

Department of Environmental Quality

	FY 2023 ACTUAL	FY 2024 ESTIMATE	FY 2025 BASELINE
OPERATING BUDGET			
<i>Full Time Equivalent Positions</i>	355.7	355.7	355.7
Personal Services	21,775,900	27,237,400	27,237,400
Employee Related Expenditures	7,827,800	9,711,200	9,711,200
Professional and Outside Services	4,652,800	7,830,600	7,830,600
Travel - In State	466,700	987,400	987,400
Travel - Out of State	96,800	177,100	177,100
Other Operating Expenditures	15,900,300	26,975,900	14,475,900
Equipment	263,200	440,900	440,900
OPERATING SUBTOTAL	50,983,500	73,360,500	60,860,500
SPECIAL LINE ITEMS			
Emissions Control Contractor Payment	22,947,900	26,219,500	26,219,500
WQARF Priority Site Remediation	15,000,000	15,000,000	15,000,000 ^{1/2/}
Safe Drinking Water Program	1,305,700	1,991,800	1,991,800
Direct Potable Reuse of Treated Wastewater Program	1,098,400	1,500,000	0
Water Quality Fee Fund Deposit	6,400,000	9,500,000	0
PFAS Mitigation	0	5,000,000	0
AGENCY TOTAL	97,735,500	132,571,800	104,071,800 ^{3/}
FUND SOURCES			
General Fund	22,498,400	31,000,000	15,000,000
<u>Other Appropriated Funds</u>			
Air Quality Fund	4,787,500	5,838,600	5,838,600
Emergency Response Fund	475,700	132,800	132,800
Emissions Inspection Fund	27,297,500	30,478,800	30,478,800
Hazardous Waste Management Fund	1,606,500	1,939,400	1,939,400
Indirect Cost Fund	18,743,400	18,979,600	18,979,600 ^{4/}
Permit Administration Fund	4,438,700	7,256,800	7,256,800 ^{5/}
Recycling Fund	2,268,800	4,515,900	1,515,900
Safe Drinking Water Program Fund	1,305,700	1,991,800	1,991,800
Solid Waste Fee Fund	1,929,000	2,584,900	2,584,900
Water Quality Fee Fund	12,384,300	27,853,200	18,353,200
SUBTOTAL - Other Appropriated Funds	75,237,100	101,571,800	89,071,800
SUBTOTAL - Appropriated Funds	97,735,500	132,571,800	104,071,800
Other Non-Appropriated Funds	63,506,000	72,692,900	72,692,900
Federal Funds	18,625,500	60,456,600	60,456,600
TOTAL - ALL SOURCES	179,867,000	265,721,300	237,221,300

AGENCY DESCRIPTION — The Department of Environmental Quality (ADEQ) enforces air, water, and land quality standards. The department's Office of Air Quality issues permits to regulate industrial air pollution sources, regulates vehicle emissions, monitors the ambient air, and develops air quality improvement strategies. The Office of Waste Programs implements programs to minimize waste generation, identifies and corrects improper waste management practices, and oversees the cleanup (remediation) of hazardous waste sites. The Office of Water Quality regulates drinking water and wastewater systems, monitors waters of the state, and provides hydrologic analysis to support hazardous site remediation.

FOOTNOTES

1/ A.R.S. § 49-282 as limited by the Environment Budget Reconciliation Bill requires an annual \$15,000,000 transfer from the Corporate Income Tax to the Water Quality Assurance Revolving Fund. Although the transfer is not included in the annual General Appropriation Act, it is shown here as a General Fund expenditure.

