

**GENERAL FUND BUDGET 4-YEAR ANALYSIS**  
**\$ in Millions**

3/18/19

Large Print Version  
 With Additional Descriptions

	A		B		C		D	
	FY 2019 Baseline	FY 2019 Exec	FY 2020 Baseline	FY 2020 Exec	FY 2020 Baseline	FY 2020 Exec	FY 2020 Baseline	FY 2020 Exec
1 <b>Beginning Balance</b>	\$ 449.6	\$ 449.6	\$ 945.0	\$ 854.1				
<b>Ongoing Revenues</b>								
2 <b>Ongoing Revenues - January Baseline</b>	10,789.3	10,789.3	11,175.8	11,175.8				
3 <b>Base Revenue Adjustment:</b> The dollar level of the Executive revenue estimate compared to the Baseline, absent any other policy changes.		(67.1)		(73.5)				
4 <b>Public Safety Revenues - IPT:</b> JLBC redirects direct DPS share of Insurance Premium Taxes to General Fund as part of Highway Safety Fee implementation. The Executive does not.				(23.2)				
5 <b>Public Safety Revenues - Other Fund Transfers:</b> Executive transfers monies from DPS funds to General Fund as part of the Highway Safety Fee implementation. The Baseline does not.							11.8	
6 <b>Index Dependent Exemption:</b> Executive allocates \$3 M beginning in '21 to index personal exemption to inflation.								
7 <b>Liquor License Fee Diversion:</b> Includes \$181,300 in additional funding for litigation costs, IT Funding, and to restore 1 customer service FTE. Funds from the Liquor Licenses Fund, which would otherwise revert to the General Fund.							(0.3)	
8 <b>Treasurer Operating Resources:</b> Executive funds \$300k in ongoing and one-time operating expenses.							(0.3)	
9 <b>Attorney General:</b> Funds 3 new FTEs in Southern Arizona and shifts 5 FTEs from RICO. Funds from Collections Enforcement Revolving Fund, which would otherwise revert to General Fund.							(0.8)	
10 <b>Subtotal - Ongoing Revenues</b>	\$ 10,789.3	\$ 10,722.2	\$ 11,175.8	\$ 11,089.5				
<b>One-Time Revenues</b>								
<u>Previously Enacted Fund Transfers</u>								
11 '19/'20 Fund Transfers - Already Enacted	100.7	120.7	1.8	1.8				
<u>New Proposed Fund Transfers</u>								
12 AHCCCS - Prescription Drug Rebate Transfer to General Fund							59.0	
13 ADOT - State Highway Fund Transfer to General Fund via Vehicle License Taxes							40.0	
14 <b>Subtotal - Newly Enacted Fund Transfers</b>	\$ -	\$ -	\$ -	\$ 99.0				
15 <b>Subtotal - One-Time Revenues (Including Beginning Balance)</b>	\$ 550.3	\$ 570.3	\$ 946.8	\$ 954.9				
16 <b>Total Revenues</b>	\$ 11,339.6	\$ 11,292.5	\$ 12,122.6	\$ 12,044.4				
17 <b>JLBC Baseline - Ongoing Spending</b>	\$ 10,147.6	\$ 10,147.6	\$ 10,629.5	\$ 10,629.5				

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		FY 2019 Baseline	FY 2019 Exec	FY 2020 Baseline	FY 2020 Exec
<b>Ongoing Changes to JLBC Baseline</b>					
18	<b>Agriculture - Ag Lab Relocation:</b> Executive funds increased rent costs after relocation to Chandler.				0.4
19	<b>AHCCCS - Formula:</b> Differences in estimate for existing statutory funding formula requirements.		28.6		(40.2)
20	<b>AHCCCS - Executive Does Not Use PDRF Offset (See Fund Transfers):</b> Executive transfers Prescription Drug Rebate Fund surplus to General Fund rather than offsetting current expenses.				53.6
21	<b>AHCCCS - Asset Verification System:</b> Executive funds operating costs of IT system to verify assets of long term care program enrollees.				0.1
22	<b>AHCCCS - Electronic Visit Verification System:</b> The Executive funds operating expenses of electronic system to verify the occurrence in-home visits for long-term care clients.				1.2
23	<b>AHCCCS - Provider Management System:</b> Executive funds operating costs of new electronic system to register contracted Medicaid providers.				0.8
24	<b>AHCCCS - Eliminate KidsCare Freeze:</b> The Executive would amend state statute to allow AHCCCS to continue enrolling new KidsCare applicants after the match rate falls below 100%.				1.6
25	<b>AHCCCS - DD Behavioral Health Transfer to DES:</b> The Executive shifts behavioral health costs for DD clients from AHCCCS to DES.				(26.1)
26	<b>AHCCCS - Prop 206 Funding (Elderly Long-Term Care):</b> The Executive increases provider rates by 4.2% and nursing facility rates by 2.1% (same adjustments for making DD Prop 206 funding permanent).				4.8
27	<b>Charter Board - 10 Additional FTEs:</b> Executive funds 10 FTE to increase oversight.				0.8
28	<b>DCS - Adoption Funding</b> Executive funds 8.1% caseload growth in Adoption Subsidy enrollment at a cost of \$3.4 M. See Foster Care.				3.4
29	<b>DCS - Foster Care:</b> Executive reduces Foster Home placement funding by \$(3.4) M to reflect lower-than-budgeted caseloads.				(3.4)
30	<b>Commerce - Competes Fund Restoration:</b> Executive restores \$6 M Arizona Competes Fund deposit that was removed in the '19 budget, and allocates \$2 M of this amount to rural broadband grants in '20.				6.0
31	<b>Comm Colleges - Formula Changes:</b> Baseline includes \$1.4 M. Executive includes \$1.0 M for a difference of \$383,200.				(0.4)
32	<b>Corrections - Prison Construction/Operations Fund Backfill:</b> Executive reduces the Other Fund appropriation from \$12.5 M to \$10.0 M and backfills with General Fund to address a revenue shortfall.				2.2
33	<b>Corrections - Inmate Health Care Supplemental:</b> Executive funds the shortfall estimated by the Executive for the '19 inmate health care contract. <b>Corrections - Inmate Health Care:</b> Executive funds an increase in the per diem paid under a new contract to provide health care to inmates in state prisons.		8.6		30.9
34	<b>Corrections - Health Care Monitoring Staff (10 FTE):</b> Executive funds additional FTE for the department's 33 FTE inmate health care monitoring bureau.				1.0
35	<b>DES - Formula Adjustments:</b> Baseline includes \$51 M for DD Medicaid formula growth. Executive includes \$53 M, for a difference of \$(2) M.		3.7		2.4

