

GENERAL FUND BUDGET 4-YEAR ANALYSIS

\$ in Millions

		A	B	C	D
		FY 2018 Baseline	FY 2018 Exec	FY 2019 Baseline	FY 2019 Exec
1	Beginning Balance	\$ 150.9	\$ 150.9	\$ -	\$ 32.4
Ongoing Revenues					
2	Ongoing Revenues - January Baseline	9,648.5	9,648.5	9,947.4	9,947.4
3	Executive Base Revenue Adjustment: The dollar value by which the Executive exceeds Baseline revenue estimate, absent any other policy changes.		10.4		89.6
4	Expand Tax Fraud Prevention to TPT: The Executive estimates a revenue increase of \$30 million per year from the use of data analytics contracts at DOR to identify unpaid TPT taxes.				30.0
5	Higher Revenue/Increased Enforcement Staff: The Executive recommends adding 25 new FTE at DOR, which the Executive estimates would generate \$25 million in new TPT revenue, or \$1.2 million per FTE, on average.				25.0
6	DOR Enforcement Staff - \$1.5 M Revenue Loss: The Executive pays for the 25 new DOR enforcement FTE with \$2 M in TPT revenue, of which \$1.5 M would have otherwise been GF revenue. Not scored by Executive.				
7	Reduce Ongoing Judiciary Transfers - \$2.6 M Revenue Loss: The Baseline continues Judiciary Transfers totaling \$2.6 M. The Exec permanently eliminates the transfers, but does not score the GF revenue loss.				
8	Increase Military Pension Exemption to \$10k (2 Year Phase In): Exec would raise current \$2.5k individual income tax exemption of military pension income to \$6.5k in FY 20 and \$10k in FY 21 and later years.				
9	Radiation Regulatory Fees Shift from General Fund - \$1.1M Rev. Loss: The Executive converts radiation regulatory fees to the 90/10 model, which would result in less fees deposited to the General Fund. Not scored by Executive.				
10	Boxing/MMA Fees Shift from GF -\$100K Revenue Loss: As permanent law, allow all revenue related to Boxing/MMA (excluding licensing fees) to be deposited into the Unarmed Combat Fund rather than GF. Not scored by Executive.				
11	Executive Liquor Issues - GF Revenue Loss - \$100k Revenue Loss: The Executive recommends increasing the Dept. of Liquor appropriation by a net \$100k, which would reduce GF transfers from the Liquor Fund by a like amount.				
12	Subtotal - Ongoing Revenues	\$ 9,648.5	\$ 9,658.9	\$ 9,947.4	\$ 10,092.0
One-Time Revenues (Line 14 - 64 see Attachment A for details)					
<u>Fund Transfers</u>					
13	FY 2018 Enacted Fund Transfer (Moody's Settlement)	8.2	8.2		
14	ADOA - Air Quality Fund		0.2		
15	ADOA - Employee Benefit Plan Fund				2.5

GENERAL FUND BUDGET 4-YEAR ANALYSIS

\$ in Millions

		A	B	C	D
		FY 2018 Baseline	FY 2018 Exec	FY 2019 Baseline	FY 2019 Exec
16	ADOA - AFIS II Fund				0.8
17	ADOA - Motor Pool Revolving Fund				0.3
18	Agriculture - Agriculture Commercial Feed Fund				0.1
19	Agriculture - Pest Management Trust Fund				2.1
20	Agriculture - Pesticide Fund				0.4
21	Agriculture - Seed Law Fund				0.3
22	Agriculture - Fertilizer Materials Fund				0.4
23	AHCCCS - IGA and ISA Fund				5.9
24	AHCCCS - Hospital Loan Residency Program		0.9		
25	AHCCCS - Prescription Drug Rebate Fund				30.0
26	Contractors - Recovery Fund				4.0
27	Corp. Comm. - Pipeline Safety Revolving Fund - \$0.1 M Revenue Gain				
28	Corrections - Corrections Fund				0.5
29	Corrections - Building Renewal Fund				0.5
30	Corrections - Special Services Fund		1.0		25k
31	Corrections - ACI Revolving Fund				0.5
32	Corrections - Indirect Cost Recovery Fund				0.5
33	Economic Opportunity - Operations Fund				2.2
34	Economic Opportunity - Economic Development Fund		5.1		
35	Economic Opportunity - Greater AZ Development Authority		1.3		
36	Economic Opportunity - AFA Operating Fund		67k		67k
37	Economic Opportunity - AZ IDA Fund				0.3
38	DES - Special Admin Fund				11k
39	DEQ - Vehicle Emissions Inspection (VEI) Fund		2.0		1.0
40	DEQ - Hazardous Waste Management Fund		1.5		
41	DEQ - Air Quality Fund		4.5		
42	DEQ - Underground Storage Tank Revolving Fund		10.0		10.0

GENERAL FUND BUDGET 4-YEAR ANALYSIS

\$ in Millions

	A	B	C	D	
	FY 2018 Baseline	FY 2018 Exec	FY 2019 Baseline	FY 2019 Exec	
43	DEQ - Recycling Fund	2.0			
44	DEQ - Centralized Monitoring Fund	0.5			
45	DEQ - Permit Administration Fund	3.0			
46	DEQ - Voluntary Vehicle Repair and Retrofit Program Fund	2.5			
47	DFI - Mortgage Recovery Fund	0.5			
48	DFI - Financial Services Fund	5.0			
49	DFI - Receivership Revolving Fund	50k			
50	Game and Fish - Watercraft Licensing	1.0		1.5	
51	DHS - Health Service Licensing Fund	1.5		1.0	
52	DHS - BHS ISA Agreement Fund	3.1			
53	Housing - Housing Program Fund			2.0	
54	Housing - Housing Trust Fund	0.1		0.1	
55	Industrial Commission - Admin Fund			7.0	
56	Parks - Off-Highway Vehicle Fund	2.0			
57	DPS - Public Safety Equipment Fund			22k	
58	DPS - Fingerprint Clearance Card Fund	1.0			
59	DPS - Concealed Weapons Permit Fund	2.0			
60	RUCO - Revolving Fund			0.1	
61	ADOT - Economic Strength Project Fund	0.5			
62	ADOT - Vehicle Inspection and Title Enforcement Fund	2.0		1.1	
63	Water Resources - IGA/ISA Fund	0.1			
64	Water Resources - Indirect Cost Recovery Fund			1.0	
65	Subtotal - One-Time Revenues (Including Beginning Balance)	\$ 159.1	\$ 212.4	\$ -	\$ 108.5
66	Total Revenues	\$ 9,807.6	\$ 9,871.3	\$ 9,947.4	\$ 10,200.5

GENERAL FUND BUDGET 4-YEAR ANALYSIS

\$ in Millions

		A	B	C	D
		FY 2018 Baseline	FY 2018 Exec	FY 2019 Baseline	FY 2019 Exec
67	JLBC Baseline - Ongoing Spending	\$ 9,666.3	\$ 9,666.3	\$ 9,958.8	\$ 9,958.8
Ongoing Changes to JLBC Baseline					
68	ADOA - Government Transformation Office Fund Shift: Office provides consulting services for agency efficiency projects. Shifts operating costs from GF to charges to agencies.				(1.0)
69	ADOA - AZNet (Telcomm) Contract Savings \$(45k): Savings on contract for state employee office phone service.				(0.1)
70	ADOA - State Procurement Office Fund Shift: Shifts operating costs to non-appropriated cooperative purchase fund. Revenues from fees to vendors when a political subdivision uses a state contract.				(0.5)
71	ADOA - Utility Savings: Eliminates GF funding for utilities. Current COSF appropriation would absorb all utility costs.				(0.6)
72	Office of Administrative Hearings - 1740 W Adams Relocations: \$13,300 for increased shared service costs such as wi-fi, security and conference room phones.				\$13k
73	Agriculture - Livestock Inspector Salary Increase: 22% pay increase to retain Livestock Officers and Livestock Inspectors. 50% of pay increase will come from GF, 50% from Non-appropriated agricultural funds.				0.1
74	Agriculture - Salt River Horse Management (FY 18 \$40K/FY 19 \$51K): 2016 law requires department to enter agreement with U.S. Forest Service for management of Salt River Horses. Funding goes for 1 fed/state liaison.		0.1		0.1
75	Agriculture - Efficiency Savings (\$125K): Contingency money purposely set aside by the department at the direction of the Governor's office. The money would have otherwise reverted back to the General Fund.		(0.1)		(0.1)
76	Agriculture -Lump Sum Reduction (\$641K)				(0.6)
77	AHCCCS - Formula: The Baseline includes \$103M for AHCCCS formula growth. The Executive includes \$67M, for a difference of \$(36)M in FY 19.		9.0		(35.9)
78	AHCCCS - Increase ADOA Data Center Charge: Increase AHCCCS' operating budget to acknowledge ADOA charges that were previously funded out of surplus monies in service line items.				4.2
79	AHCCCS - Shift CRS to DES (JLBC Does Not Shift; Exec Shifts): Shifts Children's Rehabilitative Services costs associated with DD clients from AHCCCS to DES.				(15.2)
80	AHCCCS - Shift DD Behavioral Health to DES (JLBC Shifts; Exec Does Not): The Baseline shifts behavioral health costs for DD clients from AHCCCS to DES. The Executive does not.				17.1
81	AHCCCS - Don't Shift Funding to DHS (JLBC Shifts; Exec Does Not): The Baseline shifts \$1.2M that AHCCCS currently provides to the Arizona State Hospital into the DHS budget. The Executive does not.				1.2

GENERAL FUND BUDGET 4-YEAR ANALYSIS

\$ in Millions

		A	B	C	D
		FY 2018 Baseline	FY 2018 Exec	FY 2019 Baseline	FY 2019 Exec
82	AHCCCS - Rearrange Tobacco Tax/Increase Hospital Assessment: The Exec shifts \$35M in Tobacco Monies out of Prop 204 Acute to reduce Prop 204 GF Behavioral Health costs. Effectively increases Hospital Assessment \$35M.				(35.2)
83	AHCCCS - End Prior Quarter Coverage: Exec would end retroactive coverage for the 3 months prior to the month a Medicaid application is submitted. Provision is part of AHCCCS' Medicaid waiver request.				(2.5)
84	AHCCCS - Reduce Out-of-Network BHS Reimbursement to 90%: Exec would reduce reimbursement to out-of-network behavioral health services, from 100% to 90% of the fee schedule.				(1.0)
85	AHCCCS - American Indian Health Program Admin Shift (\$545k): Exec includes \$(0.5)M in administrative savings to shift coverage of AIHP population from capitated contracts to AHCCCS-managed fee-for-service.				(0.5)
86	AHCCCS - American Indian Health Program Admin Staffing (12 FTEs): Exec includes \$0.3M and 12 FTEs for AHCCCS to administer a fee-for-service integrated care plan for the AIHP population.				0.3
87	AHCCCS - Federal CHIP Legislation - Post Baseline JLBC Score (Federal CR): JLBC-estimated cost of funding KidsCare freeze and Child Expansion at reduced FMAP, relative to Baseline. Exec funds within formula.				
88	Attorney General - Border Crimes Division Funding Increase (4 FTE): The Executive funds 4 FTEs to prosecute crimes in southern Arizona.				0.5
89	Attorney General - Rent Adjustment: Executive removes an ongoing \$(638,300) GF from budget due to AG moving from state to private space last year. AG would absorb full cost of rent at new office.				(0.6)
90	DCS - Adoption Services: Exec funds 14% caseload growth in Adoption Subsidy enrollment at a cost of \$15.8M. Including a \$7M transfer to Adoption from Foster Home Placement, the net increase is \$8.8M.				8.8
91	Community Colleges - Formula: The Baseline includes \$1.7 M for Comm College formula growth. The Exec includes \$1.1 M for a difference of \$(0.6)M. Exec made technical error and has accepted JLBC number.				(0.6)
92	Community Colleges - Gila County Workforce Development (\$50k): The Baseline backs out \$50k of the \$250k FY 18 appropriation which was labeled as one-time. The Executive does not.				0.1
93	Community Colleges - Don't Fund Tohono O'Odham Set Aside: Tohono O'Odham signed a compact with Exec and is now eligible to keep 10% of TPT. The Baseline sets aside \$200k GF for this, the Exec does not.				(0.2)
94	Corrections - Health Care Adjustment: Executive includes \$30.0 M placeholder for first year of new inmate health care contract starting July 1, 2018. Vendor selection expected by March 31, 2018.				30.0
95	Corrections - Retirement Adjustment: Executive includes \$26.5 M for employer retirement rate increase from 21.17 to 28.38%; Baseline does not include retirement rate adjustments.				26.5
96	Corrections - Private Prison Capacity Cap: Executive reduces use of 210 beds at Kingman and 60 beds at Red Rock for annual savings of \$(2.8) M.				(2.8)
97	Corrections - FY 2020 Lease-Purchase Savings - Post Baseline JLBC Score: JLBC adjusts for savings from reduced lease-purchase payments in FY 20 and FY 21 for ADC facilities.				