- 2/ The department of environmental quality shall report annually on the progress of WQARF activities, including emergency response, priority site remediation, cost recovery activity, revenue and expenditure activity and other WQARF-funded program activity. The department shall submit the fiscal year 2024-2025 report to the joint legislative budget committee on or before September 1, 2024. This report shall also include a budget for the WQARF program that is developed in consultation with the WQARF advisory board. This budget shall specify the monies budgeted for each listed site during fiscal year 2024-2025. In addition, the department and the WQARF advisory board shall prepare and submit to the joint legislative budget committee, on or before October 1, 2024, 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 2023-2024, indicate whether the current stage of remediation is anticipated to be completed in fiscal year 2024-2025 and indicate the anticipated stage of remediation at each listed site at the end of fiscal year 2024-2025, assuming fiscal year 2024-2025 funding levels. The department and the WQARF advisory board may include other relevant information about the listed sites in the table. (General Appropriation Act footnote)
- 3/ General Appropriation Act funds are appropriated as an Operating Lump Sum with Special Line Items by Agency.
- 4/ All monies in the department of environmental quality indirect cost fund, including the beginning balance, that are in excess of \$18,979,600 in fiscal year 2024-2025 are appropriated to the department. Before spending indirect cost fund monies in excess of \$18,979,600 in fiscal year 2024-2025, the department shall report the intended use of the monies to the joint legislative budget committee. (General Appropriation Act footnote)
- 5/ All permit administration fund monies received by the department of environmental quality in excess of \$7,256,800 in fiscal year 2024-2025 are appropriated to the department. Before spending permit administration fund monies in excess of \$7,256,800 in fiscal year 2024-2025, the department shall report the intended use of the monies to the joint legislative budget committee. (General Appropriation Act footnote)

Operating Budget

The Baseline includes \$60,860,500 and 355.7 FTE Positions in FY 2025 for the operating budget. These amounts consist of:

	FY 2025
Air Quality Fund	\$5,838,600
Emergency Response Fund	132,800
Emissions Inspection Fund	4,259,300
Hazardous Waste Management Fund	1,939,400
Indirect Cost Fund	18,979,600
Permit Administration Fund	7,256,800
Recycling Fund	1,515,900
Solid Waste Fee Fund	2,584,900
Water Quality Fee Fund	18,353,200

Adjustments are as follows:

Remove One-Time Recycling Funding

The Baseline includes a decrease of \$(3,000,000) from the Recycling Fund in FY 2025 to remove a one-time appropriation of a surplus in the Recycling Fund to support recycling initiatives.

Remove One-Time Water Program Funding

The Baseline includes a decrease of \$(9,500,000) from the Water Quality Fee Fund in FY 2025 to remove one-time funding to provide additional support to the surface water, groundwater, and drinking water programs.

The Water Quality Fee Fund supports water quality regulatory programs. Laws 2022, Chapter 204 amended fee requirements and allowed ADEQ to update fees for this fund. DEQ revised the fees effective August 4, 2023. *Please see Water Quality Fee Fund Deposit line item for information on funding for Water Programs)*

Emissions Control Contractor Payment

The Baseline includes \$26,219,500 from the Emissions Inspection Fund in FY 2025 for Emissions Control Contractor Payment. This amount is unchanged from FY 2024.

The Emissions Control Program is operated by a contractor in the Phoenix Metropolitan Area and the Tucson Metropolitan Area with the purpose of identifying polluting motor vehicles. The program is funded through test fees that are charged to motorists. Statute does not specify a fee level.

Phoenix Metropolitan Area and Tucson Metropolitan area vehicle owners pay different rates as outlined below:

- Vehicle owners in the Phoenix area pay \$17.00 for the onboard diagnostic test, while those in the Tucson area pay \$12.25 for the same test. Regardless of location, ADEQ pays its contractor \$13.85 for each diagnostic test.

- Owners of heavy-duty diesel trucks in the Phoenix area pay \$25.00 for each test, while those in the Tucson area pay \$12.25 for each test. Regardless of location, ADEQ pays its contractor \$23.50 for each heavy-duty diesel test.

The Baseline continues an Environment BRB provision requiring ADEQ to charge emissions inspection fees in FY 2025 that are no greater than those charged in FY 2024 for tests conducted in Area A, which refers to the Phoenix Metropolitan Area and includes Maricopa County as well as portions of Pinal and Yavapai Counties.

WQARF Priority Site Remediation

The Baseline includes \$15,000,000 from the General Fund in FY 2025 for Water Quality Assurance Revolving Fund (WQARF) Priority Site Remediation. This amount is unchanged from FY 2024.