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36	<b>DES - DD Case Management Funding:</b> Executive includes \$1.9 M for 5% caseload growth in the DD state-only program.				1.9
37	<b>DES - DD Behavioral Health Services Transfer to DES:</b> Executive shifts behavioral health costs for DD clients from AHCCCS to DES.				26.1
38	<b>DES - Fund Prop 206 Costs Ongoing:</b> Executive makes \$11 M for one-time '19 DD Prop 206 costs and \$2 M for DD room and board ongoing in '20.				13.0
39	<b>ADE - Formula Adjustments:</b> Executive adds \$381 M for formula growth compared to \$429 M for JLBC. Executive is less than JLBC primarily due to a lower assumed rate of enrollment growth (0.8% for OSPB versus 1.3% for JLBC).				(48.0)
40	<b>ADE - Exec Doesn't Include Prop 123 Supplement '21 Increase:</b> Executive does not increase Supplemental State Aid funding by \$25 M in '21 as required by Prop 123.				
41	<b>ADE - Results Based Funding (RBF):</b> Executive includes \$60 M to fund RBF based on "A" letter grades rather than AzMERIT test scores and extend eligibility to "B" rated schools with 60%+ low income eligibility.				59.7
42	<b>ADE - CTED Incentive Program:</b> Executive provides a \$1,000 incentive payment to schools for each high school graduate who earns a select industry certification (prorated if > 10,000 qualify).				10.0
43	<b>ADE - School Resource Officers (SROs):</b> Executive funds 89 additional SRO positions for schools that applied for an SRO but did not receive one for the '18 - '20 funding cycle.				9.3
44	<b>ADE - School Counselors/Social Workers:</b> Executive provides between 110 and 150 more mental health professionals for public schools (funding would double for '21).				6.0
45	<b>DEMA - National Guard Tuition Reimbursement (125 - 400 Guardsman):</b> Executive restores tuition reimbursement program eliminated in '10.				1.0
46	<b>Governor - Foster Youth Education Ongoing:</b> Executive converts funding from one-time to ongoing.				1.5
47	<b>DHS - ASH Temporary Staffing Contract Increase:</b> Executive adds behavioral health technicians and nurses through statewide contract for temporary staffing.				0.3
48	<b>AZ Historical Society - Executive No Risk Management Adjustment:</b> Executive does not correct for risk management over-adjustment in '19.				0.1
49	<b>IRC - JLBC Has '21/'22 Funding:</b> JLBC assumes IRC funding of \$500k in '21 and \$3.7 M in '22, corresponding to the appropriations for the beginning of the 2010 redistricting cycle.				
50	<b>Judiciary - Court of Appeals - General Operating Expenses:</b> Executive provides added operating funding.				0.1
51	<b>Judiciary - Superior Court - Health/Dental Cost Adjustment (\$54k):</b> Executive funds the deficit in the Superior Court budget due to health and dental insurance elections by judges.				0.1
52	<b>Judiciary - Superior Court - Probation Officer '19 Retirement Adjustment:</b> Executive funds the employer CORP increase for probation officers. Executive also includes a '19 supplemental.		2.4		2.4
53	<b>Judiciary - Superior Court - Probation Salary Deficit:</b> Executive funds previously-approved '18 and '19 county salary increases for probation officers.				1.0
54	<b>Judiciary - Superior Court - Executive Double Count Maricopa Judges Salary:</b> Executive double counts salary adjustment in '21 and '22.				
55	<b>DJC - Repeal County Cost Sharing:</b> Executive converts one-time suspension of county cost sharing into ongoing elimination, thereby requiring General Fund backfill.				11.3