GENERAL FUND BUDGET 4-YEAR ANALYSIS

\$ in Millions

		A	B	C	D
		FY 2018 Baseline	FY 2018 Exec	FY 2019 Baseline	FY 2019 Exec
98	ASDB-Early Childhood Services: Add 21 additional early-intervention specialists for Birth-to-3 program from Commission on Deaf Fund. Exec shifts to GF in FY 20 and FY 21.				Other Fund - \$2.0 M
99	DES - DD Medicaid Formula: The Baseline includes \$38M for DD Medicaid formula growth. The Executive includes \$33M, for a difference of \$(5)M in FY 19.		(7.0)		(4.8)
100	DES - Shift CRS to DES (JLBC Does Not Shift; Exec Shifts): Shifts Children's Rehabilitative Services costs associated with DD clients from AHCCCS to DES.				15.2
101	DES - Shift DD Behavioral Health to DES (JLBC Shifts; Exec Does Not): The Baseline shifts behavioral health costs for DD clients from AHCCCS to DES. The Executive does not.				(17.1)
102	DES - DD Case Management (Baseline - \$2.9M/ Exec \$2.4M): The Executive has \$(500)k less for DD Targeted Case Management formula growth.				(0.5)
103	ADE - Formula: The Baseline includes \$168M for ADE formula growth. The Executive includes \$154M, for a difference of \$(14)M. Baseline also includes \$11M '18 Supplemental versus \$0 for Executive diff of \$(11)M.		(10.5)		(14.3)
104	ADE - Increase Additional Assistance: The Executive includes \$100 M to restore suspended District Additional Assistance (\$95 M) and Charter Additional Assistance (\$5 M). Grows to \$352 M by FY 23.				100.0
105	ADE - IT Funding (ELAS): The Executive includes \$5.3M for ELAS maintenance and operation. Labeled as 1-time in prior years.				5.3
106	ADE - Computer Science Pilot Program: The Executive includes \$2.5M (requiring 1-to-1 private sector match) to train prospective computer science teachers.				2.5
107	ADE - Fully Fund Large JTEDs: The Executive includes \$2.0M to fund formula costs for JTEDs in Maricopa and Pima Counties at 100% rather than 95.5% currently.				2.0
108	ADE - Arizona Academic Standards FTEs: The Executive includes \$1.1M to continue 10.5 FTE Positions for academic standards development previously funded with federal monies.				1.1
109	ADE - Testing Costs: The Executive includes \$1M for higher assumed achievement testing costs.				1.0
110	ADE - Teacher Salary Increase for FY20/FY21 Inflation: The Executive includes \$1M in FY20 and \$2.2M in FY 21 for inflation adjustments for teacher salary increases continued from prior years.				
111	DEMA - National Guard Tuition Reimbursement: \$1.0 M increase in funding for tuition benefits to assist National Guard members in attaining a postsecondary certificate or degree.				1.0
112	DEMA Efficiency Savings: \$130,000 in savings through reducing employee travel, employee training, and reducing other operating expenses like a lower cost contract for AZNET phone and internet services.				(0.1)
113	DEQ - WQARF Fund Shift to Non-GF: \$(2.8) M reduction in General Fund Water Quality Assurance Revolving Fund (WQARF) funding and shifts this cost to non-General Fund funding sources.				(2.8)

GENERAL FUND BUDGET 4-YEAR ANALYSIS

\$ in Millions

		A	B	C	D
		FY 2018 Baseline	FY 2018 Exec	FY 2019 Baseline	FY 2019 Exec
114	Ofc. Of Equal Opportunity - Consolidate into ADOA: Eliminate OEO as a budget unit and absorb it into ADOA. Use ADOA other funds to fund OEO and remove its GF funding of \$191k.				(0.2)
115	Executive Clemency - Part-time Hearing Officer (\$33k): Executive requests 0.5 FTE for a hearing officer to conduct probable cause hearings that should take place if requested prior to the Board hearing.				0.1
116	Executive Clemency - Board Member Pay Increase (\$125k): Increase Chairman pay from \$59k to \$68k; and 4 board members from \$47k to \$65k. Uses some capacity within current BOEC budget.				0.1
117	Dept. of Financial Institutions - Fund Shift (\$250k): The Executive is proposing to shift \$250k of general expenditures from the GF to the Financial Services Fund, which is funded by fees to Loan Originators.				(0.3)
118	Forestry-Reduce Hazardous Vegetation Funding (\$338k): The Executive has rescinded this proposal and is now proposing an ongoing \$650K GF increase to bring Hazardous Vegetation Funding to \$2M .				(0.3)
119	Forestry-Fire Suppression Fund Shift to Land Dept. Funds: (\$800K) GF decrease to be offset by corresponding \$800K from Trust Land Management Fund to fund fire suppression activities on state trust lands.				(0.8)
120	Governor - Efficiency Savings (\$44k)				(0.1)
121	Governor - Continue Youth Success As Ongoing Funding in FY 20/21: Funds a contract to improve educational outcomes for foster children. Exec funds in 1-time section in FY 18 and FY 19, ongoing after FY 19.				
122	Governor - OSPB - Efficiency Savings (\$10k)				(0.1)
123	DHS - Don't Shift Funding from AHCCCS: The Baseline shifts \$1.2M from AHCCCS to the Arizona State Hospital (ASH). The Executive continues the \$1.2M to AHCCCS and requires that the monies then be transferred to ASH.				(1.2)
124	DHS - Radiation Regulatory Fund Shift (GF Revenue Loss): The Executive eliminates GF funding and shifts current fees from GF to DHS Licensing Fund. Represents net GF loss.				(0.8)
125	DHS - AIDS Reporting Shift: The Executive shifts \$1.0M for the AIDS Reporting and Surveillance line item from the General Fund to the Disease Control Research Fund.				(1.0)
126	DHS - Vital Records Shift (\$250k): The Executive shifts the cost of 4.0 FTEs in the Vital Records program from the General Fund to the existing Vital Records Electronic Systems Fund appropriation.				(0.3)
127	Historical Society - Grants Specialist: \$30,000 increase in funding for 0.5 FTE Grants Specialist position that will pursue grants and other funding from alternative sources.				0.1
128	Insurance - Efficiency Savings (Vacancy Savings): The Executive is proposing a lump sum reduction at DOI of \$(189,500) as a result of 2.5 FTE vacancies at the department.				(0.2)
129	Judiciary - Doesn't Backfill FY 18 Correction: The Baseline replaces \$137k OF with General Fund monies to correct a Risk Management error from FY 18. The Executive does not make this correction.				(0.1)

GENERAL FUND BUDGET 4-YEAR ANALYSIS

\$ in Millions

	A		B		C		D	
	FY 2018 Baseline	FY 2018 Exec	FY 2018 Exec	FY 2018 Exec	FY 2019 Baseline	FY 2019 Exec	FY 2019 Baseline	FY 2019 Exec
130	Judiciary - Adult Standard Probation Funding: The Executive includes \$413k to hire 10 probation officers for Adult Standard caseload growth through FY 19.							0.4
131	DJC - 32 Youth Corrections Officers: The Executive would increase staffing levels to comply with federal requirements on inmate to staff ratios.							2.1
132	DJC-Fund Shift to Land Fund: The Executive budget reduces \$1.0 M in General Fund appropriation and appropriates an additional \$1.0M from the State Charitable Land Fund to offset the reduction.							(1.0)
133	DJC - Retirement Adjustments: The DJC CORP contribution rate is increasing from 31.03% to 47.20%. The Executive allocates \$2.1M out of the General Fund annually for the cost.							2.1
134	Land-Central Arizona Project Water Fees (Baseline-\$449k/Exec-\$1.2M): Baseline funds current rate level with a FY 19 supplemental for any new adjustment. Exec level based on predicted FY 19 rate.				Exec '18 As 1-Time			0.8
135	Land-Fund Shift to Trust Management Fund: \$800K from Trust Land Management Fund to fund the Department of Forestry's fire suppression activities on state trust lands.							(1.2)
136	Leg. - Aud. General - Rent Adjustment (\$325k): ADOA is selling Auditor's current state building and removing its rent. Auditor needs \$228k above FY 18 for private lease space.							(0.3)
137	Leg. - Aud. General - Different Annualization: Executive incorrectly annualized Auditor's partial FY 18 funding for FTEs.							0.6
138	Postsecondary Ed - Remove College Readiness Funding (\$235k): The Baseline continues funding for college readiness exams. The Executive marks as one-time in FY 2018 and removes the funding in FY 2019.							(0.2)
139	DPS - Doesn't Restore GIITEM Funding: The FY 18 budget used \$1.2 M from GIITEM for Sex Assault Kit testing and committed to restoring GIITEM in FY 19. The Exec does not restore the funding.							(1.2)
140	DPS - 6 Highway Patrol FTEs (Maricopa County): The Exec adds 6 Highway Patrol FTEs to Maricopa County area for the Night Watch, to address the wrong way driving problem.							1.4
141	DPS - 12 Highway Patrol FTEs (Southern Arizona): The Exec adds 12 Highway Patrol FTEs for Southern Arizona to increase the 24-hour coverage on rural highways.							2.9
142	DPS - Highway Patrol Shift to Highway Fund: The Exec reduces DPS GF appropriation by \$(5.2)M and replaces it with \$5.2 M from the State Highway Fund.							(5.2)
143	DPS - Retirement Adjustment: The Exec includes \$1.2 M from the General Fund to pay for increased retirement costs.							1.2
144	Real Estate - Efficiency Savings: Executive reduces ADRE budget by \$(90,500) due to plans to leave newly vacant positions unfilled.							(0.1)
145	Revenue - Reduced Postage Costs - SB 1293 (\$425k): The Executive is proposing a lump sum reduction of \$425k based on cost savings of SB 1293 which would reduce paper storage and postage costs at DOR.							(0.4)

