

(a) Compliance with the county's procurement code.

(b) Agreement terms, including acquisition costs, time frames and machine maintenance and security.

(c) The Maricopa county board of supervisors meetings to discuss the acquisition, including any public comment.

(d) The security and technical analysis that occurred before the acquisition.

Sec. 54. DEPARTMENT OF LIQUOR LICENSES AND CONTROL

2021-22

FTE positions 51.2

Lump sum appropriation \$ 4,523,200

Fund sources:

Liquor licenses fund \$ 4,523,200

Sec. 55. ARIZONA STATE LOTTERY COMMISSION

2021-22

FTE positions 98.8

Operating lump sum appropriation \$ 9,498,700

Advertising 15,500,000

Total appropriation – Arizona state

lottery commission \$ 24,998,700

Fund source:

State lottery fund \$ 24,998,700

An amount equal to twenty percent of tab ticket sales is appropriated to pay sales commissions to charitable organizations. This amount is currently estimated to be \$1,311,400 in fiscal year 2021-2022.

An amount equal to 3.6 percent of actual instant ticket sales is appropriated to print instant tickets or to pay contractual obligations concerning instant ticket distribution. This amount is currently estimated to be \$34,507,200 in fiscal year 2021-2022.

An amount equal to a percentage of actual online game sales as determined by contract is appropriated to pay online vendor fees. This amount is currently estimated to be \$10,720,100, or 4.256 percent of actual online ticket sales, in fiscal year 2021-2022.

An amount equal to 6.5 percent of gross lottery game sales, minus charitable tab tickets, is appropriated to pay sales commissions to ticket retailers. An additional amount not to exceed 0.5 percent of gross lottery game sales is appropriated to pay sales commissions to ticket retailers. The combined amount is currently estimated to be 6.7 percent of total ticket sales, or \$80,658,500, in fiscal year 2021-2022.

Sec. 56. BOARD OF MASSAGE THERAPY

| | |
|-------------------------------|----------------|
| | <u>2021-22</u> |
| FTE positions | 5.0 |
| Lump sum appropriation | \$ 486,100 |
| Fund sources: | |
| Board of massage therapy fund | \$ 486,100 |

Sec. 57. ARIZONA MEDICAL BOARD

| | |
|---|----------------|
| | <u>2021-22</u> |
| FTE positions | 61.5 |
| Operating lump sum appropriation | \$ 7,512,100 |
| Employee performance incentive program | <u>165,600</u> |
| Total appropriation – Arizona medical board | \$ 7,677,700 |
| Fund sources: | |
| Arizona medical board fund | \$ 7,677,700 |

Sec. 58. STATE MINE INSPECTOR

| | |
|--|----------------|
| | <u>2021-22</u> |
| FTE positions | 16.0 |
| Operating lump sum appropriation | \$ 1,287,500 |
| Abandoned mines | 194,700 |
| Aggregate mining land reclamation | <u>181,800</u> |
| Total appropriation – state mine inspector | \$ 1,664,000 |
| Fund sources: | |
| State general fund | \$ 1,551,100 |
| Aggregate mining reclamation fund | 112,900 |

All aggregate mining reclamation fund monies received by the state mine inspector in excess of \$112,900 in fiscal year 2021-2022 are appropriated to the aggregate mining land reclamation line item. Before spending any aggregate mining reclamation fund monies in excess of \$112,900 in fiscal year 2021-2022, the state mine inspector shall report the intended use of the monies to the joint legislative budget committee and the governor's office of strategic planning and budgeting.

| | | |
|----|--|----------------|
| 1 | Sec. 59. NATUROPATHIC PHYSICIANS MEDICAL BOARD | |
| 2 | | <u>2021-22</u> |
| 3 | FTE positions | 2.0 |
| 4 | Lump sum appropriation | \$ 197,600 |
| 5 | Fund sources: | |
| 6 | Naturopathic physicians medical | |
| 7 | board fund | \$ 197,600 |
| 8 | Sec. 60. ARIZONA NAVIGABLE STREAM ADJUDICATION COMMISSION | |
| 9 | | <u>2021-22</u> |
| 10 | FTE positions | 2.0 |
| 11 | Lump sum appropriation | \$ 333,000 |
| 12 | Fund sources: | |
| 13 | State general fund | \$ 133,000 |
| 14 | Arizona water banking fund | 200,000 |
| 15 | Sec. 61. ARIZONA STATE BOARD OF NURSING | |
| 16 | | <u>2021-22</u> |
| 17 | FTE positions | 52.0 |
| 18 | Operating lump sum appropriation | \$ 4,869,500 |
| 19 | Certified nursing assistant | |
| 20 | credentialing program | <u>538,400</u> |
| 21 | Total appropriation – Arizona state | |
| 22 | board of nursing | \$ 5,407,900 |
| 23 | Fund sources: | |
| 24 | Board of nursing fund | \$ 5,407,900 |
| 25 | Sec. 62. BOARD OF EXAMINERS OF NURSING CARE INSTITUTION ADMINISTRATORS | |
| 26 | AND ASSISTED LIVING FACILITY MANAGERS | |
| 27 | | <u>2021-22</u> |
| 28 | FTE positions | 7.0 |
| 29 | Lump sum appropriation | \$ 538,700 |
| 30 | Fund sources: | |
| 31 | Nursing care institution | |
| 32 | administrators' licensing and | |
| 33 | assisted living facility | |
| 34 | managers' certification fund | \$ 538,700 |
| 35 | Sec. 63. BOARD OF OCCUPATIONAL THERAPY EXAMINERS | |
| 36 | | <u>2021-22</u> |
| 37 | FTE positions | 1.5 |
| 38 | Lump sum appropriation | \$ 204,700 |
| 39 | Fund sources: | |
| 40 | Occupational therapy fund | \$ 204,700 |

| | | |
|----|--|------------------|
| 1 | Sec. 64. STATE BOARD OF DISPENSING OPTICIANS | |
| 2 | | <u>2021-22</u> |
| 3 | FTE positions | 1.0 |
| 4 | Lump sum appropriation | \$ 166,200 |
| 5 | Fund sources: | |
| 6 | Board of dispensing opticians fund | \$ 166,200 |
| 7 | Sec. 65. STATE BOARD OF OPTOMETRY | |
| 8 | | <u>2021-22</u> |
| 9 | FTE positions | 2.0 |
| 10 | Lump sum appropriation | \$ 248,200 |
| 11 | Fund sources: | |
| 12 | Board of optometry fund | \$ 248,200 |
| 13 | Sec. 66. ARIZONA BOARD OF OSTEOPATHIC EXAMINERS IN MEDICINE AND SURGERY | |
| 14 | | <u>2021-22</u> |
| 15 | FTE positions | 9.0 |
| 16 | Lump sum appropriation | \$ 1,091,400 |
| 17 | Fund sources: | |
| 18 | Arizona board of osteopathic | |
| 19 | examiners in medicine | |
| 20 | and surgery fund | \$ 1,091,400 |
| 21 | Sec. 67. ARIZONA STATE PARKS BOARD | |
| 22 | | <u>2021-22</u> |
| 23 | FTE positions | 163.0 |
| 24 | Operating lump sum appropriation | \$ 16,121,400 |
| 25 | Arizona trail | 250,000 |
| 26 | Arizona state parks heritage | |
| 27 | fund deposit | 10,000,000 |
| 28 | State parks store | 1,000,000 |
| 29 | SPRF deposit to state parks | |
| 30 | store fund | 1,000,000 |
| 31 | Onetime cabin debt payoff | 528,400 |
| 32 | State lake improvement fund deposit | 4,000,000 |
| 33 | Kartchner caverns state park | <u>2,441,000</u> |
| 34 | Total appropriation – Arizona state parks | |
| 35 | board | \$ 35,340,800 |
| 36 | Fund sources: | |
| 37 | State general fund | \$ 14,000,000 |
| 38 | State parks revenue fund | 20,330,600 |
| 39 | State parks store fund | 1,000,000 |
| 40 | Off-highway vehicle recreation fund | 10,200 |
| 41 | In addition to the operating lump sum appropriation, an amount equal | |
| 42 | to the revenue share agreement with the United States forest service for | |
| 43 | Fool Hollow Lake recreation area is appropriated to the Arizona state | |
| 44 | parks board from the state parks revenue fund established by section | |
| 45 | 41-511.21, Arizona Revised Statutes. | |

| | | |
|----|---|----------------|
| 1 | Sec. 68. STATE PERSONNEL BOARD | |
| 2 | | <u>2021-22</u> |
| 3 | FTE positions | 2.0 |
| 4 | Lump sum appropriation | \$ 332,500 |
| 5 | Fund sources: | |
| 6 | Personnel division fund – | |
| 7 | personnel board subaccount | \$ 332,500 |
| 8 | Sec. 69. ARIZONA STATE BOARD OF PHARMACY | |
| 9 | | <u>2021-22</u> |
| 10 | FTE positions | 25.4 |
| 11 | Operating lump sum appropriation | \$ 3,085,000 |
| 12 | Prescriber report card | <u>50,000</u> |
| 13 | Total appropriation – Arizona state | |
| 14 | board of pharmacy | \$ 3,135,000 |
| 15 | Fund sources: | |
| 16 | Arizona state board of pharmacy | |
| 17 | fund | \$ 3,135,000 |
| 18 | On or before September 30, 2021, the Arizona state board of pharmacy | |
| 19 | shall submit a report to the joint legislative budget committee on the | |
| 20 | progress of the board's implementation of recommendations included in the | |
| 21 | auditor general's September 2020 report, including recommendations | |
| 22 | regarding policies and procedures for verifying possession of fingerprint | |
| 23 | clearance cards, ensuring that continuing education requirements are met, | |
| 24 | documenting complaint jurisdiction, meeting inspection time frames and | |
| 25 | enforcing compliance with the controlled substances prescription | |
| 26 | monitoring program requirements. The report shall include information | |
| 27 | regarding the board's review of its direct and indirect costs and its | |
| 28 | determination of the appropriate license and permit fees. | |
| 29 | Sec. 70. BOARD OF PHYSICAL THERAPY | |
| 30 | | <u>2021-22</u> |
| 31 | FTE positions | 4.0 |
| 32 | Lump sum appropriation | \$ 513,900 |
| 33 | Fund sources: | |
| 34 | Board of physical therapy fund | \$ 513,900 |
| 35 | Sec. 71. ARIZONA PIONEERS' HOME | |
| 36 | | <u>2021-22</u> |
| 37 | FTE positions | 106.3 |
| 38 | Lump sum appropriation | \$ 7,227,000 |
| 39 | Fund sources: | |
| 40 | Miners' hospital for miners with | |
| 41 | disabilities land fund | \$ 2,137,500 |
| 42 | State charitable fund | 5,089,500 |

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

Sec. 72. STATE BOARD OF PODIATRY EXAMINERS

| | | |
|------------------------|----|----------------|
| | | <u>2021-22</u> |
| FTE positions | | 1.0 |
| Lump sum appropriation | \$ | 171,600 |
| Fund sources: | | |
| Podiatry fund | \$ | 171,600 |

Sec. 73. COMMISSION FOR POSTSECONDARY EDUCATION

| | | |
|--|----|----------------|
| | | <u>2021-22</u> |
| FTE positions | | 5.0 |
| Operating lump sum appropriation | \$ | 226,700 |
| Leveraging educational assistance partnership (LEAP) | | 2,319,500 |
| Arizona college and career guide | | 21,300 |
| Arizona teacher student loan program | | 426,000 |
| Arizona minority educational policy analysis center | | 100,700 |
| Twelve plus partnership | | <u>130,400</u> |
| Total appropriation – commission for postsecondary education | \$ | 3,224,600 |
| Fund sources: | | |
| State general fund | \$ | 1,680,900 |
| Postsecondary education fund | | 1,543,700 |

In order to be eligible to receive state matching monies under the leveraging educational assistance partnership for grants to students, each participating institution, public or private, shall provide an amount of institutional matching monies that equals the amount of monies provided by this state to the institution for the leveraging educational assistance partnership. Administrative expenses incurred by the commission for postsecondary education shall be paid from institutional matching monies and may not exceed twelve percent of the monies in fiscal year 2021-2022.

Any unencumbered balance remaining in the postsecondary education fund established by section 15-1853, Arizona Revised Statutes, on June 30, 2021, and all grant monies and other revenues received by the commission for postsecondary education, when paid into the state treasury, are appropriated for the specific purposes designated by line items and for additional responsibilities prescribed in sections 15-1851 and 15-1852, Arizona Revised Statutes.

The appropriations for the Arizona college and career guide, Arizona minority educational policy analysis center and twelve plus partnership are estimates representing all monies distributed to these programs,

including balance forward, revenue and transfers, during fiscal year 2021-2022. The appropriations shall be adjusted as necessary to reflect actual final monies credited to the postsecondary education fund.

