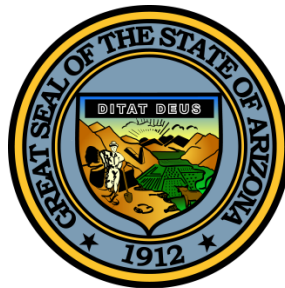


State of Arizona Executive Budget

STATE AGENCY BUDGETS

FISCAL YEAR 2018

Douglas A. Ducey
GOVERNOR



JANUARY 2017

Provisions for Individuals with Disabilities

Individuals who have a disability and require reasonable accommodation in order to use this document are encouraged to contact the Governor's Office of Strategic Planning and Budgeting at 602-542-5381.

Table of Contents

Budget in a Flash

Agency Operating Budget Detail

Accountancy, Board of.....	7
Acupuncture Examiners, Board of.....	10
Administration, Department of.....	13
Administrative Hearings, Office of.....	24
African-American Affairs, Commission of.....	26
Agriculture, Department of.....	28
Arizona Health Care Cost Containment System.....	32
Arts, Commission on the.....	41
Athletic Training, Board of.....	44
Attorney General - Department of Law.....	47
Automobile Theft Authority.....	52
Barbers, Board of.....	55
Behavioral Health Examiners, Board of.....	58
Charter Schools, Board for.....	60
Child Safety, Department of.....	63
Chiropractic Examiners, Board of.....	72
Citizens' Clean Elections Commission.....	74
Commerce Authority.....	76
Community Colleges, Arizona.....	79
Constable Ethics Standards and Training Board.....	83
Contractors, Registrar of.....	84
Corporation Commission.....	87
Corrections, Department of.....	91
Cosmetology, Board of.....	97
Criminal Justice Commission, Arizona.....	100
Deaf and Blind, State Schools for the.....	103
Deaf and Hard of Hearing, Commission for the.....	107
Dental Examiners, Board of.....	110
Early Childhood Development and Health Board.....	112
Economic Security, Department of.....	113
Education, Board of.....	124
Education, Department of.....	127
Emergency and Military Affairs, Department of.....	138
Environmental Quality, Department of.....	141
Economic Opportunity, Office of.....	146
Finance Authority, Arizona.....	148
Equal Opportunity, Governor's Office for.....	149
Equalization, Board of.....	151
Executive Clemency, Board of.....	153
Exposition and State Fair, Arizona.....	155
Financial Institutions, Department of.....	158
Fingerprinting, Board of.....	161
Fire, Building and Life Safety, Department of.....	163
Forestry and Fire Management, Department of.....	165
Funeral Directors and Embalmers, Board of.....	170
Game and Fish Department.....	173
Gaming, Department of.....	178
Geological Survey, Arizona.....	181
Governor, Office of the.....	183
Governor's Office of Strategic Planning and Budgeting.....	185
Health Services, Department of.....	187
Highway Safety, Governor's Office of.....	197
Historical Society, Arizona.....	199
Historical Society, Prescott.....	202
Homeland Security, Department of.....	205
Homeopathic Medical Examiners, Board of.....	207
Housing, Department of.....	210
Independent Redistricting Commission.....	214
Industrial Commission of Arizona.....	216
Insurance, Department of.....	220
Judiciary.....	223
Juvenile Corrections, Department of.....	232
Land Department, State.....	235
Legislature	
Auditor General.....	240
House of Representatives.....	242
Joint Legislative Budget Committee.....	244
Legislative Council.....	246
Senate.....	248
Liquor Licenses and Control, Department of.....	250
Lottery Commission, State.....	254
Massage Therapy, Board of.....	257
Medical Board.....	260
Mine Inspector, State.....	264
Naturopathic Physicians Board of Medical Examiners.....	267
Navigable Stream Adjudication Commission.....	270
Nursing, Board of.....	273
Nursing Care Institution Administration Examiners.....	276
Occupational Therapy Examiners, Board of.....	278
Opticians, Board of Dispensing.....	281
Optometry, Board of.....	284
Osteopathic Examiners, Board of.....	287
Parks Board, State.....	290