GENERAL FUND BUDGET 4-YEAR ANALYSIS

\$ in Millions

		A	B	C	D
		FY 2018 Baseline	FY 2018 Exec	FY 2019 Baseline	FY 2019 Exec
146	Revenue - DHS Fund Shift: The Executive is reducing General Fund expenditures by \$(500)k.				(0.5)
147	Revenue - Rent Savings: The Executive is proposing a lump sum reduction in DOR's appropriation as a result of savings on rent from a vacated tax processing center DOR vacated last July.				(0.5)
148	Revenue - Fund Shift Liability Setoff Fund: The Executive is proposing to shift \$400k of general expenditures from the GF to the Liability Setoff Program Revolving Fund, which is funded by fees from agencies.				(0.4)
149	SFB - 2 Building Renewal FTEs (\$185k): funds 2 additional school district liaisons for review increased building renewal grant applications.				0.2
150	SFB - New Issuance Debt Service (\$88.1 M for 25 Yrs) (See 1-time Section): Lease Purchase 5 new schools approved for FY 2019. \$128 M total over 25 years (\$88 M principle, \$40 M interest)				5.1
151	SFB - New Construction: Classify 2nd year of FY 18 starts as ongoing (Baseline counts as 1-time).				38.0
152	SFB - New Construction Exec FY 20/FY 21 Cost Estimates: Continues \$38 M of new school construction cash funding in Baseline.				
153	SFB - Building Renewal Funding - Ongoing (See 1-Time Section): Adds \$17 M ongoing for grants raising total ongoing funds to \$33.9 M (total FY 2019 funds \$51 M). Baseline has \$16.4 M 1-time.				16.4
154	SFB - Building Systems Inventory/Database (\$750k): Develop database on school facilities to predict repair needs. 5-year costs total \$5.9 M				0.8
155	Secretary of State - Exec Moves Election Funding to One-Time: Executive scores election funding for '19 as one-time (See Line 185); Baseline includes standard ongoing regular election costs of \$3.4 M.				(3.4)
156	Tax Appeals - Employee Benefit Costs (\$11k): The Executive is proposing an \$11,100 in GF spending for additional spending as a result of a new employee joining the state benefits program.		0.1		0.1
157	Transportation - Fund Shift (\$51k): Shift amount used for transit planning grant match from General Fund to Air Quality Fund				(0.1)
158	Veterans' Services - Efficiency Savings (\$90k): The Executive decreases the appropriation, which would be a result of hiring more junior staff to fill positions that come open through retirement.				(0.1)
159	Water Resources - Fund Shift to Water Resources Fund: Executive shifts \$(300)k in General Fund expenditures to the Water Resources Fund.				(0.3)
160	Water Resources - Continue Drought Contingency Plan Funding in FY 21: This was an error and confirmed with OSPB. Executive included \$2.0 M in drought contingency funding for FY '21 in budget.				
161	Other - IT Pro rata Charges increase: Increase pro rata by 0.1% to fund ongoing statewide security initiatives. \$700k GF and \$1.2 M OF.				0.7

GENERAL FUND BUDGET 4-YEAR ANALYSIS

\$ in Millions

		A	B	C	D
		FY 2018 Baseline	FY 2018 Exec	FY 2019 Baseline	FY 2019 Exec
162	Other - Retirement Adjustment: (Non-ADC/DJC/DPS) ASRS contribution rates will increase by 0.3% in FY 2019. The Executive funds the cost with an annual \$1.7M out of the General Fund.				1.7
163	Other - Retirement Adjustment FY 20/FY 21 Increase: The Executive projects future General Fund retirement contribution increases of \$5M in FY 2020 and \$10M FY 2021.				
164	Other - Executive Higher Revertments				(4.3)
165	Other - Exec Lowers Current Rio Nuevo Estimate (JLBC - \$14 M/Exec - \$10 M): The Baseline includes \$14 M in formula-based distributions of TPT to Rio Nuevo. The Executive includes \$10M, for a difference of \$(4) M.		(4.0)		(4.0)
166	Other - Phx Convention Center Technical Adjustment: The state contributes to repayment of Phoenix Convention Center debt. Exec contribution amounts are \$(0.5)M below amounts in statute and the Baseline.				(0.5)
167	Capital - Agency Rent Adjustments: Funds the space relocations and reallocations for agencies. Assumes current rental rates.				(0.5)
168	Capital - State Building Rent Increase: \$3 increase for Office (currently \$13.08 per square foot). Generates \$3.3 M GF and \$2.3 M OF to fund higher building renewal appropriation.				3.3
169	Other				
170	Subtotal - Ongoing Changes to JLBC Baseline	\$ -	\$ (12.4)	\$ -	\$ 128.5
171	Total Ongoing Spending	\$ 9,666.3	\$ 9,653.9	\$ 9,958.8	\$ 10,087.3
172	JLBC Baseline One-Time Spending	\$ 161.7	\$ 161.7	\$ 96.8	\$ 96.8
One-Time Changes to JLBC Baseline					
173	AHCCCS - Substance Use Disorder Services Fund Deposit (Opioid Bill): The Arizona Opioid Act included a \$10 M supplemental appropriation to AHCCCS in '18 for substance use disorder treatment.	10.0	10.0		
174	AHCCCS - Health Insurer Fee Savings - Post Baseline JLBC Score (Federal CR): Federal budget places 1-year moratorium on a health insurer fee. Relative to Baseline, JLBC estimates would save AHCCCS \$(23)M in FY 20.				
175	DCS - Automation (\$5M in Baseline): The Baseline includes \$5 M to continue DCS' CHILDS replacement project. The Executive includes \$14.5 M, or \$9.5 M above the Baseline.				9.5
176	DCS - Revert DCS Backlog Privatization Appropriation: Reverts \$(2.7) M of the \$5.4 M one-time backlog privatization monies. Reduces funding for other one-time permanency initiatives proposed by DCS.		(2.7)		

GENERAL FUND BUDGET 4-YEAR ANALYSIS

\$ in Millions

		A	B	C	D
		FY 2018 Baseline	FY 2018 Exec	FY 2019 Baseline	FY 2019 Exec
177	DES - Food Banks: The Executive proposes a one-time expenditure of \$1.0 M to increase capacity at food banks statewide.				1.0
178	Forestry-Fire Suppression Supplemental: \$4.1 M GF supplemental to pay fire suppression expenses incurred in the calendar year 2017 fire season.		4.1		
179	Governor - Continue Youth Education Success Fund One-Time Funding: Continues one-time funding for contract intended to improve educational outcomes for children in foster care.				1.5
180	SFB - Building Renewal Funding One-time: FY 18 \$10 M supplemental (total FY 18 funds \$43.9 M).; FY 2019 \$18 M one-time funding (total FY 18 funds \$51 M) (See ongoing section)		10.0		18.0
181	SFB - New Construction Classify FY 18 Start 2 yr funding ongoing: The Baseline scores the FY 18 schools starts second year funding as one-time while the Executive scores it as ongoing (See ongoing section)				(38.0)
182	SFB - New Construction Lease Purchase FY 2019 Starts: Line eliminates one-time cash funding assumed in baseline (see ongoing section for lease-purchase proposal).				(49.6)
183	SFB - New Construction- Exec Does Not Include Conceptual Awards: eliminates one-time cash over 2 years for conceptual awards (see ongoing section).				
184	Secretary of State - Congressional Special Election: Executive proposed \$1.9 M for 8th District Special Election; Laws 2018, Chapter 1 appropriated \$2.5 M for this purpose.		1.9		
185	Secretary of State - Election Funding (JLBC Ongoing): Executive proposes \$4.0 M for statewide election costs and scores as one-time. Baseline includes standard election costs of \$3.4 M as ongoing.				4.0
186	Secretary of State - Voter Registration Database: Total Cost of \$3.6 M with \$1.5 M in OF in FY 18; \$1.34 M in GF in FY 19, and \$0.7 M in OF in FY 19.				1.3
187	Secretary of State - Revert Unused Prop 123 Election Funds: \$9.3 M appropriated in FY 16 for special election for Prop 123/124 with \$6.3 M spent; Executive proposes reverting \$3.0 M of unspent monies to GF.				(3.0)
188	Tourism-Marketing Savings: \$1 M in one-time savings in the department's marketing and advertising expenditures.				(1.0)
189	Universities - ASU - One-time Funding: Executive proposes \$4.2 M for one-time operating or capital expenditures as ASU's share of \$8.0 M total, allocated to each university based on resident student counts.				4.2
190	Universities - NAU - One-time Funding: Executive proposes \$1.6 M for one-time operating or capital expenditures as NAU's share of \$8.0 M total, allocated to each university based on resident student counts.				1.6
191	Universities - UA - One-time Funding: Executive proposes \$2.2 M for one-time operating or capital expenditures as UA's share of \$8.0 M total, allocated to each university based on resident student counts.				2.2
192	Other HITF- General Fund Deposit: One-time state agency premium increase (\$10 M GF, \$20 M OF) to support state employee Health Insurance Trust Fund.				10.0

GENERAL FUND BUDGET 4-YEAR ANALYSIS

\$ in Millions

		A	B	C	D
		FY 2018 Baseline	FY 2018 Exec	FY 2019 Baseline	FY 2019 Exec
193	Capital - ADOA - Repeal FY 2019 Building Renewal Advance Appropriation				(5.7)
194	Capital - DEMA - Tucson Readiness Center: \$3.7 M from the General Fund to provide a portion of the \$6.0 M state match for the Readiness Center. The other \$2.3 M would come from non-General Fund sources.				3.7
195	Capital - DPS - Modular Housing: The Exec includes \$1.9 M from COSF and \$100k from the General Fund to replace remote housing and office units for the Highway Patrol.				0.1
196	Capital - State Route 189 Reversion (\$230k): Use revenue from sales of ADOT vehicles for I-10 widening projects that received \$30 million GF in FY 2017. Ex-appropriate \$230k from that FY 2017 GF approp.				(0.2)
197	Subtotal - One-Time Changes to JLBC Baseline	\$ 10.0	\$ 23.3	\$ -	\$ (40.4)
198	Total One-Time Spending	\$ 171.7	\$ 185.0	\$ 96.8	\$ 56.4
199	Total Spending	\$ 9,838.0	\$ 9,838.9	\$ 10,055.6	\$ 10,143.7
200	Ending Cash Balance	\$ (30.4)	\$ 32.4	\$ (108.2)	\$ 56.8
201	Structural Balance	\$ (17.8)	\$ 5.0	\$ (11.4)	\$ 4.7