Sec. 74. STATE BOARD FOR PRIVATE POSTSECONDARY EDUCATION

| | | |
|--|----|----------------|
| | | <u>2021-22</u> |
| FTE positions | | 4.0 |
| Lump sum appropriation | \$ | 436,300 |
| Fund sources: | | |
| Board for private postsecondary education fund | \$ | 436,300 |

Sec. 75. STATE BOARD OF PSYCHOLOGIST EXAMINERS

| | | |
|--------------------------------------|----|----------------|
| | | <u>2021-22</u> |
| FTE positions | | 4.5 |
| Lump sum appropriation | \$ | 563,000 |
| Fund sources: | | |
| Board of psychologist examiners fund | \$ | 563,000 |

Sec. 76. DEPARTMENT OF PUBLIC SAFETY

| | | |
|--|----|------------------|
| | | <u>2021-22</u> |
| FTE positions | | 2,046.7 |
| Operating lump sum appropriation | \$ | 333,919,900 |
| ACTIC | | 1,450,000 |
| Border strike task force ongoing | | 9,102,100 |
| Border strike task force local support | | 1,261,700 |
| Civil air patrol | | 150,000 |
| DPS – rapid DNA testing equipment | | 600,000 |
| GIITEM | | 28,541,500 |
| GIITEM subaccount | | 2,411,600 |
| Motor vehicle fuel | | 5,454,600 |
| Onetime active shooter equipment | | 2,912,900 |
| Onetime AZPOST support | | 1,196,300 |
| Pharmaceutical diversion and drug theft task force | | 711,200 |
| Public safety equipment | | <u>2,890,000</u> |

| | | |
|---|----|-------------|
| Total appropriation – department of public safety | \$ | 390,601,800 |
|---|----|-------------|

| | | |
|--|----|-------------|
| Fund sources: | | |
| State general fund | \$ | 293,637,700 |
| State highway fund | | 8,169,100 |
| Arizona highway patrol fund | | 44,991,200 |
| State aid to indigent defense fund | | 700,000 |
| Criminal justice enhancement fund | | 2,999,700 |
| Department of public safety forensics fund | | 23,235,600 |

| | | |
|----|-----------------------------------|-----------|
| 1 | Gang and immigration intelligence | |
| 2 | team enforcement mission border | |
| 3 | security and law enforcement | |
| 4 | subaccount | 2,411,600 |
| 5 | Motorcycle safety fund | 205,000 |
| 6 | Motor vehicle liability insurance | |
| 7 | enforcement fund | 1,302,700 |
| 8 | Risk management revolving fund | 1,408,600 |
| 9 | Parity compensation fund | 4,175,500 |
| 10 | Public safety equipment fund | 2,893,700 |
| 11 | Concealed weapons permit fund | 2,875,300 |
| 12 | Fingerprint clearance card fund | 1,596,100 |

13 Of the \$28,541,500 appropriated to the GIITEM line item, \$15,029,400
 14 shall be used for one hundred department of public safety GIITEM
 15 personnel. The additional staff shall include at least fifty sworn
 16 department of public safety positions to be used for immigration
 17 enforcement and border security and fifty department of public safety
 18 positions to assist GIITEM in various efforts, including:

19 1. Strictly enforcing all federal laws relating to illegal aliens
 20 and arresting illegal aliens.

21 2. Responding to or assisting any county sheriff or attorney in
 22 investigating complaints of employment of illegal aliens.

23 3. Enforcing Arizona's law known as the Legal Arizona Workers Act,
 24 strictly enforcing Arizona's SB 1070, Arizona's "Support Our Law
 25 Enforcement and Safe Neighborhoods Act" and investigating crimes of
 26 identity theft in the context of hiring illegal aliens and the unlawful
 27 entry into this country.

28 4. Taking strict enforcement action.

29 Any change in the GIITEM mission or allocation of monies shall be
 30 approved by the joint legislative budget committee. The department shall
 31 submit an expenditure plan to the joint legislative budget committee for
 32 review before expending any monies not identified in the department's
 33 previous expenditure plans.

34 Of the \$28,541,500 appropriated to the GIITEM line item, only
 35 \$1,403,400 is deposited in the GIITEM fund established by section 41-1724,
 36 Arizona Revised Statutes, and is appropriated for the purposes of that
 37 section. The \$1,403,400 is exempt from the provisions of section 35-190,
 38 Arizona Revised Statutes, relating to lapsing of appropriations. This
 39 state recognizes that states have inherent authority to arrest a person
 40 for any immigration violation.

41 Any monies remaining in the department of public safety joint
 42 account on June 30, 2022 revert to the funds from which they were
 43 appropriated. The reverted monies shall be returned in direct proportion
 44 to the amounts appropriated.

On or before September 1, 2021, the department of public safety shall submit an expenditure plan for the border strike task force local support line item to the joint legislature budget committee and the governor's office of strategic planning and budgeting.

Of the \$1,261,700 appropriated for the border strike task force local support line item, \$761,700 shall be used to fund local law enforcement officer positions within the border strike task force. Any city, town, county or other entity that enters into an agreement with the department to participate in the border strike task force shall provide at least twenty-five percent of the cost of the services, and the department shall provide not more than seventy-five percent of personal services and employee-related expenditures for each agreement or contract. The department may fund all capital-related equipment.

Of the \$1,261,700 appropriated for the border strike task force local support line item, \$500,000 shall be used for grants to cities, towns or counties for costs associated with prosecuting and imprisoning individuals charged with drug trafficking, human smuggling, illegal immigration and other border-related crimes.

Notwithstanding Laws 2019, chapter 263, section 80, the \$1,047,500 appropriated to the department of public safety by Laws 2019, chapter 263, section 80 for the peace officer training equipment line item is exempt from the provisions of section 35-190, Arizona Revised Statutes, relating to lapsing of appropriations, until June 30, 2022. Any monies remaining unexpended on June 30, 2022 revert to the fund from which the monies were appropriated.

The \$600,000 appropriated to the DPS - rapid DNA testing equipment line item in fiscal year 2021-2022 to the department of public safety shall be used to:

1. Purchase and deploy rapid DNA testing devices throughout this state.
2. Subject to the availability of monies and on the request of a county sheriff, train that county sheriff's personnel on properly using the rapid DNA testing devices.

On or before October 15, 2021, January 15, 2022, April 15, 2022 and July 15, 2022, the director of the department of public safety shall submit a report to the chairpersons of the judiciary committee of the house of representatives and the judiciary committee of the senate, or their successor committees, containing at least the following information relating to the devices and training prescribed by this section:

1. The number of rapid DNA tests performed by the department and county sheriffs.
2. The number of criminal suspects identified or matched by rapid DNA testing to the combined DNA index system.
3. The total number and types of crimes identified or matched by rapid DNA testing.

| | | |
|----|--|------------------|
| 1 | Sec. 77. STATE REAL ESTATE DEPARTMENT | |
| 2 | | <u>2021-22</u> |
| 3 | FTE positions | 37.0 |
| 4 | Lump sum appropriation | \$ 2,997,600 |
| 5 | Fund sources: | |
| 6 | State general fund | \$ 2,997,600 |
| 7 | Sec. 78. RESIDENTIAL UTILITY CONSUMER OFFICE | |
| 8 | | <u>2021-22</u> |
| 9 | FTE positions | 11.0 |
| 10 | Operating lump sum appropriation | \$ 1,243,900 |
| 11 | Professional witnesses | <u>145,000*</u> |
| 12 | Total appropriation – residential utility | |
| 13 | consumer office | \$ 1,388,900 |
| 14 | Fund sources: | |
| 15 | Residential utility consumer | |
| 16 | office revolving fund | \$ 1,388,900 |
| 17 | Sec. 79. BOARD OF RESPIRATORY CARE EXAMINERS | |
| 18 | | <u>2021-22</u> |
| 19 | FTE positions | 4.0 |
| 20 | Lump sum appropriation | \$ 333,300 |
| 21 | Fund sources: | |
| 22 | Board of respiratory care | |
| 23 | examiners fund | \$ 333,300 |
| 24 | Sec. 80. ARIZONA STATE RETIREMENT SYSTEM | |
| 25 | | <u>2021-22</u> |
| 26 | FTE positions | 240.9 |
| 27 | Lump sum appropriation | \$ 25,695,800 |
| 28 | Fund sources: | |
| 29 | Arizona state retirement system | |
| 30 | administration account | \$ 23,895,800 |
| 31 | Long-term disability trust fund | |
| 32 | administration account | 1,800,000 |
| 33 | Sec. 81. DEPARTMENT OF REVENUE | |
| 34 | | <u>2021-22</u> |
| 35 | FTE positions | 880.8 |
| 36 | Operating lump sum appropriation | \$ 67,520,200 |
| 37 | BRITS operational support | 7,723,700 |
| 38 | E-commerce compliance and outreach | 854,900 |
| 39 | Income tax information technology | 466,300 |
| 40 | Unclaimed property administration | |
| 41 | and audit | 1,467,800 |
| 42 | TPT simplification | 1,020,000 |
| 43 | Tax fraud prevention | <u>3,150,000</u> |
| 44 | Total appropriation – department of revenue | \$ 82,202,900 |

1 Fund sources:

| | |
|------------------------------------|---------------|
| 2 State general fund | \$ 53,876,500 |
| 3 Department of revenue | |
| 4 administrative fund | 26,816,200 |
| 5 Liability setoff program | |
| 6 revolving fund | 815,500 |
| 7 Tobacco tax and health care fund | 694,700 |

8 The appropriation for the income tax information technology line
 9 item is exempt from the provisions of section 35-190, Arizona Revised
 10 Statutes, relating to lapsing of appropriations, until June 30, 2024.

11 If the total value of properties retained by unclaimed property
 12 contract auditors exceeds \$1,467,800, the excess amount is transferred
 13 from the state general fund to the department of revenue administrative
 14 fund established by section 42-1116.01, Arizona Revised Statutes, and is
 15 appropriated to the department for contract auditor fees.

16 The department shall report the department's general fund revenue
 17 enforcement goals for fiscal year 2021-2022 to the joint legislative
 18 budget committee on or before September 30, 2021. On or before September
 19 30, 2022, the department shall provide an annual progress report to the
 20 joint legislative budget committee as to the effectiveness of the
 21 department's overall enforcement and collections program for fiscal year
 22 2021-2022. The reports shall compare projected and actual state general
 23 fund, total state tax, total county tax and total municipal tax revenue
 24 enforcement collections for fiscal year 2020-2021 and fiscal year
 25 2021-2022, including the amount of projected and actual enforcement
 26 collections for all tax types. The reports shall also include the total
 27 number of transaction privilege tax delinquent accounts, the total dollar
 28 value of those accounts classified by age of account and the total dollar
 29 amount of delinquent account write-offs determined to be uncollectible for
 30 fiscal year 2020-2021.

31 The department may not transfer any monies to or from the tax fraud
 32 prevention line item without prior review by the joint legislative budget
 33 committee.

34 The operating lump sum appropriation includes \$2,000,000 and 25 FTE
 35 positions for additional audit and collections staff.

36 On or before November 1, 2021, the department shall report the
 37 results of private fraud prevention investigation services during fiscal
 38 year 2020-2021 to the joint legislative budget committee. The report
 39 shall include the total number of fraudulent returns prevented and the
 40 total dollar amount of fraudulent returns prevented during fiscal year
 41 2020-2021.

1 Sec. 82. SCHOOL FACILITIES BOARD

| | | |
|----|---|--------------------|
| 2 | | <u>2021-22</u> |
| 3 | FTE positions | 17.0 |
| 4 | Operating lump sum appropriation | \$ 1,771,100 |
| 5 | New school facilities debt service | 67,176,800 |
| 6 | Building renewal grants | 107,500,000 |
| 7 | Kirkland elementary replacement | |
| 8 | school | 3,000,000 |
| 9 | Yuma union high school | 16,515,200 |
| 10 | New school facilities | <u>140,407,900</u> |
| 11 | Total appropriation – school facilities | |
| 12 | board | \$336,371,000 |
| 13 | Fund sources: | |
| 14 | State general fund | \$336,371,000 |

15 Pursuant to section 35-142.01, Arizona Revised Statutes, any
 16 reimbursement received by or allocated to the school facilities board
 17 under the federal qualified school construction bond program in fiscal
 18 year 2021-2022 shall be deposited in or revert to the state general fund.

19 At least thirty days before any monies are transferred out of the
 20 new school facilities debt service line item, the school facilities board
 21 shall report the proposed transfer to the director of the joint
 22 legislative budget committee.

23 Pursuant to section 15-2041, Arizona Revised Statutes, the amount
 24 appropriated for new school facilities shall be used only for facilities
 25 and land costs for school districts that received final approval from the
 26 school facilities board on or before December 15, 2020.

27 The amount appropriated in the Kirkland elementary replacement
 28 school line item shall be distributed to the Kirkland elementary school
 29 district to replace an existing school building, including necessary
 30 demolition of existing buildings.

31 The amount appropriated in the Yuma union high school line item
 32 shall be distributed to the Yuma union high school district for the
 33 construction of a new high school.

34 Sec. 83. DEPARTMENT OF STATE – SECRETARY OF STATE

| | | |
|----|-------------------------------------|----------------|
| 35 | | <u>2021-22</u> |
| 36 | FTE positions | 143.1 |
| 37 | Operating lump sum appropriation | \$ 13,703,000 |
| 38 | Arizona voter information database | 192,500 |
| 39 | Library grants-in-aid | 651,400* |
| 40 | Statewide radio reading service | |
| 41 | for the blind | 97,000 |
| 42 | Uniform state laws commission | <u>99,000</u> |
| 43 | Total appropriation – department of | |
| 44 | state – secretary of state | \$ 14,742,900 |

1 Fund sources:

2 State general fund \$ 13,263,600
 3 Election systems improvement fund 192,500
 4 Records services fund 1,286,800

5 Included in the operating lump sum appropriation of \$13,703,000 for
 6 fiscal year 2021-2022 is \$5,000 for the purchase of mementos and items for
 7 visiting officials.