A.R.S. § 49-288 requires WQARF to be funded from an annual \$15,000,000 transfer from the Corporate Income Tax (CIT). In addition, WQARF generates other revenue from various license and registration fees. A.R.S. § 49-282 directs the State Treasurer to adjust the \$15,000,000 CIT transfer so that, when combined with the WQARF fee-generated revenue, the program receives \$18,000,000 annually. The Baseline continues an Environment BRB provision notwithstanding the \$18,000,000 annual funding level for the Water Quality Assurance Revolving Fund (WQARF) and limiting the General Fund transfer to \$15,000,000.

In FY 2023, the WQARF program received \$15,000,000 from the General Fund and \$1,947,100 from fee revenues pursuant to A.R.S. § 49-288 for a total of \$16,947,100.

Background – The WQARF program is similar to the federal Superfund program in that it is designed to monitor and remediate contaminated groundwater at specified sites. Program expenditures include searching for responsible polluters, conducting risk assessments and remediation feasibility studies, and contracting for remediation services.

Safe Drinking Water Program

The Baseline includes \$1,991,800 from the Safe Drinking Water Program Fund in FY 2025 for the Safe Drinking Water Program. This amount is unchanged from FY 2024.

The Safe Drinking Water Program Fund receives the first \$1,800,000 of Public Water System (PWS) tax revenues.

Direct Potable Reuse of Treated Wastewater Program

The Baseline includes no funding in FY 2025 for the Direct Potable Reuse of Treated Wastewater Program line item. Adjustments are as follows:

Remove One-Time Funding

The Baseline includes a decrease of \$(1,500,000) from the General Fund in FY 2025 to remove one-time initial support of the Direct Potable Reuse of Treated Wastewater Program.

The Direct Potable Reuse of Treated Wastewater Program received \$1,500,000 from the General Fund in both FY 2023 and FY 2024 for initial support while ADEQ established rules and permit fees. Future program revenue will be deposited into the Water Quality Fee Fund. The FY 2023 Environment Budget Reconciliation Bill (BRB) requires this to be done by December 31, 2024.

Water Quality Fee Fund Deposit

The Baseline includes no funding in FY 2025 for a Water Quality Fee Fund Deposit. Adjustments are as follows:

Remove One-Time Funding

The Baseline includes a decrease of \$(9,500,000) from the General Fund in FY 2025 to remove a one-time deposit into the Water Quality Fee Fund in FY 2024.

The deposit was made to address a funding shortfall.

PFAS Mitigation

The Baseline includes no funding in FY 2025 for PFAS Mitigation. Adjustments are as follows:

Remove One-Time Funding

The Baseline includes a decrease of \$(5,000,000) from the General Fund in FY 2025 to remove one-time support to identify, contain, and treat Arizona water sources for PFAS chemicals. The FY 2024 appropriation of \$5,000,000 for PFAS Mitigation is non-lapsing.

A budget footnote requires ADEQ to submit a report documenting its progress expending monies for PFAS mitigation to the JLBC by July 31, 2024.

PFAS (per- and polyfluoroalkyl substances) are long-lasting synthetic chemicals that are frequently used in industrial and consumer products, including non-stick cookware, certain firefighting foams, and water-resistant apparel. Because they are resistant to environmental breakdown, these chemicals often leak into soil, water, and air.

Studies have shown that exposure to PFAs can result in a range of health risks for both humans and wildlife, including but not limited to cancer and reproductive harm.

- As session law, continues to charge emissions inspection fees in FY 2025 that are no greater than those charged in FY 2024 for tests conducted in Area A.

Other Issues

Statutory Changes

The Baseline would:

- As session law, continues to allow the department to utilize up to \$6,531,000 from the Underground Storage Tank (UST) Revolving Fund in FY 2025 for department administrative expenses and for sewage remediation.
- As session law, continues notwithstanding the \$18,000,000 annual funding level for the Water Quality Assurance Revolving Fund (WQARF) and limiting the General Fund transfer to \$15,000,000.