GENERAL FUND BUDGET 4-YEAR ANALYSIS

\$ in Millions

		E	F	G	H
		FY 2020 Baseline	FY 2020 Exec	FY 2021 Baseline	FY 2021 Exec
1	Beginning Balance	\$ -	\$ 56.8	\$ -	\$ 80.3
Ongoing Revenues					
2	Ongoing Revenues - January Baseline	10,378.7	10,378.7	10,862.4	10,862.4
3	Executive Base Revenue Adjustment: The dollar value by which the Executive exceeds Baseline revenue estimate, absent any other policy changes.		83.6		41.9
4	Expand Tax Fraud Prevention to TPT: The Executive estimates a revenue increase of \$30 million per year from the use of data analytics contracts at DOR to identify unpaid TPT taxes.		30.0		30.0
5	Higher Revenue/Increased Enforcement Staff: The Executive recommends adding 25 new FTE at DOR, which the Executive estimates would generate \$25 million in new TPT revenue, or \$1.2 million per FTE, on average.		25.0		25.0
6	DOR Enforcement Staff - \$1.5 M Revenue Loss: The Executive pays for the 25 new DOR enforcement FTE with \$2 M in TPT revenue, of which \$1.5 M would have otherwise been GF revenue. Not scored by Executive.				
7	Reduce Ongoing Judiciary Transfers - \$2.6 M Revenue Loss: The Baseline continues Judiciary Transfers totaling \$2.6 M. The Exec permanently eliminates the transfers, but does not score the GF revenue loss.				
8	Increase Military Pension Exemption to \$10k (2 Year Phase In): Exec would raise current \$2.5k individual income tax exemption of military pension income to \$6.5k in FY 20 and \$10k in FY 21 and later years.		(7.5)		(15.0)
9	Radiation Regulatory Fees Shift from General Fund - \$1.1M Rev. Loss: The Executive converts radiation regulatory fees to the 90/10 model, which would result in less fees deposited to the General Fund. Not scored by Executive.				
10	Boxing/MMA Fees Shift from GF - \$100K Revenue Loss: As permanent law, allow all revenue related to Boxing/MMA (excluding licensing fees) to be deposited into the Unarmed Combat Fund rather than GF. Not scored by Executive.				
11	Executive Liquor Issues - GF Revenue Loss - \$100k Revenue Loss: The Executive recommends increasing the Dept. of Liquor appropriation by a net \$100k, which would reduce GF transfers from the Liquor Fund by a like amount.				
12	Subtotal - Ongoing Revenues	\$ 10,378.7	\$ 10,509.8	\$ 10,862.4	\$ 10,944.3
One-Time Revenues (Line 14 - 64 see Attachment A for details)					
<u>Fund Transfers</u>					
13	FY 2018 Enacted Fund Transfer (Moody's Settlement)				
14	ADOA - Air Quality Fund				
15	ADOA - Employee Benefit Plan Fund				

GENERAL FUND BUDGET 4-YEAR ANALYSIS

\$ in Millions

		E	F	G	H
		FY 2020 Baseline	FY 2020 Exec	FY 2021 Baseline	FY 2021 Exec
16	ADOA - AFIS II Fund				
17	ADOA - Motor Pool Revolving Fund				
18	Agriculture - Agriculture Commercial Feed Fund				
19	Agriculture - Pest Management Trust Fund				
20	Agriculture - Pesticide Fund				
21	Agriculture - Seed Law Fund				
22	Agriculture - Fertilizer Materials Fund				
23	AHCCCS - IGA and ISA Fund				
24	AHCCCS - Hospital Loan Residency Program				
25	AHCCCS - Prescription Drug Rebate Fund				
26	Contractors - Recovery Fund				
27	Corp. Comm. - Pipeline Safety Revolving Fund - \$0.1 M Revenue Gain				
28	Corrections - Corrections Fund				
29	Corrections - Building Renewal Fund				
30	Corrections - Special Services Fund				
31	Corrections - ACI Revolving Fund				
32	Corrections - Indirect Cost Recovery Fund				
33	Economic Opportunity - Operations Fund				
34	Economic Opportunity - Economic Development Fund				
35	Economic Opportunity - Greater AZ Development Authority				
36	Economic Opportunity - AFA Operating Fund				
37	Economic Opportunity - AZ IDA Fund				
38	DES - Special Admin Fund				
39	DEQ - Vehicle Emissions Inspection (VEI) Fund				
40	DEQ - Hazardous Waste Management Fund				
41	DEQ - Air Quality Fund				
42	DEQ - Underground Storage Tank Revolving Fund				

GENERAL FUND BUDGET 4-YEAR ANALYSIS

\$ in Millions

		E	F	G	H
		FY 2020 Baseline	FY 2020 Exec	FY 2021 Baseline	FY 2021 Exec
43	DEQ - Recycling Fund				
44	DEQ - Centralized Monitoring Fund				
45	DEQ - Permit Administration Fund				
46	DEQ - Voluntary Vehicle Repair and Retrofit Program Fund				
47	DFI - Mortgage Recovery Fund				
48	DFI - Financial Services Fund				
49	DFI - Receivership Revolving Fund				
50	Game and Fish - Watercraft Licensing				
51	DHS - Health Service Licensing Fund				
52	DHS - BHS ISA Agreement Fund				
53	Housing - Housing Program Fund				
54	Housing - Housing Trust Fund				
55	Industrial Commission - Admin Fund				
56	Parks - Off-Highway Vehicle Fund				
57	DPS - Public Safety Equipment Fund				
58	DPS - Fingerprint Clearance Card Fund				
59	DPS - Concealed Weapons Permit Fund				
60	RUCO - Revolving Fund				
61	ADOT - Economic Strength Project Fund				
62	ADOT - Vehicle Inspection and Title Enforcement Fund				
63	Water Resources - IGA/ISA Fund				
64	Water Resources - Indirect Cost Recovery Fund				
65	Subtotal - One-Time Revenues (Including Beginning Balance)	\$ -	\$ 56.8	\$ -	\$ 80.3
66	Total Revenues	\$ 10,378.7	\$ 10,566.6	\$ 10,862.4	\$ 11,024.6

GENERAL FUND BUDGET 4-YEAR ANALYSIS

\$ in Millions

		E	F	G	H
		FY 2020 Baseline	FY 2020 Exec	FY 2021 Baseline	FY 2021 Exec
67	JLBC Baseline - Ongoing Spending	\$ 10,334.1	\$ 10,334.1	\$ 10,650.8	\$ 10,650.8
Ongoing Changes to JLBC Baseline					
68	ADOA - Government Transformation Office Fund Shift: Office provides consulting services for agency efficiency projects. Shifts operating costs from GF to charges to agencies.		(1.0)		(1.0)
69	ADOA - AZNet (Telcomm) Contract Savings \$(45k): Savings on contract for state employee office phone service.		(0.1)		(0.1)
70	ADOA - State Procurement Office Fund Shift: Shifts operating costs to non-appropriated cooperative purchase fund. Revenues from fees to vendors when a political subdivision uses a state contract.		(0.5)		(0.5)
71	ADOA - Utility Savings: Eliminates GF funding for utilities. Current COSF appropriation would absorb all utility costs.		(0.6)		(0.6)
72	Office of Administrative Hearings - 1740 W Adams Relocations: \$13,300 for increased shared service costs such as wi-fi, security and conference room phones.		\$13k		\$13k
73	Agriculture - Livestock Inspector Salary Increase: 22% pay increase to retain Livestock Officers and Livestock Inspectors. 50% of pay increase will come from GF, 50% from Non-appropriated agricultural funds.		0.1		0.1
74	Agriculture - Salt River Horse Management (FY 18 \$40K/FY 19 \$51K): 2016 law requires department to enter agreement with U.S. Forest Service for management of Salt River Horses. Funding goes for 1 fed/state liaison.		0.1		0.1
75	Agriculture - Efficiency Savings (\$125K): Contingency money purposely set aside by the department at the direction of the Governor's office. The money would have otherwise reverted back to the General Fund.		(0.1)		(0.1)
76	Agriculture -Lump Sum Reduction (\$641K)		(0.6)		(0.6)
77	AHCCCS - Formula: The Baseline includes \$103M for AHCCCS formula growth. The Executive includes \$67M, for a difference of \$(36)M in FY 19.		(63.9)		(72.4)
78	AHCCCS - Increase ADOA Data Center Charge: Increase AHCCCS' operating budget to acknowledge ADOA charges that were previously funded out of surplus monies in service line items.		4.2		4.2
79	AHCCCS - Shift CRS to DES (JLBC Does Not Shift; Exec Shifts): Shifts Children's Rehabilitative Services costs associated with DD clients from AHCCCS to DES.		(15.2)		(15.2)
80	AHCCCS - Shift DD Behavioral Health to DES (JLBC Shifts; Exec Does Not): The Baseline shifts behavioral health costs for DD clients from AHCCCS to DES. The Executive does not.		17.1		17.1
81	AHCCCS - Don't Shift Funding to DHS (JLBC Shifts; Exec Does Not): The Baseline shifts \$1.2M that AHCCCS currently provides to the Arizona State Hospital into the DHS budget. The Executive does not.		1.2		1.2

GENERAL FUND BUDGET 4-YEAR ANALYSIS

\$ in Millions

		E	F	G	H
		FY 2020 Baseline	FY 2020 Exec	FY 2021 Baseline	FY 2021 Exec
82	AHCCCS - Rearrange Tobacco Tax/Increase Hospital Assessment: The Exec shifts \$35M in Tobacco Monies out of Prop 204 Acute to reduce Prop 204 GF Behavioral Health costs. Effectively increases Hospital Assessment \$35M.		(35.2)		(35.2)
83	AHCCCS - End Prior Quarter Coverage: Exec would end retroactive coverage for the 3 months prior to the month a Medicaid application is submitted. Provision is part of AHCCCS' Medicaid waiver request.		(2.5)		(2.5)
84	AHCCCS - Reduce Out-of-Network BHS Reimbursement to 90%: Exec would reduce reimbursement to out-of-network behavioral health services, from 100% to 90% of the fee schedule.		(1.0)		(1.0)
85	AHCCCS - American Indian Health Program Admin Shift (\$545k): Exec includes \$(0.5)M in administrative savings to shift coverage of AIHP population from capitated contracts to AHCCCS-managed fee-for-service.		(0.5)		(0.5)
86	AHCCCS - American Indian Health Program Admin Staffing (12 FTEs): Exec includes \$0.3M and 12 FTEs for AHCCCS to administer a fee-for-service integrated care plan for the AIHP population.		0.3		0.3
87	AHCCCS - Federal CHIP Legislation - Post Baseline JLBC Score (Federal CR): JLBC-estimated cost of funding KidsCare freeze and Child Expansion at reduced FMAP, relative to Baseline. Exec funds within formula.	17.0		41.0	
88	Attorney General - Border Crimes Division Funding Increase (4 FTE): The Executive funds 4 FTEs to prosecute crimes in southern Arizona.		0.5		0.5
89	Attorney General - Rent Adjustment: Executive removes an ongoing \$(638,300) GF from budget due to AG moving from state to private space last year. AG would absorb full cost of rent at new office.		(0.6)		(0.6)
90	DCS - Adoption Services: Exec funds 14% caseload growth in Adoption Subsidy enrollment at a cost of \$15.8M. Including a \$7M transfer to Adoption from Foster Home Placement, the net increase is \$8.8M.		21.7		33.9
91	Community Colleges - Formula: The Baseline includes \$1.7 M for Comm College formula growth. The Exec includes \$1.1 M for a difference of \$(0.6)M. Exec made technical error and has accepted JLBC number.		(1.7)		(2.9)
92	Community Colleges - Gila County Workforce Development (\$50k): The Baseline backs out \$50k of the \$250k FY 18 appropriation which was labeled as one-time. The Executive does not.		0.1		0.1
93	Community Colleges - Don't Fund Tohono O'Odham Set Aside: Tohono O'Odham signed a compact with Exec and is now eligible to keep 10% of TPT. The Baseline sets aside \$200k GF for this, the Exec does not.		(0.2)		(0.2)
94	Corrections - Health Care Adjustment: Executive includes \$30.0 M placeholder for first year of new inmate health care contract starting July 1, 2018. Vendor selection expected by March 31, 2018.		30.0		30.0
95	Corrections - Retirement Adjustment: Executive includes \$26.5 M for employer retirement rate increase from 21.17 to 28.38%; Baseline does not include retirement rate adjustments.		26.5		26.5
96	Corrections - Private Prison Capacity Cap: Executive reduces use of 210 beds at Kingman and 60 beds at Red Rock for annual savings of \$(2.8) M.		(2.8)		(2.8)
97	Corrections - FY 2020 Lease-Purchase Savings - Post Baseline JLBC Score: JLBC adjusts for savings from reduced lease-purchase payments in FY 20 and FY 21 for ADC facilities.	(3.1)		(3.1)	

