House Engrossed

FILED
KEN BENNETT
SECRETARY OF STATE

State of Arizona
House of Representatives
Fifty-first Legislature
First Special Session
2013

CHAPTER 1

HOUSE BILL 2001

AN ACT

AMENDING LAWS 2012, CHAPTER 294, SECTION 124; AMENDING LAWS 2012, CHAPTER 294, SECTION 130; MAKING APPROPRIATIONS AND BUDGET REDUCTIONS, LIMITATIONS AND TRANSFERS FOR THE DIFFERENT DEPARTMENTS OF THE STATE, FOR STATE INSTITUTIONS AND FOR PUBLIC SCHOOLS FOR FISCAL YEARS 2012-2013, 2013-2014 AND 2014-2015; PROVIDING FOR CERTAIN REPORTING REQUIREMENTS.

(TEXT OF BILL BEGINS ON NEXT PAGE)

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

Section 1. Laws 2012, chapter 294, section 124 is amended to read:

Sec. 124. Appropriations; automation projects fund; fiscal years 2012-2013, 2013-2014, 2014-2015 and 2015-2016

A. The sum of $16,800,000 in fiscal year 2012-2013, the sum of ~~$20,000,000~~ $18,400,000 in each of fiscal years 2013-2014 and 2014-2015 and the sum of ~~$23,000,000~~ $9,202,000 in fiscal year 2015-2016 are appropriated from the state general fund for deposit into the automation projects fund established by section 41-714, Arizona Revised Statutes, for the purpose of implementing, upgrading or maintaining automation and information technology projects for any state agency.

B. In addition to the appropriations made in subsection A of this section, the following sums from the following sources are appropriated for deposit into the automation projects fund in fiscal year 2012-2013:

1. $1,500,000 from the information technology fund established by section 41-3505, Arizona Revised Statutes.

2. $5,600,000 from the state web portal fund established by section 41-3506, Arizona Revised Statutes.

3. $4,200,000 from the automation operations fund established by section 41-711, Arizona Revised Statutes.

Sec. 2. Laws 2012, chapter 294, section 130 is amended to read:

Sec. 130. Reduction in school district state aid apportionment in fiscal year 2012-2013; appropriations in fiscal year 2013-2014

A. In addition to any other appropriation reductions made in fiscal year 2012-2013, notwithstanding any other law, the state board of education shall defer until after July 1, 2013 but no later than ~~August 29~~ JULY 12, 2013 ~~$952,627,700~~ $930,727,700 of the basic state aid and additional state aid payment that otherwise would be apportioned to school districts during fiscal year 2012-2013 pursuant to section 15-973, Arizona Revised Statutes. The funding deferral required by this subsection does not apply to charter schools OR TO SCHOOL DISTRICTS WITH A STUDENT COUNT OF LESS THAN SIX HUNDRED PUPILS.

B. In addition to any other appropriations made in fiscal year 2013-2014, the sum of ~~$952,627,700~~ $930,727,700 is appropriated from the state general fund in fiscal year 2013-2014 to the state board of education and the superintendent of public instruction for basic state aid and additional state aid entitlement for fiscal year 2013-2014. This appropriation shall be disbursed after July 1, 2013 but no later than ~~August 29~~ JULY 12, 2013 to the several counties for the school districts in each county in amounts equal to the reductions in apportionment of basic state aid and additional state aid that are required pursuant to subsection A of this section for fiscal year 2012-2013.

C. School districts shall include in the revenue estimates that they use for computing their tax rates for fiscal year 2012-2013 the monies that they will receive pursuant to subsection B of this section.

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

Sec. 4. BOARD OF ACCOUNTANCY

	2013-14
FTE positions	13.0
Lump sum appropriation	$ 1,897,700
Fund sources:	
Board of accountancy fund	$ 1,897,700

Sec. 5. ACUPUNCTURE BOARD OF EXAMINERS

	2013-14
FTE positions	1.0
Lump sum appropriation	$ 144,600
Fund sources:	
Acupuncture board of examiners fund	$ 144,600

Sec. 6. DEPARTMENT OF ADMINISTRATION

	2013-14
FTE positions	528.1
Operating lump sum appropriation	$ 84,712,300
Utilities	8,275,600
County attorney immigration enforcement	1,213,200
Public safety communications	531,500
Risk management administrative expenses	8,746,100
Risk management losses and premiums	45,656,200
Workers' compensation losses and premiums	30,955,200
Statewide information security and privacy office	857,800
State surplus property sales proceeds	1,260,000
Total appropriation - department of administration	$182,207,900
Fund sources:	
State general fund	$ 11,430,300
Air quality fund	927,100

Automation operations fund	18,730,100
Capital outlay stabilization fund	17,878,700
Corrections fund	558,300
Federal surplus materials revolving fund	451,600
Information technology fund	3,144,500
Motor vehicle pool revolving fund	10,041,300
Personnel division fund	12,594,900
Risk management revolving fund	92,884,200
Special employee health insurance trust fund	5,136,700
State surplus materials revolving fund	2,375,000
State web portal fund	4,250,000
Telecommunications fund	1,805,200

Of the $1,213,200 appropriated to the county attorney immigration enforcement line item, $200,000 shall be distributed to the county attorney of a county in this state having a population of two million or more persons for the purpose of enforcing title 23, chapter 2, article 2, Arizona Revised Statutes, and $500,000 shall be distributed to the county sheriff of a county in this state having a population of two million or more persons for the purpose of enforcing title 23, chapter 2, article 2, Arizona Revised Statutes. Subject to the prior approval of the joint legislative budget committee, the remaining monies may be distributed to county attorneys and county sheriffs of counties with populations of less than two million persons for the purpose of enforcing title 23, chapter 2, article 2, Arizona Revised Statutes. This appropriation is exempt from the provisions of section 35-190, Arizona Revised Statutes, relating to lapsing of appropriations. The appropriated monies may be spent in the sole discretion of the county attorney or county sheriff to whom the monies are distributed for the purpose of enforcing title 23, chapter 2, article 2, Arizona Revised Statutes, without any further approval or other action by the county board of supervisors of the county. Each county shall submit an annual report to the department of administration on or before October 1, 2013 on the actual use of the monies in the previous fiscal year and the projected use of the monies in the current fiscal year. The department of administration shall report to the directors of the governor's office of strategic planning and budgeting and the joint legislative budget committee on or before November 1, 2013 on the use of these monies.

The department may collect an amount not to exceed $1,762,600 from other funding sources, excluding federal funds, to recover pro rata costs of operating AFIS II.

The appropriation for the automation operations fund is an estimate representing all monies, including balance forward, revenue and transfers during fiscal year 2013-2014. These monies are appropriated to the department of administration for the purposes established in section 41-711, Arizona Revised Statutes. The appropriation shall be adjusted as necessary to reflect receipts credited to the automation operations fund for automation operation center projects. Before the expenditure of any automation operations fund revenues in excess of $18,730,100 in fiscal year 2013-2014, the department of administration shall report the intended use of monies to the joint legislative budget committee.

The amounts appropriated for the state employee transportation service subsidy shall be used for up to a fifty per cent subsidy of charges payable for transportation service expenses as provided in section 41-710.01, Arizona Revised Statutes, of nonuniversity state employees 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.

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

All state surplus materials revolving fund revenues received by the department of administration in excess of $2,375,000 in fiscal year 2013-2014 are appropriated to the department. Before the expenditure of state surplus materials revolving fund receipts in excess of $2,375,000 in fiscal year 2013-2014, the department of administration shall report the intended use of monies to the joint legislative budget committee.

Sec. 7. OFFICE OF ADMINISTRATIVE HEARINGS

	2013-14
FTE positions	12.0
Lump sum appropriation	$ 821,400
Fund sources:	
State general fund	$ 808,100
Healthcare group fund	13,300

Sec. 8. DEPARTMENT OF AGRICULTURE

	2013-14
FTE positions	161.0
Operating lump sum appropriation	$ 7,595,000
Agricultural employment relations board	23,300
Animal damage control	65,000
Red imported fire ant	23,200
Agricultural consulting and training pari-mutuel	128,500
Total appropriation - department of agriculture	$ 7,835,000
Fund sources:	
State general fund	$ 7,835,000

Sec. 9. ARIZONA HEALTH CARE COST CONTAINMENT SYSTEM

	2013-14
FTE positions	2,217.3
Operating lump sum appropriation	$ 76,813,300
DES eligibility	53,799,300
Proposition 204 - AHCCCS administration	6,635,800
Proposition 204 - DES eligibility	37,793,600
Traditional Medicaid services	3,630,655,800
Proposition 204 services	1,047,967,600
Children's rehabilitative services	111,736,400
KidsCare services	12,081,300
KidsCare II	26,825,700
ALTCS services	1,271,574,100
Disproportionate share payments	13,487,100
Disproportionate share payments - voluntary match	28,457,100
Rural hospitals	13,858,100
Graduate medical education	160,184,900
Safety net care pool	166,000,000
Total appropriation and expenditure authority - Arizona health care cost containment system	$6,657,870,100
Appropriated fund sources:	
State general fund	$1,333,386,400
Budget neutrality compliance fund	3,303,900
Children's health insurance program fund	32,092,300
Health care group fund	1,065,500
Prescription drug rebate fund - state	95,009,600
Tobacco products tax fund - emergency health services account	18,320,100
Tobacco tax and health care fund - medically needy account	37,389,300
Expenditure authority	5,137,303,000

Operating budget

The amounts appropriated for the department of economic security eligibility line item shall be used for intergovernmental agreements with the department of economic security for the purpose of eligibility determination and other functions. The 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 special line items includes all available sources of funding consistent with section 36-2901.01, subsection B, Arizona Revised Statutes.

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

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

Pursuant to section 11-292, subsection B, Arizona Revised Statutes, the county portion of the fiscal year 2013-2014 nonfederal portion of the costs of providing long-term care system services is $244,696,100. This amount is included in the expenditure authority fund source.

The nonappropriated portion of the prescription drug rebate fund is included in the federal portion of the expenditure authority fund source.

The expenditure authority fund source includes voluntary payments made from political subdivisions for medicaid coverage of certain children and for payments to hospitals that operate a graduate medical education program or treat low-income patients. The political subdivision portions of the fiscal year 2013-2014 costs of the kidscare II, graduate medical education, disproportionate share payments - voluntary match and safety net care pool line items are included in the expenditure authority fund source.

Any monies received in excess of $26,825,700 for kidscare II by the Arizona health care cost containment system administration in fiscal year

2013-2014, including any federal matching monies, are appropriated to the administration in fiscal year 2013-2014. Before the expenditure of these increased monies, the administration shall notify the joint legislative budget committee and the governor's office of strategic planning and budgeting of the amount of monies that will be expended under this provision.

Any monies received in excess of $166,000,000 for the safety net care pool by the Arizona health care cost containment system administration in fiscal year 2013-2014, including any federal matching monies, are appropriated to the administration in fiscal year 2013-2014. Before the expenditure of these increased monies, the administration shall notify the joint legislative budget committee and the governor's office of strategic planning and budgeting of the amount of monies that will be expended under this provision.

Any supplemental payments received in excess of $51,567,500 for nursing facilities that serve medicaid patients in fiscal year 2013-2014, including any federal matching monies, by the Arizona health care cost containment system administration are appropriated to the administration in fiscal year 2013-2014. Before the expenditure of these increased monies, the administration shall notify the joint legislative budget committee and the governor's office of strategic planning and budgeting of the amount of monies that will be expended under this provision. These payments are included in the expenditure authority fund source.

The Arizona health care cost containment system administration shall transfer up to $1,200,000 from the traditional medicaid services line item for fiscal year 2013-2014 to the attorney general for costs associated with tobacco settlement litigation.

Payments to hospitals

The $13,487,100 appropriation for disproportionate share payments for fiscal year 2013-2014 made pursuant to section 36-2903.01, subsection O, Arizona Revised Statutes, includes $4,202,300 for the Maricopa county health care district and $9,284,800 for private qualifying disproportionate share hospitals.

Any monies for graduate medical education received in fiscal year 2013-2014, including any federal matching monies, by the Arizona health care cost containment system administration in excess of $160,184,900 are appropriated to the administration in fiscal year 2013-2014. Before the expenditure of these increased monies, the administration shall notify the joint legislative budget committee and the governor's office of strategic planning and budgeting of the amount of monies that will be expended under this provision.

Any monies received for disproportionate share payments from political subdivisions of this state, tribal governments and any university under the jurisdiction of the Arizona board of regents, and any federal monies used to match those payments, that are received in fiscal year 2013-2014 by the Arizona health care cost containment system administration in excess of

$28,457,100 are appropriated to the administration in fiscal year 2013-2014. Before the expenditure of these increased monies, the administration shall notify the joint legislative budget committee and the governor's office of strategic planning and budgeting of the amount of monies that will be expended under this provision.

In addition to the appropriation listed above, all monies from the city of Phoenix access to care assessment and other political subdivision hospital assessments, including monies for coverage expansion, and related federal medicaid authority monies are appropriated in fiscal year 2013-2014.

Other reports

On or before January 6, 2014, the Arizona health care cost containment system administration shall report to the director of the joint legislative budget committee the total amount of medicaid reconciliation payments and penalties received by that date since July 1, 2013. On June 30, 2014, the administration shall report the same information for all of fiscal year 2013-2014.

Beginning July 1, 2013, the Arizona health care cost containment system administration shall report thirty days after the end of each calendar quarter to the directors of the joint legislative budget committee and the governor's office of strategic planning and budgeting on the implementation of its required automation interaction with the health insurance exchange and eligibility modifications.

On or before August 1, 2013, the Arizona health care cost containment system administration shall provide to the joint legislative budget committee for review a report on the interagency agreement with the department of health services for providing acute care services for persons enrolled in the Maricopa county integrated regional behavioral health authority.

Sec. 10. BOARD OF APPRAISAL

	2013-14
FTE positions	8.0
Lump sum appropriation	$ 786,500
Fund sources:	
Board of appraisal fund	$ 786,500

Sec. 11. BOARD OF ATHLETIC TRAINING

	2013-14
FTE positions	1.5
Lump sum appropriation	$ 101,800
Fund sources:	
Athletic training fund	$ 101,800

Sec. 12. ATTORNEY GENERAL - DEPARTMENT OF LAW

	2013-14
FTE positions	547.9
Operating lump sum appropriation	$ 45,737,400
Capital postconviction prosecution	500,000
State grand jury	177,500

Victims' rights	3,989,300
Risk management interagency service agreement	9,183,500
Military airport planning	800
Total appropriation - attorney general - department of law	$ 59,588,500
Fund sources:	
State general fund	$ 21,764,900
Antitrust enforcement revolving fund	242,800
Attorney general legal services cost allocation fund	2,026,900
Collection enforcement revolving fund	5,313,900
Consumer protection - consumer fraud revolving fund	3,450,300
Interagency service agreements fund	13,116,900
Risk management revolving fund	9,183,500
State aid to indigent defense fund	500,000
Victims' rights fund	3,989,300

The attorney general shall submit to the joint legislative budget committee for review the quarterly reports on legal settlements required by sections 41-192, 44-1531.01 and 44-1531.02, Arizona Revised Statutes, as amended by Laws 2013, chapter 143.

In addition to the $13,116,900 appropriated from the interagency service agreements fund in fiscal year 2013-2014, an additional $800,000 and 11 FTE positions are appropriated from the interagency service agreements fund in fiscal year 2013-2014 for new or expanded interagency service agreements. The attorney general shall report to the joint legislative budget committee whenever an interagency service agreement is established that will require expenditures from the additional amount. The report shall include the name of the agency or entity with which the agreement is made, the dollar amount of the contract by fiscal year and the number of associated FTE positions.