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56	<b>Land - CAP Rate Adjustment:</b> Baseline includes a decrease of \$(128,300) to align CAP funding with the '19 actual rate of \$41/AF. Executive funds CAP rates at the '20 projected rate of \$68/AF.		0.1		0.9
57	<b>Postsecondary Ed - Expand Teacher Student Loan Program By 30:</b> Executive expands program from 56 existing students. Student loan forgiven if graduate teaches in rural, low-income or tribal schools.				0.3
58	<b>Postsecondary Ed - Internal IT System Development (\$34k):</b> Executive funds standalone IT and Phone System, includes migration and administrative costs.				0.1
59	<b>DPS - Highway Safety Fee Fund Shift (JLBC - \$30 M/Executive - \$41.3 M):</b> Executive includes a \$(41.3) M decrease from the General Fund relative to Highway Safety Fee proposal, compared to \$31 M in Baseline.				(11.3)
60	<b>DPS - Vehicle Replacement/General Operating:</b> Executive includes \$1 M of ongoing expenses to replace 18 vehicles. Vehicle replacement currently funded so \$1 M will free up resources elsewhere.				1.0
61	<b>SFB - Lease-Purchase Adjustment:</b> Technical adjustment consistent with debt service schedule.				(0.1)
62	<b>Sec of State - Presidential Preference Election (JLBC - \$5.7 M/Executive - \$5.0 M):</b> Executive funds the election at \$4.3 M compared to \$5.0 M.				(0.7)
63	<b>Sec of State - 3 FTE (Southern AZ/Rural/Tribal):</b> Executive funds 3 FTE for working with local tribes and governments on elections and business services issues.				0.3
64	<b>Sec of State - Executive Has '22 Election Funding (No Election):</b> Executive retained funding in '22, but no election scheduled from 7/21 to 6/22.				
65	<b>Tourism - Marketing Funding Increase:</b> Executive includes funding to increase the promotional efforts of the Arizona Office of Tourism.				1.0
66	<b>Universities - ABOR - Teacher's Academy:</b> Executive expands program to 4 years for education students, 2 years for STEM students, and adds \$1,000 stipends for critical need areas.				21.0
67	<b>Universities - Technical Adjustments:</b> Executive has different estimates for 2003 Research Infrastructure debt service pursuant to A.R.S. § 15-1670 and for 2017 Capital Infrastructure funding appropriations.				(0.4)
68	<b>Universities - NAU - Continue Biomedical Research Funding:</b> Executive continues \$3 M on an ongoing basis. Previous multi-year funding expires in '19, which has been distributed to TGen.				3.0
69	<b>Veterans' Services - Veteran Suicide Prevention:</b> Executive funds "Be Connected " suicide prevention program. Includes funding for Program Project Specialist position.				1.2
70	<b>Other - Pay Raise - Agriculture (\$35k):</b> Executive includes a 5% salary increase for 11 Livestock Officer positions.				0.1
71	<b>Other - Pay Raise - Attorney General (\$55k):</b> Executive includes a 5% salary increase for Attorney General public safety staff.				0.1
72	<b>Other - Pay Raise - Child Safety:</b> Executive includes a 8% salary increase for caseworkers, 12% for Case Aides and 5% for other selected positions.				7.2
73	<b>Other - Pay Raise - Corrections:</b> Executive includes 10% salary increase for corrections officers and between 5% and 13% for select other positions.				35.5
74	<b>Other - Pay Raise - Health Services:</b> Executive includes salary increases for behavioral health techs (15%), nurses (8.5%), and security officers (24%).				3.5
75	<b>Other - Pay Raise - Insurance (\$33k):</b> Executive includes a 5% salary increase for insurance fraud investigators.				0.1

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76	<b>Other - Pay Raise - Juvenile Corrections:</b> Executive includes 14.9% salary increases for youth correctional officers and 8.5% for teachers.				3.2
77	<b>Other - Pay Raise - Dept. of Public Safety (Shift to HSF):</b> Executive includes a 10% salary increase for sworn officers and 5% for all other DPS staff.				13.7
78	<b>Other - 2010 Sale/Leaseback Refinance</b> - Executive reduces debt service payments by refinancing 2010A/2010B issuances to sell and buy back state buildings.				(11.2)
79	<b>Other - ADC/Judiciary Retirement Adjustments:</b> Executive reduces agency funding for lower CORP retirement rates.				(12.7)
80	<b>Other - All Other Agency Retirement Adjustments:</b> Executive increases agency funding for higher ASRS rates.				4.9
81	<b>Other - EORP Technical Adjustment:</b> Executive has lower EORP technical adjustment.		(0.3)		(0.3)
82	<b>Other - Risk Management Adjustments:</b> Executive increases agency funding for higher Risk Management payments.				2.3
83	<b>Other - IT Pro Rata Adjustments:</b> Executive increases agency funding to pay a higher charge for IT services.				1.1
84	<b>Other - Agency Rent Adjustments:</b> Executive funds the space relocations and reallocations for agencies. Assumes current rental rates.				(0.5)
85	<b>Other - COSF Rental Rate Increase:</b> Executive increases agency funding to pay for a \$1.79 increase for state-owned office space. Generates \$2.0 M GF and \$1.2 M OF to fund higher building renewal.				2.0
86	<b>Other - Revertments (Unspent Appropriations):</b> Executive estimates compared to Baseline		(21.0)		(22.0)
87	<b>Other</b>		(0.1)		(0.4)
88	<b>Subtotal - Ongoing Changes to JLBC Baseline</b>	\$ -	\$ 22.0	\$ -	\$ 177.8
89	<b>Total Ongoing Spending</b>	\$ 10,147.6	\$ 10,169.6	\$ 10,629.5	\$ 10,807.3
90	<b>JLBC Baseline One-Time Spending</b>	\$ 247.0	\$ 247.0	\$ 154.9	\$ 154.9
<b>One-Time Changes to JLBC Baseline</b>					
91	<b>Agriculture - Mariposa Port of Entry Cold Inspection Facility:</b> Executive includes funding to build a cold inspection facility to store produce for inspection at the Mariposa port of entry.				0.7
92	<b>DCS - Automation (CHILDS):</b> Baseline includes \$5 M to continue DCS' CHILDS replacement project. Executive includes \$10.1 M, or \$5.1 M above the Baseline.				5.1
93	<b>Commerce - Rural Broadband Grants:</b> Executive includes \$1 M for rural broadband grants (see ongoing as well).				1.0
94	<b>Comm Colleges - Maricopa CCD Healthcare Specialty Expansion:</b> Executive includes funding for health care training center expansion for Maricopa CC.				5.8