GENERAL FUND BUDGET 4-YEAR ANALYSIS

\$ in Millions

		E	F	G	H
		FY 2020 Baseline	FY 2020 Exec	FY 2021 Baseline	FY 2021 Exec
98	ASDB-Early Childhood Services: Add 21 additional early-intervention specialists for Birth-to-3 program from Commission on Deaf Fund. Exec shifts to GF in FY 20 and FY 21.		1.6		1.6
99	DES - DD Medicaid Formula: The Baseline includes \$38M for DD Medicaid formula growth. The Executive includes \$33M, for a difference of \$(5)M in FY 19.		(19.2)		(36.9)
100	DES - Shift CRS to DES (JLBC Does Not Shift; Exec Shifts): Shifts Children's Rehabilitative Services costs associated with DD clients from AHCCCS to DES.		15.2		15.2
101	DES - Shift DD Behavioral Health to DES (JLBC Shifts; Exec Does Not): The Baseline shifts behavioral health costs for DD clients from AHCCCS to DES. The Executive does not.		(17.1)		(17.1)
102	DES - DD Case Management (Baseline - \$2.9M/ Exec \$2.4M): The Executive has \$(500)k less for DD Targeted Case Management formula growth.		(0.5)		(0.5)
103	ADE - Formula: The Baseline includes \$168M for ADE formula growth. The Executive includes \$154M, for a difference of \$(14)M. Baseline also includes \$11M '18 Supplemental versus \$0 for Executive diff of \$(11)M.		(42.1)		(63.0)
104	ADE - Increase Additional Assistance: The Executive includes \$100 M to restore suspended District Additional Assistance (\$95 M) and Charter Additional Assistance (\$5 M). Grows to \$352 M by FY 23.		167.8		235.6
105	ADE - IT Funding (ELAS): The Executive includes \$5.3M for ELAS maintenance and operation. Labeled as 1-time in prior years.		5.3		5.3
106	ADE - Computer Science Pilot Program: The Executive includes \$2.5M (requiring 1-to-1 private sector match) to train prospective computer science teachers.		2.5		2.5
107	ADE - Fully Fund Large JTEDs: The Executive includes \$2.0M to fund formula costs for JTEDs in Maricopa and Pima Counties at 100% rather than 95.5% currently.		2.0		2.0
108	ADE - Arizona Academic Standards FTEs: The Executive includes \$1.1M to continue 10.5 FTE Positions for academic standards development previously funded with federal monies.		1.1		1.1
109	ADE - Testing Costs: The Executive includes \$1M for higher assumed achievement testing costs.		1.0		1.0
110	ADE - Teacher Salary Increase for FY20/FY21 Inflation: The Executive includes \$1M in FY20 and \$2.2M in FY 21 for inflation adjustments for teacher salary increases continued from prior years.		1.0		2.2
111	DEMA - National Guard Tuition Reimbursement: \$1.0 M increase in funding for tuition benefits to assist National Guard members in attaining a postsecondary certificate or degree.		1.0		1.0
112	DEMA Efficiency Savings: \$130,000 in savings through reducing employee travel, employee training, and reducing other operating expenses like a lower cost contract for AZNET phone and internet services.		(0.1)		(0.1)
113	DEQ - WQARF Fund Shift to Non-GF: \$(2.8) M reduction in General Fund Water Quality Assurance Revolving Fund (WQARF) funding and shifts this cost to non-General Fund funding sources.		(2.8)		(2.8)

GENERAL FUND BUDGET 4-YEAR ANALYSIS

\$ in Millions

		E	F	G	H
		FY 2020 Baseline	FY 2020 Exec	FY 2021 Baseline	FY 2021 Exec
114	Ofc. Of Equal Opportunity - Consolidate into ADOA: Eliminate OEO as a budget unit and absorb it into ADOA. Use ADOA other funds to fund OEO and remove its GF funding of \$191k.		(0.2)		(0.2)
115	Executive Clemency - Part-time Hearing Officer (\$33k): Executive requests 0.5 FTE for a hearing officer to conduct probable cause hearings that should take place if requested prior to the Board hearing.		0.1		0.1
116	Executive Clemency - Board Member Pay Increase (\$125k): Increase Chairman pay from \$59k to \$68k; and 4 board members from \$47k to \$65k. Uses some capacity within current BOEC budget.		0.1		0.1
117	Dept. of Financial Institutions - Fund Shift (\$250k): The Executive is proposing to shift \$250k of general expenditures from the GF to the Financial Services Fund, which is funded by fees to Loan Originators.		(0.3)		(0.3)
118	Forestry-Reduce Hazardous Vegetation Funding (\$338k): The Executive has rescinded this proposal and is now proposing an ongoing \$650K GF increase to bring Hazardous Vegetation Funding to \$2M .		(0.3)		(0.3)
119	Forestry-Fire Suppression Fund Shift to Land Dept. Funds: (\$800K) GF decrease to be offset by corresponding \$800K from Trust Land Management Fund to fund fire suppression activities on state trust lands.		(0.8)		(0.8)
120	Governor - Efficiency Savings (\$44k)		(0.1)		(0.1)
121	Governor - Continue Youth Success As Ongoing Funding in FY 20/21: Funds a contract to improve educational outcomes for foster children. Exec funds in 1-time section in FY 18 and FY 19, ongoing after FY 19.		1.5		1.5
122	Governor - OSPB - Efficiency Savings (\$10k)		(0.1)		(0.1)
123	DHS - Don't Shift Funding from AHCCCS: The Baseline shifts \$1.2M from AHCCCS to the Arizona State Hospital (ASH). The Executive continues the \$1.2M to AHCCCS and requires that the monies then be transferred to ASH.		(1.2)		(1.2)
124	DHS - Radiation Regulatory Fund Shift (GF Revenue Loss): The Executive eliminates GF funding and shifts current fees from GF to DHS Licensing Fund. Represents net GF loss.		(0.8)		(0.8)
125	DHS - AIDS Reporting Shift: The Executive shifts \$1.0M for the AIDS Reporting and Surveillance line item from the General Fund to the Disease Control Research Fund.		(1.0)		(1.0)
126	DHS - Vital Records Shift (\$250k): The Executive shifts the cost of 4.0 FTEs in the Vital Records program from the General Fund to the existing Vital Records Electronic Systems Fund appropriation.		(0.3)		(0.3)
127	Historical Society - Grants Specialist: \$30,000 increase in funding for 0.5 FTE Grants Specialist position that will pursue grants and other funding from alternative sources.		0.1		0.1
128	Insurance - Efficiency Savings (Vacancy Savings): The Execituve is proposing a lump sum reduction at DOI of \$(189,500) as a result of 2.5 FTE vacancies at the department.		(0.2)		(0.2)
129	Judiciary - Doesn't Backfill FY 18 Correction: The Baseline replaces \$137k OF with General Fund monies to correct a Risk Management error from FY 18. The Executive does not make this correction.		(0.1)		(0.1)

GENERAL FUND BUDGET 4-YEAR ANALYSIS

\$ in Millions

		E	F	G	H
		FY 2020 Baseline	FY 2020 Exec	FY 2021 Baseline	FY 2021 Exec
130	Judiciary - Adult Standard Probation Funding: The Executive includes \$413k to hire 10 probation officers for Adult Standard caseload growth through FY 19.		0.4		0.4
131	DJC - 32 Youth Corrections Officers: The Executive would increase staffing levels to comply with federal requirements on inmate to staff ratios.		2.1		2.1
132	DJC-Fund Shift to Land Fund: The Executive budget reduces \$1.0 M in General Fund appropriation and appropriates an additional \$1.0M from the State Charitable Land Fund to offset the reduction.		(1.0)		(1.0)
133	DJC - Retirement Adjustments: The DJC CORP contribution rate is increasing from 31.03% to 47.20%. The Executive allocates \$2.1M out of the General Fund annually for the cost.		2.1		2.1
134	Land-Central Arizona Project Water Fees (Baseline-\$449k/Exec-\$1.2M): Baseline funds current rate level with a FY 19 supplemental for any new adjustment. Exec level based on predicted FY 19 rate.		0.8		0.8
135	Land-Fund Shift to Trust Management Fund: \$800K from Trust Land Management Fund to fund the Department of Forestry's fire suppression activities on state trust lands.		(1.2)		(1.2)
136	Leg. - Aud. General - Rent Adjustment (\$325k): ADOA is selling Auditor's current state building and removing its rent. Auditor needs \$228k above FY 18 for private lease space.		(0.3)		(0.3)
137	Leg. - Aud. General - Different Annualization: Executive incorrectly annualized Auditor's partial FY 18 funding for FTEs.		0.6		0.6
138	Postsecondary Ed - Remove College Readiness Funding (\$235k): The Baseline continues funding for college readiness exams. The Executive marks as one-time in FY 2018 and removes the funding in FY 2019.		(0.2)		(0.2)
139	DPS - Doesn't Restore GIITEM Funding: The FY 18 budget used \$1.2 M from GIITEM for Sex Assault Kit testing and committed to restoring GIITEM in FY 19. The Exec does not restore the funding.		(1.2)		(1.2)
140	DPS - 6 Highway Patrol FTEs (Maricopa County): The Exec adds 6 Highway Patrol FTEs to Maricopa County area for the Night Watch, to address the wrong way driving problem.		1.4		1.4
141	DPS - 12 Highway Patrol FTEs (Southern Arizona): The Exec adds 12 Highway Patrol FTEs for Southern Arizona to increase the 24-hour coverage on rural highways.		2.9		2.9
142	DPS - Highway Patrol Shift to Highway Fund: The Exec reduces DPS GF appropriation by \$(5.2)M and replaces it with \$5.2 M from the State Highway Fund.		(5.2)		(5.2)
143	DPS - Retirement Adjustment: The Exec includes \$1.2 M from the General Fund to pay for increased retirement costs.		1.2		1.2
144	Real Estate - Efficiency Savings: Executive reduces ADRE budget by \$(90,500) due to plans to leave newly vacant positions unfilled.		(0.1)		(0.1)
145	Revenue - Reduced Postage Costs - SB 1293 (\$425k): The Executive is proposing a lump sum reduction of \$425k based on cost savings of SB 1293 which would reduce paper storage and postage costs at DOR.		(0.4)		(0.4)