Personnel Board.....	294
Pest Management, Office of.....	296
Pharmacy, Board of.....	298
Physical Therapy Examiners, Board of.....	303
Pioneers' Home, Arizona.....	306
Podiatry Examiners, Board of.....	309
Postsecondary Education, Commission for.....	312
Power Authority.....	316
Private Postsecondary Education, Board for.....	317
Psychologist Examiners, Board of.....	320
Public Safety, Department of.....	323
Public Safety Personnel Retirement System.....	332
Radiation Regulatory Agency.....	333
Real Estate, Department of.....	336
Residential Utility Consumer Office.....	339
Respiratory Care Examiners, Board of.....	341
Retirement System, Arizona State.....	344
Revenue, Department of.....	347
School Facilities Board.....	351
Secretary of State - Department of State.....	355
Boards Office.....	358
Tax Appeals, Board of.....	360
Technical Registration, Board of.....	362
Tourism, Office of.....	365
Transportation, Department of.....	367
Treasurer, State.....	374
Tribal Relations, Governor's Office on.....	377
Universities	
Regents, Board of.....	379
Arizona State University – Tempe.....	382
Arizona State University – Polytechnic.....	387
Arizona State University – West.....	390
Northern Arizona University.....	393
University of Arizona – Main Campus.....	399
University of Arizona – Health Sciences Center.....	405
Veterans' Services, Department of.....	408
Veterinary Medical Examining, Board of.....	412
Water Infrastructure Finance Authority.....	415
Water Resources, Department of.....	417
Weights and Measures, Department of.....	422

Additional Changes

Capital Projects.....	424
Allocation of Statewide Adjustments.....	430
Proposed Legislative Changes.....	441

Reference

General Fund Revenue by Agency.....	446
Other Fund Revenue by Agency.....	450
Assumptions & Methodology.....	455
Summary of FY 2016 Expenditures by Object.....	458
Summary of FY 2017 Appropriations by Object.....	472
Summary of FY 2017 Executive Recommendation.....	486
Summary of FY 2018 Agency Requests by Object.....	500
Summary of FY 2018 Executive Recommendation.....	514
Glossary - Budget Terms.....	532
Glossary - Acronyms.....	537
State Government Organization Chart.....	540
Resources.....	541
Acknowledgement.....	542

Executive Budget In-A-Flash



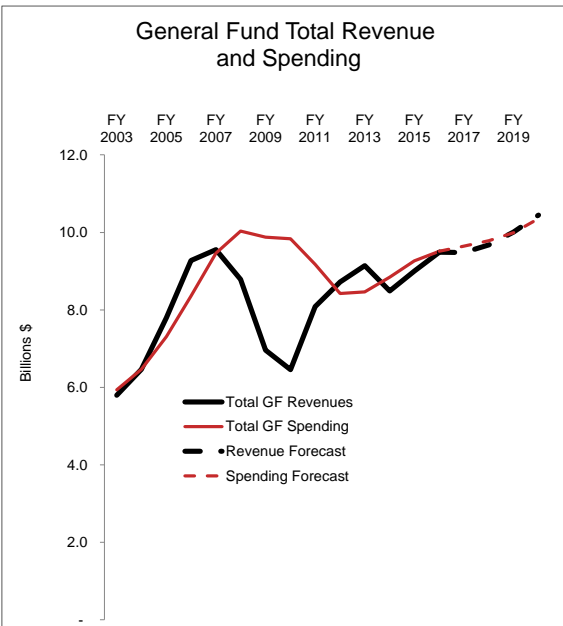
GENERAL FUND CASH FLOW

	Prelim Actual FY 2016	Executive Recommendation FY 2017	Executive Recommendation FY 2018	Executive Recommendation FY 2019	Executive Recommendation FY 2020	YOY ² % growth
Beginning Balance (thousands)	311,635	284,015	119,083	16,937	27,183	
Adj. Base Revenues	9,218,974	9,399,766	9,683,449	10,043,845	10,482,732	
New Revenue Changes	-	-	(38,438)	(36,924)	(37,675)	
One-time Revenues	267,257	79,362	38,102	0	-	
Total Revenues	9,797,866	9,763,143	9,802,196	10,023,858	10,472,240	
Enacted Base Spending	9,513,851	9,608,269	9,608,269	9,785,259	9,996,675	
Baseline Changes ¹		35,790	1,340	278,892	345,071	
New Initiatives		0	175,651	(67,476)	13,600	
Total Spending	9,513,851	9,644,059	9,785,259	9,996,675	10,355,346	3.6%
Ending Balance	284,015	119,083	16,937	27,183	116,894	