The $500,000 appropriated for capital postconviction prosecution is a one-time appropriation pending further legislative review of the appropriate location of these duties. The attorney general shall submit a report on or before November 1, 2013 to the joint legislative budget committee for review of the attorney general's plan to transition capital postconviction prosecution responsibilities for Maricopa county related cases to Maricopa county during the next four years.

Sec. 13. AUTOMOBILE THETFT AUTHORITY

	2013-14
FTE positions	6.0
Operating lump sum appropriation	$ 616,800
Automobile theft authority grants	4,607,700
Reimbursable programs	50,000
Total appropriation - auto theft authority	$ 5,274,500
Fund sources:	
Automobile theft authority fund	$ 5,274,500

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

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

The automobile theft authority shall pay seventy-five per cent of the personal services and employee related expenses for city and county sworn officers who participate in the Arizona vehicle theft task force.

Sec. 14. BOARD OF BARBERS

	2013-14
FTE positions	4.0
Lump sum appropriation	$ 321,900
Fund sources:	
Board of barbers fund	$ 321,900

Sec. 15. BOARD OF BEHAVIORAL HEALTH EXAMINERS

	2013-14
FTE positions	17.0
Lump sum appropriation	$ 1,720,100
Fund sources:	
Board of behavioral health examiners fund	$ 1,720,100

Sec. 16. STATE BOARD FOR CHARTER SCHOOLS

	2013-14
FTE positions	9.0
Lump sum appropriation	$ 748,100
Fund sources:	
State general fund	$ 748,100

Sec. 17. STATE BOARD OF CHIROPRACTIC EXAMINERS

	2013-14
FTE positions	5.0
Lump sum appropriation	$ 457,800
Fund sources:	
Board of chiropractic examiners fund	$ 457,800

Sec. 18. ARIZONA COMMUNITY COLLEGES

	2013-14
Equalization aid	
Cochise	$ 4,712,400
Graham	16,075,100
Navajo	5,514,200
Total - equalization aid	$ 26,301,700
Operating state aid	
Cochise	$ 5,710,100
Coconino	1,840,400
Gila	370,700
Graham	2,345,700
Maricopa	7,913,300
Mohave	1,659,400
Navajo	1,646,600
Pima	7,136,600
Pinal	2,135,000
Santa Cruz	58,700
Yavapai	893,900
Yuma/La Paz	2,754,400
Total - operating state aid	$ 34,464,800
Capital outlay state aid	
Cochise	$ 450,400
Coconino	147,500
Gila	50,000
Graham	218,100
Mohave	211,700
Navajo	122,600
Pinal	257,700
Santa Cruz	16,700
Yavapai	248,600
Yuma/La Paz	276,700
Total - capital outlay state aid	$ 2,000,000
Rural county reimbursement subsidy	$ 848,800
Total appropriation - Arizona community colleges	$ 63,615,300
Fund sources:	
State general fund	$ 63,615,300

Of the $848,800 appropriated to the rural county reimbursement subsidy line item, Apache county will receive $466,000 and Greenlee county $382,800.

Sec. 19. REGISTRAR OF CONTRACTORS

	2013-14
FTE positions	105.6
Operating lump sum appropriation	$ 11,042,200
Office of administrative hearings costs	1,017,600
Residential contractors' recovery fund deposit	2,700,000
Total appropriation - registrar of contractors	$ 14,759,800
Fund sources:	
Registrar of contractors fund	$ 14,759,800

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

Sec. 20. CORPORATION COMMISSION

	2013-14
FTE positions	300.9
Operating lump sum appropriation	$ 25,266,000
Corporation filings, same day service	400,400
Utilities audits, studies, investigations and hearings	380,000*
Total appropriation - corporation commission	$ 26,046,400
Fund sources:	
State general fund	$ 589,100
Arizona arts trust fund	50,200
Investment management regulatory and enforcement fund	684,300
Public access fund	6,414,200
Securities regulatory and enforcement fund	4,625,900
Utility regulation revolving fund	13,682,700

The $400,400 appropriated from the public access fund for the corporation filings, same day service line item shall revert to the public access fund at the end of the fiscal year 2013-2014 if the commission has not established a same day service pursuant to section 10-122, Arizona Revised Statutes.

The corporation commission and the general accounting office shall report to the directors of the joint legislative budget committee and the governor's office of strategic planning and budgeting on or before November 1, 2013 on the expenditures from the utilities audits, studies, investigations and hearings special line item since fiscal year 2006-2007 or an earlier year that the two agencies deem appropriate. The report shall also include an estimate of the remaining amount of nonlapsing funds as well

as any recommendations to improve the consistency of the special line item expenditures reporting.

Sec. 21. STATE DEPARTMENT OF CORRECTIONS

	2013-14
FTE positions	9,384.0
Operating lump sum appropriation	$ 752,056,100
Private prison per diem	132,380,300
Inmate health care contracted services	125,274,900
Total appropriation - state department of corrections	$1,009,711,300
Fund sources:	
State general fund	$964,798,700
State education fund for correctional education	517,000
Alcohol abuse treatment fund	554,400
Penitentiary land fund	979,200
State charitable, penal and reformatory institutions land fund	360,000
Corrections fund	27,517,600
Transition program fund	2,485,000
Prison construction and operations fund	12,499,400

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.

A monthly report comparing state department of corrections expenditures for the month and year-to-date as compared to prior year expenditures shall be forwarded 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 on or before the thirtieth of the following month. The report shall be in the same format as the prior fiscal year and shall 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 state department of corrections shall provide a report on bed capacity to the joint legislative budget committee for its review on or before August 1, 2013. The report shall reflect the bed capacity for each security classification at each state-run and private institution, divided by rated and total beds. The report shall include bed capacity data for June 30 of the previous fiscal year, June 30 of the current fiscal year and June 30 of the subsequent fiscal year, 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. If the department develops a plan subsequent to its August 1 report to close state-operated prison rated beds or cancel or not renew contracts for privately operated prison beds, the state department of corrections shall submit a bed plan detailing the proposed bed closures for review by the joint legislative budget committee before implementing these changes.

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

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

Before the expenditure of any state education fund for correctional education receipts in excess of $517,000, the state department of corrections shall report the intended use of the monies to the director of the joint legislative budget committee.

The state department of corrections shall submit a report to the joint legislative budget committee on or before October 1, 2013 concerning the uses of the transition program fund established by section 31-284, Arizona Revised Statutes, so as to allow the legislature to consider returning the use of these monies to the intended statutory purpose in the fiscal year 2014-2015 budget.

Sec. 22. COSMETOLOGY BOARD

	2013-14
FTE positions	24.5
Lump sum appropriation	$ 1,750,300
Fund sources:	
Board of cosmetology fund	$ 1,750,300

Sec. 23. ARIZONA CRIMINAL JUSTICE COMMISSION

	2013-14
FTE positions	9.0
Operating lump sum appropriation	$ 864,600
State aid to county attorneys	973,600
Victim compensation and assistance	4,092,500
Total appropriation - Arizona criminal justice commission	$ 5,930,700
Fund sources:	
Criminal justice enhancement fund	$ 629,100
Drug and gang prevention resource center fund	235,500

State aid to county attorneys fund	973,600
Victim compensation and assistance fund	4,092,500

All victim compensation and assistance receipts received by the Arizona criminal justice commission in excess of $4,092,500 in fiscal year 2013-2014 are appropriated to the crime victims program. Before the expenditure of any victim compensation and assistance receipts in excess of $4,092,500 in fiscal year 2013-2014, the Arizona criminal justice commission shall report the intended use of the monies to the joint legislative budget committee.

All state aid to county attorneys fund receipts received by the Arizona criminal justice commission in excess of $973,600 in fiscal year 2013-2014 are appropriated to the state aid to the county attorney program. Before the expenditure of any state aid to county attorneys fund receipts in excess of $973,600, the Arizona criminal justice commission shall report the intended use of the monies to the joint legislative budget committee.

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

	2013-14
FTE positions	541.2
Administration/statewide	$ 3,591,400
Phoenix day school for the deaf	9,203,700
Tucson campus	14,129,100
Regional cooperatives	798,600
Preschool/outreach programs	5,421,400
School bus replacement	738,000
Voucher fund adjustment	289,400
Total appropriation - Arizona state schools for the deaf and the blind	$ 34,171,600
Fund sources:	
State general fund	$ 20,586,100
Arizona state schools for the deaf and the blind fund	13,585,500

Before the expenditure of any Arizona state schools for the deaf and the blind fund monies in excess of $13,585,500 in fiscal year 2013-2014, the Arizona state schools for the deaf and the blind shall report to the joint legislative budget committee the intended use of the funds.

Sec. 25. COMMISSION FOR THE DEAF AND THE HARD OF HEARING

	2013-14
FTE positions	15.0
Lump sum appropriation	$ 3,749,000
Fund sources:	
Telecommunication fund for the deaf	$ 3,749,000

Sec. 26. STATE BOARD OF DENTAL EXAMINERS

	2013-14
FTE positions	11.0
Lump sum appropriation	$ 1,189,600
Fund sources:	
Dental board fund	$ 1,189,600

Sec. 27. DEPARTMENT OF ECONOMIC SECURITY

	2013-14
FTE positions	5,654.1
Operating lump sum appropriation	$192,750,500
Administration	
Attorney general legal services	10,400,300
Aging and adult services	
Adult services	6,924,100
Community and emergency services	3,724,000
Coordinated homeless	2,522,600
Domestic violence prevention	12,123,700
Benefits and medical eligibility	
Temporary assistance for needy families cash benefits	44,999,400
Coordinated hunger	1,754,600
Tribal pass-through funding	4,680,300
Child support enforcement	
County participation	8,600,200
Children, youth and families	
Division of children, youth and families operating lump sum appropriation	165,855,100
Division of children, youth and families attorney general legal services	20,068,700
Adoption services	177,554,600
Children support services	144,752,800
CPS emergency and residential placement	79,169,300
Foster care placement	50,351,200
Independent living maintenance	3,469,300
Intensive family services	5,000,000
Permanent guardianship subsidy	11,215,300
Grandparent stipends	1,000,000
Developmental disabilities	
Case management - medicaid	38,071,900
Home and community based services - medicaid	742,580,200

Institutional services - medicaid	20,144,800
Medical services	144,761,800
Arizona training program at Coolidge - medicaid	15,601,500
Medicare clawback payments	3,072,000
Case management - state-only	3,846,000
Home and community based services - state-only	33,443,400
State-funded long-term care services	26,528,100
Employment and rehabilitation services	
JOBS	13,005,600
Day care subsidy	130,396,600
Independent living rehabilitation services	1,289,400
Rehabilitation services	3,799,100
Workforce investment act services	51,654,600
Agencywide	
Contingency funding	10,500,000
Total appropriation - department of economic security	$2,185,611,000
Fund sources:	
State general fund	651,596,700
Federal child care and development fund block grant	130,567,500
Federal temporary assistance for needy families block grant	220,775,800
Public assistance collections fund	427,100
Special administration fund	2,829,900
Spinal and head injuries trust fund	1,867,600
Statewide cost allocation plan fund	1,000,000
Child abuse prevention fund	1,459,100
Children and family services training program fund	206,600
Child support enforcement administration fund	16,601,100
Domestic violence shelter fund	2,220,000
Long-term care system fund	86,954,900
Workforce investment act grant	56,032,700

Child support enforcement administration fund expenditure authority	40,397,800
Developmental disabilities medicaid expenditure authority	678,503,800
Division of children, youth and families expenditure authority	294,170,400

Administration

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

Aging and adult services

All domestic violence shelter fund monies above $2,220,000 received by the department of economic security are appropriated for the domestic violence prevention line item. Before the expenditure of these increased monies, the department of economic security shall report the intended use of monies above $2,220,000 to the joint legislative budget committee.

The department of economic security shall report to the joint legislative budget committee on the amount of state and federal monies available statewide for domestic violence funding on or before December 15, 2013. The report shall include, at a minimum, the amount of monies available and the state fiscal agent receiving those monies.

Benefits and medical eligibility

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

Child support enforcement

All state share of retained earnings, fees and federal incentives above $16,601,100 received by the division of child support enforcement are appropriated for operating expenditures. New full-time equivalent positions may be authorized with the increased funding. Before the expenditure of these increased monies, the department of economic security shall report the intended use of the monies to the joint legislative budget committee.

Children, youth and families

Of the amounts appropriated for children support services, CPS emergency and residential placement and foster care placement, the department may transfer up to ten per cent of the total amount of federal temporary assistance for needy families block grant monies appropriated to the department of economic security to the social services block grant for use in the following line items in the division of children, youth and families:

children support services, CPS emergency and residential placement and foster care placement. Before transferring federal temporary assistance for needy families block grant monies to the social services block grant, the department shall report the proposed amount of the transfer to the director of the joint legislative budget committee. This report may be in the form of an expenditure plan that is submitted at the beginning of the fiscal year and updated, if necessary, throughout the fiscal year.

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

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

Before the expenditure of monies from the intensive family services special line item in fiscal year 2013-2014, the department of economic security shall submit an expenditure plan for review by the joint legislative budget committee. The expenditure plan shall include an estimate of any comparable funding in the children support services special line item.

The amount appropriated for grandparent stipends shall be used for a monthly stipend for a grandparent or great-grandparent if a dependent child is placed in the grandparent's or great-grandparent's care pursuant to department guidelines or as directed by legislation enacted in the fifty-first legislature, first regular session.

Developmental disabilities

The department of economic security shall report all new placements into a state-owned ICF-MR or the Arizona training program at Coolidge campus in fiscal year 2013-2014 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 and the reason why this placement, rather than a placement into a privately run facility for the developmentally disabled, was deemed as the most appropriate placement. The department shall also report if no new placements were made. This report shall be made available on or before July 15, 2014.

All monies in the long-term care system fund unexpended and unencumbered at the end of fiscal year 2013-2014 revert to the state general fund, subject to approval by the Arizona health care cost containment system administration.

The department shall report to the joint legislative budget committee on or before March 1 of each year on preliminary actuarial estimates of the capitation rate changes for the following fiscal year along with the reasons for the estimated changes. For any actuarial estimates that include a range, the total range from minimum to maximum shall be not more than two per cent. Before implementation of any changes in capitation rates for the long-term care program, the department shall report for review the expenditure plan to

the joint legislative budget committee. Before the department implements any changes in policy affecting the amount, sufficiency, duration and scope of health care services and who may provide services, the department shall prepare a fiscal impact analysis on the potential effects of this change on the following year's capitation rates. If the fiscal analysis demonstrates that these changes will result in additional state costs of $500,000 or greater for a given fiscal year, the department shall submit the policy changes for review by the joint legislative budget committee.

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

It is the intent of the legislature that the department of economic security increase home and community based service provider rates by three per cent above the June 30, 2013 rate beginning on July 1, 2013.

Employment and rehabilitation services

Of the $130,396,600 appropriated for day care subsidy, plus any funding authorized to be deferred to fiscal year 2014-2015, $115,199,900 is for a program in which the upper income limit is no more than one hundred sixty-five per cent of the federal poverty level.

All federal workforce investment act monies that are received by this state in excess of $56,032,700 are appropriated to the workforce investment act services line item. Before the expenditure of these increased monies, the department of economic security shall report the intended use of monies above $56,032,700 to the joint legislative budget committee.

Departmentwide

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

A monthly report comparing total expenditures for the month and year-to-date as compared to prior year totals shall be forwarded 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 on or before the thirtieth of the following month. The report shall include an estimate of potential shortfalls in entitlement programs and potential federal and other funds, such as the statewide assessment for indirect costs, and any projected surplus in state supported programs that may be available to offset these shortfalls and a plan, if necessary, for eliminating any shortfall without a supplemental appropriation.