GENERAL FUND BUDGET 4-YEAR ANALYSIS

\$ in Millions

		E	F	G	H
		FY 2020 Baseline	FY 2020 Exec	FY 2021 Baseline	FY 2021 Exec
146	Revenue - DHS Fund Shift: The Executive is reducing General Fund expenditures by \$(500)k.		(0.5)		(0.5)
147	Revenue - Rent Savings: The Executive is proposing a lump sum reduction in DOR's appropriation as a result of savings on rent from a vacated tax processing center DOR vacated last July.		(0.5)		(0.5)
148	Revenue - Fund Shift Liability Setoff Fund: The Executive is proposing to shift \$400k of general expenditures from the GF to the Liability Setoff Program Revolving Fund, which is funded by fees from agencies.		(0.4)		(0.4)
149	SFB - 2 Building Renewal FTEs (\$185k): funds 2 additional school district liaisons for review increased building renewal grant applications.		0.2		0.2
150	SFB - New Issuance Debt Service (\$88.1 M for 25 Yrs) (See 1-time Section): Lease Purchase 5 new schools approved for FY 2019. \$128 M total over 25 years (\$88 M principle, \$40 M interest)		5.1		5.1
151	SFB - New Construction: Classify 2nd year of FY 18 starts as ongoing (Baseline counts as 1-time).				
152	SFB - New Construction Exec FY 20/FY 21 Cost Estimates: Continues \$38 M of new school construction cash funding in Baseline.		38.0		38.0
153	SFB - Building Renewal Funding - Ongoing (See 1-Time Section): Adds \$17 M ongoing for grants raising total ongoing funds to \$33.9 M (total FY 2019 funds \$51 M). Baseline has \$16.4 M 1-time.		16.4		16.4
154	SFB - Building Systems Inventory/Database (\$750k): Develop database on school facilities to predict repair needs. 5-year costs total \$5.9 M		0.8		0.8
155	Secretary of State - Exec Moves Election Funding to One-Time: Executive scores election funding for '19 as one-time (See Line 185); Baseline includes standard ongoing regular election costs of \$3.4 M.		(3.4)		(3.4)
156	Tax Appeals - Employee Benefit Costs (\$11k): The Executive is proposing an \$11,100 in GF spending for additional spending as a result of a new employee joining the state benefits program.		0.1		0.1
157	Transportation - Fund Shift (\$51k): Shift amount used for transit planning grant match from General Fund to Air Quality Fund		(0.1)		(0.1)
158	Veterans' Services - Efficiency Savings (\$90k): The Executive decreases the appropriation, which would be a result of hiring more junior staff to fill positions that come open through retirement.		(0.1)		(0.1)
159	Water Resources - Fund Shift to Water Resources Fund: Executive shifts \$(300)k in General Fund expenditures to the Water Resources Fund.		(0.3)		(0.3)
160	Water Resources - Continue Drought Contingency Plan Funding in FY 21: This was an error and confirmed with OSPB. Executive included \$2.0 M in drought contingency funding for FY '21 in budget.				2.0
161	Other - IT Pro rata Charges increase: Increase pro rata by 0.1% to fund ongoing statewide security initiatives. \$700k GF and \$1.2 M OF.		0.7		0.7

GENERAL FUND BUDGET 4-YEAR ANALYSIS

\$ in Millions

		E	F	G	H
		FY 2020 Baseline	FY 2020 Exec	FY 2021 Baseline	FY 2021 Exec
162	Other - Retirement Adjustment: (Non-ADC/DJC/DPS) ASRS contribution rates will increase by 0.3% in FY 2019. The Executive funds the cost with an annual \$1.7M out of the General Fund.		1.7		1.7
163	Other - Retirement Adjustment FY 20/FY 21 Increase: The Executive projects future General Fund retirement contribution increases of \$5M in FY 2020 and \$10M FY 2021.		5.0		10.0
164	Other - Executive Higher Revertments		(4.3)		(4.3)
165	Other - Exec Lowers Current Rio Nuevo Estimate (JLBC - \$14 M/Exec - \$10 M): The Baseline includes \$14 M in formula-based distributions of TPT to Rio Nuevo. The Executive includes \$10M, for a difference of \$(4) M.		(4.0)		(4.0)
166	Other - Phx Convention Center Technical Adjustment: The state contributes to repayment of Phoenix Convention Center debt. Exec contribution amounts are \$(0.5)M below amounts in statute and the Baseline.		(0.5)		(0.5)
167	Capital - Agency Rent Adjustments: Funds the space relocations and reallocations for agencies. Assumes current rental rates.		(0.5)		(0.5)
168	Capital - State Building Rent Increase: \$3 increase for Office (currently \$13.08 per square foot). Generates \$3.3 M GF and \$2.3 M OF to fund higher building renewal appropriation.		3.3		3.3
169	Other		1.7		1.0
170	Subtotal - Ongoing Changes to JLBC Baseline	\$ 13.9	\$ 148.7	\$ 37.9	\$ 187.9
171	Total Ongoing Spending	\$ 10,348.0	\$ 10,482.8	\$ 10,688.7	\$ 10,838.7
172	JLBC Baseline One-Time Spending	\$ 57.9	\$ 57.9	\$ 27.1	\$ 27.1
One-Time Changes to JLBC Baseline					
173	AHCCCS - Substance Use Disorder Services Fund Deposit (Opioid Bill): The Arizona Opioid Act included a \$10 M supplemental appropriation to AHCCCS in '18 for substance use disorder treatment.				
174	AHCCCS - Health Insurer Fee Savings - Post Baseline JLBC Score (Federal CR): Federal budget places 1-year moratorium on a health insurer fee. Relative to Baseline, JLBC estimates would save AHCCCS \$(23)M in FY 20.	(22.9)			
175	DCS - Automation (\$5M in Baseline): The Baseline includes \$5 M to continue DCS' CHILDS replacement project. The Executive includes \$14.5 M, or \$9.5 M above the Baseline.				
176	DCS - Revert DCS Backlog Privatization Appropriation: Reverts \$(2.7) M of the \$5.4 M one-time backlog privatization monies. Reduces funding for other one-time permanency initiatives proposed by DCS.				

GENERAL FUND BUDGET 4-YEAR ANALYSIS

\$ in Millions

		E	F	G	H
		FY 2020 Baseline	FY 2020 Exec	FY 2021 Baseline	FY 2021 Exec
177	DES - Food Banks: The Executive proposes a one-time expenditure of \$1.0 M to increase capacity at food banks statewide.				
178	Forestry-Fire Suppression Supplemental: \$4.1 M GF supplemental to pay fire suppression expenses incurred in the calendar year 2017 fire season.				
179	Governor - Continue Youth Education Success Fund One-Time Funding: Continues one-time funding for contract intended to improve educational outcomes for children in foster care.				
180	SFB - Building Renewal Funding One-time: FY 18 \$10 M supplemental (total FY 18 funds \$43.9 M).; FY 2019 \$18 M one-time funding (total FY 18 funds \$51 M) (See ongoing section)				
181	SFB - New Construction Classify FY 18 Start 2 yr funding ongoing: The Baseline scores the FY 18 schools starts second year funding as one-time while the Executive scores it as ongoing (See ongoing section)				
182	SFB - New Construction Lease Purchase FY 2019 Starts: Line eliminates one-time cash funding assumed in baseline (see ongoing section for lease-purchase proposal).		(36.7)		
183	SFB - New Construction- Exec Does Not Include Conceptual Awards: eliminates one-time cash over 2 years for conceptual awards (see ongoing section).		(17.7)		(27.1)
184	Secretary of State - Congressional Special Election: Executive proposed \$1.9 M for 8th District Special Election; Laws 2018, Chapter 1 appropriated \$2.5 M for this purpose.				
185	Secretary of State - Election Funding (JLBC Ongoing): Executive proposes \$4.0 M for statewide election costs and scores as one-time. Baseline includes standard election costs of \$3.4 M as ongoing.				
186	Secretary of State - Voter Registration Database: Total Cost of \$3.6 M with \$1.5 M in OF in FY 18; \$1.34 M in GF in FY 19, and \$0.7 M in OF in FY 19.				
187	Secretary of State - Revert Unused Prop 123 Election Funds: \$9.3 M appropriated in FY 16 for special election for Prop 123/124 with \$6.3 M spent; Executive proposes reverting \$3.0 M of unspent monies to GF.				
188	Tourism-Marketing Savings: \$1 M in one-time savings in the department's marketing and advertising expenditures.				
189	Universities - ASU - One-time Funding: Executive proposes \$4.2 M for one-time operating or capital expenditures as ASU's share of \$8.0 M total, allocated to each university based on resident student counts.				
190	Universities - NAU - One-time Funding: Executive proposes \$1.6 M for one-time operating or capital expenditures as NAU's share of \$8.0 M total, allocated to each university based on resident student counts.				
191	Universities - UA - One-time Funding: Executive proposes \$2.2 M for one-time operating or capital expenditures as UA's share of \$8.0 M total, allocated to each university based on resident student counts.				
192	Other HITF- General Fund Deposit: One-time state agency premium increase (\$10 M GF, \$20 M OF) to support state employee Health Insurance Trust Fund.				

GENERAL FUND BUDGET 4-YEAR ANALYSIS

\$ in Millions

		E	F	G	H
		FY 2020 Baseline	FY 2020 Exec	FY 2021 Baseline	FY 2021 Exec
193	Capital - ADOA - Repeal FY 2019 Building Renewal Advance Appropriation				
194	Capital - DEMA - Tucson Readiness Center: \$3.7 M from the General Fund to provide a portion of the \$6.0 M state match for the Readiness Center. The other \$2.3 M would come from non-General Fund sources.				
195	Capital - DPS - Modular Housing: The Exec includes \$1.9 M from COSF and \$100k from the General Fund to replace remote housing and office units for the Highway Patrol.				
196	Capital - State Route 189 Reversion (\$230k): Use revenue from sales of ADOT vehicles for I-10 widening projects that received \$30 million GF in FY 2017. Ex-appropriate \$230k from that FY 2017 GF approp.				
197	Subtotal - One-Time Changes to JLBC Baseline	\$ (22.9)	\$ (54.4)	\$ -	\$ (27.1)
198	Total One-Time Spending	\$ 35.0	\$ 3.5	\$ 27.1	\$ -
199	Total Spending	\$ 10,383.0	\$ 10,486.3	\$ 10,715.8	\$ 10,838.7
200	Ending Cash Balance	\$ (4.3)	\$ 80.3	\$ 146.6	\$ 185.9
201	Structural Balance	\$ 30.7	\$ 27.0	\$ 173.7	\$ 105.6

Attachment A

**Summary of Executive Fund Transfers
\$ in Millions**

#	Fund Transfers	Proposed Transfer Amount		Fund Status		Source of Revenue and Purpose of Fund
		'18	'19	'19 Cash Balance (1)	Struc. Balance?	
14	ADOA - Air Quality Fund	0.2		6.6	Yes	Source of Revenue: Annual air quality and emissions fees assessed on motor vehicle registrations, as well as legislative appropriations. Purpose of Fund: To administer a travel reduction program, as defined by A.R.S. § 49-588, including bus ride subsidies for state employees.
15	ADOA - Employee Benefit Plan Fund		2.5	1.9	Yes	Source of Revenue: State employer and state employee premium contributions for vision, flexible spending, disability, life, and accident insurance. Purpose of Fund: To administer state employee benefit plans and pay non-health insurance premiums.
16	ADOA - AFIS II Fund		0.8	0.0	N/A	Source of Revenue: Financial transaction processing fees for agencies to use ADOA system. Purpose of Fund: To operate the Arizona Financial Information System (AFIS) II. The system was decommissioned in FY 2016. Laws 2017, Chapter 305 appropriated \$375,900 in FY 2018 for the departments Grants and Federal Resources Office.
17	ADOA - Motor Pool Revolving Fund		0.3	(1.6)	No	Source of Revenue: Charges to agencies for the use of motor pool vehicles. Purpose of Fund: To operate the motor vehicle pool.
18	Agriculture - Agriculture Commercial Feed Fund		0.1	0.5	Yes	Source of Revenue: A non-appropriated trust fund for licensing fees and fees collected for the inspection of animal and bird feeds. Purpose of Fund: To regulate animal and bird feeds.
19	Agriculture - Pest Management Trust Fund		2.1	3.4	No	Source of Revenue: Monies collected by the board from the examination and licensing of professional pest control companies and applicators of structural pesticides. Purpose of Fund: To examine, license, inspect, and regulate professional pest control companies and applicators of structural pesticides.
20	Agriculture - Pesticide Fund		0.4	0.5	Yes	Source of Revenue: A non-appropriated trust fund with fees resulting from a portion of pesticide registration fees. Purpose of Fund: To regulate pesticides.
21	Agriculture - Seed Law Fund		0.3	0.3	Yes	Source of Revenue: A non-appropriated trust fund with fees resulting from seed dealers' and labelers' license fees and penalties. Purpose of Fund: To regulate seeds, including all agricultural, vegetable, and ornamental plant seed, transported or offered for sale in this state.