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95	<b>Comm Colleges - Pima CCD Aviation Center:</b> Executive includes funding for Pima CC Aviation Center expansion.				20.0
96	<b>Corrections - Leap-Year Funding:</b> Executive funds the marginal costs of an additional day in '20 as a result of leap year. Costs include health care, food, and operational costs.				1.1
97	<b>ADE - Department Audit:</b> Executive includes funding to enable ADE to conduct an independent audit of its operations and finances.				0.3
98	<b>ADE - Executive '21 Teacher Salary Increase Doesn't Account for Prop 301:</b> Executive does not reduce the Teacher Pay Raise GF increase of \$175 M in '21 to reflect freed up SFB debt service from Prop 301.				
99	<b>DEMA - Reconnaissance/Drones Live Reporting:</b> Executive includes funding for equipment to use enhanced video capabilities of its drones and reconnaissance aircraft for state missions.				0.3
100	<b>DEQ - WQARF (Fund from General Fund):</b> Executive includes funding for Aquifer Remediation (Water Quality Assurance Revolving Fund). Executive is replacing DEQ non-General Fund monies with General Fund.				15.0
101	<b>DHS - Alzheimer's Research:</b> Executive continues \$2.0 M in one-time funding, but transfers \$1.0 M of the cost to the General Fund (other \$1.0 M funded by the Health Research Fund).				1.0
102	<b>DHS - Rural Hospital Prenatal Equipment:</b> Executive includes funding for telemedicine and sonogram equipment for rural hospitals. Also includes \$500k in '21 and '22.				1.0
103	<b>DHS - Restore Emergency Fund to \$500k:</b> Executive proposes \$106,600 for deposit to the Public Health Emergencies to maintain a \$500,000 balance in the fund.				0.1
104	<b>DPS - AZ POST Funding:</b> Executive includes funding to cover law enforcement training costs at AZ Peace Officers Standards and Training Board.				1.0
105	<b>DPS - Maricopa Night Highway Patrol (6 FTE):</b> Executive includes one-time funding to add 6 FTE Trooper positions in Maricopa County. Executive would shift to Highway Safety Fee in '21 and beyond.				1.5
106	<b>DPS - Southern AZ Highway Patrol (12 FTE):</b> Executive includes funding to add 11 FTE Trooper positions and 1 FTE Sergeant position for Southern Arizona patrol. Executive would shift to Highway Safety Fee in '21 and beyond.				3.0
107	<b>DPS - Loop 202 South Mountain Freeway Patrol (30 FTE):</b> Executive includes one-time funding to add 30 FTE Positions for the Loop 202 extension. Executive would shift to Highway Safety Fee in '21 and beyond.				6.4
108	<b>SFB - Fund '20 New Construction Starts All In One Year:</b> Executive funds 100% of Construction and Land costs for schools approved by SFB on or before December 1, 2018 rather than land and 50% construction costs for 2 years.				42.8
109	<b>SFB - Advance Funding for New School Construction:</b> Executive funds new schools when projected to be at capacity in the next 2-3 years rather than after the district reached capacity.				98.8
110	<b>SFB - New School Construction ('21/'22 Differences:</b> Accelerates timeframe for new schools projected in budget (schools at capacity in '23).				
111	<b>SFB - Building Renewal Funding:</b> Executive adds \$63 M one-time in '20. With \$17 M in ongoing base, total is \$80 M. The '19 supplemental would make total funding for that year \$76 M.		25.0		62.8
112	<b>SFB - School Safety Guidelines:</b> Executive funds one-time consultant to provide guidance on best practices in school safety facility improvements.				0.3
113	<b>Transportation - Interstate 17 Expansion:</b> Executive includes \$40 M in '20 and \$45 M in each of '21 and '22 to fund \$130 M project for lane widening from Anthem to Black Canyon City.				40.0
114	<b>Universities - ASU - One-time Operating Funding:</b> Executive includes one-time operating or capital expenditures as ASU's share of \$35 M total, allocated to each university based on resident enrollment.				18.9

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115 <b>Universities - NAU - One-time Operating Funding:</b> Executive includes one-time operating or capital expenditures as NAU's share of \$35 M total, allocated to each university based on resident enrollment.				6.7
116 <b>Universities - UA - One-time Operating Funding:</b> Executive includes one-time operating or capital expenditures as UA's share of \$35 M total, allocated to each university based on resident enrollment.				9.5
117 <b>Water Resources - Water System Conservation Funding:</b> Executive includes funding to pay Colorado River Water Users for retain water in system. (ENACTED)				30.0
118 <b>Water Resources - Agriculture Infrastructure Projects:</b> Executive includes funding to distribute for infrastructure as part of Drought Contingency Plan. (ENACTED AT \$7 M)				5.0
119 <b>Other - State Employee Health Insurance:</b> Executive increase employer contribution to keep self-funded plan solvent. See Backfill issues below.				29.0
120 <b>Other - Tuition Backfill:</b> Executive adds \$25 M to backfill university health insurance tuition contribution with General Fund monies. (Plus \$9.3 M '19 Supplemental.)		9.3		25.0
121 <b>Other - Rainy Day Fund Deposit:</b> Executive deposits \$542 M into Budget Stabilization Fund for a total fund balance of \$1 B.				542.2
122 <b>Other - '21 Additional 27th Pay Period (Executive - \$80 M/JLBC - \$98 M):</b> Executive adds \$80 M for a 27th state employee payroll in '21, compared to normal 26 periods. Executive amount is \$(17) M less than JLBC estimate.				
123 <b>Other - Technical '19 Spending Issue (ADOT Capital):</b>		(12.5)		
124 <b>Subtotal - One-Time Changes to JLBC Baseline</b>	\$ -	\$ 21.8	\$ -	\$ 974.3
125 <b>Total One-Time Spending</b>	\$ 247.0	\$ 268.8	\$ 154.9	\$ 1,129.2
126 <b>Total Spending</b>	\$ 10,394.6	\$ 10,438.4	\$ 10,784.4	\$ 11,936.5
127 <b>Ending Cash Balance</b>	\$ 945.0	\$ 854.1	\$ 1,338.2	\$ 107.9
128 <b>Structural Balance</b>	\$ 641.7	\$ 552.6	\$ 546.3	\$ 282.2