8 Included in the operating lump sum appropriation of \$13,703,000 for
 9 fiscal year 2021-2022 is \$1,286,800 from the records services fund. This
 10 appropriation may be used for the payment of obligations incurred in
 11 fiscal years 2019-2020, 2020-2021 and 2021-2022.

12 Sec. 84. STATE BOARD OF TAX APPEALS

13 2021-22

14 FTE positions 4.0

15 Lump sum appropriation \$ 292,200

16 Fund sources:

17 State general fund \$ 292,200

18 Sec. 85. STATE BOARD OF TECHNICAL REGISTRATION

19 2021-22

20 FTE positions 25.0

21 Lump sum appropriation \$ 2,408,300

22 Fund sources:

23 Technical registration fund \$ 2,408,300

24 Sec. 86. OFFICE OF TOURISM

25 2021-22

26 FTE positions 28.0

27 Tourism fund deposit \$ 7,235,100

28 Arizona promotion 1,000,000

29 Southern Arizona study committee 250,000

30 Wine promotion 100,000

31 Total appropriation – office of tourism \$ 8,585,100

32 Fund sources:

33 State general fund \$ 8,585,100

34 The appropriation for the southern Arizona study committee line item
 35 is exempt from the provisions of section 35-190, Arizona Revised Statutes,
 36 relating to lapsing of appropriations

37 Sec. 87. DEPARTMENT OF TRANSPORTATION

38 2021-22

39 FTE positions 4,554.0

40 Operating lump sum appropriation \$219,600,100

41 Attorney general legal services 3,623,700

42 Highway maintenance 152,502,400

43 Vehicles and heavy equipment 19,755,200

44 State fleet operations 13,767,700

45 State fleet vehicle replacement 4,500,000

| | | |
|----|-------------------------------------|------------------|
| 1 | Driver safety and livestock control | 800,000 |
| 2 | Vehicle replacement | 15,300,000 |
| 3 | Highway damage recovery account | 8,000,000 |
| 4 | Preventive surface treatments | 36,142,000 |
| 5 | Authorized third parties | <u>2,162,300</u> |
| 6 | Total appropriation – department of | |
| 7 | transportation | \$476,153,400 |
| 8 | Fund sources: | |
| 9 | Air quality fund | \$ 326,000 |
| 10 | Arizona highway user revenue fund | 688,800 |
| 11 | Highway damage recovery account | 8,000,000 |
| 12 | Ignition interlock device fund | 362,200 |
| 13 | Motor vehicle liability | |
| 14 | insurance enforcement fund | 1,823,500 |
| 15 | State fleet operations fund | 13,767,700 |
| 16 | State vehicle replacement fund | 4,500,000 |
| 17 | State aviation fund | 2,064,800 |
| 18 | State highway fund | 422,701,400 |
| 19 | Transportation department | |
| 20 | equipment fund | 19,755,200 |
| 21 | Vehicle inspection and certificate | |
| 22 | of title enforcement fund | 2,163,800 |

23 Motor vehicle division

24 The department shall submit an annual report to the joint
 25 legislative budget committee on progress in improving motor vehicle
 26 division wait times and vehicle registration renewal by mail turnaround
 27 times in a format similar to prior years. The report is due on or before
 28 July 31, 2022 for fiscal year 2021-2022.

29 On or before February 1, 2022, the Arizona strategic enterprise
 30 technology office shall submit, on behalf of the department of
 31 transportation, an annual progress report to the joint legislative budget
 32 committee staff. The annual report shall provide updated plans for
 33 spending the department-dedicated portion of the authorized third-party
 34 electronic service partner's fee retention on the motor vehicle
 35 modernization project in fiscal year 2021-2022, including any amounts for
 36 stabilization, maintenance, ongoing operations, support and enhancements
 37 for the motor vehicle modernization solution, maintenance of legacy
 38 mainframe processing and support capability, and other system projects
 39 outside the scope of the motor vehicle modernization project.

40 On or before August 1, 2021, the department shall report to the
 41 director of the joint legislative budget committee the state's share of
 42 fees retained by the service Arizona vendor in the prior fiscal year. The
 43 report shall include the amount spent by the service Arizona vendor on
 44 behalf of this state in the prior fiscal year and a list of the projects
 45 funded with those monies.

1 Other

2 Of the total amount appropriated, \$152,502,400 in fiscal year
 3 2021-2022 for highway maintenance is exempt from the provisions of section
 4 35-190, Arizona Revised Statutes, relating to lapsing of appropriations,
 5 except that all unexpended and unencumbered monies of the appropriation
 6 revert to the state highway fund established by section 28-6991, Arizona
 7 Revised Statutes on August 31, 2022.

8 The amount appropriated to the preventive surface treatments line
 9 item is exempt from the provisions of section 35-190, Arizona Revised
 10 Statutes, relating to lapsing of appropriations, except that all
 11 unexpended and unencumbered monies of the appropriation revert to the
 12 state highway fund established by section 28-6991, Arizona Revised
 13 Statutes, on August 31, 2022.

14 Of the total amount appropriated, the department of transportation
 15 shall pay \$15,981,300 in fiscal year 2021-2022 from all funds to the
 16 department of administration for its risk management payment.

17 All expenditures made by the department of transportation for
 18 attorney general legal services shall be funded only from the attorney
 19 general legal services line item. Monies in the operating lump sum
 20 appropriation or other line items intended for this purpose shall be
 21 transferred to the attorney general legal services line item before
 22 expenditure.

23 In accordance with section 35-142.01, Arizona Revised Statutes,
 24 reimbursements for monies expended from the highway maintenance line item
 25 may not be credited to the account out of which the expenditure was
 26 incurred. The department shall deposit all reimbursements for monies
 27 expended from the highway maintenance line item in the highway damage
 28 recovery account established by section 28-6994, Arizona Revised Statutes.

29 Expenditures made by the department of transportation for vehicle
 30 and heavy equipment replacement shall be funded only from the vehicle
 31 replacement line item. Monies in the operating lump sum appropriation or
 32 other line items intended for this purpose shall be transferred to the
 33 vehicle replacement line item before expenditure.

34 Sec. 88. STATE TREASURER

| | | |
|----|---------------------------------------|------------------|
| 35 | | <u>2021-22</u> |
| 36 | FTE positions | 35.4 |
| 37 | Operating lump sum appropriation | \$ 4,024,900 |
| 38 | Justice of the peace salaries | 1,205,100 |
| 39 | School safety program | 2,500,000* |
| 40 | Rural county interoperability | |
| 41 | communication system | 1,500,000* |
| 42 | Law enforcement/boating safety | |
| 43 | fund grants | <u>2,183,800</u> |
| 44 | Total appropriation - state treasurer | \$ 11,413,800 |

Fund sources:

| | |
|--|--------------|
| State general fund | \$ 1,548,800 |
| Arizona highway patrol fund | 2,500,000 |
| Law enforcement and boating safety fund | 2,183,800 |
| School safety interoperability fund | 1,500,000 |
| State treasurer's operating fund | 3,681,200 |

On or before June 30, 2022, the state treasurer shall report to the joint legislative budget committee staff on the state treasurer's current fiscal year and estimated next fiscal year expenditures of interest earnings spent pursuant to sections 35-315 and 35-318, Arizona Revised Statutes, for the state treasurer's banking service contract, external investment management agreement, administrative and information technology costs and any other costs.

The monies appropriated in the rural county interoperability communication system line item may be spent for an interoperability communication system that:

1. Enables the deployment of secure, multimedia data communications system to a user base consisting of public safety agencies.

2. Provides a communications solution environment that allows for identifying system users' identity, location and operational status during an incident, secure text messaging and file sharing to all users involved in an incident, secure sharing of collaborative maps, building floor plans and images, integrating manually activated panic alarm systems that, when activated, establish direct collaboration between public safety agencies, using multiple forms of real-time communications and information collaboration, including voice and full-motion video sharing, during an incident.

3. Is capable of being deployed to end users on existing communication assets owned by participating entities.

4. Allows each participating entity to maintain discretionary real-time control of all communications assets owned or operated by the entity.

5. Encrypts all media communications.

6. Ensures staff privacy.

7. Is United States department of homeland security safety act certified qualified antiterrorism technology.

8. Is compatible with federal emergency management agency interoperable gateway systems for disaster communications.

Of the amount appropriated to the rural county interoperability communication system line item, \$1,500,000 shall be distributed in fiscal year 2021-2022 for costs associated with implementing an interoperable communications sharing platform for public safety needs as follows:

| | |
|--------------------------|-----------|
| 1. Gila county sheriff | \$430,540 |
| 2. Graham county sheriff | \$224,930 |

1 3. Greenlee county sheriff \$189,338
 2 4. Pinal county sheriff \$655,192
 3 On or before November 1, 2021, November 1, 2022 and November 1,
 4 2023, the Gila county sheriff, Graham county sheriff, Greenlee county
 5 sheriff and Pinal county sheriff shall submit a report to the joint
 6 legislative budget committee of all expenditures made from the rural
 7 county interoperability communication system line item in the preceding
 8 fiscal year.
 9 The amount appropriated in the school safety program line item in
 10 fiscal year 2021-2022 shall be deposited in the school safety
 11 interoperability fund established by section 41-1733, Arizona Revised
 12 Statutes, and shall be distributed as follows:
 13 1. Maricopa county sheriff \$2,085,800
 14 2. Mohave county sheriff \$ 224,900
 15 3. Yavapai county sheriff \$ 189,300
 16 Sec. 89. GOVERNOR'S OFFICE ON TRIBAL RELATIONS
 17 2021-22
 18 FTE positions 3.0
 19 Lump sum appropriation \$ 64,700
 20 Fund sources:
 21 State general fund \$ 64,700
 22 Sec. 90. ARIZONA BOARD OF REGENTS
 23 2021-22
 24 FTE positions 25.9
 25 Operating lump sum appropriation \$ 2,485,300
 26 Adaptive athletics 160,000
 27 Arizona promise program 7,500,000
 28 Arizona teachers academy 15,000,000
 29 Arizona teachers incentive program 90,000
 30 Arizona transfer articulation
 31 support system 213,700
 32 Washington, D.C. internships 300,000
 33 Western interstate commission
 34 office 153,000
 35 WICHE student subsidies 4,078,000
 36 Total appropriation - Arizona board of
 37 regents \$ 29,980,000
 38 Fund sources:
 39 State general fund \$ 29,980,000
 40 The Arizona board of regents shall distribute monies appropriated
 41 for the adaptive athletics line item to each university under the
 42 jurisdiction of the board to maintain and operate an intercollegiate
 43 adaptive athletics program that provides opportunities for competitive
 44 wheelchair and adaptive sports to students and community members with
 45 disabilities. The monies may be spent only when the university collects

1 matching monies of gifts, grants and donations for the intercollegiate
2 adaptive athletics program from sources other than this state.
3 Universities may spend the monies only on scholarships, equipment,
4 uniforms, travel expenses and tournament fees for participants in the
5 intercollegiate adaptive athletics program. The monies may not be used
6 for administrative costs, personal services or employee-related
7 expenditures.

8 The Arizona board of regents shall distribute monies appropriated
9 for Washington, D.C. internships in equal amounts to each of the three
10 universities under the jurisdiction of the board to provide full-time
11 students with student internships in Washington, D.C. in partnership with
12 a third-party organization. The Arizona board of regents shall reallocate
13 any monies that are unspent on March 15, 2022 and shall make the monies
14 available to any full-time student enrolled at a university under the
15 jurisdiction of the board to provide student internships in
16 Washington, D.C. The third-party organization must meet the following
17 requirements:

18 1. Have partnerships with Washington, D.C.-based organizations to
19 provide full-time, semester-long student internships.

20 2. Provide at least one academic course and a full-time internship
21 schedule Monday through Thursday each week throughout the duration of
22 student internships.

23 3. Have the ability to place as many students in internships as
24 needed by the universities.

25 4. Have experience placing students in internships for at least ten
26 consecutive years.

27 5. Have dedicated staff to ensure that student interns have access
28 to internships in their areas of interest.

29 6. Have fully furnished housing available for student interns.

30 The appropriation made by Laws 2020, chapter 58, section 90 for the
31 Washington, D.C. internships line item is exempt from the provisions of
32 section 35-190, Arizona Revised Statutes, relating to lapsing of
33 appropriations, until June 30, 2022.

34 Within ten days after the acceptance of the universities' semiannual
35 all funds budget reports, the Arizona board of regents shall submit a
36 current year expenditure plan to the joint legislative budget committee
37 for review. The expenditure plan shall include the use of all projected
38 tuition and fee revenues by expenditure category, including operating
39 expenses, plant fund, debt service and financial aid. The plan shall
40 include the amount by which each expenditure category is projected to
41 increase over the prior year and shall provide as much detail as the
42 university budget requests. The plan shall include the total revenue and
43 expenditure amounts from all tuition and student fee revenues, including
44 base tuition, differential tuition, program fees, course fees, summer
45 session fees and other miscellaneous and mandatory student fee revenues.

When determining any statewide adjustments, the joint legislative budget committee staff shall use the overall allocation of state general fund and appropriated tuition monies for each university in determining that university's specific adjustment.