SUMMARY OF FUNDS	FY 2023 Actual	FY 2024 Estimate
Air Quality Fund (EVA2226/A.R.S. § 49-551)		Appropriated
Source of Revenue: Monies received from the \$1.50 fee assessed on motor vehicle registration, as well as gifts, grants, donations, and legislative appropriations.		
Purpose of Fund: To pay the costs of air quality research, experiments, education, and programs conducted by or for the department. Also, to provide funding annually to the Department of Administration state employee travel reduction program, the Department of Agriculture, and the Department of Transportation. (See individual agencies for further description.)		
Funds Expended	4,787,500	5,838,600
Year-End Fund Balance	13,914,800	15,184,900
Coronavirus State and Local Fiscal Recovery Fund (EVA2985/U.S. P.L. 117-2)		Federal Funds
Source of Revenue: Federal monies appropriated in the American Rescue Plan Act (P.L. 117-2).		
Purpose of Fund: To provide emergency support to households, small businesses, nonprofits, workers performing essential work, and certain industries negatively impacted by the COVID-19 pandemic. To extend government services that received a reduction in revenue as a result of the COVID-19 pandemic. To make investments in water, sewer, and broadband infrastructure.		
Funds Expended	0	25,000,000
Year-End Fund Balance	0	0
Emergency Response Fund (EVA3031/A.R.S. § 49-132)		Appropriated
Source of Revenue: The fund receives 10% of the department's Hazardous Waste Management Fund's revenues, hazardous waste fees, fees associated with issuing and modifying permits for hazardous waste treatment, storage, or disposal facilities, and legislative and federal appropriations.		
Purpose of Fund: To develop and administer a hazardous materials emergency management program, equip local emergency planning committees for the development of hazardous materials emergency response teams, and assist local agencies in providing adequate response to emergency situations. The annual funds transferred from the Hazardous Waste Management Fund are used for staffing local emergency planning committees and equipping local emergency management agencies. The fund is exempt from A.R.S. § 35-190, relating to lapsing of appropriations.		
Funds Expended	475,700	132,800
Year-End Fund Balance	640,200	671,700

SUMMARY OF FUNDS	FY 2023 Actual	FY 2024 Estimate
Emissions Inspection Fund (EVA2082/A.R.S. § 49-544)		Appropriated
Source of Revenue: Legislative appropriations, test fees, fleet certificate fees, private grants, donations, and federal grants.		
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.		
Funds Expended	27,297,500	30,478,800
Year-End Fund Balance	12,299,700	15,547,700
Employee Recognition Fund (EVA2449/A.R.S. § 41-709)		Non-Appropriated
Source of Revenue: Gifts and donations from public and private entities.		
Purpose of Fund: Employee recognition programs.		
Funds Expended	1,300	1,400
Year-End Fund Balance	1,800	2,400
Federal Funds (EVA2000/A.R.S. § 49-104)		Federal Funds
Source of Revenue: Federal grants related to water quality management, Underground Storage Tank enforcement provisions, air pollution control, research projects, and other programs.		
Purpose of Fund: To be used as specified by federal law.		
Funds Expended	18,625,500	35,456,600
Year-End Fund Balance	0	0
Hazardous Waste Management Fund (EVA2178/A.R.S. § 49-927)		Appropriated
Source of Revenue: Legislative appropriations, hazardous waste treatment, storage, and disposal permit fees, and hazardous waste generation and transportation fees.		
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. There is an annual statutory transfer of 10% of the revenues to the Emergency Response Fund. The fund is exempt from A.R.S. § 35-190, relating to lapsing of appropriations.		
Funds Expended	1,606,500	1,939,400
Year-End Fund Balance	1,023,900	1,221,600
IGA and ISA Fund (EVA2500/A.R.S. § 49-104)		Non-Appropriated
Source of Revenue: Grants and intergovernmental agreements between state agencies and local governments.		
Purpose of Fund: To be used as specified in the grant or agreement.		
Funds Expended	5,113,400	1,584,600
Year-End Fund Balance	0	0
Indirect Cost Fund (EVA9000/A.R.S. § 49-115)		Appropriated
Source of Revenue: Monies are generated from assessments to the department's appropriated and non-appropriated funds, including federal grants.		
Purpose of Fund: To pay departmentwide administrative personnel and overhead costs that are not directly allocated to the budget of the contributing programs. A budget footnote requires ADEQ to report the intended use of any monies in excess of the amount appropriated for the year.		
Funds Expended	18,743,400	18,979,600
Year-End Fund Balance	3,908,800	5,199,700