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1 <b>Beginning Balance</b>	\$ 150.0	\$ 107.9	\$ -	\$ 18.0
<b>Ongoing Revenues</b>				
2 <b>Ongoing Revenues - January Baseline</b>	11,527.4	11,527.4	11,956.7	11,956.7
3 <b>Base Revenue Adjustment:</b> The dollar level of the Executive revenue estimate compared to the Baseline, absent any other policy changes.		(73.2)		(115.4)
4 <b>Public Safety Revenues - IPT:</b> JLBC redirects direct DPS share of Insurance Premium Taxes to General Fund as part of Highway Safety Fee implementation. The Executive does not.		(23.2)		(23.2)
5 <b>Public Safety Revenues - Other Fund Transfers:</b> Executive transfers monies from DPS funds to General Fund as part of the Highway Safety Fee implementation. The Baseline does not.		11.8		11.8
6 <b>Index Dependent Exemption:</b> Executive allocates \$3 M beginning in '21 to index personal exemption to inflation.		(3.0)		(6.0)
7 <b>Liquor License Fee Diversion:</b> Includes \$181,300 in additional funding for litigation costs, IT Funding, and to restore 1 customer service FTE. Funds from the Liquor Licenses Fund, which would otherwise revert to the General Fund.		(0.2)		(0.2)
8 <b>Treasurer Operating Resources:</b> Executive funds \$300k in ongoing and one-time operating expenses.		(0.2)		(0.2)
9 <b>Attorney General:</b> Funds 3 new FTEs in Southern Arizona and shifts 5 FTEs from RICO. Funds from Collections Enforcement Revolving Fund, which would otherwise revert to General Fund.		(0.8)		(0.8)
10 <b>Subtotal - Ongoing Revenues</b>	\$ 11,527.4	\$ 11,438.6	\$ 11,956.7	\$ 11,822.7
<b>One-Time Revenues</b>				
<u>Previously Enacted Fund Transfers</u>				
11 '19/'20 Fund Transfers - Already Enacted				
<u>New Proposed Fund Transfers</u>				
12 AHCCCS - Prescription Drug Rebate Transfer to General Fund				
13 ADOT - State Highway Fund Transfer to General Fund via Vehicle License Taxes		45.0		45.0
14 <b>Subtotal - Newly Enacted Fund Transfers</b>	\$ -	\$ 45.0	\$ -	\$ 45.0
15 <b>Subtotal - One-Time Revenues (Including Beginning Balance)</b>	\$ 150.0	\$ 152.9	\$ -	\$ 63.0
16 <b>Total Revenues</b>	\$ 11,677.4	\$ 11,591.5	\$ 11,956.7	\$ 11,885.7
17 <b>JLBC Baseline - Ongoing Spending</b>	\$ 11,269.6	\$ 11,269.6	\$ 11,707.7	\$ 11,707.7



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<b>Ongoing Changes to JLBC Baseline</b>					
18	<b>Agriculture - Ag Lab Relocation:</b> Executive funds increased rent costs after relocation to Chandler.		0.5		0.5
19	<b>AHCCCS - Formula:</b> Differences in estimate for existing statutory funding formula requirements.		(89.3)		(141.1)
20	<b>AHCCCS - Executive Does Not Use PDRF Offset (See Fund Transfers):</b> Executive transfers Prescription Drug Rebate Fund surplus to General Fund rather than offsetting current expenses.		16.7		16.7
21	<b>AHCCCS - Asset Verification System:</b> Executive funds operating costs of IT system to verify assets of long term care program enrollees.		0.1		0.1
22	<b>AHCCCS - Electronic Visit Verification System:</b> The Executive funds operating expenses of electronic system to verify the occurrence in-home visits for long-term care clients.		1.2		1.2
23	<b>AHCCCS - Provider Management System:</b> Executive funds operating costs of new electronic system to register contracted Medicaid providers.		0.8		0.8
24	<b>AHCCCS - Eliminate KidsCare Freeze:</b> The Executive would amend state statute to allow AHCCCS to continue enrolling new KidsCare applicants after the match rate falls below 100%.		9.4		9.4
25	<b>AHCCCS - DD Behavioral Health Transfer to DES:</b> The Executive shifts behavioral health costs for DD clients from AHCCCS to DES.		(26.1)		(26.1)
26	<b>AHCCCS - Prop 206 Funding (Elderly Long-Term Care):</b> The Executive increases provider rates by 4.2% and nursing facility rates by 2.1% (same adjustments for making DD Prop 206 funding permanent).		4.8		4.8
27	<b>Charter Board - 10 Additional FTEs:</b> Executive funds 10 FTE to increase oversight.		0.8		0.8
28	<b>DCS - Adoption Funding</b> Executive funds 8.1% caseload growth in Adoption Subsidy enrollment at a cost of \$3.4 M. See Foster Care.		3.4		3.4
29	<b>DCS - Foster Care:</b> Executive reduces Foster Home placement funding by \$(3.4) M to reflect lower-than-budgeted caseloads.		(3.4)		(3.4)
30	<b>Commerce - Competes Fund Restoration:</b> Executive restores \$6 M Arizona Competes Fund deposit that was removed in the '19 budget, and allocates \$2 M of this amount to rural broadband grants in '20.		6.0		6.0
31	<b>Comm Colleges - Formula Changes:</b> Baseline includes \$1.4 M. Executive includes \$1.0 M for a difference of \$383,200.		(1.7)		(3.2)
32	<b>Corrections - Prison Construction/Operations Fund Backfill:</b> Executive reduces the Other Fund appropriation from \$12.5 M to \$10.0 M and backfills with General Fund to address a revenue shortfall.		2.2		2.2
33	<b>Corrections - Inmate Health Care Supplemental:</b> Executive funds the shortfall estimated by the Executive for the '19 inmate health care contract. <b>Corrections - Inmate Health Care:</b> Executive funds an increase in the per diem paid under a new contract to provide health care to inmates in state prisons.		30.9		30.9
34	<b>Corrections - Health Care Monitoring Staff (10 FTE):</b> Executive funds additional FTE for the department's 33 FTE inmate health care monitoring bureau.		1.0		1.0
35	<b>DES - Formula Adjustments:</b> Baseline includes \$51 M for DD Medicaid formula growth. Executive includes \$53 M, for a difference of \$(2) M.		(22.6)		(24.8)