Any federal temporary assistance for needy families block grant monies received in fiscal year 2013-2014, including the beginning balance, by the department of economic security in excess of $220,775,800 is appropriated to the department in fiscal year 2013-2014. For every dollar the department of economic security receives in federal temporary assistance for needy families block grant monies in fiscal year 2013-2014 in excess of the $220,775,800 appropriated, minus any fiscal year 2012-2013 revertments expected to be spent as administrative adjustments in fiscal year 2013-2014, there shall be a corresponding dollar reduction in the department's long-term care system fund appropriation. The department shall report to the joint legislative budget committee and the governor's office of strategic planning and budgeting on or before September 1, 2013 its estimate of how much of its fiscal year 2012-2013 revertment will be spent as administrative adjustments in fiscal year 2013-2014 and excluded from the total amount of federal temporary assistance for needy families block grant monies. On or before June 30, 2014, the department shall notify the joint legislative budget committee and the governor's office of strategic planning and budgeting of the amount of long-term care system fund monies, if any, that will not be expended under this provision.

Before the expenditure of monies from the contingency funding special line item in fiscal year 2013-2014, the department of economic security shall submit an expenditure plan to the joint legislative budget committee for its review. Monies in the contingency projects special line item shall be spent only to address unanticipated shortfalls in child protective services or in the day care subsidy special line item.

Sec. 28. STATE BOARD OF EDUCATION AND SUPERINTENDENT OF PUBLIC INSTRUCTION

	2013-14
FTE positions	175.9
Operating lump sum appropriation	$ 8,298,100
Fund sources:	
State general fund	$ 7,963,800
Teacher certification fund	134,300
Department of education empowerment scholarship account fund	200,000

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

Basic state aid	$2,275,427,400
Fund sources:	
State general fund	$2,228,951,900
Permanent state school fund	46,475,500

The above appropriation provides basic state support to school districts for maintenance and operations funding as provided by section 15-973, Arizona Revised Statutes, and includes an estimated $46,475,500 in expendable income derived from the permanent state school fund and from state

trust lands pursuant to section 37-521, subsection B, Arizona Revised Statutes, for fiscal year 2013-2014.

The appropriated amount for basic state aid includes an increase of $82,000,000 that is available for increased operating costs of school districts and charter schools.

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

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

Additional state aid	$339,269,300
Special education fund	33,242,100
Other state aid to districts	983,900
Accountability and achievement testing	10,218,400
Fund sources:	
State general fund	$ 3,218,400
Proposition 301 fund	7,000,000

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

Adult education	$ 4,500,000
English learner administration	$ 3,967,700

The appropriated amount is to be used by the department of education to provide English language acquisition services for the purposes of section 15-756.07, Arizona Revised Statutes, and for the costs of providing English language proficiency assessments, scoring and ancillary materials as prescribed by the department of education to school districts and charter schools for the purposes of title 15, chapter 7, article 3.1, Arizona Revised Statutes. The department of education may use a portion of the appropriated amount to hire staff or contract with a third party to carry out the purposes of section 15-756.07, Arizona Revised Statutes. Notwithstanding section 41-192, Arizona Revised Statutes, the superintendent of public instruction also may use a portion of the appropriated amount to contract with one or

more private attorneys to provide legal services in connection with the case of Flores v. State of Arizona, No. CIV 92-596-TUC-RCC.

Arizona structured English immersion fund	8,791,400
State block grant for vocational education	11,494,500
K-3 reading	40,000,000

The appropriated amount is for funding costs of the K-3 reading weight established in section 15-943, Arizona Revised Statutes, except that the state board of education may use up to $1,500,000 of the appropriated amount on technical assistance and state level administration of the K-3 reading program. The appropriated amount includes 2 FTE positions.

Performance incentive fund deposit	2,400,000*
School safety program	$ 3,646,400

At least twenty-five per cent of the appropriated amount shall be spent on security hardware.

Teacher certification	1,787,700
Fund sources:	
Teacher certification fund	$ 1,787,700
State board of education	$ 1,583,800
Fund sources:	
State general fund	$ 1,213,600
Teacher certification fund	370,200

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

Total appropriation - state board of education and superintendent of public instruction	$2,745,610,700
Fund sources:	
State general fund	$2,689,643,000
Proposition 301 fund	7,000,000
Permanent state school fund	46,475,500
Teacher certification fund	2,292,200
Department of education empowerment scholarship account fund	200,000

The department shall provide an updated report on its budget status every three months for the first half of each fiscal year and every month thereafter to the president of the senate, the speaker of the house of representatives, the chairpersons of the senate and house of representatives appropriations committees, the director of the joint legislative budget committee and the director of the governor's office of strategic planning and budgeting. Each report shall include, at a minimum, the department's current funding surplus or shortfall projections for basic state aid and other major

formula-based programs and shall be due thirty days after the end of the applicable reporting period.

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

For fiscal year 2013-2014, the state board of education, in collaboration with the department of education and the department of administration, shall report quarterly on or before the last day of each calendar quarter on its progress in implementing the education learning and accountability system and other related projects that may be funded through the education learning and accountability fund to the president of the senate, the speaker of the house of representatives, the chairpersons of the senate and house of representatives appropriations committees, the director of the joint legislative budget committee and the director of the governor's office of strategic planning and budgeting. The quarterly report shall include an assessment of progress from an independent third party that is not affiliated with state government.

Sec. 29. DEPARTMENT OF EMERGENCY AND MILITARY AFFAIRS

	2013-14
FTE positions	61.1
Administration	$ 1,706,000
Emergency management	842,600
Military affairs	2,414,500
Total appropriation - department of emergency and military affairs	$ 4,963,100
Fund sources:	
State general fund	$ 4,830,400
Emergency response fund	132,700

The department of emergency and military affairs appropriation includes $1,215,000 for service contracts. This amount is exempt from the provisions of section 35-190, Arizona Revised Statutes, relating to lapsing of appropriations, except that all fiscal year 2013-2014 monies remaining unexpended and unencumbered on October 31, 2014, revert to the state general fund.

Sec. 30. DEPARTMENT OF ENVIRONMENTAL QUALITY

	2013-14
FTE positions	322.0
Operating lump sum appropriation	$ 45,561,700
Emissions control contractor payment	21,119,500
Total appropriation - department of environmental quality	$ 66,681,200

Fund sources:	
Air permits administration fund	$ 7,038,800
Air quality fund	5,379,100
Emissions inspection fund	26,554,300
Hazardous waste management fund	1,718,900
Indirect cost recovery fund	13,008,700
Recycling fund	1,338,900
Solid waste fee fund	1,226,600
Underground storage tank revolving fund	22,000
Water quality fee fund	10,393,900

Pursuant to section 49-282, Arizona Revised Statutes, the department of environmental quality shall submit a fiscal year 2014-2015 budget for the water quality assurance revolving fund before September 1, 2013, for review by the senate and house of representatives appropriations committees.

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. This report shall also include a budget for the WQARF program that is developed in consultation with the WQARF advisory board. The fiscal year 2013-2014 report shall be submitted to the joint legislative budget committee on or before September 1, 2013. This budget shall specify the monies budgeted for each listed site during fiscal year 2013-2014. In addition, the department and the advisory board shall prepare and submit to the joint legislative budget committee, on or before October 2, 2013, 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 2012-2013, whether the current stage of remediation is anticipated to be completed in fiscal year 2013-2014 and the anticipated stage of remediation at each listed site at the end of fiscal year 2013-2014, assuming fiscal year 2013-2014 funding levels. The department and advisory board may include other relevant information about the listed sites in the table.

All air permit administration revenues received by the department of environmental quality in excess of $7,038,800 in fiscal year 2013-2014 are appropriated to the department. Before the expenditure of air permits administration receipts in excess of $7,038,800 in fiscal year 2013-2014, the department of environmental quality shall report the intended use of the monies to the joint legislative budget committee.

All indirect cost recovery fund revenues received by the department of environmental quality in excess of $13,008,700 in fiscal year 2013-2014 are appropriated to the department. Before the expenditure of indirect cost recovery fund receipts in excess of $13,008,700 in fiscal year 2013-2014, the department of environmental quality shall report the intended use of the monies to the joint legislative budget committee.

Sec. 31. OFFICE OF EQUAL OPPORTUNITY

	2013-14
FTE positions	4.0
Lump sum appropriation	$ 187,100
Fund sources:	
State general fund	$ 187,100

Sec. 32. STATE BOARD OF EQUALIZATION

	2013-14
FTE positions	7.0
Lump sum appropriation	$ 629,500
Fund sources:	
State general fund	$ 629,500

Sec. 33. BOARD OF EXECUTIVE CLEMENCY

	2013-14
FTE positions	14.0
Lump sum appropriation	$ 821,500
Fund sources:	
State general fund	$ 821,500

The board of executive clemency shall report to the staff directors of the joint legislative budget committee and the governor's office of strategic planning and budgeting on or before November 1, 2013 on the total number and types of cases it reviewed in fiscal year 2012-2013.

Sec. 34. ARIZONA EXPOSITION AND STATE FAIR BOARD

	2013-14
FTE positions	184.0
Lump sum appropriation	$ 11,131,200
Fund sources:	
Arizona exposition and state fair fund	$ 11,131,200

Sec. 35. DEPARTMENT OF FINANCIAL INSTITUTIONS

	2013-14
FTE positions	58.1
Lump sum appropriation	$ 3,827,700
Fund sources:	
State general fund	$ 2,912,800
Financial services fund	914,900

The department of financial institutions shall assess and set fees to ensure that monies deposited in the state general fund will equal or exceed its expenditure from the state general fund.

Sec. 36. DEPARTMENT OF FIRE, BUILDING AND LIFE SAFETY

	2013-14
FTE positions	47.0
Lump sum appropriation	$ 1,969,100
Fund sources:	
State general fund	$ 1,969,100

Sec. 37. STATE FORESTER

	2013-14
FTE positions	52.0
Operating lump sum appropriation	$ 2,291,700
Environmental county grants	175,000
Inmate fire crews	695,700
Fire suppression	1,000,000
Total appropriation - state forester	$ 4,162,400
Fund sources:	
State general fund	$ 4,162,400

Sec. 38. STATE BOARD OF FUNERAL DIRECTORS AND EMBALMERS

	2013-14
FTE positions	4.0
Lump sum appropriation	$ 340,600
Fund sources:	
Board of funeral directors and embalmers fund	$ 340,600

Sec. 39. GAME AND FISH DEPARTMENT

	2013-14
FTE positions	273.5
Operating lump sum appropriation	$ 33,533,100
Pittman - Robertson/Dingell - Johnson act	3,808,000
Performance incentive pay program	346,100*
Lower Colorado multispecies conservation	350,000
Watercraft grant program	1,000,000
Watercraft safety education program	250,000
Total appropriation - game and fish department	$ 39,287,200
Fund sources:	
Capital improvement fund	$ 1,000,000
Game and fish fund	33,342,100
Waterfowl conservation fund	80,000
Wildlife endowment fund	16,000
Watercraft licensing fund	4,510,500
Game, nongame, fish and endangered species fund	338,600

In addition to the $3,808,000 for the Pittman - Robertson/Dingell - Johnson act line item, the lump sum appropriation includes $50,000 for cooperative fish and wildlife research, which may be used for the purpose of matching federal and apportionment funds.

The $300,000 from the game and fish fund and $46,100 from the watercraft licensing fund in fiscal year 2013-2014 for the performance incentive pay program line item shall be used for personal services and employee-related expenditures associated with the department's performance incentive pay program. This appropriation is a continuing appropriation and is exempt from the provisions of section 35-190, Arizona Revised Statutes, relating to lapsing of appropriations.

Sec. 40. DEPARTMENT OF GAMING

	2013-14
FTE positions	115.3
Operating lump sum appropriation	$ 8,031,500
Additional operating expenses	800,400
Casino operations certification	2,003,800
Problem gambling	2,262,700
Total appropriation - department of gaming	$ 13,098,400
Fund sources:	
Tribal-state compact fund	$ 2,003,800
Arizona benefits fund	10,794,600
State lottery fund	300,000

The department of gaming shall report to the staff directors of the joint legislative budget committee and the governor's office of strategic planning and budgeting on or before December 1, 2013 on the expected amount and purpose of expenditures from the additional operating expenses special line item for fiscal year 2013-2014. The report shall include the projected line item detail.

Sec. 41. ARIZONA GEOLOGICAL SURVEY

	2013-14
FTE positions	10.3
Lump sum appropriation	$ 853,600
Fund sources:	
State general fund	$ 853,600

Sec. 42. OFFICE OF THE GOVERNOR

	2013-14
Lump sum appropriation	$ 6,586,600*
Fund sources:	
State general fund	$ 6,586,600

Included in the lump sum appropriation of $6,586,600 for fiscal year 2013-2014 is $10,000 for the purchase of mementos and items for visiting officials.

Sec. 43. GOVERNOR'S OFFICE OF STRATEGIC PLANNING AND BUDGETING

	2013-14
FTE positions	22.0
Lump sum appropriation	$ 1,871,700*
Fund sources:	
State general fund	$ 1,871,700

Sec. 44. DEPARTMENT OF HEALTH SERVICES

	2013-14
FTE positions	1,176.7
Operating lump sum appropriation	$134,554,300
Public health/family health	
Adult cystic fibrosis	105,200
AIDS reporting and surveillance	1,000,000
Alzheimer's disease research	1,125,000
Breast and cervical cancer and bone density screening	1,346,700
County tuberculosis provider care and control	590,700
Folic acid	400,000
High risk perinatal services	2,543,400
Newborn screening program	6,260,700
Nonrenal disease management	198,000
Nursing facility study	90,000
Poison control centers funding	990,000
Renal dental care and nutrition supplements	300,000
Behavioral health	
Community placement treatment	1,130,700
Crisis services	16,391,100
Medicaid behavioral health - comprehensive medical and dental program	140,896,200
Medicaid behavioral health - proposition 204	105,251,500
Medicaid behavioral health - traditional	878,054,300
Medicaid insurance premium payments	22,487,100
Medicare clawback payments	14,925,100
Mental health first aid	250,000
Non-medicaid seriously mentally ill services	78,846,900
Proposition 204 administration	6,446,700
One-time electronic medical records start-up	3,850,000
Supported housing	5,324,800
Total appropriation and expenditure authority - department of health services	$1,423,358,400

Fund sources:	
State general fund	$ 549,054,500
Arizona state hospital fund	14,907,400
Arizona state hospital land earnings fund	650,000
Capital outlay stabilization fund	1,146,500
Child fatality review fund	93,400
Emergency medical services operating fund	5,044,100
Environmental laboratory licensure revolving fund	910,800
Federal child care development fund block grant	829,400
Health services licensing fund	8,616,300
Indirect cost fund	10,336,700
Newborn screening program fund	6,692,600
Nursing care institution resident protection revolving fund	128,100
Substance abuse services fund	2,250,000
Tobacco tax and health care fund - health research account	1,000,000
Tobacco tax and health care fund - medically needy account	35,467,000
Vital records electronic systems fund	3,607,500
Federal medicaid authority	782,624,100

Public health/family health

The department of health services may use up to four per cent of the amounts appropriated for nonrenal disease management for the administrative costs to implement the program.

Of the $1,125,000 for Alzheimer's disease research, $1,000,000 of that amount is from the tobacco tax and health care fund - health research account.

Behavioral health

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

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

The amounts included in the proposition 204 administration and medicaid behavioral health - proposition 204 special line items include all available sources of funding consistent with section 36-2901.01, subsection B, Arizona Revised Statutes.