SUMMARY OF FUNDS	FY 2023 Actual	FY 2024 Estimate
Institutional and Engineering Control Fund (EVA2563/A.R.S. § 49-159)		Non-Appropriated
Source of Revenue: Application fees for department's assessment and verification of restricted, non-residential use of contaminated land, recovered costs for repair of engineering and institutional controls, grants, donations, and legislative appropriations.		
Purpose of Fund: To pay the department's cost of enforcing the use of engineering and institutional controls in environmental remediations on contaminated properties.		
Funds Expended	14,800	0
Year-End Fund Balance	84,300	94,800
Monitoring Assistance Fund (EVA2308/A.R.S. § 49-360)		Non-Appropriated
Source of Revenue: Fees charged to public water systems serving up to 10,000 persons for the Monitoring Assistance program.		
Purpose of Fund: The Monitoring Assistance program collects and analyzes samples from public water systems to ensure they meet federal Safe Drinking Water Act requirements. Monies in this fund are used to pay contractors to conduct the analysis, laboratories for program-related work, and administrative costs. Administrative expenditures are limited annually to the lesser of 15% of deposited funds for the year, or \$184,000. If the fund has a surplus in excess of \$200,000 after executing the previous year's contract, funds will be used to reduce the fee charged for the subsequent year. The fund is exempt from A.R.S. § 35-190, relating to lapsing of appropriations.		
Funds Expended	493,500	858,700
Year-End Fund Balance	775,100	850,500
Permit Administration Fund (EVA2328/A.R.S. § 49-455)		Appropriated
Source of Revenue: Permit fees collected from the state's air pollution control programs and interest.		
Purpose of Fund: To develop and administer permit programs and to conduct inspections as required by the Clean Air Act. The fund is exempt from A.R.S. § 35-190, relating to lapsing of appropriations		
Funds Expended	4,438,700	7,256,800
Year-End Fund Balance	5,504,100	3,740,000
Recycling Fund (EVA2289/A.R.S. § 49-837)		Appropriated
Source of Revenue: Landfill disposal (tipping) fees and legislative appropriations.		
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. The fund is exempt from A.R.S. § 35-190, relating to lapsing of appropriations.		
Funds Expended	2,268,800	4,515,900
Year-End Fund Balance	2,535,900	1,627,600
Safe Drinking Water Program Fund (EVA4150/A.R.S. § 49-360)		Appropriated
Source of Revenue: The first \$1,800,000 received from Public Water System (PWS) tax revenue.		
Purpose of Fund: To fund programs related to the department's responsibilities for potable water systems and ensuring safe drinking water. The fund is exempt from A.R.S. § 35-190, relating to lapsing of appropriations		
Funds Expended	1,305,700	1,991,800
Year-End Fund Balance	1,177,400	987,000
Solid Waste Fee Fund (EVA3110/A.R.S. § 49-881)		Appropriated
Source of Revenue: Fees from solid or special waste management, landfill registration and disposal fees, fees for coal combustion residuals, quarterly deposits from the Department of Revenue's waste tire fund, donations, and legislative appropriations.		
Purpose of Fund: To pay solid waste program costs, including waste tire removal expenses, special waste facility staff education, special waste management compliance monitoring, coal combustion residuals program, and used oil handling education and enforcement.		
Funds Expended	1,929,000	2,584,900
Year-End Fund Balance	777,600	(614,400)