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	E		F		G		H	
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36	<b>DES - DD Case Management Funding:</b> Executive includes \$1.9 M for 5% caseload growth in the DD state-only program.							
			1.9				1.9	
37	<b>DES - DD Behavioral Health Services Transfer to DES:</b> Executive shifts behavioral health costs for DD clients from AHCCCS to DES.							
			26.1				26.1	
38	<b>DES - Fund Prop 206 Costs Ongoing:</b> Executive makes \$11 M for one-time '19 DD Prop 206 costs and \$2 M for DD room and board ongoing in '20.							
			13.0				13.0	
39	<b>ADE - Formula Adjustments:</b> Executive adds \$381 M for formula growth compared to \$429 M for JLBC. Executive is less than JLBC primarily due to a lower assumed rate of enrollment growth (0.8% for OSPB versus 1.3% for JLBC).							
			(86.5)				(117.4)	
40	<b>ADE - Exec Doesn't Include Prop 123 Supplement '21 Increase:</b> Executive does not increase Supplemental State Aid funding by \$25 M in '21 as required by Prop 123.							
			(25.0)				(25.0)	
41	<b>ADE - Results Based Funding (RBF):</b> Executive includes \$60 M to fund RBF based on "A" letter grades rather than AzMERIT test scores and extend eligibility to "B" rated schools with 60%+ low income eligibility.							
			59.7				59.7	
42	<b>ADE - CTED Incentive Program:</b> Executive provides a \$1,000 incentive payment to schools for each high school graduate who earns a select industry certification (prorated if > 10,000 qualify).							
			10.0				10.0	
43	<b>ADE - School Resource Officers (SROs):</b> Executive funds 89 additional SRO positions for schools that applied for an SRO but did not receive one for the '18 - '20 funding cycle.							
			9.3				9.3	
44	<b>ADE - School Counselors/Social Workers:</b> Executive provides between 110 and 150 more mental health professionals for public schools (funding would double for '21).							
			12.0				12.0	
45	<b>DEMA - National Guard Tuition Reimbursement (125 - 400 Guardsman):</b> Executive restores tuition reimbursement program eliminated in '10.							
			1.0				1.0	
46	<b>Governor - Foster Youth Education Ongoing:</b> Executive converts funding from one-time to ongoing.							
			1.5				1.5	
47	<b>DHS - ASH Temporary Staffing Contract Increase:</b> Executive adds behavioral health technicians and nurses through statewide contract for temporary staffing.							
			0.3				0.3	
48	<b>AZ Historical Society - Executive No Risk Management Adjustment:</b> Executive does not correct for risk management over-adjustment in '19.							
			0.1				0.1	
49	<b>IRC - JLBC Has '21/'22 Funding:</b> JLBC assumes IRC funding of \$500k in '21 and \$3.7 M in '22, corresponding to the appropriations for the beginning of the 2010 redistricting cycle.							
			(0.5)				(3.7)	
50	<b>Judiciary - Court of Appeals - General Operating Expenses:</b> Executive provides added operating funding.							
			0.1				0.1	
51	<b>Judiciary - Superior Court - Health/Dental Cost Adjustment (\$54k):</b> Executive funds the deficit in the Superior Court budget due to health and dental insurance elections by judges.							
			0.1				0.1	
52	<b>Judiciary - Superior Court - Probation Officer '19 Retirement Adjustment:</b> Executive funds the employer CORP increase for probation officers. Executive also includes a '19 supplemental.							
			2.4				2.4	
53	<b>Judiciary - Superior Court - Probation Salary Deficit:</b> Executive funds previously-approved '18 and '19 county salary increases for probation officers.							
			1.0				1.0	
54	<b>Judiciary - Superior Court - Executive Double Count Maricopa Judges Salary:</b> Executive double counts salary adjustment in '21 and '22.							
			7.0				7.0	
55	<b>DJC - Repeal County Cost Sharing:</b> Executive converts one-time suspension of county cost sharing into ongoing elimination, thereby requiring General Fund backfill.							
			11.3				11.3	