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

The department shall report to the joint legislative budget committee on or before March 1 of each year on preliminary actuarial estimates of the capitation rate changes for the following fiscal year along with the reasons for the estimated changes. For any actuarial estimates that include a range, the total range from minimum to maximum shall be no more than two per cent. Before implementation of any changes in capitation rates for any behavioral health line items, the department of health services shall report its expenditure plan for review by the joint legislative budget committee. Before the department implements any changes in policy affecting the amount, sufficiency, duration and scope of health care services and who may provide services, the department shall prepare a fiscal impact analysis on the potential effects of this change on the following year's capitation rates. If the fiscal analysis demonstrates that these changes will result in additional state costs of $500,000 or greater for a given fiscal year, the department shall submit the policy changes for review by the joint legislative budget committee.

It is the intent of the legislature that monies in the mental health first aid line item be spent to train mental health first aid instructors.

Departmentwide

A monthly report comparing total expenditures for the month and year-to-date as compared to prior year totals shall be forwarded electronically 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 on or before the thirtieth of the following month. The report shall include an estimate of potential shortfalls in programs, potential federal and other funds, such as the statewide assessment for indirect costs, that may be available to offset these shortfalls, and a plan, if necessary, for eliminating any shortfall without a supplemental appropriation and total expenditure authority of the month and year-to-date for federally matched services.

On or before January 6, 2014, the department of health services shall report to the director of the joint legislative budget committee the total amount of medicaid reconciliation payments and penalties received by that date since July 1, 2013. On June 30, 2014, the department shall report the same information for all of fiscal year 2013-2014.

Sec. 45. ARIZONA HISTORICAL SOCIETY

	2013-14
FTE positions	51.9
Operating lump sum appropriation	$ 2,033,800
Arizona experience museum	410,500
Field services and grants	65,100
Papago park museum	532,700
Total appropriation - Arizona historical society	$ 3,042,100
Fund sources:	
State general fund	$ 3,042,100

Sec. 46. PRESCOTT HISTORICAL SOCIETY

	2013-14
FTE positions	13.0
Lump sum appropriation	$ 804,200
Fund sources:	
State general fund	$ 804,200

Sec. 47. BOARD OF HOMEOPATHIC AND INTEGRATED MEDICINE EXAMINERS

	2013-14
FTE positions	1.0
Lump sum appropriation	$ 98,000
Fund sources:	
Board of homeopathic and integrated medicine examiners' fund	$ 98,000

Sec. 48. DEPARTMENT OF HOUSING

	2013-14
FTE positions	3.0
Lump sum appropriation	$ 304,600
Fund sources:	
Housing trust fund	$ 304,600

Sec. 49. ARIZONA COMMISSION OF INDIAN AFFAIRS

	2013-14
FTE positions	3.0
Lump sum appropriation	$ 53,700
Fund sources:	
State general fund	$ 53,700

Sec. 50. INDUSTRIAL COMMISSION OF ARIZONA

	2013-14
FTE positions	235.6
Lump sum appropriation	$ 19,656,400
Fund sources:	
Administrative fund	$ 19,656,400

Sec. 51. DEPARTMENT OF INSURANCE

	2013-14
FTE positions	90.5
Lump sum appropriation	$ 5,169,600
Fund sources:	
State general fund	$ 5,169,600

Sec. 52. ARIZONA JUDICIARY

	2013-14
Supreme court	
FTE positions	172.0
Operating lump sum appropriation	$ 14,031,400
Automation	11,082,600
Case and cash management system	3,326,500
County reimbursements	187,900
Court appointed special advocate	3,027,800
Domestic relations	640,300
Foster care review board	3,532,000
Commission on judicial conduct	506,800
Judicial nominations and performance review	417,200
Model court	447,600
State aid	5,905,900
Total appropriation - supreme court	$ 43,106,000
Fund sources:	
State general fund	$ 15,877,700
Confidential intermediary and fiduciary fund	480,500
Court appointed special advocate fund	2,925,800
Criminal justice enhancement fund	2,961,300
Defensive driving school fund	4,123,800
Judicial collection enhancement fund	13,792,300
State aid to the courts fund	2,944,600

On or before September 1, 2013, the supreme court shall report to the joint legislative budget committee on current and future automation projects coordinated by the administrative office of the courts. The report shall include a list of court automation projects receiving or anticipated to receive state monies in the current or next two fiscal years as well as a description of each project, the number of FTE positions, the entities involved and the goals and anticipated results for each automation project. The report shall be submitted in one summary document. The report shall indicate each project's total multiyear cost by fund source and budget line item, including any prior year, current year and future year expenditures.

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

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

Court of appeals

FTE positions	136.8
Division I	$ 9,640,000
Division II	$ 4,227,600
Total appropriation - court of appeals	$ 13,867,600
Fund sources:	
State general fund	$ 13,867,600

Of the 136.8 FTE positions for fiscal year 2013-2014, 98.3 FTE positions are for Division I and 38.5 FTE positions are for Division II.

Superior court

FTE positions	137.5
Judges compensation	$ 7,488,200
Adult standard probation	13,526,700
Adult intensive probation	10,741,200
Community punishment	2,310,100
Interstate compact	641,800
Drug court	1,013,600
Juvenile standard probation	4,600,500
Juvenile intensive probation	9,166,500
Juvenile treatment services	22,314,900
Juvenile family counseling	660,400
Juvenile crime reduction	5,123,400
Mental health court report	90,000
Probation surcharge	6,029,200
Juvenile diversion consequences	9,024,900
Special water master	94,000
Total appropriation - superior court	$ 92,825,400
Fund sources:	
State general fund	$ 79,362,700
Criminal justice enhancement fund	6,933,500
Drug treatment and education fund	500,000
Judicial collection enhancement fund	6,029,200

Of the 137.5 FTE positions, 82 FTE positions represent superior court judges in counties with a population of less than two million persons. One-half of their salaries are provided by state general fund appropriations pursuant to section 12-128, Arizona Revised Statutes. This is not meant to limit the counties' ability to add judges pursuant to section 12-121, Arizona Revised Statutes.

Up to 4.6 per cent of the amounts appropriated for juvenile treatment services and juvenile diversion consequences may be retained and expended by the supreme court to administer the programs established pursuant to section 8-322, Arizona Revised Statutes, and to conduct evaluations as needed. The remaining portion of the juvenile treatment services and juvenile diversion consequences appropriations 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 2003-2004 expenditure levels for each probation program. State probation monies are not intended to supplant county dollars for probation programs.

On or before November 1, 2013, the administrative office of the courts shall report to the joint legislative budget committee the fiscal year 2012-2013 actual, fiscal year 2013-2014 estimated and fiscal year 2014-2015 requested amounts for the following:

1. On a county-by-county basis, the number of authorized and filled case carrying probation positions and non-case carrying 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 expended from each revenue source of each account.

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

Sec. 53. DEPARTMENT OF JUVENILE CORRECTIONS

	2013-14
FTE positions	738.5
Lump sum appropriation	$ 47,319,300
Fund sources:	
State general fund	$ 43,428,400
State charitable, penal and reformatory institutions land fund	1,098,600
Criminal justice enhancement fund	530,600
State education fund for committed youth	2,261,700

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

Sec. 54. STATE LAND DEPARTMENT

	2013-14
FTE positions	125.7
Operating lump sum appropriation	$ 14,604,000
Natural resource conservation districts	650,000
CAP user fees	513,300
Due diligence fund	500,000
Total appropriation - state land department	$ 16,267,300
Fund sources:	
State general fund	$ 12,038,100
Environmental special plate fund	260,000
Due diligence fund	500,000
Trust land management fund	3,469,200

The appropriation includes $513,300 for central Arizona project user fees in fiscal year 2013-2014. For fiscal year 2013-2014, from municipalities that assume their allocation of central Arizona project water every dollar received as reimbursement to the state for past central Arizona water conservation district payments, one dollar reverts to the state general fund in the year that the reimbursement is collected.

Of the amount appropriated for natural resource conservation districts in fiscal year 2013-2014, $30,000 shall be used to provide grants to natural resource conservation districts environmental education centers.

Sec. 55. LEGISLATURE

	2013-14
Senate	
Lump sum appropriation	$ 8,036,300*
Fund sources:	
State general fund	$ 8,036,300

Included in the lump sum appropriation of $8,036,300 for fiscal year 2013-2014 is $1,000 for the purchase of mementos and items for visiting officials.

House of representatives	
Lump sum appropriation	$ 13,067,100*
Fund sources:	
State general fund	$ 13,067,100

Included in the lump sum appropriation of $13,067,100 for fiscal year 2013-2014 is $1,000 for the purchase of mementos and items for visiting officials.

Legislative council	
FTE positions	47.0
Operating lump sum appropriation	$ 7,276,700
Ombudsman-citizens aide office	608,000
Total appropriation - legislative council	$ 7,884,700*
Fund sources:	
State general fund	$ 7,884,700

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

Joint legislative budget committee	
FTE positions	29.0
Lump sum appropriation	$ 2,418,800*
Fund sources:	
State general fund	$ 2,418,800
Auditor general	
FTE positions	184.8
Lump sum appropriation	$ 17,240,100*
Fund sources:	
State general fund	$ 17,240,100

Included in the lump sum appropriation is funding to pay state rent at the statewide rate.

Sec. 56. DEPARTMENT OF LIQUOR LICENSES AND CONTROL

	2013-14
FTE positions	45.2
Lump sum appropriation	$ 2,850,400
Fund sources:	
Liquor licenses fund	$ 2,850,400

Sec. 57. ARIZONA STATE LOTTERY COMMISSION

	2013-14
FTE positions	98.8
Operating lump sum appropriation	$ 8,230,300
Advertising	15,500,000
Total appropriation - Arizona state lottery commission	$ 23,730,300
Fund source:	
State lottery fund	$ 23,730,300

An amount equal to 3.6 per cent of actual instant ticket sales is appropriated for the printing of instant tickets or for contractual obligations concerning instant ticket distribution. This amount is currently estimated to be $16,858,500 in fiscal year 2013-2014.

An amount equal to a percentage of actual online game sales as determined by contract is appropriated for payment of online vendor fees. This amount is currently estimated to be $9,508,400, or 3.7 per cent of actual online ticket sales in fiscal year 2013-2014.

An amount equal to 6.5 per cent of gross lottery game sales, less tab tickets, is appropriated for payment of sales commissions to ticket retailers. An additional amount not to exceed 0.5 per cent of gross lottery game sales is appropriated for payment of sales commissions to ticket retailers. The combined amount is currently estimated to be 6.7 per cent of total ticket sales, or $48,352,000 in fiscal year 2013-2014.

An amount equal to twenty per cent of tab ticket sales is appropriated for payment of sales commissions to charitable organizations. This amount is currently estimated to be $721,100 in fiscal year 2013-2014.

Sec. 58. BOARD OF MASSAGE THERAPY

	2013-14
FTE positions	5.0
Lump sum appropriation	$ 415,500
Fund sources:	
Board of massage therapy fund	$ 415,500

Sec. 59. ARIZONA MEDICAL BOARD

	2013-14
FTE positions	58.5
Lump sum appropriation	$ 5,809,400
Fund sources:	
Arizona medical board fund	$ 5,809,400

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

Sec. 60. STATE MINE INSPECTOR

	2013-14
FTE positions	14.0
Operating lump sum appropriation	$ 994,600
Abandoned mines	189,000
Aggregate mined land reclamation	112,500
Total appropriation - state mine inspector	$ 1,296,100
Fund sources:	
State general fund	$ 1,183,600
Aggregate mining reclamation fund	112,500

All aggregate mining reclamation fund receipts received by the state mine inspector in excess of $112,500 in fiscal year 2013-2014 are appropriated to the aggregate mined land reclamation line item. Before the expenditure of any aggregate mining reclamation fund receipts in excess of $112,500 in fiscal year 2013-2014, the state mine inspector shall report the intended use of the monies to the joint legislative budget committee.

Sec. 61. NATUROPATHIC PHYSICIANS MEDICAL BOARD

	2013-14
FTE positions	2.0
Lump sum appropriation	$ 172,000
Fund sources:	
Naturopathic physicians medical board fund	$ 172,000

Sec. 62. ARIZONA NAVIGABLE STREAM ADJUDICATION COMMISSION

	2013-14
FTE positions	2.0
Lump sum appropriation	$ 126,200
Fund sources:	
State general fund	$ 126,200

Sec. 63. ARIZONA STATE BOARD OF NURSING

	2013-14
FTE positions	42.2
Lump sum appropriation	$ 4,178,100
Fund sources:	
Board of nursing fund	$ 4,178,100

Sec. 64. BOARD OF EXAMINERS OF NURSING CARE INSTITUTION ADMINISTRATORS AND ASSISTED LIVING FACILITY MANAGERS

	2013-14
FTE positions	6.0
Lump sum appropriation	$ 406,700
Fund sources:	
Nursing care institution administrators' licensing and assisted living facility managers' certification fund	$ 406,700

Sec. 65. BOARD OF OCCUPATIONAL THERAPY EXAMINERS

	2013-14
FTE positions	1.5
Lump sum appropriation	$ 167,900
Fund sources:	
Occupational therapy fund	$ 167,900

Sec. 66. STATE BOARD OF DISPENSING OPTICIANS

	2013-14
FTE positions	1.0
Lump sum appropriation	$ 131,300
Fund sources:	
Board of dispensing opticians fund	$ 131,300

Sec. 67. STATE BOARD OF OPTOMETRY

	2013-14
FTE positions	2.0
Lump sum appropriation	$ 197,800
Fund sources:	
Board of optometry fund	$ 197,800

Sec. 68. ARIZONA BOARD OF OSTEOPATHIC EXAMINERS IN MEDICINE AND SURGERY

	2013-14
FTE positions	6.7
Lump sum appropriation	$ 759,400
Fund sources:	
Board of osteopathic examiners fund	$ 759,400

Sec. 69. ARIZONA STATE PARKS BOARD

	2013-14
FTE positions	163.0
Operating lump sum appropriation	$ 10,451,800
Kartchner caverns state park	2,197,700
Total appropriation - Arizona state parks board	$ 12,649,500
Fund sources:	
State parks revenue fund	$ 12,649,500

All other operating expenditures include $26,000 from the state parks revenue fund for Fool Hollow state park revenue sharing. If receipts to Fool Hollow exceed $260,000 in fiscal year 2013-2014, an additional ten per cent of this increase of Fool Hollow receipts is appropriated from the state parks revenue fund to meet the revenue sharing agreement with the city of Show Low and the United States forest service.

Sec. 70. STATE PERSONNEL BOARD

	2013-14
FTE positions	3.0
Lump sum appropriation	$ 364,500
Fund sources:	
Personnel division fund - personnel board subaccount	$ 364,500

Sec. 71. OFFICE OF PEST MANAGEMENT

	2013-14
FTE positions	30.0
Lump sum appropriation	$ 1,999,700
Fund sources:	
Pest management fund	$ 1,999,700

Sec. 72. ARIZONA STATE BOARD OF PHARMACY

		2013-14
	FTE positions	18.0
	Lump sum appropriation	$ 2,008,600
Fund sources:		
	Arizona state board of pharmacy fund	$ 2,008,600

Sec. 73. BOARD OF PHYSICAL THERAPY

		2013-14
	FTE positions	4.0
	Lump sum appropriation	$ 424,800
Fund sources:		
	Board of physical therapy fund	$ 424,800

Sec. 74. ARIZONA PIONEERS' HOME

		2013-14
	FTE positions	106.3
	Operating lump sum appropriation	$ 6,035,000
	Prescription drugs	200,000
Total appropriation - pioneers' home		$ 6,235,000
Fund sources:		
	State general fund	$ 1,604,800
	Miners' hospital fund	2,106,500
	State charitable fund	2,523,700

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

Sec. 75. STATE BOARD OF PODIATRY EXAMINERS

		2013-14
	FTE positions	1.0
	Lump sum appropriation	$ 143,000
Fund sources:		
	Podiatry fund	$ 143,000

Sec. 76. COMMISSION FOR POSTSECONDARY EDUCATION

		2013-14
	FTE positions	5.0
	Operating lump sum appropriation	$ 178,300
	Leveraging educational assistance partnership (LEAP)	2,319,500
	Arizona college and career guide	21,300
	Math and science teacher initiative	176,000

	Arizona minority educational policy analysis center	100,000
	Twelve plus partnership	130,500
Total appropriation - commission for postsecondary education		$ 2,925,600
Fund sources:		
	State general fund	$ 1,396,800
	Postsecondary education fund	1,528,800

Each participating institution, public or private, in order to be eligible to receive state matching funds under the leveraging educational assistance partnership for grants to students, shall provide an amount of institutional matching funds that equals the amount of funds provided by the 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 funds and shall not exceed twelve per cent of the funds in fiscal year 2013-2014.