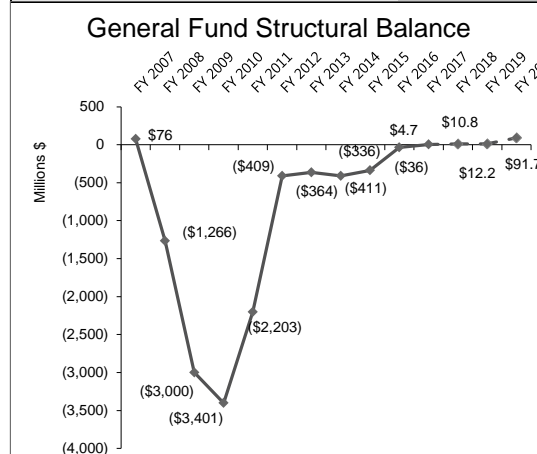
GENERAL FUND STRUCTURAL BALANCE

	Prelim Actual FY 2016	Enacted + Supplemental FY 2017	Forecast FY 2018	Forecast FY 2019	Forecast FY 2020	YOY % growth
Ongoing Revenues	9,218,974	9,399,766	9,645,011	10,006,921	10,445,057	4.4%
Ongoing Spending	9,254,521	9,395,091	9,634,181	9,994,675	10,353,346	3.6%
Structural Balance	(35,548)	4,674	10,830	12,246	91,711	

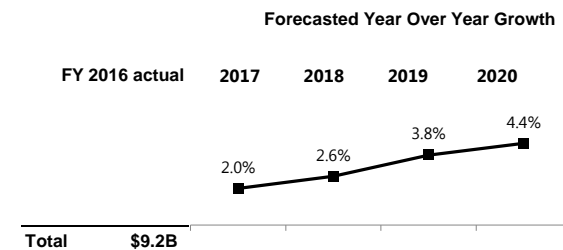
General Fund Total Revenue and Spending



General Fund Structural Balance



GENERAL FUND REVENUE GROWTH FORECAST



¹Baseline change in FY 2017 represents \$36M in supplementals, including \$20M to resolve the 1% cap issue, \$8M for DCS, \$7.7M for Prop. 206, and \$0.2M for Land Department water rights.

²Year-over-year growth is the recommended FY 2018 compared to the originally enacted FY 2017 amounts.

The FY 2018 Executive Budget Recommendation allows for General Fund spending to grow by 1.8% (compared to the enacted FY 17), which is less than the 3.7% forecasted inflation (2.1%) plus population growth (1.6%) in 2018.