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56	<b>Land - CAP Rate Adjustment:</b> Baseline includes a decrease of \$(128,300) to align CAP funding with the '19 actual rate of \$41/AF. Executive funds CAP rates at the '20 projected rate of \$68/AF.							
57	<b>Postsecondary Ed - Expand Teacher Student Loan Program By 30:</b> Executive expands program from 56 existing students. Student loan forgiven if graduate teaches in rural, low-income or tribal schools.							
58	<b>Postsecondary Ed - Internal IT System Development (\$34k):</b> Executive funds standalone IT and Phone System, includes migration and administrative costs.							
59	<b>DPS - Highway Safety Fee Fund Shift (JLBC - \$30 M/Executive - \$41.3 M):</b> Executive includes a \$(41.3) M decrease from the General Fund relative to Highway Safety Fee proposal, compared to \$31 M in Baseline.							
60	<b>DPS - Vehicle Replacement/General Operating:</b> Executive includes \$1 M of ongoing expenses to replace 18 vehicles. Vehicle replacement currently funded so \$1 M will free up resources elsewhere.							
61	<b>SFB - Lease-Purchase Adjustment:</b> Technical adjustment consistent with debt service schedule.							
62	<b>Sec of State - Presidential Preference Election (JLBC - \$5.7 M/Executive - \$5.0 M):</b> Executive funds the election at \$4.3 M compared to \$5.0 M.							
63	<b>Sec of State - 3 FTE (Southern AZ/Rural/Tribal):</b> Executive funds 3 FTE for working with local tribes and governments on elections and business services issues.							
64	<b>Sec of State - Executive Has '22 Election Funding (No Election):</b> Executive retained funding in '22, but no election scheduled from 7/21 to 6/22.							
65	<b>Tourism - Marketing Funding Increase:</b> Executive includes funding to increase the promotional efforts of the Arizona Office of Tourism.							
66	<b>Universities - ABOR - Teacher's Academy:</b> Executive expands program to 4 years for education students, 2 years for STEM students, and adds \$1,000 stipends for critical need areas.							
67	<b>Universities - Technical Adjustments:</b> Executive has different estimates for 2003 Research Infrastructure debt service pursuant to A.R.S. § 15-1670 and for 2017 Capital Infrastructure funding appropriations.							
68	<b>Universities - NAU - Continue Biomedical Research Funding:</b> Executive continues \$3 M on an ongoing basis. Previous multi-year funding expires in '19, which has been distributed to TGen.							
69	<b>Veterans' Services - Veteran Suicide Prevention:</b> Executive funds "Be Connected " suicide prevention program. Includes funding for Program Project Specialist position.							
70	<b>Other - Pay Raise - Agriculture (\$35k):</b> Executive includes a 5% salary increase for 11 Livestock Officer positions.							
71	<b>Other - Pay Raise - Attorney General (\$55k):</b> Executive includes a 5% salary increase for Attorney General public safety staff.							
72	<b>Other - Pay Raise - Child Safety:</b> Executive includes a 8% salary increase for caseworkers, 12% for Case Aides and 5% for other selected positions.							
73	<b>Other - Pay Raise - Corrections:</b> Executive includes 10% salary increase for corrections officers and between 5% and 13% for select other positions.							
74	<b>Other - Pay Raise - Health Services:</b> Executive includes salary increases for behavioral health techs (15%), nurses (8.5%), and security officers (24%).							
75	<b>Other - Pay Raise - Insurance (\$33k):</b> Executive includes a 5% salary increase for insurance fraud investigators.							

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76 <b>Other - Pay Raise - Juvenile Corrections:</b> Executive includes 14.9% salary increases for youth correctional officers and 8.5% for teachers.		3.2						3.2
77 <b>Other - Pay Raise - Dept. of Public Safety (Shift to HSF):</b> Executive includes a 10% salary increase for sworn officers and 5% for all other DPS staff.		13.4						7.5
78 <b>Other - 2010 Sale/Leaseback Refinance</b> - Executive reduces debt service payments by refinancing 2010A/2010B insurances to sell and buy back state buildings.		(10.1)						(10.1)
79 <b>Other - ADC/Judiciary Retirement Adjustments:</b> Executive reduces agency funding for lower CORP retirement rates.		(12.7)						(12.7)
80 <b>Other - All Other Agency Retirement Adjustments:</b> Executive increases agency funding for higher ASRS rates.		4.9						4.9
81 <b>Other - EORP Technical Adjustment:</b> Executive has lower EORP technical adjustment.		(0.3)						(0.3)
82 <b>Other - Risk Management Adjustments:</b> Executive increases agency funding for higher Risk Management payments.		2.3						2.3
83 <b>Other - IT Pro Rata Adjustments:</b> Executive increases agency funding to pay a higher charge for IT services.		1.1						1.1
84 <b>Other - Agency Rent Adjustments:</b> Executive funds the space relocations and reallocations for agencies. Assumes current rental rates.		(0.5)						(0.5)
85 <b>Other - COSF Rental Rate Increase:</b> Executive increases agency funding to pay for a \$1.79 increase for state-owned office space. Generates \$2.0 M GF and \$1.2 M OF to fund higher building renewal.		2.0						2.0
86 <b>Other - Revertments (Unspent Appropriations):</b> Executive estimates compared to Baseline		(18.0)						(22.0)
87 <b>Other</b>		(0.6)						(0.6)
88 <b>Subtotal - Ongoing Changes to JLBC Baseline</b>	\$ -	\$ 28.1			\$ -			\$ (68.7)
89 <b>Total Ongoing Spending</b>	\$ 11,269.6	\$ 11,297.7			\$ 11,707.7			\$ 11,639.0
90 <b>JLBC Baseline One-Time Spending</b>	\$ 168.4	\$ 168.4			\$ 28.5			\$ 28.5
<b>One-Time Changes to JLBC Baseline</b>								
91 <b>Agriculture - Mariposa Port of Entry Cold Inspection Facility:</b> Executive includes funding to build a cold inspection facility to store produce for inspection at the Mariposa port of entry.								
92 <b>DCS - Automation (CHILDS):</b> Baseline includes \$5 M to continue DCS' CHILDS replacement project. Executive includes \$10.1 M, or \$5.1 M above the Baseline.								
93 <b>Commerce - Rural Broadband Grants:</b> Executive includes \$1 M for rural broadband grants (see ongoing as well).								
94 <b>Comm Colleges - Maricopa CCD Healthcare Specialty Expansion:</b> Executive includes funding for health care training center expansion for Maricopa CC.								