Sec. 91. ARIZONA STATE UNIVERSITY

| | <u>2021-22</u> |
|---|--------------------|
| FTE positions | 7,727.6 |
| Operating lump sum appropriation | \$829,364,200 |
| Biomedical informatics | 3,746,100 |
| Eastern Europe cultural collaborative | 250,000 |
| School of civic and economic thought and leadership | 4,274,700 |
| Arizona financial aid trust | 5,985,800 |
| Downtown Phoenix campus | <u>106,732,200</u> |
| Total appropriation – Arizona state university | \$950,353,000 |

Fund sources:

| | |
|-----------------------------|---------------|
| State general fund | \$346,777,100 |
| University collections fund | 603,575,900 |

The state general fund appropriation may not be used for alumni association funding.

The increased state general fund appropriation from Laws 2014, chapter 18 may not be used for medical marijuana research.

Other than scholarships awarded through the Arizona financial aid trust, the appropriated monies may not be used for scholarships or any student newspaper.

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

The amount appropriated for the operating budget includes \$5,718,300 to backfill tuition costs associated with the fiscal year 2021-2022 employer health insurance premium increases. The legislature intends that any future employer health insurance premium increases continue to be allocated using the overall allocation of state general fund and appropriated tuition monies.

Arizona state university shall use monies appropriated for the eastern Europe cultural collaborative to facilitate cultural and academic exchanges between university faculty and students and academic institutions in eastern Europe.

The appropriated amount for the school of civic and economic thought and leadership line item shall be used to operate a single stand-alone academic entity within Arizona state university. The appropriated amount may not supplant any existing state funding or private or external

1 donations to the existing centers or to the school. The appropriated
 2 monies and all private and external donations to the school, including any
 3 remaining balances from prior fiscal years, shall be deposited in a
 4 separate account, shall be used only for the direct operation of the
 5 school and may not be used for indirect costs of the university. On or
 6 before October 1, 2021, the school shall submit a report to the president
 7 of the senate, the speaker of the house of representatives, the
 8 chairpersons of the senate education committee and the house of
 9 representatives education committee and the director of the joint
 10 legislative budget committee that includes at least the following
 11 information for the school:

- 12 1. The total amount of funding received from all sources.
- 13 2. A description of faculty positions and courses offered.
- 14 3. The total undergraduate and graduate student enrollment.
- 15 4. Significant community events, initiatives or publications.

16 The chairpersons of the senate education committee and the house of
 17 representatives education committee may request the director of the school
 18 to appear before the committees to report on the school's annual
 19 achievements.

20 Any unencumbered balances remaining in the university collections
 21 fund on June 30, 2021 and all collections received by the university
 22 during the fiscal year are appropriated for operating expenditures,
 23 capital outlay and fixed charges. Earnings on state lands and interest on
 24 the investment of the permanent land funds are appropriated in compliance
 25 with the enabling act and the Constitution of Arizona. No part of this
 26 appropriation may be spent for supplemental life insurance or supplemental
 27 retirement.

28 Sec. 92. NORTHERN ARIZONA UNIVERSITY

| | | |
|----|--|------------------|
| 29 | | <u>2021-22</u> |
| 30 | FTE positions | 2,653.5 |
| 31 | Operating lump sum appropriation | \$248,658,800 |
| 32 | NAU – Yuma | 3,076,600 |
| 33 | Arizona financial aid trust | 1,326,000 |
| 34 | Teacher training | 2,293,000 |
| 35 | Economic policy institute | 750,300 |
| 36 | Biomedical research funding | <u>3,000,000</u> |
| 37 | Total appropriation – Northern Arizona | |
| 38 | university | \$259,104,700 |
| 39 | Fund sources: | |
| 40 | State general fund | \$120,183,400 |
| 41 | University collections fund | 138,921,300 |

1 The state general fund appropriation may not be used for alumni
2 association funding.

3 The increased state general fund appropriation from Laws 2014,
4 chapter 18 may not be used for medical marijuana research.

5 The amount appropriated for the operating budget includes \$244,900
6 to backfill tuition costs associated with the fiscal year 2021-2022
7 employer health insurance premium increases. The legislature intends that
8 any future employer health insurance premium increases continue to be
9 allocated using the overall allocation of state general fund and
10 appropriated tuition monies.

11 Other than scholarships awarded through the Arizona financial aid
12 trust, the appropriated monies may not be used for scholarships or any
13 student newspaper.

14 The appropriated amount for the teacher training line item shall be
15 distributed to the Arizona K-12 center for program implementation and
16 mentor training for the Arizona mentor teacher program prescribed by the
17 state board of education.

18 Any unencumbered balances remaining in the university collections
19 fund on June 30, 2021 and all collections received by the university
20 during the fiscal year are appropriated for operating expenditures,
21 capital outlay and fixed charges. Earnings on state lands and interest on
22 the investment of the permanent land funds are appropriated in compliance
23 with the enabling act and the Constitution of Arizona. No part of this
24 appropriation may be spent for supplemental life insurance or supplemental
25 retirement.

26 The biomedical research funding shall be distributed to a nonprofit
27 medical research foundation in this state that collaborates with
28 universities, hospitals and biotechnology and health research centers. A
29 nonprofit foundation that receives monies shall submit an expenditure and
30 performance report to Northern Arizona university. The university shall
31 transmit the report to the joint legislative budget committee and the
32 director of the governor's office of strategic planning and budgeting on
33 or before February 1, 2022. The report must include at least the
34 following:

35 1. The type and amount of expenditures from all state sources of
36 monies, including the amount leveraged for local, state, federal and
37 private grants.

38 2. A description of each grant received as well as the percentage
39 and locations of positions funded solely or partly by state monies and the
40 nonprofit foundation's projects with which those positions are associated.

41 3. Performance measures, including:

42 (a) Outcomes that are specifically related to the use of state
43 monies.

44 (b) Progress that has been made toward achieving each outcome,
45 including activities, resources and other evidence of the progress.

(c) Reportable inventions or discoveries related to each outcome.

(d) Publications, presentations and narratives related to each outcome and how the expenditures from all state sources of monies that the nonprofit foundation received have benefited this state.

The appropriated amount for the economic policy institute line item may not supplant any existing state funding or private or external donations to the institute or to the university. The appropriated monies and all private and external donations to the institute, including any remaining balances from prior fiscal years, shall be deposited in a separate account, shall be used only for the direct operation of the institute and may not be used for indirect costs of the university. On or before October 1, 2021, the institute shall submit to the president of the senate, the speaker of the house of representatives, the chairpersons of the senate education committee and the house of representatives education committee and the director of the joint legislative budget committee a report that includes at least the following information for the institute:

1. The total amount of funding received from all sources.
2. A description of the faculty positions and courses offered.
3. The total undergraduate and graduate student participation.
4. Significant community events, initiatives or publications.

The chairpersons of the senate education committee and the house of representatives education committee may request the director of the institute to appear before the committees to report on the institute's annual achievements.

Sec. 93. UNIVERSITY OF ARIZONA

2021-22

Main campus

| | |
|---|----------------|
| FTE positions | 5,769.2 |
| Operating lump sum appropriation | \$465,637,300 |
| Agriculture | 41,739,700 |
| Arizona cooperative extension | 15,176,400 |
| Center for the philosophy of freedom | 2,806,800 |
| Kazakhstan studies program | 250,000 |
| Sierra Vista campus | 6,250,700 |
| Arizona financial aid trust | 2,729,400 |
| School of mining | 4,000,000 |
| Mining, mineral and natural resources educational museum | 428,800 |
| Arizona geological survey | 1,148,500 |
| Natural resource users law and policy center | <u>500,000</u> |
| Total – main campus | \$540,667,600 |

| | | |
|----|--|-------------------|
| 1 | Fund sources: | |
| 2 | State general fund | \$218,404,000 |
| 3 | University collections fund | 322,263,600 |
| 4 | <u>Health sciences center</u> | |
| 5 | FTE positions | 1,308.8 |
| 6 | Operating lump sum appropriation | \$ 81,192,500 |
| 7 | Clinical rural rotation | 353,600 |
| 8 | Clinical teaching support | 8,587,000 |
| 9 | Liver research institute | 440,400 |
| 10 | Phoenix medical campus | 41,517,600 |
| 11 | Telemedicine network | <u>1,670,000</u> |
| 12 | Total – health sciences center | \$133,761,100 |
| 13 | Fund sources: | |
| 14 | State general fund | \$ 76,897,700 |
| 15 | University collections fund | <u>56,863,400</u> |
| 16 | Total appropriation - university of | |
| 17 | Arizona | \$674,428,700 |
| 18 | Fund sources: | |
| 19 | State general fund | \$295,301,700 |
| 20 | University collections fund | 379,127,000 |
| 21 | The state general fund appropriation may not be used for alumni | |
| 22 | association funding. | |
| 23 | The increased state general fund appropriation from Laws 2014, | |
| 24 | chapter 18 may not be used for medical marijuana research. | |
| 25 | Other than scholarships awarded through the Arizona financial aid | |
| 26 | trust, the appropriated monies may not be used for scholarships or any | |
| 27 | student newspaper. | |
| 28 | The amount appropriated for the operating budget includes \$5,886,500 | |
| 29 | to backfill tuition costs associated with the fiscal year 2021-2022 | |
| 30 | employer health insurance premium increases. The legislature intends that | |
| 31 | any future employer health insurance premium increases continue to be | |
| 32 | allocated using the overall allocation of state general fund and | |
| 33 | appropriated tuition monies. | |
| 34 | The university of Arizona shall use monies appropriated for the | |
| 35 | Kazakhstan studies program to facilitate academic exchanges between | |
| 36 | university students and academic institutions in Kazakhstan. | |
| 37 | The university of Arizona may not use monies appropriated for the | |
| 38 | Arizona geological survey line item for any other purpose and may not | |
| 39 | transfer the monies appropriated for the Arizona geological survey to the | |
| 40 | operating budget or any other line item. | |
| 41 | The legislature intends that \$8,000,000 of the amount appropriated | |
| 42 | to the health sciences center operating lump sum appropriation line item | |
| 43 | be used to expand the college of medicine Phoenix campus and to develop | |
| 44 | and administer a primary care physician scholarship program at the college | |

1 of medicine Phoenix campus and the college of medicine Tucson campus. The
2 legislature intends that the \$8,000,000 not be annualized in future years.

3 The appropriated amount for the center for the philosophy of freedom
4 line item may not supplant any existing state funding or private or
5 external donations to the center or the philosophy department of the
6 university of Arizona. The appropriated monies and all private and
7 external donations to the center, including any remaining balances from
8 prior fiscal years, shall be deposited in a separate account, shall be
9 used only for the direct operation of the center and may not be used for
10 indirect costs of the university. On or before October 1, 2021, the
11 center shall submit a report to the president of the senate, the speaker
12 of the house of representatives, the chairpersons of the senate education
13 committee and the house of representatives education committee and the
14 director of the joint legislative budget committee that includes at least
15 the following information for the center:

- 16 1. The total amount of funding received from all sources.
- 17 2. A description of faculty positions and courses offered.
- 18 3. The total undergraduate and graduate student participation.
- 19 4. Significant community events, initiatives or publications.

20 The chairpersons of the senate education committee and the house of
21 representatives education committee may request the director of the center
22 to appear before the committees to report on the center's annual
23 achievements.

24 The amount appropriated for the natural resource users law and
25 policy center line item shall be used by the natural resource users law
26 and policy center within the Arizona cooperative extension to assist
27 claimants in the general stream adjudication of water rights pursuant to
28 section 15-1647, Arizona Revised Statutes.

29 Any unencumbered balances remaining in the university collections
30 fund on June 30, 2021 and all collections received by the university
31 during the fiscal year are appropriated for operating expenditures,
32 capital outlay and fixed charges. Earnings on state lands and interest on
33 the investment of the permanent land funds are appropriated in compliance
34 with the enabling act and the Constitution of Arizona. No part of this
35 appropriation may be spent for supplemental life insurance or supplemental
36 retirement.

37 Sec. 94. DEPARTMENT OF VETERANS' SERVICES

| | <u>2021-22</u> |
|---------------------------------------|----------------|
| 38 FTE positions | 772.3 |
| 39 Operating lump sum appropriation | \$ 2,407,900 |
| 40 Arizona state veterans' homes | 51,278,200 |
| 41 Arizona state veterans' cemeteries | 962,900 |
| 42 Veterans' benefit counseling | 3,708,300 |

| | | |
|---|-------------------------------------|----------------|
| 1 | Veterans' support services | 1,228,400 |
| 2 | Veterans' trauma treatment | |
| 3 | services | <u>450,000</u> |
| 4 | Total appropriation – department of | |
| 5 | veterans' services | \$ 60,035,700 |
| 6 | Fund sources: | |
| 7 | State general fund | \$ 8,757,500 |
| 8 | State home for veterans' trust | |
| 9 | fund | 51,278,200 |

10 The amount appropriated for veterans' support services line item
 11 shall be distributed to a nonprofit veterans' services organization that
 12 provides support services among this state's military and veteran
 13 population. The department may spend up to \$78,600 of this appropriation
 14 to hire a program specialist to liaise between the department and the
 15 selected nonprofit organization. Before the expenditure of the monies,
 16 the department shall submit an expenditure report to the joint legislative
 17 budget committee that includes the status of non-state matching grant
 18 monies.