Attachment A

Summary of Executive Fund Transfers
\$ in Millions

#	Fund Transfers	Proposed Transfer Amount		Fund Status		Source of Revenue and Purpose of Fund
		'18	'19	'19 Cash Balance (1)	Struc. Balance?	
22	Agriculture - Fertilizer Materials Fund		0.4	0.2	Yes	<p>Source of Revenue: A non-appropriated trust fund with fees collected for the inspection of materials and a portion of the fertilizer manufacturer's license fee.</p> <p>Purpose of Fund: To regulate fertilizers.</p>
23	AHCCCS - IGA and ISA Fund		5.9	14.2	Yes	<p>Source of Revenue: Among other sources, recovered losses from AHCCCS employee's fraud activity.</p> <p>Purpose of Fund: To provide facilities, equipment or services that are necessary to fulfill intergovernmental agreements with local governments and other agencies of this state.</p>
24	AHCCCS - Hospital Loan Residency Program	0.9		0.0	N/A	<p>Source of Revenue: Received a \$1,000,000 deposit from the General Fund in FY 2007.</p> <p>Purpose of Fund: To provide interest free loans to fund start-up and ongoing costs for residency programs in accredited hospitals, with priority given to rural areas. Program is no longer in use.</p>
25	AHCCCS - Prescription Drug Rebate Fund		30.0	38.2	No	<p>Source of Revenue: Prescription drug rebate collections and interest from prescription drug rebate late payments.</p> <p>Purpose of Fund: To pay for the administrative costs of the Prescription Drug Rebate Program, for payments to contractors or providers in the administration's medical services programs, and to offset General Fund costs for Medicaid programs. The federal share of rebates is retained by the state and is used in lieu of federal match funds. Monies in the fund used in lieu of federal match funds are subject to expenditure authority; all other monies are appropriated.</p>
26	Contractors - Recovery Fund		4.0	8.8	Yes	<p>Source of Revenue: An assessment, not to exceed \$600 per biennial license period, paid by residential contractors and other monies.</p> <p>Purpose of Fund: To compensate anyone who is injured by an act, a representation, a transaction, or the conduct of a residential contractor. Compensation for damages to any one individual cannot exceed \$30,000. Up to 14% of prior fiscal year revenue may be used to administer the fund.</p>
27	Corp. Comm. - Pipeline Safety - \$0.1 M Transfer (Exec Doesn't Score)			0.0	N/A	<p>Source of Revenue: Revenues from civil penalties and fines assessed for the violation of any law, rule, or order pertaining to the safety of the transportation of gas and hazardous liquids, and pipeline facilities. However, these fees have been deposited into the General Fund since FY 2004.</p> <p>Purpose of Fund: For expenses associated with gas and hazardous liquids pipeline facilities safety, including public education, training, purchasing equipment, and inspections. No monies have been spent for this purpose since FY 2008.</p> <p>*Executive proposing to eliminate the fund.</p>

Attachment A

Summary of Executive Fund Transfers
\$ in Millions

#	Fund Transfers	Proposed Transfer Amount		Fund Status		Source of Revenue and Purpose of Fund
		'18	'19	'19 Cash Balance (1)	Struc. Balance?	
28	Corrections - Corrections Fund		0.5	4.6	Yes	<p>Source of Revenue: Luxury taxes on alcohol and tobacco products. The fund receives 20% of the monies collected from spirituous liquor and 50% of the monies collected from vinous and malt liquors are deposited in the Corrections Fund, effective through June 30, 2015 per A.R.S. § 42-3106. A.R.S. § 42-3104 designates that the fund receive 50% of all general tax rate collections from the tax on tobacco products.</p> <p>Purpose of Fund: For the construction, major maintenance, lease-purchase or lease of correctional or state-operated juvenile facilities. The Legislature may also appropriate monies in this fund for the operation of these facilities. A.R.S. § 41-1641 authorizes an annual transfer of \$2,500,000 from the Corrections Fund to the Department of Corrections Building Renewal Fund.</p>
29	Corrections - Building Renewal Fund		0.5	0.9	Yes	<p>Source of Revenue: Monies transferred annually from the following funds: Inmate Store Proceeds Fund (\$500,000), Special Services Fund (\$500,000), Arizona Correctional Industries Revolving Fund (\$1,000,000), and Corrections Fund (\$2,500,000). Also includes monies from a visitation background check fee and a 1% fee on inmate deposits. The FY 2018 General Appropriation Act transfers \$1,450,000 from the Arizona Correctional Industries Revolving Fund to the Building Renewal Fund for locking systems replacement.</p> <p>Purpose of Fund: For capital projects and preventive maintenance (up to 8% of the annual expenditures).</p>
30	Corrections - Special Services Fund	1.0	25k	7.2	Yes	<p>Source of Revenue: Profits from canteens, hobby shops, and commissions on telephone service.</p> <p>Purpose of Fund: For the benefit, education, and welfare of committed offenders, and operating expenses of canteens and hobby shops. A major portion of the Special Services Fund is maintained in banks outside the state treasury system, and the transactions are not processed through the Arizona Financial Information System. As a result, the information for this fund is reported on an accrual accounting basis.</p>
31	Corrections - ACI Revolving Fund		0.5	7.3	Yes	<p>Source of Revenue: Sale of Arizona Correctional Industries (ACI) goods and services and interest earnings.</p> <p>Purpose of Fund: To compensate state employees and inmates employed at ACI; purchase materials for the manufacture of goods for resale, equipment, and supplies; maintain and repair ACI's buildings and equipment; and pay other associated ACI operational costs. A.R.S. § 41-1624 authorizes an annual \$1,000,000 transfer into the Department of Corrections Building Renewal Fund.</p>
32	Corrections - Indirect Cost Recovery Fund		0.5	3.6	Yes	<p>Source of Revenue: Charges made to interagency agreements and monies transferred from the department's appropriated and non-appropriated funds.</p> <p>Purpose of Fund: To pay department-wide administrative and overhead costs.</p>

Attachment A

Summary of Executive Fund Transfers
\$ in Millions

#	Fund Transfers	Proposed Transfer Amount		Fund Status		Source of Revenue and Purpose of Fund
		'18	'19	'19 Cash Balance (1)	Struc. Balance?	
33	Economic Opportunity - Operations Fund		2.2	0.0	Yes	Source of Revenue: Filing fees paid by security issuers and registration fees paid by security dealers to the Corporation Commission. Prior to the creation of this fund, these monies had been deposited into the Arizona Competes Fund. Purpose of Fund: To fund the operational costs of the office.
34	Economic Opportunity - Economic Development Fund	5.1		0.0	Yes	Source of Revenue: Any unencumbered monies retained by the Arizona Finance Authority at the end of the fiscal year that are in excess of the Authority's operating expenses. Purpose of Fund: To fund projects as determined by the director of OEO.
35	Economic Opportunity - Greater AZ Development Authority	1.3		12.3	Yes	Source of Revenue: Legislative appropriations, federal monies, gifts, grants, donations, loan repayments, administrative fees and penalties, and interest. Purpose of Fund: To help rural communities meet their infrastructure needs. GADA may issue bonds, guarantee debt obligations, and provide technical and financial assistance to political subdivisions, special districts, and Indian tribes. Legislative appropriations to the GADA Revolving Fund may only be used to secure bonds. The state funding only serves as collateral for the loans and is not directly loaned out. The fund was capitalized with \$20,000,000 from the General Fund between FY 1998 and FY 2000. Other revenue to the fund may be used for GADA's operating costs, as well as technical and financial assistance to communities.
36	Economic Opportunity - AFA Operating Fund	67k	67k	0.1	Yes	Source of Revenue: Legislative appropriations, unrestricted and available monies of WIFA and GADA, proceeds from the bond issuances of AIDA, donations, loans, or gifts to the Authority. Purpose of Fund: To fund the operations of AFA.
37	Economic Opportunity - AZ IDA Fund		0.3	0.0	?	Source of Revenue: Fees related to the issuance of private activity bonds by the IDA. Purpose of Fund: For the operations of the Arizona Industrial Development Authority
38	DES - Special Admin Fund		11k	2.5	Yes	Source of Revenue: Monies are from interest charges and employers' penalty fees assessed on late unemployment payments. Purpose of Fund: To defray administration costs found not to have been properly and validly chargeable against Federal grants or other funds.

Attachment A

Summary of Executive Fund Transfers
\$ in Millions

#	Fund Transfers	Proposed Transfer Amount		Fund Status		Source of Revenue and Purpose of Fund
		'18	'19	'19 Cash Balance (1)	Struc. Balance?	
39	DEQ - Vehicle Emissions Inspection (VEI) Fund	2.0	1.0	6.7	?	<p>Source of Revenue: Legislative appropriations, test fees, fleet certificate fees, private grants, donations, and federal grants.</p> <p>Purpose of Fund: To pay for enforcement of fleet inspections, exemptions, and certificates of waiver programs; to pay Emissions Inspection program contract and administrative charges, including station auditing, contractor training and certification, and motorist assistance; to pay for the state portion of catalytic converter program costs; and to pay for research studies of the feasibility and effectiveness of new emission control technologies.</p>
40	DEQ - Hazardous Waste Management Fund	1.5		0.8	No	<p>Source of Revenue: Legislative appropriations, hazardous waste treatment, storage, and disposal permit fees, and hazardous waste generation and transportation fees.</p> <p>Purpose of Fund: To pay educational, permitting, planning, and enforcement costs of the Hazardous Waste Program, and to provide administration and state matching funds for federal source reduction grants. A portion of the fund is transmitted to the Emergency Response Fund for staffing and equipping local emergency management agencies. The fund is exempt from A.R.S. § 35-190, relating to lapsing of appropriations.</p>
41	DEQ - Air Quality Fund	4.5		6.6	?	<p>Source of Revenue: Monies received from the \$1.50 fee assessed on motor vehicle registration, as well as gifts, grants, donations, and legislative appropriations.</p> <p>Purpose of Fund: To pay the costs of air quality research, experiments, education, and programs conducted by or for the department. The FY 2017 Environment Budget Reconciliation Bill (BRB) (Laws 2016, Chapter 120) transfers \$2,875,000 from the Air Quality Fund in FY 2017 for WQARF funding.</p>
42	DEQ - Underground Storage Tank Revolving Fund	10.0	10.0	22.2	?	<p>Source of Revenue: 1¢ per gallon excise tax, which expires January 1, 2024.</p> <p>Purpose of Fund: To provide partial coverage for permanent closures, leak prevention, and corrective action costs related to leaking underground storage tanks incurred by the department, owners, operators, or political subdivisions. As session law, the FY 2018 Environment Budget Reconciliation Bill (Laws 2017, Chapter 308) permits DEQ to transfer up to \$6,531,000 from the UST Revolving Fund in FY 2018 for the department's administrative expenses.</p>
43	DEQ - Recycling Fund	2.0		1.7	?	<p>Source of Revenue: Landfill disposal (tipping) fees and legislative appropriations.</p> <p>Purpose of Fund: For grants to local governments and others developing recycling markets and programs; for public information and assistance on source reduction and recycling; and for revenue collection and fund administration. No funds are currently appropriated for this purpose. The FY 2018 Environment Budget Reconciliation Bill (Laws 2017, Chapter 308) transfers \$1,000,000 from the Recycling Fund in FY 2018 for WQARF funding.</p>
44	DEQ - Centralized Monitoring Fund	0.5		0.8	Yes	<p>Source of Revenue: Fees from public water systems that participate in the Monitoring Assistance program.</p> <p>Purpose of Fund: To assist public water systems in complying with monitoring requirements under the federal Safe Drinking Water Act.</p>