SUMMARY OF FUNDS	FY 2023 Actual	FY 2024 Estimate
Specific Site Judgment Fund (EVA3006/A.R.S. § 49-104)		Non-Appropriated
Source of Revenue: Fines, forfeitures, and penalties paid by parties responsible for site contamination.		
Purpose of Fund: For administration of court settlements, judgments, or consent decrees.		
Funds Expended	200	0
Year-End Fund Balance	513,700	513,700
Underground Storage Tank Revolving Fund (EVA2271/A.R.S. § 49-1015A)		Appropriated
Source of Revenue: A 1¢ per gallon excise tax on gasoline.		
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. Please see the Non-Appropriated portion of the fund for additional information.		
Funds Expended	0	0
Year-End Fund Balance	28,611,200	15,519,700
Underground Storage Tank Revolving Fund (EVA2271/A.R.S. § 49-1015A)		Non-Appropriated
Source of Revenue: A 1¢ per gallon excise tax on gasoline.		
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. Please see the Appropriated portion of the fund for additional information.		
Funds Expended	39,220,400	50,066,400
Year-End Fund Balance	28,611,200	15,519,700
Voluntary Remediation Fund (EVA2564/A.R.S. § 49-187)		Non-Appropriated
Source of Revenue: Legislative appropriations, program fees, cost reimbursements, gifts, grants, and donations.		
Purpose of Fund: To pay the department's oversight costs of voluntary clean-ups of contaminated properties, including application, monitoring, and enforcement activities.		
Funds Expended	379,500	363,300
Year-End Fund Balance	328,700	573,900
Voluntary Vehicle Repair and Retrofit Program Fund (EVA2365/A.R.S. § 49-558.02)		Appropriated
Source of Revenue: Legislative appropriations, a \$10 fee on diesel vehicle registrations, gifts, grants and donations.		
Purpose of Fund: To provide monies for programs intended to repair or retrofit vehicles that fail emissions tests. Please see the Non-Appropriated portion of the fund for additional information.		
Funds Expended	0	0
Year-End Fund Balance	352,900	270,400
Voluntary Vehicle Repair and Retrofit Program Fund (EVA2365/A.R.S. § 49-558.02)		Non-Appropriated
Source of Revenue: Legislative appropriations, a \$10 fee on diesel vehicle registrations, gifts, grants and donations.		
Purpose of Fund: To provide monies for programs intended to repair or retrofit vehicles that fail emissions tests. Please see the Appropriated portion of the fund for additional information.		
Funds Expended	2,714,500	1,631,200
Year-End Fund Balance	352,900	270,400

SUMMARY OF FUNDS	FY 2023 Actual	FY 2024 Estimate
Water Quality Assurance Revolving Fund (EVA2221/A.R.S. § 49-282)		Non-Appropriated
<p>Source of Revenue: Fees and taxes related to municipal water use, pesticides, fertilizers, hazardous waste, and groundwater withdrawal. As required by A.R.S. § 49-282, \$15,000,000 is to be transferred to the Water Quality Assurance Revolving Fund (WQARF) from the Corporate Income Tax. The \$15,000,000 is adjusted at the close of the fiscal year so that when combined with other revenues, the fund receives \$18,000,000 annually. This statutory transfer was suspended every year from FY 2011 through FY 2020, although the adjustment to reach \$18,000,000 remains suspended. These amounts are supplemented by approximately \$2,000,000 of non-appropriated monies directly deposited into WQARF, which consists of other revenue generated from various license and registration fees.</p> <p>Purpose of Fund: For the operation of the WQARF Priority Site Remediation Program. Expenditures include administration, legal support, identification of responsible polluters, community involvement, and contract costs for the clean-up of sites for which no responsible party can be found. There is a transfer to the Department of Water Resources for well inspection and data management and a transfer to the Department of Health Services for a risk assessment. These transfers are not counted to avoid double counting. Although this fund is not appropriated, A.R.S. § 49-282 requires the Appropriations Committees to review the annual budget for WQARF.</p>		
Funds Expended	15,568,400	18,187,300
Year-End Fund Balance	9,306,700	7,030,800
Water Quality Fee Fund (EVA4100/A.R.S. § 49-210)		Appropriated
<p>Source of Revenue: Legislative appropriations and fees received from water quality regulatory programs, including fees for technical review of Aquifer Protection Permits (APP), reclaimed water permits and Arizona Discharge Elimination System (AZDPES) permits, engineering reviews of drinking water facilities, wastewater and sewage collection systems, and the review and certification of potable water systems, sewage treatment plants and their operating personnel, and to establish a permit for direct potable reuse of treated wastewater. Revenues also come from annual fees paid by APP and AZDPES permittees.</p> <p>Purpose of Fund: To pay the costs of water quality programs. The fund is exempt from A.R.S. § 35-190, relating to lapsing of appropriations.</p>		
Funds Expended	12,384,300	27,853,200
Year-End Fund Balance	4,762,500	(3,552,100)