19 Monies appropriated for the veterans' trauma treatment services line
 20 item shall be used to provide grants to contractors as defined in section
 21 36-2901, Arizona Revised Statutes, that provide trauma treatment services
 22 training to any of the following health professionals licensed pursuant to
 23 title 32, Arizona Revised Statutes:

- 24 1. Physicians.
- 25 2. Registered nurse practitioners.
- 26 3. Physician assistants.
- 27 4. Psychologists.
- 28 5. Behavioral health professionals who are either licensed for
 29 individual practice or supervised by a psychologist, registered nurse
 30 practitioner or behavioral health professional licensed pursuant to
 31 title 32, Arizona Revised Statutes, for independent practice.

32 Sec. 95. ARIZONA STATE VETERINARY MEDICAL EXAMINING BOARD
 33 2021-22

| | | |
|----|------------------------|------------|
| 34 | FTE positions | 6.0 |
| 35 | Lump sum appropriation | \$ 618,300 |

| | | |
|----|------------------------------|------------|
| 36 | Fund sources: | |
| 37 | Veterinary medical examining | |
| 38 | board fund | \$ 618,300 |

39 Sec. 96. WATER INFRASTRUCTURE FINANCE AUTHORITY OF ARIZONA
 40 2021-22

| | | |
|----|------------------------------------|--------------|
| 41 | Water supply development revolving | |
| 42 | fund deposit | \$ 6,000,000 |

| | | |
|---|--|-------------------|
| 1 | Small drinking water systems | |
| 2 | fund deposit | 1,000,000 |
| 3 | Water projects assistance grants | <u>5,000,000*</u> |
| 4 | Total appropriation – water infrastructure | |
| 5 | finance authority of Arizona | \$ 12,000,000 |
| 6 | Fund sources: | |
| 7 | State general fund | \$ 12,000,000 |

8 Of the amount appropriated to the water projects assistance grants
 9 line item, \$3,000,000 is allocated to provide financial assistance to
 10 cities and towns that provide water in Navajo and Apache counties to
 11 contract for services of outside advisors, attorneys, consultants and
 12 aides that are reasonably necessary or desirable to enable the cities and
 13 towns to adequately perform their duties. The water infrastructure
 14 finance authority of Arizona shall develop a separate grant program to
 15 distribute these monies to qualified entities on or before June 30, 2022.

16 Of the amount appropriated to the water projects assistance grants
 17 line item, \$2,000,000 is allocated to provide financial assistance to
 18 irrigation districts in Cochise and Graham counties to contract for
 19 services of outside advisors, attorneys, consultants and aides that are
 20 reasonably necessary or desirable to enable the irrigation districts to
 21 adequately perform their duties. Each county shall receive a \$1,000,000
 22 allocation. The water infrastructure finance authority of Arizona shall
 23 develop a separate grant program to distribute these monies to qualified
 24 entities on or before June 30, 2022.

25 On or before December 31, 2021, December 31, 2022 and December 31,
 26 2023, the water infrastructure finance authority of Arizona shall report
 27 to the joint legislative budget committee on the annual amount of
 28 expenditures from the small drinking water systems fund established by
 29 section 49-355, Arizona Revised Statutes, for grants to interim operators,
 30 interim managers or owners of small drinking water systems during the
 31 prior fiscal year.

32 Sec. 97. DEPARTMENT OF WATER RESOURCES

| | | |
|----|-----------------------------------|----------------|
| 33 | | <u>2021-22</u> |
| 34 | FTE positions | 145.0 |
| 35 | Operating lump sum appropriation | \$ 13,294,200 |
| 36 | Adjudication support | 1,814,400 |
| 37 | Arizona water protection fund | |
| 38 | deposit | 1,250,000 |
| 39 | Assured and adequate water supply | |
| 40 | administration | 2,074,700 |
| 41 | Rural water studies | 1,201,500 |
| 42 | Conservation and drought program | 427,700 |
| 43 | Automated groundwater monitoring | 418,600 |

| | | |
|----|---|----------------|
| 1 | Colorado River legal expenses | 500,000* |
| 2 | Agua Fria flood insurance study | <u>350,000</u> |
| 3 | Total appropriation - department of water | |
| 4 | resources | \$ 21,331,100 |
| 5 | Fund sources: | |
| 6 | State general fund | \$ 18,864,300 |
| 7 | Water resources fund | 977,700 |
| 8 | Assured and adequate water | |
| 9 | supply administration fund | 276,700 |
| 10 | Arizona water banking fund | 1,212,400 |

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

16 The legislature intends that monies in the rural water studies line
 17 item be spent only to assess local water use needs and to develop plans
 18 for sustainable future water supplies in rural areas outside this state's
 19 active management areas and not be made available for other department
 20 operating expenditures.

21 Monies in the adjudication support line item may be used only for
 22 the exclusive purposes prescribed in section 45-256 and section 45-257,
 23 subsection B, paragraph 4, Arizona Revised Statutes. The department of
 24 water resources may not transfer any monies into or out of the
 25 adjudication support line item.

26 The department of water resources may not transfer any monies from
 27 the Colorado River legal expenses line item without prior review by the
 28 joint legislative budget committee.

29 Fiscal Year 2020-2021 Appropriation Adjustments

30 Sec. 98. Supplemental appropriation; department of
 31 administration; risk management revolving fund;
 32 fiscal year 2020-2021; review

33 A. In addition to any other appropriations made in fiscal year
 34 2020-2021, the sum of \$2,801,500 is appropriated from the risk management
 35 revolving fund established by section 41-622, Arizona Revised Statutes, in
 36 fiscal year 2020-2021 to the department of administration for the
 37 following purposes:

- 38 1. To pay disallowed costs relating to excess retained earnings.
- 39 2. To pay disallowed costs relating to the statewide information
- 40 technology charges.
- 41 3. For fund transfers in fiscal year 2019-2020.
- 42 4. To pay interest owed from prior-year disallowed costs.

43 B. The legislature intends that the department of administration
 44 not enter into any agreements to pay for any federal reimbursements
 45 related to excess balances in the special employee health insurance trust

1 fund established by section 38-654, Arizona Revised Statutes, unless the
 2 proposed agreements have been reviewed by the joint legislative budget
 3 committee.

4 Sec. 99. Supplemental appropriation; department of
 5 administration; refunds; Transwestern Pipeline
 6 litigation; fiscal year 2020-2021; reports;
 7 exemption

8 A. The sum of \$17,043,300 is appropriated from the state general
 9 fund in fiscal year 2020-2021 to the department of administration to
 10 disburse to counties with political subdivisions in this state that paid
 11 refunds ordered in the Transwestern Pipeline Co. v. Arizona Department of
 12 Revenue litigation. The department shall disburse to each county the
 13 following amounts:

| | | |
|----|-----------|-------------|
| 14 | Apache: | \$2,029,600 |
| 15 | Coconino: | \$2,888,400 |
| 16 | Maricopa: | \$2,477,100 |
| 17 | Mohave: | \$3,500,300 |
| 18 | Navajo: | \$1,183,300 |
| 19 | Pinal: | \$1,058,300 |
| 20 | Yavapai: | \$3,906,300 |

21 B. From the amounts disbursed pursuant to subsection A of this
 22 section, each county shall distribute to each political subdivision within
 23 its jurisdiction an amount equal to refunds, including interest, ordered
 24 in the Transwestern Pipeline Co. v. Arizona Department of Revenue
 25 litigation for that political subdivision.

26 C. School districts may not receive distributions specified in
 27 subsection B of this section for refunds that are reimbursable under the
 28 K-12 formula. In computing the distributions specified in subsection B of
 29 this section, each county shall reduce each school district's distribution
 30 by an amount equal to the monies received by the school district as a
 31 result of state aid recalculations reported by the department of education
 32 pursuant to subsection D of this section.

33 D. On or before June 15, 2021, the department of education shall
 34 report to each county specified in subsection A of this section the amount
 35 of monies distributed to each school district within each county's
 36 jurisdiction as a result of state aid recalculations associated with the
 37 Transwestern Pipeline Co. v. Arizona Department of Revenue litigation
 38 pursuant to section 15-915, subsection B, Arizona Revised Statutes.

39 E. On or before June 30, 2021, each political subdivision that is
 40 eligible for a distribution under subsection B of this section shall
 41 submit a claim for reimbursement to the county in which the political
 42 subdivision is located.

43 F. On or before September 1, 2021, each county specified in
 44 subsection A of this section shall report to the director of the joint
 45 legislative budget committee on the total claims submitted pursuant to

subsection E of this section. Each report shall include an estimate of the total dollar value of reimbursed claims and the total remaining unexpended and unencumbered monies, if any, from the disbursements specified in subsection A of this section. Any unexpended and unencumbered monies shall be transferred to the state treasurer on or before June 30, 2022 for deposit in the state general fund. If the disbursement in subsection A of this section is insufficient to reimburse the cost of all claims submitted on or before June 30, 2021, distributions under subsection B of this section shall be reduced proportionally to cover all eligible claims. The reports required by this subsection shall include an estimate of the total dollar value of any unreimbursed claims delineated by political subdivision.

G. The appropriation made in subsection A of this section is exempt from the provisions of section 35-190, Arizona Revised Statutes, relating to lapsing of appropriations.

Sec. 100. Supplemental appropriation; department of administration; financing agreements; fiscal year 2020-2021; notification; exemption

A. The sum of \$507,100,000 is appropriated from the state general fund in fiscal year 2020-2021 to the department of administration to pay for the retirement or defeasance of financing agreements and state lottery revenue bonds. Of this amount:

1. \$65,750,000 is for the retirement or defeasance of the financing agreement entered into pursuant to Laws 2016, chapter 119, section 24.

2. \$171,550,000 is for the retirement or defeasance of the financing agreement entered into pursuant to Laws 2015, chapter 15, section 16.

3. \$269,800,000 is for the retirement or defeasance of the state lottery revenue bonds issued pursuant to Laws 2010, sixth special session, chapter 4, section 1.

B. The department of administration shall notify the director of the joint legislative budget committee not more than ten days after each retirement or defeasance is executed as required in subsection A of this section. Each notification shall include the date and final cost of each retirement or defeasance.

C. The monies appropriated in subsection A of the section are exempt from the provisions of section 35-190, Arizona Revised Statutes, relating to the lapsing of appropriations.

Sec. 101. Department of child safety; supplemental appropriations; fiscal year 2020-2021

A. In addition to any other appropriations made in fiscal year 2020-2021, the sum of \$27,538,100 is appropriated from expenditure authority to the department of child safety in fiscal year 2020-2021 for caseload adjustments.

B. In addition to any other appropriations made in fiscal year 2020-2021, the sum of \$90,000 is appropriated from the child welfare licensing fee fund in fiscal year 2020-2021 to the department of child safety for expenses relating to licensing organizations that contract with other jurisdictions and do not contract with this state.

C. In addition to any other appropriations made in fiscal year 2020-2021, the sum of \$43,785,000 is appropriated from the department of child safety expenditure authority in fiscal year 2020-2021 to the department of child safety to cover increased costs associated with physical and behavioral health services.

Sec. 102. Department of economic security; supplemental appropriations; fiscal year 2020-2021; exemption

A. In addition to any other appropriations made in fiscal year 2020-2021, the sum of \$115,000,000 is appropriated from expenditure authority to the department of economic security in fiscal year 2020-2021 for caseload adjustments.

B. In addition to any other appropriations made in fiscal year 2020-2021, the sum of \$20,147,300 is appropriated from expenditure authority to the department of economic security in fiscal year 2020-2021 to the physical and behavioral health services and home and community based services line items for physician rate increases associated with the health care investment fund established by section 36-2999.73, Arizona Revised Statutes.

C. In addition to any other appropriations made in fiscal year 2020-2021, the sum of \$30,200,000 from the child care and development fund block grant is appropriated to the department of economic security in fiscal year 2020-2021 for child care expenses.

D. In addition to any other appropriations made in fiscal year 2020-2021, the sum of \$4,000,000 is appropriated from the long-term care system fund established by section 36-2913, Arizona Revised Statutes, to the department of economic security in fiscal year 2020-2021 for room and board costs.

E. The monies appropriated in subsection C of the section are exempt from the provisions of section 35-190, Arizona Revised Statutes, relating to the lapsing of appropriations.

Sec. 103. Department of economic security; supplemental appropriation; unemployment compensation fund; fiscal year 2020-2021

A. In addition to any other appropriations made in fiscal year 2020-2021, the sum of \$62,000,000 is appropriated from the state general fund in fiscal year 2020-2021 to the department of economic security for deposit in the unemployment compensation fund established by section 23-701, Arizona Revised Statutes.

B. The department shall make the deposit prescribed in subsection A of this section on or before June 20, 2021.

1 Sec. 104. Superintendent of public instruction; transfer;
2 fiscal year 2020-2021; reversion

3 Notwithstanding section 15-901.03, Arizona Revised Statutes, the
4 superintendent of public instruction may transfer \$5,000,000 from the
5 state general fund appropriation for basic state aid for fiscal year
6 2020-2021 to the results-based funding program for fiscal year 2020-2021
7 without review by the joint legislative budget committee. Any amount
8 transferred to the results-based funding program under this section that
9 exceeds the amount needed to address a funding shortfall for the
10 results-based funding program for fiscal year 2020-2021 reverts to the
11 state general fund on June 30, 2021.