Attachment A

Summary of Executive Fund Transfers
\$ in Millions

		Proposed Transfer Amount		Fund Status		
#	Fund Transfers	'18	'19	'19 Cash Balance (1)	Struc. Balance?	Source of Revenue and Purpose of Fund
45	DEQ - Permit Administration Fund	3.0		(1.3)	?	<p>Source of Revenue: Permit fees and interest.</p> <p>Purpose of Fund: To develop and administer permit programs and to conduct inspections. The FY 2018 Environment Budget Reconciliation Bill (Laws 2017, Chapter 308) transfers \$3,713,300 from the Permit Administration Fund in FY 2018 for WQARF funding.</p>
46	DEQ - Voluntary Vehicle Repair and Retrofit Program Fund	2.5		1.0	Yes	<p>Source of Revenue: Legislative appropriations, a \$10 fee on diesel vehicle registrations, gifts, grants and donations.</p> <p>Purpose of Fund: To provide monies for local programs intended to repair or retrofit vehicles that fail emissions tests.</p>
47	DFI - Mortgage Recovery Fund	0.5		2.1	Yes	<p>Source of Revenue: Licensing and renewal fees paid by licensed loan originators. Similar fees also are deposited in the Financial Services Fund.</p> <p>Purpose of Fund: To benefit any person aggrieved by an act, representation, transaction or conduct of a licensed loan originator thta violates statute or rule.</p>
48	DFI - Financial Services Fund	5.0		7.9	Yes	<p>Source of Revenue: Loan originator licensing and renewal fees. Similar fees are also deposited in the Mortgage Recovery Fund.</p> <p>Purpose of Fund: To supervise and regulate loan originators. The FY 2018 Revenue Budget Reconciliation Bill (Laws 2017, Chapter 312) allows the department to use this fund for general operating expenditures in FY 2018.</p>
49	DFI - Receivership Revolving Fund	50k		1.2	Yes	<p>Source of Revenue: Revenue generated from the sale of assets of firms under receivership and transfers from the department's Revolving Fund.</p> <p>Purpose of Fund: Provide funding for the administration of receiverships. The FY 2018 Revenue Budget Reconciliation Bill (Laws 2017, Chapter 312) continues to allow the department to use monies from the fund in FY 2018 for an electronic licensing system. Total expenditures on the licensing system in FY 2014 through FY 2018 may not exceed \$850,000.</p>
50	Game and Fish - Watercraft Licensing	1.0	1.5	3.2	Yes	<p>Source of Revenue: Registration fees for the licensing and numbering of watercraft, license taxes, and penalty assessments.</p> <p>Purpose of Fund: To administer and enforce registration of watercraft and boating safety laws, and to provide any information and education programs relating to boating and boating safety.</p>

Attachment A

Summary of Executive Fund Transfers
\$ in Millions

#	Fund Transfers	Proposed Transfer Amount		Fund Status		Source of Revenue and Purpose of Fund
		'18	'19	'19 Cash Balance (1)	Struc. Balance?	
51	DHS - Health Service Licensing Fund	1.5	1.0	2.7	Yes	<p>Source of Revenue: Fees for health care institution licensing services and monies from the examination and licensing of hearing and speech professionals.</p> <p>Purpose of Fund: For health care institutions' licensing applications, initial license, renewal license and architectural drawing reviews. Pursuant to A.R.S. § 36-1903, revenues from licensing and examination of hearing and speech professionals are deposited into this fund. DHS establishes nonrefundable fees for assurance and licensure. A total of 90% of assurance and licensure fees are deposited into this fund with the remaining 10% deposited into the General Fund.</p>
52	DHS - BHS ISA Agreement Fund	3.1		6.2	N/A	<p>Source of Revenue: Federal monies from the Centers for Medicare and Medicaid Services.</p> <p>Purpose of Fund: To provide behavioral health services to Medicaid-eligible individuals. This fund was transferred from DHS to AHCCCS on July 1, 2016 pursuant to Laws 2015, Chapter 19 and 195, and is included in the AHCCCS Federal Medicaid Authority. Laws 2015, Chapter 122 requires monies remaining in the fund on July 1 of fiscal years 2018, 2019, and 2020 be transferred to the state General Fund. The transfer amount may be adjusted for reported by unpaid claims and estimated incurred but unreported claims prior to June 30, 2016. The FY 2018 General Appropriations Act transferred \$35,000,000 from the fund to the state General Fund in FY 2017. The fund will be repealed August 31, 2020.</p>
53	Housing - Housing Program Fund		2.0	9.1	Yes	<p>Source of Revenue: Fees received from the following programs: private activity bond (underwriting and hearings), low-income tax credit (application, monitoring and reservation fees), fees charged from conferences and workshops, fees from the Section 8 project-based contract administration program, and administrative reimbursements from Federal Hardest Hit Funds.</p> <p>Purpose of Fund: To pay the costs of administering the programs from which the deposits are received and for other department programs. Additionally, at the Director's election, to transfer to any fund established by the Arizona Housing Finance Authority in connection with any bonds or certificates issued by the Arizona Housing Finance Authority.</p>
54	Housing - Housing Trust Fund	0.1	0.1	9.6	Yes	<p>Source of Revenue: The Housing Trust Fund receives its \$2,500,000 annual unclaimed property deposit after the first \$2,000,000 in unclaimed property revenues are distributed to the Department of Health Services Seriously Mentally Ill Housing Trust Fund.</p> <p>Purpose of Fund: For expenses related to the provision of affordable housing opportunities to low and moderate income families. The appropriated portion pays for administration expenses, and may not exceed 10% of the Housing Trust monies. The non-appropriated portion of the fund is used for the operation, construction, or renovation of housing facilities for low-income households. The Legislature may transfer monies from the fund to the Housing Development Fund for use on housing projects around state prisons.</p>

Attachment A

Summary of Executive Fund Transfers
\$ in Millions

#	Fund Transfers	Proposed Transfer Amount		Fund Status		Source of Revenue and Purpose of Fund
		'18	'19	'19 Cash Balance (1)	Struc. Balance?	
55	Industrial Commission - Admin Fund		7.0	5.8	?	Source of Revenue: Annual tax on workers' compensation premiums that cannot exceed 3%. Purpose of Fund: For all expenses of the Industrial Commission in carrying out its powers and duties.
56	Parks - Off-Highway Vehicle Fund	2.0		3.0	Yes	Source of Revenue: Transfer from the Motor Vehicle Fuel Tax, equivalent to 0.55% of the total license taxes on motor vehicle fuel in addition to sales of off-highway vehicle user indicia Purpose of Fund: To plan, administer, and enforce off-highway vehicle recreation, and to develop facilities consistent with the off-highwayvehicle plan. Sixty percent of the monies collected are to be used by the Arizona State Parks Board for planning, administration, and facilities development; the remainder is transferred to the Arizona Game and Fish Department for enforcement. The FY 2018 Environment Budget Reconciliation Bill (Laws 2017, Chapter 308) continues to allow the use of \$692,100 for agency operating expenses.
57	DPS - Public Safety Equipment Fund		22k	2.6	No	Source of Revenue: Revenues from a \$4 criminal fee on fines, violations, forfeitures and penalties imposed by the courts for criminal offenses and civil motor vehicle statute violations per A.R.S. § 12-116.04 as well as an additional \$4 per citation issued by DPS. These 2 revenue sources are appropriated. In addition, revenues include the first \$1,200,000 generated by additional assessments of up to \$1,500 to be paid by every offender convicted of driving or operating under the influence (DUI or OUI) offenses, except for boating-related offenses. These assessments are not subject to appropriation. The FY 2018 Criminal Justice Budget Reconciliation Bill (Laws 2017, Chapter 303) requires the Treasurer to deposit any monies in excess of \$1,200,000 directly into the General Fund. Purpose of Fund: To fund purchases of protective body armor, electronic stun gun devices, vehicles, and other safety equipment.
58	DPS - Fingerprint Clearance Card Fund	1.0		2.4	Yes	Source of Revenue: Fees charged to applicants or contract providers for a fingerprint clearance card. Purpose of Fund: To centralize fingerprinting services for state agencies. Revenues pay for the processing and issuance of fingerprint clearance cards. The FY 2018 budget included a one-time \$700,000 appropriation for the replacement of crime lab equipment.
59	DPS - Concealed Weapons Permit Fund	2.0		4.6	Yes	Source of Revenue: Fees for the application, renewal, and replacement of concealed weapons permits. These fees range from \$10 for a replacement permit to \$60 for a new permit. Purpose of Fund: Funds the costs associated with administering the concealed weapons permit process. The FY 2017 Criminal Justice Budget Reconciliation Bill (Laws 2016, Chapter 119) allows monies in the fund to be utilized for the procurement of virtual training for law enforcement officers.

Attachment A

**Summary of Executive Fund Transfers
\$ in Millions**

#	Fund Transfers	Proposed Transfer Amount		Fund Status		Source of Revenue and Purpose of Fund
		'18	'19	'19 Cash Balance (1)	Struc. Balance?	
60	RUCO - Revolving Fund		0.1	0.4	Yes	Source of Revenue: An assessment levied on public service corporations with annual residential revenues in excess of \$250,000, as defined by A.R.S. § 40-401.01. Purpose of Fund: To operate the Residential Utility Consumer Office.
61	ADOT - Economic Strength Project Fund	0.5		1.0	Yes	Source of Revenue: The fund receives \$1,000,000 each June 15 from the Highway User Revenue Fund and interest from investment of inactive balances. Purpose of Fund: For "economic strength" highway projects recommended by the Arizona Commerce Authority and approved by the State Transportation Board. These are projects that will retain or increase a significant number of jobs, lead to significant capital investment, or make a significant contribution to the economy of this state or within a local authority. Monies remaining in the Economic Strength Project Fund at the end of a fiscal year do not revert to the General Fund. Figures exclude expenditures for capital highway construction projects.
62	ADOT - Vehicle Inspection and Title Enforcement Fund	2.0	1.1	1.6	Yes	Source of Revenue: Fees of \$20 and \$50 for performing more detailed level 2 and level 3 inspections of vehicle identification numbers, before issuing restored salvage titles on repaired salvage and similar vehicles. Purpose of Fund: To defray the cost of investigations involving certificates of title, licensing fraud, registration enforcement and other enforcement related issues. A portion of the revenues are transferred to DPS for investigations concerning automobile theft. Laws 2016, Chapter 263 and Laws 2016, Chapter 276 modified the fund's title from the Vehicle Inspection and Title Enforcement Fund to its current title.
63	Water Resources - IGA/ISA Fund	0.1		0.4	Yes	Source of Revenue: Collections from other state and local agencies. Purpose of Fund: To pay for projects based upon interagency service agreements with other agencies
64	Water Resources - Indirect Cost Recovery Fund		1.0	1.8	Yes	Source of Revenue: Cost allocation transfers of federal and other non-appropriated funds. Purpose of Fund: To provide various indirect administrative services, including security and cashing.
65	Total - Fund Transfers	\$ 53.4	\$ 76.2			

(1) '19 cash balance reflects fund balance after the proposed transfer.