Any unencumbered balance remaining in the postsecondary education fund on June 30, 2013, and all grant monies and other revenues received by the commission for postsecondary education, when paid into the state treasury, are appropriated for the explicit 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 this fund, including balance forward, revenue and transfers, during fiscal year 2013-2014. The appropriations shall be adjusted as necessary to reflect actual final receipts credited to the postsecondary education fund.

Sec. 77. STATE BOARD FOR PRIVATE POSTSECONDARY EDUCATION

		2013-14
	FTE positions	4.0
	Lump sum appropriation	$ 628,500
Fund sources:		
	Board for private postsecondary education fund	$ 628,500

Sec. 78. STATE BOARD OF PSYCHOLOGIST EXAMINERS

		2013-14
	FTE positions	4.0
	Lump sum appropriation	$ 362,900
Fund sources:		
	Board of psychologist examiners fund	$ 362,900

Sec. 79. DEPARTMENT OF PUBLIC SAFETY

	2013-14
FTE positions	1,904.7
Operating lump sum appropriation	$206,125,700
GIITEM	21,303,600
GIITEM subaccount	2,390,000
Motor vehicle fuel	3,935,500
Public safety equipment	2,390,000
Total appropriation - department of public safety	$236,144,800
Fund sources:	
State general fund	$ 51,848,700
Highway user revenue fund	119,961,000
State highway fund	6,780,000
Arizona highway patrol fund	19,748,700
Automation operations fund	296,200
Criminal justice enhancement fund	2,879,900
Safety enforcement and transportation infrastructure fund	1,574,700
Crime laboratory assessment fund	871,900
Crime laboratory operations fund	14,759,100
Arizona deoxyribonucleic acid identification system fund	6,335,600
Automated fingerprint identification system fund	3,009,900
Gang and immigration intelligence team enforcement mission border security and law enforcement subaccount	2,390,000
Motorcycle safety fund	205,000
Risk management revolving fund	1,199,000
Parity compensation fund	1,895,100
Public safety equipment fund	2,390,000

Of the $21,303,600 appropriated to GIITEM, $9,327,000 shall be used for one hundred department of public safety GIITEM personnel. The additional staff shall include at least fifty sworn department of public safety positions to be used for immigration enforcement and border security and fifty department of public safety positions to assist GIITEM in various efforts, including: 1) strict enforcement of all federal law relating to illegal aliens and arresting illegal aliens, 2) responding to or assisting any county sheriff or attorney in investigating complaints of employment of illegal aliens, 3) enforcing Arizona's law known as the Legal Arizona Workers Act, strict enforcement of Arizona's SB 1070, Arizona's "Support Our Law Enforcement and Safe Neighborhoods Act", investigating crimes of identity theft in the context of hiring illegal aliens and the unlawful entry into the

country and 4) taking strict enforcement action. Any change in the GIITEM mission or allocation of monies must be approved by the joint legislative budget committee. The department shall submit an expenditure plan to the joint legislative budget committee for review before expending any monies not identified in the department's previous expenditure plans.

Of the $21,303,600 appropriated to GIITEM, only $2,603,400 shall be deposited in the GIITEM fund established by section 41-1724, Arizona Revised Statutes, and is appropriated for the purposes of that section. The $2,603,400 is exempt from the provisions of section 35-190, Arizona Revised Statutes, relating to the lapsing of appropriations. This state recognizes that states have inherent authority to arrest a person for any immigration violation.

Any monies remaining in the department of public safety joint account on June 30, 2014 shall revert to the funds from which they were appropriated. The reverted monies shall be returned in direct proportion to the amounts appropriated.

On or before November 1, 2013, the department shall provide to the joint legislative budget committee and the governor's office of strategic planning and budgeting a report on a plan to consolidate the Arizona counterterrorism information center with another governmental entity beginning in fiscal year 2014-2015. The report shall include an estimate of savings to this state as a result of the consolidation.

Sec. 80. ARIZONA DEPARTMENT OF RACING

	2013-14
FTE positions	40.5
Operating lump sum appropriation	$ 2,831,200
Arizona breeders' award	250,000
County fairs livestock and agricultural promotion	1,779,500
Total appropriation - department of racing	$ 4,860,700
Fund sources:	
State general fund	$ 2,029,500
Racing regulation fund	2,831,200

The amount appropriated to the county fairs livestock and agricultural promotion line item is for deposit in the county fairs livestock and agricultural promotion fund administered by the office of the governor.

Sec. 81. RADIATION REGULATORY AGENCY

	2013-14
FTE positions	29.0
Lump sum appropriation	$ 1,574,600

	Fund sources:	
	State general fund	$ 744,800
	State radiologic technologist certification fund	266,000
	Radiation regulatory fee fund	563,800
Sec. 82.	STATE REAL ESTATE DEPARTMENT	
		2013-14
	FTE positions	37.0
	Lump sum appropriation	$ 2,902,200
	Fund sources:	
	State general fund	$ 2,902,200
Sec. 83.	RESIDENTIAL UTILITY CONSUMER OFFICE	
		2013-14
	FTE positions	11.0
	Operating lump sum appropriation	$ 1,154,900
	Professional witnesses	145,000*
	Total appropriation - residential utility consumer office	$ 1,299,900
	Fund sources:	
	Residential utility consumer office revolving fund	$ 1,299,900
Sec. 84.	BOARD OF RESPIRATORY CARE EXAMINERS	
		2013-14
	FTE positions	4.0
	Lump sum appropriation	$ 281,900
	Fund sources:	
	Board of respiratory care examiners fund	$ 281,900
Sec. 85.	STATE RETIREMENT SYSTEM	
		2013-14
	FTE positions	245.9
	Operating lump sum appropriation	$ 23,959,500
	Automation upgrades	1,390,000*
	Total appropriation - state retirement system	$ 25,349,500
	Fund sources:	
	State retirement system administration account	$ 22,549,500
	Long-term disability trust fund administration account	2,800,000
Sec. 86.	DEPARTMENT OF REVENUE	
		2013-14
	FTE positions	861.8
	Operating lump sum appropriation	$ 63,029,700
	BRITS operational support	7,452,200

Unclaimed property administration and audit	1,770,000
Total appropriation - department of revenue	$ 72,251,900
Fund sources:	
State general fund	$ 45,509,900
DOR administrative fund	24,990,700
Liability setoff revolving fund	1,080,100
Tobacco tax and health care fund	671,200

If twelve and one-half per cent of the total dollar value of properties recovered by unclaimed property contract auditors exceeds $1,770,000, the excess amount shall be transferred from the state general fund to the DOR administrative fund and appropriated to the department for contract auditor fees.

The department shall report the department's general fund revenue enforcement goals for fiscal year 2013-2014 to the joint legislative budget committee on or before September 30, 2013. The department shall provide an annual progress report to the joint legislative budget committee as to the effectiveness of the department's overall enforcement and collections program for fiscal year 2013-2014 on or before September 30, 2014. The reports shall include a comparison of projected and actual general fund revenue enforcement collections for fiscal year 2013-2014.

Sec. 87. SCHOOL FACILITIES BOARD

	2013-14
FTE positions	17.0
Operating lump sum appropriation	$ 1,610,700
New school facilities debt service	174,165,000
Building renewal grants	16,667,900
New school construction	672,000
Total appropriation - school facilities board	$193,115,600
Fund sources:	
State general fund	$193,115,600

Pursuant to section 35-142.01, Arizona Revised Statutes, any reimbursement received by or allocated to the school facilities board under the federal qualified school construction bond program in fiscal year 2013-2014 shall be deposited in or revert to the state general fund.

The amount appropriated for new school construction shall be used only for a facility that is to be constructed for a school district that received final approval from the school facilities board before January 1, 2013.

Sec. 88. DEPARTMENT OF STATE - SECRETARY OF STATE

	2013-14
FTE positions	141.1
Operating lump sum appropriation	$ 10,450,500
Election services	1,000,000
Help America vote act	2,934,500

Library grants-in-aid	651,400*
Statewide radio reading service for the blind	97,000
Total appropriation - secretary of state	$ 15,133,400
Fund sources:	
State general fund	$ 11,479,900
Election systems improvement fund	2,934,500
Record services fund	719,000

The secretary of state shall report to the joint legislative budget committee and the governor's office of strategic planning and budgeting on or before December 31, 2013 the actual amount and purpose of expenditures from the election systems improvement fund in fiscal year 2012-2013 and the expected amount and purpose of expenditures from the fund for fiscal year 2013-2014.

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

The fiscal year 2013-2014 appropriation from the election systems improvement fund for HAVA is available for use pursuant to section 35-143.01, subsection C, Arizona Revised Statutes, and is exempt from the provisions of section 35-190, Arizona Revised Statutes, relating to lapsing of appropriations, until June 30, 2015.

Included in the operating lump sum appropriation of $10,450,500 for fiscal year 2013-2014 is $5,000 for the purchase of mementos and items for visiting officials.

Sec. 89. STATE BOARDS' OFFICE

	2013-14
FTE positions	3.0
Lump sum appropriation	$ 212,500
Fund sources:	
Special services revolving fund	$ 212,500

Sec. 90. STATE BOARD OF TAX APPEALS

	2013-14
FTE positions	4.0
Lump sum appropriation	$ 254,800
Fund sources:	
State general fund	$ 254,800

Sec. 91. BOARD OF TECHNICAL REGISTRATION

	2013-14
FTE positions	25.0
Lump sum appropriation	$ 2,076,200
Fund sources:	
Technical registration fund	$ 2,076,200

Sec. 92. OFFICE OF TOURISM

	2013-14
FTE positions	28.0
Tourism fund deposit	$ 7,000,000
Fund sources:	
State general fund	$ 7,000,000

Sec. 93. DEPARTMENT OF TRANSPORTATION

	2013-14
FTE positions	4,548.0
Operating lump sum appropriation	$203,274,000
Attorney general legal services	2,895,600
Highway maintenance	131,195,400
Vehicles and heavy equipment	26,702,200
Fraud investigation	755,400
New third party funding	943,700
Total appropriation - Arizona department of transportation	$365,766,300
Fund sources:	
State general fund	$ 50,500
Air quality fund	72,800
Driving under the influence abatement fund	148,000
Highway user revenue fund	625,600
Motor vehicle liability insurance enforcement fund	1,060,600
Safety enforcement and transportation infrastructure fund	1,868,900
State aviation fund	1,585,600
State highway fund	332,207,800
Transportation department equipment fund	26,702,200
Vehicle inspection and title enforcement fund	1,444,300

It is the intent of the legislature that the department not include any administrative overhead expenditures in duplicate driver license fees charged to the public.

Of the total amount appropriated, $131,195,400 in fiscal year 2013-2014 for highway maintenance is exempt from the provisions of section 35-190, Arizona Revised Statutes, relating to lapsing of appropriations, except that all unexpended and unencumbered monies of the appropriation revert to their fund of origin, either the state highway fund or the safety enforcement and transportation infrastructure fund, on August 31, 2014.

The department of transportation shall submit an annual report to the joint legislative budget committee on progress in improving motor vehicle

division wait times and vehicle registration renewal by mail turnaround times in a format similar to prior years. The report is due on July 31, 2014 for fiscal year 2013-2014.

Of the $365,766,300 appropriation to the department of transportation, the department of transportation shall pay $16,773,800 in fiscal year 2013-2014 from all funds to the department of administration for its risk management payment.

Sec. 94. STATE TREASURER

	2013-14
FTE positions	30.4
Operating lump sum appropriation	$ 2,731,000
Justice of the peace salaries	1,205,100
Law enforcement/boating safety fund grants	2,183,800
Total appropriation - state treasurer	$ 6,119,900
Fund sources:	
State general fund	$ 1,205,100
Law enforcement and boating safety fund	2,183,800
State treasurer empowerment scholarship account fund	40,000
State treasurer's operating fund	2,493,000
State treasurer's management fund	198,000

Sec. 95. ARIZONA BOARD OF REGENTS

	2013-14
FTE positions	25.9
Operating lump sum appropriation	$ 2,350,600
Arizona teachers incentive program	90,000
Arizona transfer articulation support system	213,700
Student financial assistance	10,041,200
Western interstate commission office	125,000
Performance funding	5,000,000
WICHE student subsidies	4,106,000
Total appropriation - Arizona board of regents	$ 21,926,500
Fund sources:	
State general fund	$ 21,926,500

The $5,000,000 appropriation for performance funding shall be allocated by the Arizona board of regents to the three universities under its jurisdiction in accordance with a performance funding model to be adopted by the board that is substantially similar to what the board used in allocating the performance funding appropriation for fiscal year 2012-2013.

It is the intent of the legislature that the Arizona board of regents adopt a performance funding model and report the final allocation of the $5,000,000 performance funding lump sum appropriation on or before July 1, 2013. The formula shall be consistent with board objectives previously adopted in the board's enterprise plan. The performance funding model shall use select performance metrics that include, at a minimum, the increase in degrees awarded, the increase in completed student credit hours and the increase in externally generated research and public service funding. The formula may give added weight to degrees related to science, technology, engineering and math, as well as other high-value degrees that are in short supply or are essential to the state's long-term economic development strategy.

It is further the intent of the legislature that the Arizona board of regents use the adopted performance funding model in developing and submitting future budget requests for the universities under its jurisdiction, and that the legislature use the performance funding model in the development of future fiscal year appropriations for the universities under the jurisdiction of the Arizona board of regents.

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

Sec. 96. ARIZONA STATE UNIVERSITY - TEMPE AND DOWNTOWN PHOENIX CAMPUSES

	2013-14
FTE positions	6,142.9
Operating lump sum appropriation	$509,488,800
Biomedical informatics	1,955,200
Parity funding	20,444,400
Downtown Phoenix campus	102,227,600
Total appropriation - Arizona state university - Tempe and downtown Phoenix campuses	$634,116,000
Fund sources:	
State general fund	$181,431,000
University collections fund	452,685,000

It is the intent of the legislature that the general fund base funding for Arizona state university - Tempe and downtown Phoenix campuses is $256,191,400. This appropriation includes a deferral of $74,760,400 from fiscal year 2013-2014 to fiscal year 2014-2015. This deferral shall be paid as required in this act.

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

The appropriated monies shall not be used for scholarships or any student newspaper.

Any unencumbered balances remaining in the collections account on June 30, 2013 and all collections received by the university during the fiscal year, when paid into the state treasury, are appropriated for operating expenditures, capital outlay and fixed charges. Earnings on state lands and interest on the investment of the permanent land funds are appropriated in compliance with the enabling act and the Constitution of Arizona. No part of this appropriation may be expended for supplemental life insurance or supplemental retirement. Receipts from summer session, when deposited in the state treasury, together with any unencumbered balance in the summer session account, are appropriated for the purpose of conducting summer sessions but are excluded from the amounts enumerated above.

The appropriated monies shall 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 the state is the adverse party.

It is the intent of the legislature to appropriate funding to Arizona state university and northern Arizona university with the goal of achieving per student funding parity between the universities under the jurisdiction of the Arizona board of regents no later than the beginning of fiscal year 2016-2017.