12 Sec. 105. Supplemental appropriation; department of emergency
13 and military affairs; border security; fiscal
14 year 2020-2021; exemption

15 The sum of \$55,000,000 is appropriated from the state general fund
16 in fiscal year 2020-2021 to the department of emergency and military
17 affairs for deposit in the border security fund established by section
18 41-1734, Arizona Revised Statutes. The department of emergency and
19 military affairs shall allocate, in consultation with the department of
20 public safety, this amount as follows:

21 1. \$3,700,000 to distribute to Cochise county for the costs
22 associated with the purposes provided in section 41-1734, subsection A,
23 paragraphs 1 and 2, Arizona Revised Statutes.

24 2. \$2,500,000 to distribute to Yuma county for the costs associated
25 with the purposes provided in section 41-1734, subsection A, paragraphs 1
26 and 2, Arizona Revised Statutes.

27 3. \$2,700,000 to operate a pilot program to reduce human
28 trafficking. The department of emergency and military affairs shall
29 distribute \$675,000 to the department of public safety border strike
30 force, \$675,000 to the Cochise county sheriff's department, \$675,000 to
31 the Yuma county sheriff's department and \$675,000 to the Pinal county
32 sheriff's department. The pilot program may use private contractors and
33 provide training, analytical services and human trafficking network
34 discovery tools to law enforcement agencies in this state to:

35 (a) Proactively detect and track networks through technology that
36 is calibrated to identify key players, assets and patterns of life and
37 that augments current prosecutorial practices, which require traumatized
38 victims to carry the burden of testimony, with quantifiable data that
39 allows law enforcement to target entire trafficking networks and
40 facilitators.

41 (b) Reduce by one-half the number of staff hours needed to detect
42 and track investigative leads by applying tools and analytic methods
43 developed by the private contractor.

(c) Foster law enforcement agency efficiency and interagency collaboration by identifying and thoroughly mapping a greater number of transnational criminal organizations in order to develop prosecutable evidence in a greatly reduced time frame.

4. \$1,100,000 to distribute to the sheriffs in Cochise, Pima, Santa Cruz and Yuma counties to procure cameras and related equipment, software and services for southern Arizona border region enforcement.

5. \$20,000,000 to distribute to cities, towns or counties for costs associated with prosecuting and imprisoning individuals charged with drug trafficking, human smuggling, illegal immigration and other border-related crimes.

6. \$25,000,000 for costs incurred by Arizona national guard assets augmenting and supporting the department of public safety and local law enforcement agencies relating to violations of the laws of this state in the southern Arizona border region. These monies may not be made available to any other state agency or political subdivision.

Sec. 106. Supplemental appropriation; Arizona department of forestry and fire management; fire suppression costs; fiscal year 2020-2021; exemption

A. In addition to any other appropriations made in fiscal year 2020-2021, the sum of \$2,170,100 is appropriated from the state general fund in fiscal year 2020-2021 to the Arizona department of forestry and fire management for fire suppression costs incurred in fiscal years 2015-2016 through 2019-2020.

B. The monies appropriated in subsection A of the section are exempt from the provisions of section 35-190, Arizona Revised Statutes, relating to the lapsing of appropriations until June 30, 2022.

Sec. 107. Full-time equivalent position authority; independent redistricting commission; fiscal year 2020-2021

Notwithstanding any other law, the independent redistricting commission is authorized six full-time equivalent positions in fiscal year 2020-2021.

Sec. 108. Supplemental appropriation; Arizona state parks board; Riordan Mansion state historic park; fiscal year 2020-2021

In addition to any other appropriations made in fiscal year 2020-2021, the sum of \$147,100 is appropriated from the state parks revenue fund established by section 41-511.21, Arizona Revised Statutes, in fiscal year 2020-2021 to the Arizona state parks board for expenses related to shifting operational responsibility of the Riordan Mansion state historic park from the Arizona historical society to the Arizona state parks board.

1 Sec. 109. Supplemental appropriation: public safety personnel
2 retirement system; pension liability; fiscal year
3 2020-2021

4 In addition to any other appropriations made in fiscal year
5 2020-2021, the sum of \$300,000,000 is appropriated from the state general
6 fund in fiscal year 2020-2021 to the public safety personnel retirement
7 system to be deposited in the employer account of the department of public
8 safety public safety personnel retirement system group to reduce the
9 unfunded accrued liability.

10 Sec. 110. Supplemental appropriation: school facilities
11 board; building renewal grants; fiscal year
12 2020-2021

13 In addition to any other appropriations made in fiscal year
14 2020-2021, the sum of \$38,759,000 is appropriated from the state general
15 fund in fiscal year 2020-2021 to the school facilities board for building
16 renewal grants.

17 Sec. 111. Supplemental appropriation; secretary of state;
18 records management expenses; fiscal years
19 2019-2020 and 2020-2021

20 In addition to any other appropriations made in fiscal year
21 2020-2021, the sum of \$494,500 is appropriated from the records services
22 fund established by section 41-151.12, Arizona Revised Statutes, in fiscal
23 year 2020-2021 to the secretary of state for records management expenses.
24 This appropriation may be used to pay obligations incurred in fiscal years
25 2019-2020 and 2020-2021.

26 Sec. 112. Supplemental appropriation; department of veterans'
27 services; veterans' income tax settlement fund;
28 fiscal year 2020-2021; exemption

29 A. The sum of \$100,000 is appropriated from the veterans' income
30 tax settlement fund established by Laws 2016, chapter 125, section 21, as
31 amended by Laws 2017, chapter 215, section 1, in fiscal year 2020-2021 to
32 the department of veterans' services to distribute to a charitable
33 organization that is qualified under section 501(c)(3) of the internal
34 revenue code, that is located in southern Arizona and that works with
35 regional veterans organizations to improve services to reduce veteran
36 suicides.

37 B. The appropriation made in subsection A of this section is exempt
38 from the provisions of section 35-190, Arizona Revised Statutes, relating
39 to lapsing of appropriations, until June 30, 2023.

40 Sec. 113. Supplemental appropriation; drought mitigation
41 revolving fund; fiscal year 2020-2021

42 A. The sum of \$160,000,000 is appropriated from the state general
43 fund in fiscal year 2020-2021 to the drought mitigation revolving fund
44 established by section 49-193.01, Arizona Revised Statutes.

1 B. Of the amount appropriated in subsection A of this section:
2 1. Not more than \$10,000,000 may be used for the purposes
3 prescribed in section 49-193.04, subsection A, paragraph 1, Arizona
4 Revised Statutes. This amount must be used on or before June 30, 2025.
5 2. Not more than \$10,000,000 may be used for the purposes
6 prescribed in section 49-193.04, subsection A, paragraph 2, Arizona
7 Revised Statutes.
8 Sec. 114. Supplemental appropriation; water supply
9 development revolving fund; fiscal year 2020-2021
10 The sum of \$40,000,000 is appropriated from the state general fund
11 in fiscal year 2020-2021 to the water supply development revolving fund
12 established by section 49-1271, Arizona Revised Statutes. These monies
13 shall be allocated for projects:
14 1. That are located throughout all regions of this state and
15 outside of active management areas.
16 2. In amounts of not more than \$1,000,000 per project.
17 Fiscal Year 2021-2022 Appropriations
18 Sec. 115. Appropriations; department of administration;
19 counties; allocations; fiscal year 2021-2022
20 A. The sum of \$7,150,650 is appropriated from the state general
21 fund in fiscal year 2021-2022 to the department of administration for
22 distribution to counties to maintain essential county services. The
23 department shall allocate the appropriation equally among all counties
24 with a population of less than nine hundred thousand persons according to
25 the 2010 United States decennial census.
26 B. The sum of \$500,000 is appropriated from the state general fund
27 in fiscal year 2021-2022 to the department of administration for
28 distribution to Graham county to maintain essential county services.
29 C. The sum of \$3,000,000 is appropriated from the state general
30 fund in fiscal year 2021-2022 to the department of administration for
31 distribution to counties to supplement the normal cost plus an amount to
32 amortize the unfunded accrued liability pursuant to section 38-810,
33 subsection C, Arizona Revised Statutes. The department shall allocate the
34 appropriation equally among all counties with a population of less than
35 three hundred thousand persons according to the 2010 United States
36 decennial census. The counties may use these monies only for required
37 employer contributions to the elected officials' retirement plan.
38 D. The sum of \$10,000,000 is appropriated from the state general
39 fund in fiscal year 2021-2022 to the department of administration for
40 distribution to counties to establish a coordinate reentry planning
41 services program. The department shall allocate \$5,000,000 of the
42 appropriation to Mohave county, \$4,000,000 to Pinal county and \$1,000,000
43 to Yavapai county.

1 Sec. 116. Automation projects fund; appropriations; fiscal
2 year 2021-2022; quarterly reports; exemption

3 A. The following amounts are appropriated from the department of
4 administration subaccount in the automation projects fund established
5 pursuant to section 41-714, Arizona Revised Statutes, in fiscal year
6 2021-2022 to the department of administration for the following automation
7 and information projects at the department of administration:

8 1. \$2,000,000 to relocate the Tucson data center to a third-party
9 location.

10 2. \$7,758,900 to develop a business one-stop web portal.

11 3. \$3,000,000 to develop a K-12 school financial transparency
12 reporting portal.

13 B. The sum of \$614,100 is appropriated from the charter school
14 board subaccount in the automation projects fund established pursuant to
15 section 41-714, Arizona Revised Statutes, in fiscal year 2021-2022 to the
16 department of administration to replace the charter school board online
17 platform.

18 C. The sum of \$9,000,000 is appropriated from the department of
19 economic security subaccount in the automation projects fund established
20 pursuant to section 41-714, Arizona Revised Statutes, in fiscal year
21 2021-2022 to the department of administration to update the child care
22 management system at the department of economic security.

23 D. The sum of \$7,200,000 is appropriated from the department of
24 education subaccount in the automation projects fund established pursuant
25 to section 41-714, Arizona Revised Statutes, in fiscal year 2021-2022 to
26 the department of administration to replace the school finance data system
27 at the department of education. The amount appropriated for the school
28 finance system replacement includes \$1,200,000 for the department of
29 administration to engage consultants that provide project management to
30 the department of education regarding replacing the school finance data
31 system. This includes, at minimum, support in technical documentation,
32 financial tracking and documentation and program management and
33 governance.

34 E. The sum of \$850,000 is appropriated from the department of
35 gaming subaccount in the automation projects fund established pursuant to
36 section 41-714, Arizona Revised Statutes, in fiscal year 2021-2022 to the
37 department of administration to develop an e-licensing solution for tribal
38 gaming certification at the department of gaming.

39 F. The sum of \$1,067,700 is appropriated from the industrial
40 commission of Arizona subaccount in the automation projects fund
41 established pursuant to section 41-714, Arizona Revised Statutes, in
42 fiscal year 2021-2022 to the department of administration to modernize and
43 replace information technology systems at the industrial commission of
44 Arizona.

G. The sum of \$20,000 is appropriated from the state board of psychologist examiners subaccount in the automation projects fund established pursuant to section 41-714, Arizona Revised Statutes, in fiscal year 2021-2022 to the department of administration to modify the e-licensing system at the state board of psychologist examiners.

H. The sum of \$550,000 is appropriated from the department of public safety subaccount in the automation projects fund established pursuant to section 41-714, Arizona Revised Statutes, in fiscal year 2021-2022 to the department of administration to update the concealed weapons tracking system at the department of public safety.

Quarterly Reports

I. Within thirty days after the last day of each calendar quarter, the department of administration shall submit to the joint legislative budget committee a quarterly report on implementing projects approved by the information technology authorization committee established by section 18-121, Arizona Revised Statutes, including the projects' expenditures to date, deliverables, timeline for completion and current status.

Nonlapsing

J. Except for the amount appropriated to the department of administration for the K-12 school financial transparency reporting portal, the amounts appropriated pursuant to this section from the automation projects fund established by section 41-714, Arizona Revised Statutes, in fiscal year 2021-2022 are exempt from the provisions of section 35-190, Arizona Revised Statutes, relating to lapsing of appropriations, until June 30, 2023. The amount appropriated in fiscal year 2021-2022 to the department of administration for the K-12 school financial transparency reporting portal is exempt from the provisions of section 35-190, Arizona Revised Statutes, relating to lapsing of appropriations, until June 30, 2025.

Exemption

K. Notwithstanding section 41-714, Arizona Revised Statutes, in fiscal year 2021-2022, with the exception of appropriations made for the department of administration business one-stop web portal, the department of economic security child care management system and the department of education school finance data system, the appropriations made in this section do not require review from the joint legislative budget committee pursuant to section 41-714, Arizona Revised Statutes.

Sec. 117. Appropriation; Arizona commerce authority; competes fund; fiscal year 2021-2022

In addition to any other appropriations made in this act, the sum of \$50,000,000 is appropriated from the state general fund in fiscal year 2021-2022 to the Arizona commerce authority and credited to the Arizona competes fund established by section 41-1545.01, Arizona Revised Statutes.

Sec. 118. Appropriation; fiscal year 2021-2022; department of public safety; microwave backbone; reports; exemption; lapsing

A. The sum of \$48,200,000 is appropriated from Arizona highway patrol fund established by section 41-1752, Arizona Revised Statutes, to the department of public safety to update the microwave backbone statewide communication system.

