

Arizona Department of Homeland Security

| | FY 2023 ACTUAL | FY 2024 ESTIMATE | FY 2025 BASELINE |
|--|-------------------|---------------------|---------------------------------|
| OPERATING BUDGET | | | |
| <i>Full Time Equivalent Positions</i> | 20.0 | 20.0 | 20.0 ^{1/} |
| OPERATING SUBTOTAL | 0 | 0 | 0 |
| SPECIAL LINE ITEMS | | | |
| Arizona State Nonprofit Security Grant Program Fund Deposit | 0 | 5,000,000 | 0 |
| Statewide Information Security and Privacy Operations and Controls | 9,617,600 | 11,319,400 | 11,094,400 |
| Antihuman Trafficking Grant Fund Deposit | 0 | 10,000,000 | 0 |
| Cybersecurity Software | 1,741,500 | 0 | 0 |
| Statewide Cybersecurity Grants | 9,885,600 | 10,000,000 | 10,000,000 ^{2/} |
| AGENCY TOTAL | 21,244,700 | 36,319,400 | 21,094,400 ^{3/} |
| FUND SOURCES | | | |
| General Fund | 11,627,100 | 25,000,000 | 10,000,000 |
| <u>Other Appropriated Funds</u> | | | |
| Information Technology Fund | 9,617,600 | 11,319,400 | 11,094,400 |
| SUBTOTAL - Other Appropriated Funds | 9,617,600 | 11,319,400 | 11,094,400 |
| SUBTOTAL - Appropriated Funds | 21,244,700 | 36,319,400 | 21,094,400 |
| Federal Funds | 24,849,000 | 25,000,000 | 25,000,000 |
| TOTAL - ALL SOURCES | 46,093,700 | 61,319,400 | 46,094,400 |

AGENCY DESCRIPTION — The Arizona Department of Homeland Security distributes funding received from the U.S. Department of Homeland Security to state agencies and local governments to prevent and mitigate acts of terrorism and natural disasters. The department publishes the Arizona Homeland Security Strategy and provides planning assistance to aid in the development of regional response plans for natural disasters or terrorism incidents. In FY 2023, the department took responsibility of Statewide Information Security and Privacy Operations and Controls.

FOOTNOTES

- ^{1/} Includes 20 OF FTE Positions funded from Special Line Items in FY 2025.
- ^{2/} Of the amount appropriated for statewide cybersecurity grants, the Arizona department of homeland security may spend up to \$310,000 for grant administration. (General Appropriation Act footnote)
- ^{3/} General Appropriation Act funds are appropriated as a Lump Sum with Special Line Items by Agency.

Statewide Information Security and Privacy Operations and Controls

The Baseline includes \$11,094,400 and 20 FTE Positions from the Information Technology (IT) Fund in FY 2025 for Statewide Information Security and Privacy Operations and Controls. Adjustments are as follows:

Eliminate One-Time Funding

The Baseline includes a decrease of \$(225,000) from the IT Fund in FY 2025 to remove additional cyber security resources.

The Statewide Information Security and Privacy Office (SISPO) in the department performs strategic planning, policy development, risk assessment, facilitation, and coordination to protect the state’s information resources. The IT Fund receives revenue from a 0.61% pro-rata charge on agency payroll.

Antihuman Trafficking Grant Fund Deposit

The Baseline includes no funding in FY 2025 for an Antihuman Trafficking Grant Fund Deposit. Adjustments are as follows:

Eliminate One-Time Funding

The Baseline includes a decrease of \$(10,000,000) from the General Fund in FY 2025 to remove a one-time deposit into the Antihuman Trafficking Grant Fund.

The FY 2024 Criminal Justice Budget Reconciliation Bill (BRB) establishes the nonappropriated Antihuman Trafficking Grant Fund in the department.

A budget footnote specifies that of the \$10,000,000 deposited in the Antihuman Trafficking Grant Fund, \$2,000,000 shall be distributed to the Department of Public Safety (DPS) Arizona Counter Terrorism Information Center (ACTIC) and \$8,000,000 shall be distributed as grants to local law enforcement agencies, not to exceed \$500,000 per agency.

Monies in the line item provide grants to antihuman trafficking programs that work to reduce human trafficking by providing assistance to law enforcement agencies, providing series to victims, or training law enforcement and prosecutorial agencies.