Sec. 97. ARIZONA STATE UNIVERSITY - EAST CAMPUS

	2013-14
FTE positions	425.6
Operating lump sum appropriation	$ 48,102,300
Parity funding	3,497,800
TRIF lease-purchase payment	2,000,000
Total appropriation - Arizona state university - East campus	$ 53,600,100
Fund sources:	
State general fund	$ 16,009,200
University collections fund	35,590,900
Technology and research initiative fund	2,000,000

It is the intent of the legislature that the general fund base funding for Arizona state university - East campus is $21,759,400. This appropriation includes a deferral of $5,750,200 from fiscal year 2013-2014 to fiscal year 2014-2015. This deferral shall be paid as required in this act.

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

The appropriated monies shall not be used for scholarships or any student newspaper.

Any unencumbered balances remaining in the collections account on June 30, 2013 and all collections received by the university during the fiscal year, when paid into the state treasury, are appropriated for operating expenditures, capital outlay and fixed charges. Earnings on state lands and interest on the investment of the permanent land funds are appropriated in compliance with the enabling act and the Constitution of Arizona. No part of this appropriation may be expended for supplemental life insurance or supplemental retirement. Receipts from summer session, when deposited in the state treasury, together with any unencumbered balance in the summer session account, are appropriated for the purpose of conducting summer sessions but are excluded from the amounts enumerated above.

It is the intent of the legislature to appropriate funding to Arizona state university and northern Arizona university with the goal of achieving per student funding parity between the universities under the jurisdiction of the Arizona board of regents no later than the beginning of fiscal year 2016-2017.

Sec. 98. ARIZONA STATE UNIVERSITY - WEST CAMPUS

	2013-14
FTE positions	562.9
Operating lump sum appropriation	$ 63,614,800
TRIF lease-purchase payment	1,600,000
Total appropriation - Arizona state university - West campus	$ 65,214,800
Fund sources:	
State general fund	$ 23,224,600
University collections fund	40,390,200
Technology and research initiative fund	1,600,000

It is the intent of the legislature that the general fund base funding for Arizona state university - West campus is $33,289,400. This appropriation includes a deferral of $10,064,800 from fiscal year 2013-2014 to fiscal year 2014-2015. This deferral shall be paid as required in this act.

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

The appropriated monies shall not be used for scholarships or any student newspaper.

Any unencumbered balances remaining in the collections account on June 30, 2013 and all collections received by the university during the fiscal year, when paid into the state treasury, are appropriated for operating expenditures, capital outlay and fixed charges. Earnings on state lands and interest on the investment of the permanent land funds are appropriated in compliance with the enabling act and the Constitution of Arizona. No part of this appropriation may be expended for supplemental life insurance or supplemental retirement. Receipts from summer session, when deposited in the state treasury, together with any unencumbered balance in the summer session account, are appropriated for the purpose of conducting summer sessions but are excluded from the amounts enumerated above.

Sec. 99. NORTHERN ARIZONA UNIVERSITY

	2013-14
FTE positions	2,057.2
Operating lump sum appropriation	$168,296,800
Parity funding	6,605,200
NAU - Yuma	3,066,700
Teacher training	2,290,600
Total appropriation - Northern Arizona university	$180,259,300
Fund sources:	
State general fund	$ 72,850,200
University collections fund	107,409,100

It is the intent of the legislature that the general fund base funding for Northern Arizona university is $103,345,000. This appropriation includes a deferral of $30,494,800 from fiscal year 2013-2014 to fiscal year 2014-2015. This deferral shall be paid as required in this act.

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

The appropriated monies shall not be used for scholarships or any student newspaper.

Any unencumbered balances remaining in the collections account on June 30, 2013 and all collections received by the university during the fiscal year, when paid into the state treasury, are appropriated for operating expenditures, capital outlay and fixed charges. Earnings on state lands and interest on the investment of the permanent land funds are appropriated in compliance with the enabling act and the Constitution of Arizona. No part of this appropriation may be expended for supplemental life insurance or supplemental retirement. Receipts from summer session, when deposited in the state treasury, together with any unencumbered balance in the summer session account, are appropriated for the purpose of conducting summer sessions but are excluded from the amounts enumerated above.

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

It is the intent of the legislature to appropriate funding to Arizona state university and northern Arizona university with the goal of achieving per student funding parity between the universities under the jurisdiction of the Arizona board of regents no later than the beginning of fiscal year 2016-2017.

Sec. 100. UNIVERSITY OF ARIZONA

	2013-14
Main campus	
FTE positions	5,365.0
Operating lump sum appropriation	$346,072,000
Agriculture	36,767,100
Arizona cooperative extension	12,779,800
Freedom center	500,000
Sierra Vista campus	7,031,500
Total - Main campus	$403,150,400
Fund sources:	
State general fund	$133,232,400
University collections fund	269,918,000
Health sciences center	
FTE positions	1,054.1
Operating lump sum appropriation	$ 56,896,700
Clinical rural rotation	357,600
Clinical teaching support	8,587,000
Liver research institute	458,500
Phoenix medical campus	28,575,200
Telemedicine network	1,853,900
Total - health sciences center	$ 96,728,900
Fund sources:	
State general fund	$ 52,808,600
University collections fund	43,920,300
Total appropriation - university of Arizona	$499,879,300
Fund sources:	
State general fund	$186,041,000
University collections fund	313,838,300

It is the intent of the legislature that the general fund base funding for university of Arizona - main campus is $195,385,500. This appropriation includes a deferral of $62,153,100 from fiscal year 2013-2014 to fiscal year 2014-2015. This deferral shall be paid as required in this act.

It is the intent of the legislature that the general fund base funding for university of Arizona - health sciences center is $69,585,300. This appropriation includes a deferral of $16,776,700 from fiscal year 2013-2014 to fiscal year 2014-2015. This deferral shall be paid as required in this act.

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

The appropriated monies shall not be used for scholarships or any student newspaper.

Any unencumbered balances remaining in the collections account on June 30, 2013 and all collections received by the university during the fiscal year, when paid into the state treasury, are appropriated for operating expenditures, capital outlay and fixed charges. Earnings on state lands and interest on the investment of the permanent land funds are appropriated in compliance with the enabling act and the Constitution of Arizona. No part of this appropriation may be expended for supplemental life insurance or supplemental retirement. Receipts from summer session, when deposited in the state treasury, together with any unencumbered balance in the summer session account, are appropriated for the purpose of conducting summer sessions but are excluded from the amounts enumerated above.

Sec. 101. DEPARTMENT OF VETERANS' SERVICES

	2013-14
FTE positions	500.3
Operating lump sum appropriation	$ 2,973,200
Arizona state veterans' homes	27,614,700
Southern Arizona cemetery	275,600
Veterans' benefit counseling	2,848,100
Total appropriation - department of veterans' services	$ 33,711,600
Fund sources:	
State general fund	$ 5,212,800
State home for veterans' trust fund	27,614,700
State veterans' conservatorship fund	884,100

Sec. 102. ARIZONA STATE VETERINARY MEDICAL EXAMINING BOARD

	2013-14
FTE positions	5.5
Lump sum appropriation	$ 470,600
Fund sources:	
Veterinary medical examining board fund	$ 470,600

Sec. 103. DEPARTMENT OF WATER RESOURCES

	2013-14
FTE positions	90.0
Operating lump sum appropriation	$ 7,361,700
Adjudication support	1,212,900
Assured and adequate water supply administration	1,929,500
Rural water studies	1,139,600
Conservation and drought program	395,700
Automated groundwater monitoring	401,100
Lower Colorado river litigation expenses	500,000*
Total appropriation - department of water resources	$ 12,940,500
Fund sources:	
State general fund	$ 12,033,300
Water resources fund	640,400
Assured and adequate water supply administration fund	266,800

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

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

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

The department of water resources shall not transfer any monies from the lower Colorado river litigation expenses line item without the prior review of the joint legislative budget committee.

Sec. 104. DEPARTMENT OF WEIGHTS AND MEASURES

	2013-14
FTE positions	36.4
General services	$ 1,603,200
Vapor recovery	618,600
Oxygenated fuel	821,400
Total appropriation - department of weights and measures	$ 3,043,200

Fund sources:

State general fund	$ 1,284,000
Air quality fund	1,440,000
Motor vehicle liability insurance enforcement fund	319,200

Fiscal Year 2012-2013 Appropriation Adjustments

Sec. 105. Department of administration; risk management revolving fund; supplemental appropriation; fiscal year 2012-2013

A. In addition to any other appropriations made in fiscal year 2012-2013, the following sums from the risk management revolving fund established by section 41-622, Arizona Revised Statutes, are appropriated to the department of administration in fiscal year 2012-2013 for the following purposes:

1. $618,400 to reimburse the federal government for disallowed costs relating to attorney general legal services.

2. $341,400 to reimburse the federal government for disallowed costs relating to the government information technology agency.

3. $2,767,500 to reimburse the federal government for fund transfers prior to fiscal year 2012-2013.

B. It is the intent of the legislature that the department of administration not enter into any agreements to pay for any federal reimbursements related to excess balances in the special employee health insurance trust fund established by section 38-654, Arizona Revised Statutes, or interest payments made for the human resource information solution certificate of participation, unless the proposed agreements are reviewed by the joint legislative budget committee.

Sec. 106. AHCCCS; supplemental appropriation; reduction; 2012-2013

A. In addition to any other appropriation reductions made in fiscal year 2012-2013, the appropriation to the Arizona health care cost containment system is reduced by $48,000,000 from the state general fund in fiscal year 2012-2013 to the Arizona health care cost containment system for proposition 204 services.

B. In addition to any other appropriations made in fiscal year 2012-2013 to the Arizona health care cost containment system, the sum of $48,000,000 is appropriated from expenditure authority to the Arizona health care cost containment system for proposition 204 services.

Sec. 107. AHCCCS; appropriations; fiscal year 2012-2013; political subdivision payments

A. All voluntary payments from political subdivisions to the Arizona health care cost containment system administration for the safety net care pool and related federal medicaid authority monies are appropriated to the Arizona health care cost containment system administration in fiscal year 2012-2013.

B. All voluntary payments from political subdivisions to the Arizona health care cost containment system administration for kidscare II and related children's health insurance program fund monies are appropriated to the Arizona health care cost containment system administration in fiscal year 2012-2013.

C. All monies from the city of Phoenix access to care assessment and other political subdivision hospital assessments, including monies for coverage expansion, and related federal medicaid authority monies are appropriated in fiscal year 2012-2013. The Arizona health care cost containment system administration shall report the amounts paid in fiscal year 2012-2013 to the directors of the joint legislative budget committee and the governor's office of strategic planning and budgeting on or before August 1, 2013 and in fiscal year 2013-2014 on or before February 1, 2014. The Arizona health care cost containment system administration shall provide a monthly report to the directors of the joint legislative budget committee and the governor's office of strategic planning and budgeting on the number of individuals provided health care coverage through this program or include this information in the agency's monthly population by category report.

Sec. 108. Department of economic security; temporary assistance for needy families block grant monies; fiscal year 2012-2013

Any federal temporary assistance for needy families block grant monies received in fiscal year 2012-2013, including the beginning balance, by the department of economic security in excess of $220,775,800 is appropriated to the department in fiscal year 2012-2013. For every dollar the department of economic security receives in federal temporary assistance for needy families block grant monies in fiscal year 2012-2013 in excess of the $220,775,800 appropriated, minus any fiscal year 2011-2012 revertments expected to be spent as administrative adjustments in fiscal year 2012-2013, there shall be a corresponding dollar reduction in the department's long-term care system fund appropriation. On or before June 30, 2013, the department shall notify the joint legislative budget committee and the governor's office of strategic planning and budgeting of the amount of long-term care system fund monies, if any, that will not be expended under Laws 2012, chapter 294, section 28.

Sec. 109. Supplemental appropriation; basic state aid; fiscal year 2012-2013; K-12 rollover; small district payoff

In addition to any other appropriations made to the state board of education and the superintendent of public instruction for fiscal year 2012-2013, the sum of $21,900,000 is appropriated from the state general fund to the state board of education and the superintendent of public instruction in fiscal year 2012-2013 for basic state aid to eliminate the K-12 rollover for school districts with a student count of less than six hundred pupils.

Sec. 110. Trust land management fund; risk management revolving fund; supplemental appropriation; fiscal year 2012-2013

Notwithstanding any other law, the sum of $15,018,000 is appropriated from the risk management revolving fund established by section 41-622, Arizona Revised Statutes, in fiscal year 2012-2013 to the trust land management fund established by section 37-527, Arizona Revised Statutes, for the purpose of repaying state trust land proceeds that were used for the operation of the state land department in fiscal years 2009-2010 and 2010-2011.

Sec. 111. Board of respiratory care examiners; supplemental appropriation; fiscal year 2012-2013

In addition to any other appropriations made in fiscal year 2012-2013, the sum of $24,500 is appropriated from the board of respiratory care examiners fund established by section 32-3505, Arizona Revised Statutes, in fiscal year 2012-2013 to the board of respiratory care examiners for personal services costs.

Sec. 112. State treasurer; supplemental appropriation; fiscal year 2012-2013

In addition to any other appropriations made in fiscal year 2012-2013, the sum of $116,800 is appropriated from the state general fund in fiscal year 2012-2013 to the state treasurer for payment of outstanding justice of the peace salary claims.

Sec. 113. Health insurance premium holiday; fiscal year 2012-2013; adjustment

Notwithstanding Laws 2012, chapter 294, sections 132 and 135, the amount reduced from state agency premiums for the self-insured state employee health insurance program and from state agency budgets for the health insurance premium holiday adjustments shall be no more than $(19,381,500) from the state general fund in fiscal year 2012-2013.

Fiscal Year 2013-2014 Appropriations

Sec. 114. Department of administration; counties; appropriation

The sum of $7,150,500 is appropriated from the state general fund in fiscal year 2013-2014 to the department of administration for distribution to counties for maintenance of essential county services. The department of administration shall allocate the appropriation equally among all counties with a population of less than nine hundred thousand persons according to the 2010 decennial census.

Sec. 115. Appropriations; automation projects fund; fiscal years 2013-2014, 2014-2015 and 2015-2016

A. The sum of $28,638,000 in fiscal year 2013-2014, the sum of $26,533,000 in fiscal year 2014-2015 and the sum of $9,202,000 in fiscal year 2015-2016 are appropriated to the department of administration from the automation projects fund established by section 41-714, Arizona Revised Statutes, for the replacement of the Arizona financial information system.

B. The following amounts are appropriated to the department of administration from the automation projects fund established by section 41-714, Arizona Revised Statutes, in fiscal year 2013-2014 for the following automation and information technology projects:

1. $2,675,000 for improving and maintaining the state data center.

2. $3,075,000 for enhancing statewide data security.

3. $1,000,000 for enhancing enterprise architecture.

4. $2,450,000 for project management of statewide automation and information technology projects.

5. $325,000 for projects related to e-government.

6. $1,975,000 for web portal transition costs.

C. The sum of $1,700,000 is appropriated to the department of administration from the automation projects fund established by section 41-714, Arizona Revised Statutes, in fiscal year 2013-2014 for the second year of a two-year project to implement, upgrade and maintain the taxpayer accounting system, AZTaxes and data center consolidation for the business reengineering integrated tax system operated by the department of revenue.

D. The sum of $4,900,000 is appropriated to the department of administration from the automation projects fund established by section 41-714, Arizona Revised Statutes, in fiscal year 2013-2014 for implementing data security and encryption projects for the department of revenue.

E. The sum of $8,000,000 is appropriated to the department of administration from the automation projects fund established by section 41-714, Arizona Revised Statutes, in fiscal year 2013-2014 for implementing upgrades to the adult information management system operated by the state department of corrections.