B. On or before May 31 of each year until the completion of the update, the department of public safety shall submit a report to the joint legislative budget committee staff on the status and expenditures of the update to the microwave backbone communication system. Each report shall include the current status of the update, update expenditures to date, expected expenditures to complete the update, any changes to the construction timeline, the expected completion date and any change to the scope of the update.

C. Notwithstanding section 41-1252, Arizona Revised Statutes, the appropriation made in subsection A of this section is not subject to review by the joint committee on capital review.

D. The appropriation made in subsection A of this section does not lapse until the purpose for which the appropriation was made has been accomplished or abandoned or the appropriation stands for a full fiscal year without an expenditure or encumbrance

Sec. 119. Appropriation reductions; school facilities board; state department of corrections; state lottery revenue bonds; intent; fiscal year 2021-2022

A. The sum of \$(74,702,000) is reduced from appropriations made from the state general fund in fiscal year 2021-2022 to eliminate debt service payments following the retirement or defeasance of financing agreements entered into pursuant to Laws 2015, chapter 15, section 16 and Laws 2016, chapter 119, section 24. Of this amount:

1. The sum of \$(57,238,700) is reduced from appropriations made from the state general fund in fiscal year 2021-2022 to the school facilities board new school facilities debt service line item.

2. The sum of \$(17,463,300) is reduced from appropriations made from the state general fund in fiscal year 2021-2022 to the state department of corrections private prison per diem line item.

B. The legislature intends that the retirement or defeasance of state lottery revenue bonds entered into pursuant to Laws 2010, sixth special session, chapter 4, section 1 occur on or before June 30, 2022 and that no monies from the state lottery fund established by section 5-571, Arizona Revised Statutes, be distributed to the state lottery revenue bond debt service fund established by section 5-534, Arizona Revised Statutes, beginning in fiscal year 2021-2022 to allow the state general fund to receive savings from the retirement or defeasance of state lottery revenue bonds.

1 Sec. 120. Department of economic security; loans;
 2 reimbursement; fiscal year 2021-2022

3 On or after April 1, 2022, the department of economic security may
 4 use up to \$25,000,000 from the budget stabilization fund established by
 5 section 35-144, Arizona Revised Statutes, for the purpose of providing
 6 funding for reimbursement grants. Before using the monies from the budget
 7 stabilization fund, the department shall notify the director of the joint
 8 legislative budget committee and the director of the governor's office of
 9 strategic planning and budgeting. Notwithstanding any other law, this
 10 appropriation must be fully reimbursed on or before September 1, 2022 and
 11 must be reimbursed in full as part of the closing process for fiscal year
 12 2021-2022. The department shall notify the joint legislative budget
 13 committee of the reimbursement on or before September 1, 2022. The
 14 appropriation may not be used for additional programmatic expenditures.

15 Sec. 121. Appropriation; debt service payment; state
 16 buildings; fiscal year 2021-2022

17 The sum of \$53,703,900 is appropriated from the state general fund
 18 in fiscal year 2021-2022 to the department of administration for the
 19 purpose of making a debt service payment on the sale and leaseback of
 20 state buildings authorized by Laws 2009, third special session, chapter 6,
 21 section 32.

22 Sec. 122. Phoenix convention center; allocation; fiscal year
 23 2021-2022

24 Pursuant to section 9-602, Arizona Revised Statutes, \$24,498,500 of
 25 state general fund revenue is allocated in fiscal year 2021-2022 to the
 26 Arizona convention center development fund established by section 9-601,
 27 Arizona Revised Statutes.

28 Sec. 123. Rio Nuevo multipurpose facility district; estimated
 29 distribution; fiscal year 2021-2022

30 Pursuant to section 42-5031, Arizona Revised Statutes, a portion of
 31 the state transaction privilege tax revenues will be distributed to a
 32 multipurpose facility district. The Rio Nuevo multipurpose facility
 33 district is estimated to receive \$16,000,000 in fiscal year 2021-2022.
 34 The actual amount of the distribution will be made pursuant to section
 35 42-5031, Arizona Revised Statutes.

36 Fiscal Year 2020-2021 and 2021-2022 Appropriations and Fund Balance
 37 Transfers

38 Sec. 124. Appropriations; fund balance transfers; fiscal year
 39 2021-2022; automation projects fund

40 A. The sum of \$2,000,000 is appropriated from the automation
 41 projects fund established by section 41-714, Arizona Revised Statutes, in
 42 fiscal year 2021-2022 for deposit in the department of administration
 43 subaccount in the automation projects fund established pursuant to section
 44 41-714, Arizona Revised Statutes, to relocate the Tucson data center to a
 45 third-party location.

1 B. The sum of \$3,000,000 is appropriated from the state general
2 fund in fiscal year 2021-2022 for deposit in the department of
3 administration subaccount in the automation projects fund established
4 pursuant to section 41-714, Arizona Revised Statutes, to develop a K-12
5 school finance transparency reporting portal.

6 C. The sum of \$614,100 is appropriated from the state general fund
7 in fiscal year 2021-2022 for deposit in the charter school board
8 subaccount in the automation projects fund established pursuant to section
9 41-714, Arizona Revised Statutes, to replace the charter school board
10 online platform.

11 D. Notwithstanding any other law, the following amounts are
12 transferred from the following funds in fiscal year 2021-2022 for deposit
13 in the department of administration subaccount in the automation projects
14 fund established pursuant to section 41-714, Arizona Revised Statutes,
15 develop a business one-stop web portal:

16 1. \$3,000,000 from the state web portal fund established by section
17 18-421, Arizona Revised Statutes

18 2. \$4,758,900 from the automation operations fund established by
19 section 41-711, Arizona Revised Statutes.

20 E. Notwithstanding any other law, the amount of \$9,000,000 is
21 transferred from the department of economic security federal child care
22 development fund block grant in fiscal year 2021-2022 for deposit in the
23 department of economic security subaccount in the automation projects fund
24 established pursuant to section 41-714, Arizona Revised Statutes, to
25 update the child care management system.

26 F. Notwithstanding any other law, the following amounts are
27 transferred from the following funds in fiscal year 2021-2022 for deposit
28 in the department of education subaccount in the automation projects fund
29 established pursuant to section 41-714, Arizona Revised Statutes, to
30 replace the school finance data system:

31 1. \$4,448,900 from the department of education empowerment
32 scholarship account fund established by section 15-2402, Arizona Revised
33 Statutes

34 2. \$2,751,100 from the state treasurer empowerment scholarship
35 account fund established by section 15-2402, Arizona Revised Statutes.

36 G. Notwithstanding any other law, the amount of \$850,000 is
37 transferred from the Arizona benefits fund established by section
38 5-601.02, Arizona Revised Statutes, in fiscal year 2021-2022 for deposit
39 in the department of gaming subaccount in the automation projects fund
40 established pursuant to section 41-714, Arizona Revised Statutes, to
41 develop an e-licensing solution.

42 H. Notwithstanding any other law, the amount of \$1,067,700 is
43 transferred from the administrative fund established by section 23-1081,
44 Arizona Revised Statutes, in fiscal year 2021-2022 for deposit in the
45 industrial commission of Arizona subaccount in the automation projects

1 fund established pursuant to section 41-714, Arizona Revised Statutes, to
 2 modernize and replace information technology systems at the industrial
 3 commission of Arizona.

4 I. Notwithstanding any other law, the amount of \$550,000 is
 5 transferred from the concealed weapons permit fund established by section
 6 41-1722, Arizona Revised Statutes, in fiscal year 2021-2022 for deposit in
 7 the department of public safety subaccount in the automation projects fund
 8 established pursuant to section 41-714, Arizona Revised Statutes, to
 9 update the concealed weapons tracking system.

10 J. Notwithstanding any other law, the amount of \$20,000 is
 11 transferred from the board of psychologist examiners fund established by
 12 section 32-2065, Arizona Revised Statutes, in fiscal year 2021-2022 for
 13 deposit in the board of psychologist examiners subaccount in the
 14 automation projects fund established pursuant to section 41-714, Arizona
 15 Revised Statutes, to update the board's e-licensing system.

16 K. The transfers into the automation projects fund established by
 17 section 41-714, Arizona Revised Statutes, are not appropriations out of
 18 the automation projects fund. Only direct appropriations out of the
 19 automation projects fund are appropriations.

20 Sec. 125. Appropriation; fund balance transfer; state general
 21 fund; fiscal year 2020-2021

22 Notwithstanding any other law, the sum of \$24,205,700 from the
 23 Arizona highway patrol fund established by section 41-1752, Arizona
 24 Revised Statutes, is transferred in fiscal year 2020-2021 to the state
 25 general fund for the purpose of providing adequate support and maintenance
 26 for agencies of this state.

27 Sec. 126. Appropriation; Arizona highway user revenue fund;
 28 fiscal year 2021-2022

29 The sum of \$3,300,000 is appropriated from the state general fund in
 30 fiscal year 2021-2022 for deposit in the Arizona highway user revenue fund
 31 established by section 28-6533, Arizona Revised Statutes.

32 Sec. 127. Appropriation; highway expansion and extension loan
 33 program fund; fiscal year 2021-2022

34 The sum of \$1,220,800 is appropriated from the highway expansion and
 35 extension loan program fund established by section 28-7674, Arizona
 36 Revised Statutes, in fiscal year 2021-2022 for deposit in the department's
 37 federal fund (DT2097).

38 Sec. 128. Appropriation; fund balance transfer; sexual
 39 violence service fund; fiscal year 2021-2022

40 Notwithstanding any other law, the following amounts are transferred
 41 from the funds listed below in fiscal year 2021-2022 for deposit in the
 42 sexual violence service fund established by section 36-3102, Arizona
 43 Revised Statutes:

- | | |
|---|-------------|
| 44 1. DHS - health services licensing fund | \$2,370,900 |
| 45 2. DHS - health services lottery monies fund | \$ 93,700 |

| | | |
|----|--|-------------|
| 1 | 3. DHS - indirect cost fund | \$1,339,000 |
| 2 | 4. DPS - criminal justice enhancement fund | \$ 343,700 |
| 3 | 5. DPS - licensing fund | \$ 251,900 |
| 4 | 6. DPS - fingerprint clearance card fund | \$1,356,400 |
| 5 | 7. DPS - motor vehicle liability insurance | |
| 6 | enforcement fund | \$ 306,800 |
| 7 | 8. DPS - parity compensation fund | \$ 921,900 |
| 8 | 9. DPS - safety enforcement and transportation | |
| 9 | infrastructure fund | \$ 202,500 |
| 10 | 10. DOT - motor vehicle liability insurance | |
| 11 | enforcement fund | \$ 247,800 |
| 12 | 11. DOT - vehicle inspection and certificate | |
| 13 | of title enforcement fund | \$ 565,400 |
| 14 | Total transfer | \$8,000,000 |

15 Payment Deferrals

16 Sec. 129. Reduction in school district state aid
 17 apportionment in fiscal year 2021-2022;
 18 appropriation in fiscal year 2022-2023

19 A. In addition to any other appropriation reductions made in fiscal
 20 year 2021-2022, notwithstanding any other law, the department of education
 21 shall defer until after June 30, 2022 but not later than July 12, 2022
 22 \$900,727,700 of the basic state aid and additional state aid entitlement
 23 that otherwise would be apportioned to school districts during fiscal year
 24 2021-2022 pursuant to section 15-973, Arizona Revised Statutes. The
 25 funding deferral required by this subsection does not apply to charter
 26 schools or to school districts with a student count of less than one
 27 thousand three hundred fifty pupils. The department of education shall
 28 make the deferral by reducing the apportionment of state aid for each
 29 month in the fiscal year by the same amount.

30 B. In addition to any other appropriations made in fiscal year
 31 2022-2023, the sum of \$900,727,700 is appropriated from the state general
 32 fund in fiscal year 2022-2023 to the department of education and the
 33 superintendent of public instruction for basic state aid and additional
 34 state aid entitlement for fiscal year 2022-2023. This appropriation shall
 35 be disbursed after June 30, 2022 but not later than July 12, 2022 to the
 36 several counties for the school districts in each county in amounts equal
 37 to the reductions in apportionment of basic state aid and additional state
 38 aid that are required pursuant to subsection A of this section for fiscal
 39 year 2021-2022.

40 C. School districts shall include in the revenue estimates they use
 41 for computing their tax rates for fiscal year 2021-2022 the monies they
 42 will receive pursuant to subsection B of this section.

Statewide AdjustmentsSec. 130. Appropriations; operating adjustments2021-22

| | | |
|----|--|-----------------|
| 1. | Employer health insurance contribution reduction | \$ (38,565,400) |
| | Fund sources: | |
| | State general fund | \$ (20,281,100) |
| | Other funds | (18,284,300) |
| 2. | Employer health insurance contribution increase | \$ 25,213,700 |
| | Fund sources: | |
| | State general fund | \$ 11,213,700 |
| | Other funds | 14,000,000 |
| 3. | Nonuniversity state employee 27th pay period reduction | \$ (73,478,600) |
| | Fund sources: | |
| | State general fund | \$ (43,078,600) |
| | Other appropriated funds | (30,400,000) |
| 4. | Agency risk management adjustments | \$ (1,557,200) |
| | Fund sources: | |
| | State general fund | \$ (1,132,200) |
| | Other funds | (425,000) |
| 5. | Agency retirement adjustments | \$ 7,600,000 |
| | Fund sources: | |
| | State general fund | \$ 3,600,000 |
| | Other funds | 4,000,000 |
| 6. | Arizona financial information system adjustment | \$ 647,800 |
| | Fund sources: | |
| | State general fund | \$ 447,800 |
| | Other funds | 200,000 |
| 7. | Agency rent adjustments | \$ (245,700) |
| | Fund sources: | |
| | State general fund | (241,700) |
| | Other funds | (4,000) |
| 8. | State fleet rate adjustments | \$ 3,644,800 |
| | Fund sources: | |
| | State general fund | \$ 2,525,200 |
| | Other funds | 1,119,600 |

Employer health insurance contribution reduction

The amount appropriated is for a onetime employer contribution rate reduction for employee health insurance in fiscal year 2021-2022. The joint legislative budget committee staff shall determine and the department of administration shall allocate to each agency or department an amount for the health insurance contribution adjustment. The joint

1 legislative budget committee staff shall also determine and the department
2 of administration shall allocate adjustments, as necessary, in expenditure
3 authority to implement the reduction in employer health insurance
4 contribution rates. The joint legislative budget committee staff shall
5 use the overall allocation of state general fund and appropriated tuition
6 monies for each university in determining that university's specific
7 adjustment.