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95	<b>Comm Colleges - Pima CCD Aviation Center:</b> Executive includes funding for Pima CC Aviation Center expansion.				
96	<b>Corrections - Leap-Year Funding:</b> Executive funds the marginal costs of an additional day in '20 as a result of leap year. Costs include health care, food, and operational costs.				
97	<b>ADE - Department Audit:</b> Executive includes funding to enable ADE to conduct an independent audit of its operations and finances.				
98	<b>ADE - Executive '21 Teacher Salary Increase Doesn't Account for Prop 301:</b> Executive does not reduce the Teacher Pay Raise GF increase of \$175 M in '21 to reflect freed up SFB debt service from Prop 301.		50.0		
99	<b>DEMA - Reconnaissance/Drones Live Reporting:</b> Executive includes funding for equipment to use enhanced video capabilities of its drones and reconnaissance aircraft for state missions.				
100	<b>DEQ - WQARF (Fund from General Fund):</b> Executive includes funding for Aquifer Remediation (Water Quality Assurance Revolving Fund). Executive is replacing DEQ non-General Fund monies with General Fund.				
101	<b>DHS - Alzheimer's Research:</b> Executive continues \$2.0 M in one-time funding, but transfers \$1.0 M of the cost to the General Fund (other \$1.0 M funded by the Health Research Fund).				
102	<b>DHS - Rural Hospital Prenatal Equipment:</b> Executive includes funding for telemedicine and sonogram equipment for rural hospitals. Also includes \$500k in '21 and '22.		0.5		0.5
103	<b>DHS - Restore Emergency Fund to \$500k:</b> Executive proposes \$106,600 for deposit to the Public Health Emergencies to maintain a \$500,000 balance in the fund.				
104	<b>DPS - AZ POST Funding:</b> Executive includes funding to cover law enforcement training costs at AZ Peace Officers Standards and Training Board.				
105	<b>DPS - Maricopa Night Highway Patrol (6 FTE):</b> Executive includes one-time funding to add 6 FTE Trooper positions in Maricopa County. Executive would shift to Highway Safety Fee in '21 and beyond.				
106	<b>DPS - Southern AZ Highway Patrol (12 FTE):</b> Executive includes funding to add 11 FTE Trooper positions and 1 FTE Sergeant position for Southern Arizona patrol. Executive would shift to Highway Safety Fee in '21 and beyond.				
107	<b>DPS - Loop 202 South Mountain Freeway Patrol (30 FTE):</b> Executive includes one-time funding to add 30 FTE Positions for the Loop 202 extension. Executive would shift to Highway Safety Fee in '21 and beyond.				
108	<b>SFB - Fund '20 New Construction Starts All in One Year:</b> Executive funds 100% of Construction and Land costs for schools approved by SFB on or before December 1, 2018 rather than land and 50% construction costs for 2 years.				
109	<b>SFB - Advance Funding for New School Construction:</b> Executive funds new schools when projected to be at capacity in the next 2-3 years rather than after the district reached capacity.				
110	<b>SFB - New School Construction ('21/'22 Differences:</b> Accelerates timeframe for new schools projected in budget (schools at capacity in '23).		29.9		122.9
111	<b>SFB - Building Renewal Funding:</b> Executive adds \$63 M one-time in '20. With \$17 M in ongoing base, total is \$80 M. The '19 supplemental would make total funding for that year \$76 M.				
112	<b>SFB - School Safety Guidelines:</b> Executive funds one-time consultant to provide guidance on best practices in school safety facility improvements.				
113	<b>Transportation - Interstate 17 Expansion:</b> Executive includes \$40 M in '20 and \$45 M in each of '21 and '22 to fund \$130 M project for lane widening from Anthem to Black Canyon City.		45.0		45.0
114	<b>Universities - ASU - One-time Operating Funding:</b> Executive includes one-time operating or capital expenditures as ASU's share of \$35 M total, allocated to each university based on resident enrollment.				

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115 <b>Universities - NAU - One-time Operating Funding:</b> Executive includes one-time operating or capital expenditures as NAU's share of \$35 M total, allocated to each university based on resident enrollment.								
116 <b>Universities - UA - One-time Operating Funding:</b> Executive includes one-time operating or capital expenditures as UA's share of \$35 M total, allocated to each university based on resident enrollment.								
117 <b>Water Resources - Water System Conservation Funding:</b> Executive includes funding to pay Colorado River Water Users for retain water in system. (ENACTED)								
118 <b>Water Resources - Agriculture Infrastructure Projects:</b> Executive includes funding to distribute for infrastructure as part of Drought Contingency Plan. (ENACTED AT \$7 M)								
119 <b>Other - State Employee Health Insurance:</b> Executive increase employer contribution to keep self-funded plan solvent. See Backfill issues below.								
120 <b>Other - Tuition Backfill:</b> Executive adds \$25 M to backfill university health insurance tuition contribution with General Fund monies. (Plus \$9.3 M '19 Supplemental.)								
121 <b>Other - Rainy Day Fund Deposit:</b> Executive deposits \$542 M into Budget Stabilization Fund for a total fund balance of \$1 B.								
122 <b>Other - '21 Additional 27th Pay Period (Executive - \$80 M/JLBC - \$98 M):</b> Executive adds \$80 M for a 27th state employee payroll in '21, compared to normal 26 periods. Executive amount is \$(17) M less than JLBC estimate.				(18.0)				
123 <b>Other - Technical '19 Spending Issue (ADOT Capital):</b>								
124 <b>Subtotal - One-Time Changes to JLBC Baseline</b>	\$ -		\$ 107.4		\$ -		\$ 168.4	
125 <b>Total One-Time Spending</b>	\$ 168.4		\$ 275.8		\$ 28.5		\$ 196.9	
126 <b>Total Spending</b>	\$ 11,438.0		\$ 11,573.5		\$ 11,736.2		\$ 11,835.9	
127 <b>Ending Cash Balance</b>	\$ 239.4		\$ 18.0		\$ 220.5		\$ 49.8	
128 <b>Structural Balance</b>	\$ 257.8		\$ 140.9		\$ 249.0		\$ 183.7	