F. The sum of $5,000,000 is appropriated to the department of administration from the automation projects fund established by section 41-714, Arizona Revised Statutes, in fiscal year 2013-2014 for implementing e-licensing projects by the department of environmental quality.

G. The following amounts are appropriated to the department of administration from the automation projects fund established by section 41-714, Arizona Revised Statutes, in fiscal year 2013-2014 for the following automation and information technology projects:

1. $7,000,000 for implementing, upgrading and maintaining the student longitudinal data system and the education learning and accountability system established pursuant to section 15-249, Arizona Revised Statutes.

2. In addition to the amount appropriated in paragraph 1 of this subsection, any remaining balances as of June 30, 2013 from fees collected from universities and community college districts from the education learning and accountability fund established by section 15-249.02, Arizona Revised Statutes, are appropriated for implementing, upgrading and maintaining the student longitudinal data system and the education learning and accountability system established pursuant to section 15-249, Arizona Revised Statutes.

H. In addition to the initial review of expenditures from the automation projects fund by the joint legislative budget committee pursuant to section 41-714, Arizona Revised Statutes, monies appropriated in subsections A through F of this section from the automation projects fund established by section 41-714, Arizona Revised Statutes, shall not be used for any purpose other than the specified purposes within each subsection without prior review by the joint legislative budget committee.

I. The department of administration shall submit to the joint legislative budget committee quarterly reports on or before the last day of each calendar quarter on the implementation of projects described in this section, including the projects' deliverables, timeline for completion and current status.

Sec. 116. Board of athletic training; board of occupational therapy examiners; use of fiscal year 2013-2014 appropriation

A. The board of athletic training may use up to $431 of the board's fiscal year 2013-2014 appropriation to pay obligations incurred in fiscal year 2011-2012.

B. The board of occupational therapy examiners may use up to $1,030 of the board's fiscal year 2013-2014 appropriation to pay obligations incurred in fiscal year 2011-2012.

Sec. 117. Arizona commerce authority; allocation

In accordance with section 43-409, Arizona Revised Statutes, $31,500,000 of state general fund withholding tax revenue is allocated in fiscal year 2013-2014 to the Arizona commerce authority, of which $10,000,000 shall be credited to the Arizona commerce authority fund established by section 41-1506, Arizona Revised Statutes, and $21,500,000 shall be credited to the Arizona competes fund established by section 41-1545.01, Arizona Revised Statutes.

Sec. 118. State forester; appropriation; study; fiscal year 2013-2014

A. The sum of $100,000 is appropriated from the state general fund in fiscal year 2013-2014 to the state forester to provide a grant for a study that examines the resource management plans of counties selected by the Arizona natural resources review council. The study shall determine whether the resource management plans include specific desired outcomes of the county regarding the management of animal species deemed threatened or endangered by a federal agency, travel management rules and regulations of a federal agency and forest health, including desired tree densities and management strategies to reduce the risk of wildfire using private industry.

B. The scope of the study may be adjusted according to available resources and the study's projected cost. Among eligible counties, a multicounty collaboration may apply for a grant to perform the study. Applications for grant monies must include a detailed scope of work and have

identified qualified vendors to perform the study. The Arizona natural resources review council shall approve the grant recipient.

Sec. 119. Department of health services; appropriation; fiscal year 2013-2014; emergency and trauma services

The sum of $300,000 is appropriated from the state general fund in fiscal year 2013-2014 to the department of health services for distribution to hospitals for the purpose of maintaining essential emergency department and level IV trauma services. In order to receive monies pursuant to this section, a hospital must meet all of the following criteria:

1. Be located in a county with a population of less than five hundred thousand persons.

2. Be licensed to operate twenty-five or fewer beds.

3. Not be designated as a critical access hospital, as of January 1, 2012, pursuant to 42 Code of Federal Regulations part 485, subpart F.

4. Be located within twenty-five miles of a hospital operated by the Indian health service.

Sec. 120. Independent redistricting commission; appropriation; fiscal year 2013-2014

The sum of $1,100,000 is appropriated from the state general fund in fiscal year 2013-2014 to the independent redistricting commission for the operating expenses of the commission.

Sec. 121. Appropriation; ASRS; fiscal year 2013-2014

The sum of $151,000 is appropriated from the Arizona state retirement system administration account fund in fiscal year 2013-2014 to the Arizona state retirement system to pay the Arizona state retirement system's proportionate share of the cost of statewide information technology and automation projects.

Sec. 122. Commission on uniform state laws; appropriation; fiscal year 2013-2014

The sum of $75,000 is appropriated in fiscal year 2013-2014 from the state general fund to the commission on uniform state laws for dues payments and travel expenses.

Sec. 123. Appropriation; debt service payments; state buildings

A. The sum of $60,107,800 is appropriated from the state general fund in fiscal year 2013-2014 to the department of administration for the purpose of making a debt service payment on the sale and lease-back of state buildings authorized by Laws 2009, third special session, chapter 6, section 32.

B. The sum of $24,012,000 is appropriated from the state general fund in fiscal year 2013-2014 to the department of administration for the purpose of making a debt service payment on the sale and lease-back of state buildings authorized by Laws 2010, sixth special session, chapter 4, section 2.

Sec. 124. Phoenix convention center; debt service payment

In accordance with section 9-602, Arizona Revised Statutes, $20,449,000 of state general fund revenue is allocated in fiscal year 2013-2014 to the Arizona convention center development fund established by section 9-601, Arizona Revised Statutes.

Fund Balance Transfers

Sec. 125. Fund balance transfers; fiscal year 2013-2014

A. Notwithstanding any other law, on or before June 30, 2014, the following amounts from the following sources are transferred to the state general fund for the purposes of providing adequate support and maintenance for agencies of this state:

1. Arizona department of administration:
   Special employee health insurance
   trust fund $68,000,000

B. Notwithstanding any other law, on or before June 30, 2014, the following amounts from the following sources are transferred to the department of corrections building renewal fund for the purposes of improving the state department of corrections' facilities:

1. Corrections fund $ 750,000
2. Prison construction and operations fund $6,000,000
3. State charitable, penal and reformatory
   institutions land fund $1,250,000

Sec. 126. Fund balance transfers; fiscal year 2013-2014; automation projects fund

In addition to the appropriations made in Laws 2012, chapter 294, section 124, as amended by this act, the following amounts from the following sources are transferred in fiscal year 2013-2014 for deposit into the automation projects fund established by section 41-714, Arizona Revised Statutes:

1. $7,100,000 from the state general fund.
2. $1,600,000 from the education learning and accountability fund established by section 15-249.02, Arizona Revised Statutes.
3. In addition to any amount appropriated in paragraph 2 of this section, any remaining balances as of June 30, 2013 from fees collected from universities and community college districts from the education learning and accountability fund established by section 15-249.02, Arizona Revised Statutes.
4. $5,000,000 from the emissions inspection fund established by section 49-544, Arizona Revised Statutes.
5. $8,130,000 from the automation operations fund established by section 41-711, Arizona Revised Statutes.
6. $4,000,000 from the state web portal fund established by section 41-3506, Arizona Revised Statutes.
7. $345,000 from the information technology fund established by section 41-3505, Arizona Revised Statutes.

8. $5,500,000 from the inmate store proceeds fund established by section 41-1604.02, Arizona Revised Statutes.

9. Notwithstanding section 42-3106, Arizona Revised Statutes, $2,500,000 from the state department of corrections revolving fund established by section 42-3106, Arizona Revised Statutes.

Sec. 127. Fund balance transfers; fiscal year 2013-2014; automation projects fund; review; report

A. Notwithstanding any other law, on or before June 30, 2014, the following amounts from the following sources are transferred into the automation projects fund established by section 41-714, Arizona Revised Statutes, for the purpose of statewide information technology and automation projects, primarily the replacement of the state's financial accounting system, known as the Arizona financial information system. It is the intent of the legislature that the cost of replacing the Arizona financial information system be distributed proportionately among the state general fund and the following funds:

Department of administration:	
Air quality fund	$ 5,100
Construction insurance fund	21,500
Co-op state purchasing agreement fund	21,500
Corrections fund	4,000
Emergency telecommunication services revolving fund	124,300
IGA and ISA fund	37,800
Motor vehicle pool revolving fund	72,300
Payroll administration fund	1,000
Personnel division fund	79,900
Retiree accumulated sick leave fund	88,200
Risk management revolving fund	661,800
Special employee health insurance trust fund	5,496,000
Special events fund	100
Special services revolving fund	5,800
State employee travel reduction fund	4,600
Statewide ARRA administration SWCAP fund	2,400
Telecommunications fund	13,000
Office of administrative hearings:	
IGA and ISA fund	7,500
Arizona department of agriculture:	
Administrative support fund	400

AHCCCS:	
IGA and ISA fund	27,500
Intergovernmental service fund	57,600
Third party liability fund	1,500
Arizona commission on the arts:	
Arts fund	600
Arizona arts trust fund	10,300
Attorney general - department of law:	
Anti-racketeering revolving fund	214,300
Antitrust enforcement revolving fund	1,700
CJEF distribution to county attorneys fund	29,100
Collection enforcement revolving fund	38,300
Consumer protection-consumer fraud revolving fund	24,800
Criminal case processing fund	600
Indirect cost recovery fund	16,200
Intergovernmental agreements fund	32,900
Prosecuting attorneys' advisory council training fund	9,600
Risk management revolving fund	66,100
Victims' rights fund	23,300
Automobile theft authority:	
Automobile theft authority fund	30,800
Constable ethics standards and training board:	
Constable ethics standards and training fund	2,100
Corporation commission:	
Arizona arts trust fund	400
Investment management regulatory and enforcement fund	4,900
Public access fund	46,200
Securities regulatory and enforcement fund	33,300
Utility regulation revolving fund	94,900
State department of corrections:	
Alcohol abuse treatment fund	4,000
Arizona correctional industries revolving fund	303,100
Community corrections enhancement fund	3,700
Corrections fund	198,100

Indirect cost recovery fund	6,800
Inmate store proceeds fund	30,000
Interagency service agreement fund	400
Prison construction and operations fund	82,800
Special services fund	31,700
State DOC revolving fund	12,900
State education fund for correctional education	3,700
Transition program fund	25,100
Arizona criminal justice commission:	
Criminal justice enhancement fund	4,500
Drug and gang enforcement account	43,000
Drug and gang prevention resource center fund	1,700
State aid to county attorneys fund	7,000
Victim compensation and assistance fund	27,300
Arizona state schools for the deaf and the blind:	
Enterprise fund	500
State grants fund	100
Regional cooperatives fund	115,300
Schools for the deaf and the blind fund	97,800
Commission for the deaf and the hard of hearing:	
Telecommunication fund for the deaf	27,000
Department of economic security:	
Children and family services training program fund	1,500
Domestic violence shelter fund	16,000
Special administration fund	8,100
Spinal and head injuries trust fund	13,400
Department of education:	
Department of education empowerment scholarship account fund	1,400
IGA and ISA fund	26,800
Indirect cost recovery fund	36,300
Internal services fund	25,900
Production revolving fund	14,500
Department of emergency and military affairs:	
Emergency response fund	1,000

Department of environmental quality:	
Air permits administration fund	50,700
Air quality fund	38,700
Emissions inspection fund	191,200
Greater Arizona development authority revolving fund	300
Hazardous waste management fund	12,400
Indirect cost recovery fund	93,700
Institutional and engineering control fund	300
Monitoring assistance fund	5,700
Recycling fund	9,600
Regulated substance fund	137,600
Solid waste fee fund	8,800
Underground storage tank revolving fund	200
UST - regulatory account	3,000
Voluntary remediation fund	1,300
Water quality assurance revolving fund	108,100
Water quality fee fund	74,800
Arizona exposition and state fair board:	
Arizona exposition and state fair fund	80,100
Department of financial institutions:	
IGA and ISA fund	500
Department of fire, building and life safety:	
Interagency service agreement fund	300
Arizona game and fish department:	
Capital improvement fund	7,200
Game and fish publications revolving fund	1,100
Indirect cost recovery fund	20,800
Off-highway vehicle recreation fund	11,300
Watercraft licensing fund	32,400
Waterfowl conservation fund	300
Arizona geological survey:	
Geological survey fund	3,700
Indirect cost recovery fund	3,900
Office of the governor:	
IGA and ISA fund	4,500
Indirect cost recovery fund	9,700
Prevention of child abuse fund	2,800

Department of health services:	
Child fatality review fund	700
Emergency medical services operating fund	36,300
Environmental laboratory licensure revolving fund	6,600
Health services licensing fund	56,900
IGA/county contributions fund	556,300
Indirect cost fund	64,000
Medical student loan fund	100
Newborn screening program fund	48,200
Nursing care institution resident protection revolving fund	300
Oral health fund	2,100
Risk assessment fund	100
Seriously mentally ill housing trust fund	14,400
Substance abuse services fund	16,200
Arizona department of housing:	
Housing program fund	33,100
Housing trust fund	85,700
IGA and ISA fund	1,900
Industrial commission:	
Administrative fund	141,500
Revolving fund	1,000
Department of insurance:	
Assessment fund for voluntary plans	1,000
Captive insurance regulatory and supervision fund	1,000
Financial surveillance fund	2,400
Health care appeals fund	1,700
Insurance examiners' revolving fund	41,100
Judiciary - supreme court:	
Alternative dispute resolution fund	1,300
Arizona lengthy trial fund	6,800
Certified reporters fund	900
Confidential intermediary and fiduciary fund	3,500
Court appointed special advocate fund	21,100
Criminal justice enhancement fund	21,300
Grants and special revenue fund	171,900
Judicial collection enhancement fund	99,300
State aid to the courts fund	21,200

Judiciary - superior court:	
Community punishment program fines fund	200
Criminal justice enhancement fund	49,900
Drug treatment and education fund	31,200
Grants and special revenue fund	11,700
Judicial collection enhancement fund	36,200
Department of juvenile corrections:	
Criminal justice enhancement fund	3,800
State education fund for committed youth	16,300
State education system for committed youth classroom site fund	1,200
State land department:	
Due diligence fund	3,600
Interagency agreements fund	400
Off-highway vehicle recreation fund	2,000
Resource analysis division revolving fund	600
Legislature - auditor general:	
Audit services revolving fund	13,400
Department of liquor licenses and control:	
Liquor licenses fund	20,500
Liquor license special collections fund	29,200
Arizona state lottery commission:	
State lottery fund	713,600
State mine inspector:	
Abandoned mines safety fund	600
Aggregate mining reclamation fund	800
Arizona state parks board:	
Off-highway vehicle recreation fund	19,400
State lake improvement fund	42,300
State parks revenue fund	91,100
State personnel board:	
Personnel board subaccount of the personnel division fund	2,600
Arizona state board of pharmacy:	
Controlled substances prescription monitoring program fund	2,300
Commission for postsecondary education:	
Family college savings program trust fund	3,300

Department of public safety:	
Anti-racketeering revolving fund	42,700
Arizona deoxyribonucleic acid identification system fund	39,400
Arizona highway patrol fund	138,800
Automated fingerprint identification system fund	21,700
Board of fingerprinting fund	4,100
Capitol police administrative towing fund	100
Crime laboratory assessment fund	6,300
Crime laboratory operations fund	105,900
Criminal justice enhancement fund	20,700
Department of public safety administration fund	14,700
Department of public safety licensing fund	8,100
Fingerprint clearance card fund	43,700
GIITEM border security and law enforcement subaccount	17,200
Highway user revenue fund	863,700
IGA and ISA fund	58,500
Indirect cost recovery fund	4,400
Motor carrier safety revolving fund	100
Motorcycle safety fund	1,500
Parity compensation fund	13,100
Peace officers' training fund	51,100
Public safety equipment fund	25,800
Records processing fund	38,900
Risk management revolving fund	8,300
Safety enforcement and transportation infrastructure fund	10,900
State highway fund	48,800
Arizona department of racing:	
Mixed martial arts account of the racing regulation fund	500
Racing investigation fund	100
Racing regulation fund	20,400
Radiation regulatory agency:	
Laser safety fund	300
Radiation regulatory fee fund	4,100
State radiologic technologist certification fund	1,900
State real estate department:	
Education revolving fund	100