Arizona State Nonprofit Security Grant Program Fund Deposit

The Baseline includes no funding in FY 2025 for an Arizona State Nonprofit Security Grant Program Fund Deposit. Adjustments are as follows:

Eliminate One-Time Funding

The Baseline includes a decrease of \$(5,000,000) from the General Fund in FY 2025 to remove a one-time deposit

into the Arizona State Nonprofit Security Grant Program Fund.

The FY 2024 Criminal Justice BRB establishes the nonappropriated Nonprofit Security Grant Program Fund to provide safety and security grants for projects at nonprofit organizations that are at a high risk of terrorist attacks or hate crimes.

The line item funds a grant program to provide eligible nonprofits with safety and security grants. The department shall award up to \$1,000,000 in any grant year and a nonprofit may not receive more than \$100,000 in any grant year. Priority shall be given to organizations that are unable to apply for other funding. A budget footnote allows the department to spend up to 5% of the monies deposited in the fund to administer the grant program.

Statewide Cybersecurity Grants

The Baseline includes \$10,000,000 from the General Fund in FY 2025 for statewide cybersecurity grants. This amount is unchanged from FY 2024.

The line item funds a grant program to provide local political subdivisions with resources for cybersecurity readiness and tools. A budget footnote allows the department to use up to \$310,000 of the appropriation to administer the grant program.

| SUMMARY OF FUNDS | FY 2023 Actual | FY 2024 Estimate |
|---|-------------------|-------------------------|
| Antihuman Trafficking Grant Fund (HLA9999/Laws 2023, Chapter 137) | | Non-Appropriated |
| Source of Revenue: Monies appropriated by the legislature. | | |
| Purpose of Fund: To provide grants to reduce human trafficking in the state. To be eligible for grant monies, an antihuman trafficking program must do either of the following: 1. Work to reduce human trafficking by providing assistance and analytical services to law enforcement agencies. 2. Provide services to victims and training to law enforcement agencies, prosecutorial agencies and the public on preventing and identifying human trafficking. General Fund appropriation expenditures are not displayed to avoid double counting of appropriations. | | |
| Funds Expended | 0 | 0 |
| Year-End Fund Balance | 0 | 0 |
| Arizona State Nonprofit Security Grant Program Fund (HLA8888/Laws 2023, Chapter 137) | | Non-Appropriated |
| Source of Revenue: Grants, gifts, donations and legislative appropriations. | | |
| Purpose of Fund: To provide funding for safety and security projects to nonprofit organizations that are at high risk of a terrorist attack or at risk of hate crimes or attacks because of the nonprofit's ideology, beliefs or mission for target hardening and other security enhancements and activities. General Fund appropriation expenditures are not displayed to avoid double counting of appropriations. | | |
| Funds Expended | 0 | 0 |
| Year-End Fund Balance | 0 | 0 |

| SUMMARY OF FUNDS | FY 2023 Actual | FY 2024 Estimate |
|--|-------------------|----------------------|
| Federal Funds (HLA2000/A.R.S. § 41-4254) | | Federal Funds |
| Source of Revenue: Grants received from the U.S. Department of Homeland Security. | | |
| Purpose of Fund: To provide state agencies and local governments with funding to deter and mitigate acts of terrorism. Federal grant guidelines allow up to 5% of the grand total to be used for administrative costs. | | |
| Funds Expended | 24,849,000 | 25,000,000 |
| Year-End Fund Balance | (100) | (100) |
| Information Technology Fund (HLA2152/A.R.S. § 18-401) | | Appropriated |
| Source of Revenue: A pro rata share of 0.61% of total payroll, charged to all budget units subject to oversight of information technology projects by ADOA's Arizona Strategic Enterprise Technology (ASET) Office or by the Information Technology Authorization Committee (ITAC). | | |
| Purpose of Fund: Monies from the Information Technology (IT) Fund support the operation of the Statewide Information Security and Privacy Office (SISPO). Monies also provide personnel funding for statewide IT planning, coordinating, oversight, and consulting at the Arizona Department of Administration. | | |
| Funds Expended | 9,617,600 | 11,319,400 |
| Year-End Fund Balance | 0 | 0 |