8 Employer health insurance contribution increase

9 The amount appropriated is for an employer contribution rate
10 increase for employee health insurance in fiscal year 2021-2022. The
11 joint legislative budget committee staff shall determine and the
12 department of administration shall allocate to each agency or department
13 an amount for the health insurance contribution adjustment. The joint
14 legislative budget committee staff shall also determine and the department
15 of administration shall allocate adjustments, as necessary, in expenditure
16 authority to implement the increase in employer health insurance
17 contribution rates. The joint legislative budget committee staff shall
18 use the overall allocation of state general fund and appropriated tuition
19 monies for each university in determining that university's specific
20 adjustment.

21 Nonuniversity state employee 27th pay period reduction

22 The amount appropriated for nonuniversity state employee 27th pay
23 period reduction in fiscal year 2021-2022 is to eliminate a onetime
24 increase in state agency expenditures due to the occurrence of a 27th pay
25 period in fiscal year 2020-2021. The adjustments apply only to
26 nonuniversity state agencies. The joint legislative budget committee
27 staff shall determine and the department of administration shall allocate
28 to each agency's or department's personal services and employee related
29 expenditures an amount for the 27th pay period for employees. The joint
30 legislative budget committee staff shall also determine and the department
31 of administration shall allocate adjustments, as necessary, in expenditure
32 authority to allow implementation of nonuniversity state employee 27th pay
33 period adjustments.

34 Agency risk management adjustments

35 The amount appropriated is for agency risk management premium
36 adjustments in fiscal year 2021-2022. The joint legislative budget
37 committee staff shall determine and the department of administration shall
38 allocate to each agency or department an amount for the risk management
39 adjustments. The joint legislative budget committee staff shall also
40 determine and the department of administration shall allocate adjustments,
41 as necessary, in expenditure authority to allow implementation of the risk
42 management adjustments.

1 Agency retirement adjustments

2 The amount appropriated is for agency retirement adjustments in
3 fiscal year 2021-2022. The joint legislative budget committee staff shall
4 determine and the department of administration shall allocate to each
5 agency or department an amount for the agency retirement. The joint
6 legislative budget committee staff shall also determine and the department
7 of administration shall allocate adjustments, as necessary, in expenditure
8 authority to allow implementation of the agency retirement adjustments.

9 Arizona financial information system adjustments

10 The amount appropriated is for upgrades to the Arizona financial
11 information system in fiscal year 2021-2022. The joint legislative budget
12 committee staff shall determine and the department of administration shall
13 allocate to each agency or department an amount for the Arizona financial
14 information system collection charge. The joint legislative budget
15 committee staff shall also determine and the department of administration
16 shall allocate adjustments, as necessary, in expenditure authority to
17 allow for the payment of Arizona financial information system charges.

18 Agency rent adjustments

19 The amount appropriated is for agency rent adjustments for agencies
20 relocating to and within state-owned and lease-purchase buildings in
21 fiscal year 2021-2022. The joint legislative budget committee staff shall
22 determine and the department of administration shall allocate to each
23 agency or department an amount for the rent adjustment. The joint
24 legislative budget committee staff shall also determine and the department
25 of administration shall allocate adjustments, as necessary, in expenditure
26 authority to allow implementation of the agency rent adjustments.

27 State fleet rate adjustments

28 The amount appropriated is for state fleet rate adjustments fiscal
29 year 2021-2022. The joint legislative budget committee staff shall
30 determine and the department of administration shall allocate to each
31 agency or department an amount for the state fleet rate adjustments. The
32 joint legislative budget committee staff shall also determine and the
33 department of administration shall allocate adjustments, as necessary, in
34 expenditure authority to allow implementation of the state fleet rate
35 adjustments.

36 Sec. 131. Department of law: general agency counsel charges:
37 fiscal year 2021-2022

38 Pursuant to section 41-191.09, Arizona Revised Statutes, the
39 following state agencies and departments are charged the following amounts
40 in fiscal year 2021-2022 for general agency counsel provided by the
41 department of law:

| | | |
|----|--|-----------|
| 42 | 1. Department of administration | \$127,700 |
| 43 | 2. Office of administrative hearings | \$ 3,000 |
| 44 | 3. Arizona arts commission | \$ 3,100 |
| 45 | 4. Citizens clean elections commission | \$ 2,700 |

| | | |
|----|--|-----------|
| 1 | 5. State department of corrections | \$ 2,000 |
| 2 | 6. Arizona criminal justice commission | \$ 8,700 |
| 3 | 7. Arizona state schools for the deaf | |
| 4 | and the blind | \$100,200 |
| 5 | 8. Commission for the deaf and the hard | |
| 6 | of hearing | \$ 4,100 |
| 7 | 9. Arizona early childhood development and | |
| 8 | health board | \$ 47,100 |
| 9 | 10. Department of education | \$132,000 |
| 10 | 11. Department of emergency and military affairs | \$ 30,000 |
| 11 | 12. Department of environmental quality | \$135,600 |
| 12 | 13. Arizona exposition and state fair board | \$ 20,900 |
| 13 | 14. Arizona department of forestry and fire | |
| 14 | management | \$ 13,400 |
| 15 | 15. Department of gaming | \$ 37,300 |
| 16 | 16. Department of health services | \$173,800 |
| 17 | 17. Arizona historical society | \$ 700 |
| 18 | 18. Arizona department of housing | \$ 19,300 |
| 19 | 19. Department of insurance and financial | |
| 20 | institutions | \$ 13,800 |
| 21 | 20. Department of juvenile corrections | \$ 9,400 |
| 22 | 21. State land department | \$ 2,100 |
| 23 | 22. Department of liquor licenses and control | \$ 11,400 |
| 24 | 23. Arizona state lottery commission | \$ 24,800 |
| 25 | 24. Arizona state parks board | \$ 45,800 |
| 26 | 25. State personnel board | \$ 600 |
| 27 | 26. Arizona pioneers' home | \$ 12,100 |
| 28 | 27. Commission for postsecondary education | \$ 1,800 |
| 29 | 28. Department of public safety | \$677,400 |
| 30 | 29. Arizona state retirement system | \$ 69,100 |
| 31 | 30. Department of revenue | \$ 4,900 |
| 32 | 31. Department of state – secretary of state | \$ 1,800 |
| 33 | 32. State treasurer | \$ 9,200 |
| 34 | 33. Department of veterans' services | \$ 52,700 |

35 Fiscal Year 2022-2023 and 2023-2024 appropriations

36 Sec. 132. Appropriations; department of administration;
 37 automation projects fund; fiscal years 2022-2023
 38 and 2023-2024; use; exemption; reversion

39 A. The sum of \$1,500,000 is appropriated from the department of
 40 administration subaccount in the automation projects fund established
 41 pursuant to section 41-714, Arizona Revised Statutes, in each of fiscal
 42 years 2022-2023 and 2023-2024 to the department of administration to
 43 develop a K-12 school financial transparency reporting system.

44 B. The sum of \$1,500,000 is appropriated from the state general
 45 fund in each of fiscal years 2022-2023 and 2023-2024 for deposit in

1 department of administration subaccount in the automation projects fund
 2 established pursuant to section 41-714, Arizona Revised Statutes, to
 3 develop a K-12 school financial transparency reporting system.

4 C. Notwithstanding section 41-714, Arizona Revised Statutes, in
 5 each of fiscal years 2022-2023 and 2023-2024, the appropriations made in
 6 subsection A of this section do not require review from the joint
 7 legislative budget committee pursuant to section 41-714, Arizona Revised
 8 Statutes.

9 D. The amounts appropriated pursuant to this section from the
 10 automation projects fund established by section 41-714, Arizona Revised
 11 Statutes, in fiscal years 2022-2023 and 2023-2024 are exempt from the
 12 provisions of section 35-190, Arizona Revised Statutes, relating to
 13 lapsing of appropriations, until June 30, 2025.

14 Sec. 133. Appropriation; new school facilities fund; fiscal
 15 year 2022-2023; use

16 The sum of \$47,950,000 is appropriated from the state general fund
 17 in fiscal year 2022-2023 for a onetime deposit in the new school
 18 facilities fund established by section 15-2041, Arizona Revised Statutes.
 19 The school facilities board shall use the monies only for facilities that
 20 will be constructed for school districts that received final approval from
 21 the school facilities board on or before December 15, 2020.

22 Sec. 134. Appropriation; Yuma union high school; fiscal year
 23 2022-2023; use

24 The sum of \$16,515,200 is appropriated from the state general fund
 25 in fiscal year 2022-2023 for to the school facilities board to distribute
 26 to the Yuma union high school district for the construction of a new high
 27 school

28 Sec. 135. Legislative intent; regional peace officer training
 29 academies

30 The legislature intends that after fiscal year 2021-2022, monies
 31 received by local law enforcement agencies pursuant to Proposition 207 as
 32 approved at the 2020 general election are expected to cover reimbursements
 33 to regional peace officer training academies for training officers.

34 Reporting Requirements and Definitions

35 Sec. 136. Legislative intent; expenditure reporting

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

1 Sec. 137. FTE positions; reporting; definition

2 Full-time equivalent (FTE) positions contained in this act are
3 subject to appropriation. The director of the department of
4 administration shall account for the use of all appropriated and
5 nonappropriated FTE positions, excluding those in the universities. The
6 director of the department of administration shall submit the fiscal year
7 2021-2022 report on or before October 1, 2022 to the director of the joint
8 legislative budget committee. The report shall compare the level of
9 appropriated FTE usage in each fiscal year to the appropriated level. For
10 the purposes of this section, "FTE positions" means the total number of
11 hours worked, including both regular and overtime hours as well as hours
12 taken as leave, divided by the number of hours in a work year. The
13 director of the department of administration shall notify the director of
14 a budget unit if the budget unit's appropriated FTE usage has exceeded its
15 number of appropriated FTE positions. Each university shall report to the
16 director of the joint legislative budget committee in a manner comparable
17 to the department of administration reporting.

18 Sec. 138. Filled FTE positions; reporting

19 On or before October 1, 2021, each agency, including the judiciary
20 and universities, shall submit a report to the director of the joint
21 legislative budget committee on the number of filled appropriated and
22 nonappropriated FTE positions, by fund source, as of September 1, 2021.

23 Sec. 139. Transfer of spending authority

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

28 Sec. 140. Interim reporting requirements

29 A. State general fund revenue for fiscal year 2020-2021, including
30 a beginning balance of \$372,457,000 and other onetime revenues, is
31 forecasted to be \$13,602,300,000.

32 B. State general fund revenue for fiscal year 2021-2022, including
33 onetime revenues, is forecasted to be \$13,797,800,000.

34 C. State general fund revenue for fiscal year 2022-2023, including
35 onetime revenues, is forecasted to be \$13,362,400,000. State general fund
36 expenditures for fiscal year 2022-2023 are forecasted to be
37 \$12,877,300,000.

38 D. State general fund revenue for fiscal year 2023-2024, including
39 onetime revenues, is forecasted to be \$13,222,300,000. State general fund
40 expenditures for fiscal year 2023-2024 are forecasted to be
41 \$13,112,800,000.

42 E. On or before September 15, 2021, the executive branch shall
43 provide to the joint legislative budget committee a preliminary estimate
44 of the fiscal year 2020-2021 state general fund ending balance. The
45 estimate shall include projections of total revenues, total expenditures

1 and ending balance. The department of administration shall continue to
2 provide the final report for the fiscal year in its annual financial
3 report pursuant to section 35-131, Arizona Revised Statutes.

4 F. Based on the information provided by the executive branch, the
5 staff of the joint legislative budget committee shall report to the joint
6 legislative budget committee on or before October 15, 2021 whether the
7 fiscal year 2021-2022 revenues and ending balance are expected to change
8 by more than \$50,000,000 from the budgeted projections. The joint
9 legislative budget committee staff may make technical adjustments to the
10 revenue and expenditure estimates in this section to reflect other bills
11 enacted into law. The executive branch may also provide its own estimates
12 to the joint legislative budget committee on or before October 15, 2021.

13 Sec. 141. Definition

14 For the purposes of this act, "*" means this appropriation is a
15 continuing appropriation and is exempt from the provisions of section
16 35-190, Arizona Revised Statutes, relating to lapsing of appropriations.

17 Sec. 142. Definition

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

21 Sec. 143. Definition

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