Residential utility consumer office:	
Residential utility consumer office revolving fund	9,400
Department of revenue:	
Department of revenue administrative fund	179,900
IGA and ISA fund	1,100
Liability setoff revolving fund	7,800
Secretary of state:	
Data processing acquisition fund	300
Gift shop revolving fund	600
Notary bond fund	800
Records services fund	4,100
Standing political committee administrative fund	100
Department of transportation:	
Air quality fund	500
Arizona highways magazine fund	34,400
Driving under the influence abatement fund	1,100
Highway user revenue fund	4,500
Motor vehicle liability insurance enforcement fund	7,600
Railroad review fund	1,000
Safety enforcement and transportation infrastructure fund	13,500
State aviation fund	11,400
State highway fund	2,348,400
Transportation department equipment fund	192,300
Vehicle inspection and title enforcement fund	10,400
State treasurer:	
State treasurer's management fund	1,400
State treasurer's operating fund	17,900
Department of veterans' services:	
State home for veterans' trust fund	198,800
Department of water resources:	
Arizona water banking fund	35,900
Arizona water protection fund	12,700
Arizona water quality fund	2,200
Assured and adequate water supply administration fund	1,900

Augmentation and conservation assistance fund	6,300
Dam repair fund	1,800
Flood warning system fund	400
Indirect cost recovery fund	3,600
Interagency service agreement fund	3,400
Water resources fund	1,000
Well administration and enforcement fund	2,300
Department of weights and measures:	
Air quality fund	10,200
Motor vehicle liability insurance enforcement fund	2,300

B. The fund transfers as specified in this section shall be made as soon as is practicable to avoid a shortfall in each fund. On or before August 1, 2013, the governor's office of strategic planning and budgeting shall report to the joint legislative budget committee on any fund transfers that have not been fully made as of July 15, 2013. For each fund transfer not fully made as of July 15, 2013, the report shall list when the fund transfer will be completed or what additional steps are required to make the full fund transfer.

C. Monies transferred pursuant to subsection A of this section shall not be transferred to or from a budget unit's general fund appropriation.

D. Notwithstanding any other law, in fiscal year 2013-2014, a budget unit may request a cash transfer between its own funds from the state comptroller to comply with a transfer required by this section. Before transferring any monies pursuant to this subsection, the cash transfer must be reviewed by the joint legislative budget committee.

E. The state comptroller shall coordinate all activity with the governor's office of strategic planning and budgeting and shall notify the joint legislative budget committee staff of any cash transfers pursuant to this section. The state comptroller shall file a final report on all activities under this section with the joint legislative budget committee staff and the governor's office of strategic planning and budgeting no later than August 1, 2014 for fiscal year 2013-2014 transfers.

F. In addition to the transfers made in subsection A of this section, the department of administration may charge the Arizona state retirement system and the Arizona department of agriculture for their proportionate shares of the cost of statewide information technology and automation projects, including the replacement of the state's financial and accounting system, known as the Arizona financial information system. The amounts charged to the Arizona state retirement system and the Arizona department of agriculture are estimated to be $151,000 and $21,500, respectively. Monies received pursuant to this subsection shall be deposited into the automation projects fund established by section 41-714, Arizona Revised Statutes.

Payment Deferrals

Sec. 128. Department of economic security; payment deferral; appropriation; fiscal year 2014-2015

A. In addition to any other appropriation reductions made in fiscal year 2013-2014, notwithstanding any other law, the department of economic security shall defer $35,000,000 in payments for services provided in May and June 2014 until after July 1, 2014.

B. In addition to any other appropriations made in fiscal year 2014-2015, the sum of $35,000,000 is appropriated from the state general fund in fiscal year 2014-2015 to the department of economic security for the purpose of paying bills for services provided in May and June 2014.

C. Of the amounts deferred in subsection A of this section, payments to child care providers shall not be deferred.

D. Of the amounts deferred in subsection A of this section, May payments to providers of developmentally disabled services shall not be deferred.

Sec. 129. Reduction in school district state aid apportionment in fiscal year 2013-2014; appropriations in fiscal year 2014-2015

A. In addition to any other appropriation reductions made in fiscal year 2013-2014, notwithstanding any other law, the state board of education shall defer until after July 1, 2014 but no later than July 12, 2014 $930,727,700 of the basic state aid and additional state aid payment that otherwise would be apportioned to school districts during fiscal year 2013-2014 pursuant to section 15-973, Arizona Revised Statutes. The funding deferral required by this subsection does not apply to charter schools or to school districts with a student count of less than six hundred pupils and shall be made by reducing the apportionment of state aid for each month in the fiscal year by the same amount.

B. In addition to any other appropriations made in fiscal year 2014-2015, the sum of $930,727,700 is appropriated from the state general fund in fiscal year 2014-2015 to the state board of education and the superintendent of public instruction for basic state aid and additional state aid entitlement for fiscal year 2014-2015. This appropriation shall be disbursed after July 1, 2014 but no later than July 12, 2014 to the several counties for the school districts in each county in amounts equal to the reductions in apportionment of basic state aid and additional state aid that are required pursuant to subsection A of this section for fiscal year 2013-2014.

C. School districts shall include in the revenue estimates that they use for computing their tax rates for fiscal year 2013-2014 the monies that they will receive pursuant to subsection B of this section.

Sec. 130. Arizona board of regents; deferral; support and maintenance; appropriation in fiscal year 2014-2015

A. In addition to any other appropriation reductions made in fiscal year 2013-2014, the Arizona board of regents shall defer until after July 1, 2014, the sum of $200,000,000, which is allocated to the universities in the individual campus appropriations.

B. In addition to any other amounts appropriated to the Arizona board of regents for fiscal year 2014-2015, the sum of $200,000,000 is appropriated from the state general fund to the Arizona board of regents to be distributed for the support and maintenance of institutions under its jurisdiction for payments deferred from fiscal year 2013-2014. The department of administration shall distribute these monies to the board no later than October 1, 2014.

Statewide Adjustments

Sec. 131. Appropriation; operating adjustments

	2013-2014
State lease-purchase and rental rate adjustments	$ 781,400
Fund sources:	
State general fund	$ 67,800
Other appropriated funds	$ 713,600
Human resources pro rata adjustments	$(2,805,400)
Fund sources:	
State general fund	$(1,605,400)
Other appropriated funds	$(1,200,000)
Risk management adjustments	$(1,672,900)
Fund sources:	
State general fund	$ 327,100
Other appropriated funds	$(2,000,000)
Retention payment adjustments	$ 40,000,000
Fund sources:	
State general fund	$ 23,500,000
Other appropriated funds	$ 16,500,000

The other appropriated funds may be allocated from any funds listed in this act.

State lease-purchase and rental rate adjustments

The amount appropriated for state lease-purchase adjustments shall be for fiscal year 2013-2014 adjustments in agency or department lease-purchase and rental rate charges in agencies. These adjustments reflect the rentable square foot rental rate for state-owned space as prescribed in the fiscal year 2013-2014 budget procedures budget reconciliation bill. The joint legislative budget committee staff shall determine and the department of administration shall allocate to each agency or department an amount for the contribution adjustment. These adjustments may include reallocation of state general fund appropriations between state agency units. The joint

legislative budget committee staff shall also determine and the department of administration shall allocate adjustments, as necessary, in expenditure authority to allow implementation of state lease-purchase and rental rate adjustments.

Human resources pro rata adjustments

The amount appropriated for human resources pro rata adjustments shall be for fiscal year 2013-2014 adjustments in agency or department human resources pro rata charges in agencies. These adjustments add payments for agencies added to the state personnel system by Laws 2012, chapter 321 and reduce the rate paid by agencies as prescribed in section 41-750, Arizona Revised Statutes, as amended by the fiscal year 2013-2014 general government budget reconciliation bill, among other adjustments. The joint legislative budget committee staff shall determine and the department of administration shall allocate to each agency or department an amount for the pro rata adjustment. The joint legislative budget committee staff shall also determine and the department of administration shall allocate adjustments, as necessary, in expenditure authority to allow implementation of human resources pro rata adjustments.

Risk management adjustments

The amount appropriated for risk management adjustments shall be for fiscal year 2013-2014 adjustments in agency or department risk management charges in agencies. These adjustments may include reallocation of appropriations between state agency units. The joint legislative budget committee staff shall determine and the department of administration shall allocate to each agency or department an amount for the risk management adjustment. The joint legislative budget committee staff shall also determine and the department of administration shall allocate adjustments, as necessary, in expenditure authority to allow implementation of risk management adjustments. The amount allocated to the department of transportation for fiscal year 2013-2014 shall be the same amount allocated for fiscal year 2012-2013.

Retention payment adjustments

The amount appropriated for retention payment adjustments shall be for fiscal year 2013-2014 adjustments in agency or department personal services and employee related expenditures. These adjustments are for annualization of the fiscal year 2012-2013 employee pay adjustments. The joint legislative budget committee staff shall determine and the department of administration shall allocate to each agency or department an amount for the retention payment adjustment. The joint legislative budget committee staff shall also determine and the department of administration shall allocate adjustments, as necessary, in expenditure authority to allow implementation of retention payment adjustments.

Sec. 132. Department of law; general agency counsel charges; fiscal year 2013-2014

Pursuant to section 41-191.09, Arizona Revised Statutes, the following state agencies and departments are charged the following amounts for general agency counsel provided by the department of law:

1.	Department of administration	$127,700
2.	Office of administrative hearings	$ 3,000
3.	Arizona arts commission	$ 3,100
4.	Automobile theft authority	$ 1,400
5.	Citizens clean elections commission	$ 2,700
6.	State department of corrections	$ 2,000
7.	Arizona criminal justice commission	$ 8,700
8.	Arizona state schools for the deaf and the blind	$100,200
9.	Commission for the deaf and hard of hearing	$ 4,100
10.	Arizona early childhood development and health board	$ 47,100
11.	Department of education	$132,000
12.	Department of emergency and military affairs	$ 30,000
13.	Department of environmental quality	$135,600
14.	Arizona exposition and state fair board	$ 20,900
15.	Department of financial institutions	$ 1,900
16.	Department of fire, building and life safety	$ 2,500
17.	State forester	$ 12,100
18.	Department of gaming	$ 35,000
19.	Arizona geological survey	$ 6,800
20.	Department of health services	$170,000
21.	Arizona historical society	$ 700
22.	Arizona department of housing	$ 18,100
23.	Department of insurance	$ 10,500
24.	Department of juvenile corrections	$ 9,400
25.	State land department	$ 2,100
26.	Department of liquor licenses and control	$ 11,400
27.	Arizona state lottery commission	$ 24,800
28.	Arizona state parks board	$ 45,800
29.	State personnel board	$ 600
30.	Arizona pioneers' home	$ 12,100
31.	Commission for postsecondary education	$ 1,800
32.	Department of public safety	$677,400
33.	Arizona department of racing	$ 2,300
34.	Radiation regulatory agency	$ 3,800
35.	Arizona state retirement system	$ 69,100
36.	Department of revenue	$ 4,900

37.	Department of state - secretary of state	$ 1,800
38.	State treasurer	$ 9,200
39.	Department of veterans' services	$ 52,700
40.	Department of weights and measures	$ 4,200

Other Provisions

Sec. 133. Legislative intent; expenditure reporting

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

Sec. 134. FTE positions; reporting; definition

Full-time equivalent (FTE) positions contained in this act are subject to appropriation. The director of the department of administration shall account for the use of all appropriated and nonappropriated FTE positions excluding those in the department of economic security, the universities and the department of environmental quality. The director shall submit the fiscal year 2013-2014 report on or before October 1, 2014 to the director of the joint legislative budget committee. The reports shall compare the level of appropriated FTE usage in each fiscal year to the appropriated level. For the purposes of this section, "FTE positions" shall mean the total number of hours worked, including both regular and overtime hours as well as hours taken as leave, divided by the number of hours in a work year. The director of the department of administration shall notify the director of each budget unit if the budget unit's appropriated FTE usage has exceeded its number of appropriated FTE positions. The above excluded agencies shall each report to the director of the joint legislative budget committee in a manner comparable to the department of administration reporting.

Sec. 135. Filled FTE positions; reporting

On or before October 1, 2013, each agency, including the judiciary and universities, shall submit a report to the director of the joint legislative budget committee on the number of filled appropriated and nonappropriated FTE positions by fund source. The number of filled appropriated and nonappropriated FTE positions reported shall be as of September 1, 2013.

Sec. 136. Transfer of spending authority

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

Sec. 137. Interim reporting requirements

A. State general fund revenue for fiscal year 2012-2013, including a beginning balance of $397,000,000 and other one-time revenues, is forecasted to be $9,375,000,000.

B. State general fund revenue for fiscal year 2013-2014, including a beginning balance of $697,000,000 and other one-time revenues, is forecasted to be $9,112,000,000.

C. State general fund revenue for fiscal year 2014-2015, including a beginning balance of $304,000,000 and other one-time revenues, is forecasted to be $9,048,000,000. State general fund expenditures for fiscal year 2014-2015 are forecasted to be $8,948,000,000.

D. State general fund revenue for fiscal year 2015-2016, including a beginning balance of $100,000,000 and other one-time revenues, is forecasted to be $9,237,000,000. State general fund expenditures for fiscal year 2015-2016 are forecasted to be $9,128,000,000.

E. The executive branch shall provide to the joint legislative budget committee a preliminary estimate of the fiscal year 2012-2013 state general fund ending balance on or before September 15, 2013. The estimate shall include projections of total revenues, total expenditures and ending balance. The department of administration shall continue to provide the final report for the fiscal year in its annual financial report pursuant to section 35-131, Arizona Revised Statutes.

F. Based on the information provided by the executive branch, the staff of the joint legislative budget committee shall report to the joint legislative budget committee on or before October 15, 2013 as to whether the fiscal year 2013-2014 revenues and ending balance are expected to change by more than $50,000,000 from the budgeted projections. The joint legislative budget committee staff may make technical adjustments to the revenue and expenditure estimates in this section to reflect other bills enacted into law. The executive branch may also provide its own estimates to the joint legislative budget committee on or before October 15, 2013.

Sec. 138. Definition

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

Sec. 139. Definition

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

Sec. 140. Definition

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

APPROVED BY THE GOVERNOR JUNE 17, 2013.

FILED IN THE OFFICE OF THE SECRETARY OF STATE JUNE 17, 2013.

Passed the House June 13, 2013

by the following vote: 33 Ayes,

27 Nays, 0 Not Voting

Speaker of the House

Chief Clerk of the House

Passed the Senate June 13, 2013

by the following vote: 19 Ayes,

10 Nays, 1 Not Voting

President of the Senate

Secretary of the Senate

EXECUTIVE DEPARTMENT OF ARIZONA
OFFICE OF GOVERNOR

This Bill received by the Governor this

13 day of June, 2013

at 4:10 o'clock P M.

Mikhaila Howard
Secretary to the Governor

Approved this 17th day of

June

at 12:14 o'clock P. M.

Janice K. Brewer
Governor of Arizona

EXECUTIVE DEPARTMENT OF ARIZONA
OFFICE OF SECRETARY OF STATE

This Bill received by the Secretary of State

this 17th day of June, 2013

at 4:23 o'clock P M.

Ken Bennett
Secretary of State

First Special Session
H.B. 2001