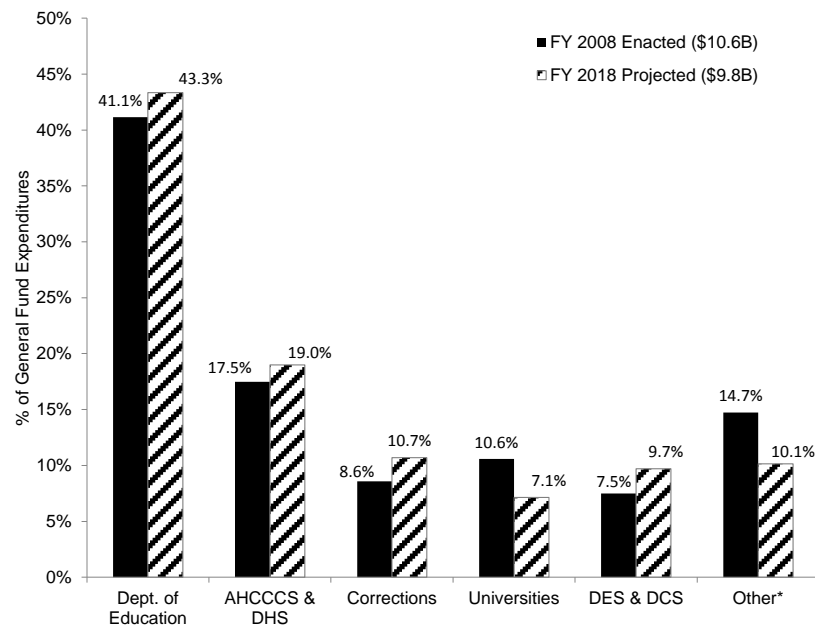
GENERAL FUND SPENDING

New FY 2017 Spending: \$ 35,790,230

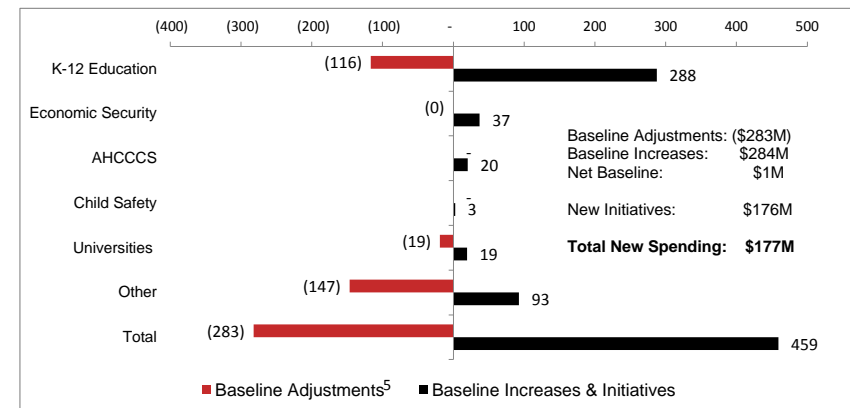
New FY 2018 Spending: \$ 176,990,166

(thousands)	Prelim Actual FY 2016	Executive Recommendation FY 2017	Baseline Issues FY 2018	New Initiatives FY 2018	Executive Recommendation FY 2018 ⁴	YOY ³ % growth
Dept. of Education	3,941,874	4,089,209	75,955	95,200	4,240,531	4%
AHCCCS	1,205,162	1,750,941	18,379	1,704	1,771,024	1%
Corrections	1,035,108	1,046,683	0	518	1,047,201	0%
Universities	864,921	698,472	(14,789)	15,000	698,684	0%
Economic Security	523,934	537,857	31,661	5,373	567,158	7%
Child Safety	402,413	387,179	4,217	(1,700)	381,697	1%
Health Services	602,739	86,552	0	0	86,552	0%
Other Agencies	823,659	831,900	(35,794)	0	818,440	-2%
Capital Projects	6,200	18,000	0	0	18,000	0%
IT Projects	7,783	14,882	542	6,998	7,539	-49%
Other	100,059	182,384	(78,831)	52,558	148,435	-19%
Total	9,513,851	9,644,059^A	1,340^B	175,651^C	9,785,259	1.8%

General Fund Spending Distribution



NEW GENERAL FUND SPENDING PROFILE FY 2018



A Supplemental: spending in current year for baseline or initiatives.

FY 2017 Supplemental: \$36M (Added to FY 2017 Enacted Base of \$9,608.3M)
 All is for baseline issues.

B Baseline: caseload, cost adjustments and spending necessary to provide the current level of service.

FY 2018 Baseline: \$1M
 Virtually all spending is for caseload or cost adjustments.
 Most of new baseline spending is ongoing.

C Initiatives: Investment to achieve the Executive's Goals

FY 2018 Initiatives: \$176M
 \$93.1M is one-time (53%).

³Year-over-year growth is the recommended FY 2018 compared to the originally enacted FY 2017 amounts.

⁴The amounts in the FY 2018 Recommendation column is not equal to the sum of the FY 2017 and other FY 2018 columns because of supplementals included in the FY 2017 Recommendation. For example, K-12 Education includes \$20M in FY 2017 for the adjustment to the county 1% property tax cap.

⁵Baseline Adjustments include FY 2017 one-time appropriations and previously enacted reductions.

GENERAL FUND SPENDING BREAKDOWN

KEY HIGHLIGHTS - INITIATIVE SPENDING

\$129M for Education in FY 2018 above the baseline
 \$114M for the K-12 system in FY 2018
 (\$95.2M at ADE, \$17.2M at SFB, \$0.8M at ASDB, and \$0.4M at Postsecondary Education \$15M for Universities)

DEPARTMENT OF EDUCATION

\$19.8M FY 2017 Supplemental

\$19.8M to resolve the 1% cap issue

\$76M FY 2018 Baseline

\$76.5M for enrollment growth (1.25%, 1.25% in FY17)
 \$76.3M for inflation (1.24%, 0.99% in FY17)
 \$19.8M to account for the 1% cap issue
 \$14.8M for higher average cost per pupil
 \$5M for the college credit by exam incentive program
 (\$0.1M) to remove one-time funding for geographic literacy
 (\$1.1M) adjusting one-time funding for DSCS
 (\$1.8M) for lower JTED funding for high school graduates
 (\$16M) for increased distributions from the PLETF
 (\$19.5M) adjusting for the multisite charter SSW phase down
 (\$31M) adjusting one-time funding
 (\$47M) from new construction property tax savings

\$95.2M FY 2018 Initiative

\$37.6M to implement results based funding
 \$20M for enrollment reconciliation funding
 \$13.6M to phase-in a 2% teacher pay increase over 5 years
 \$10M for all-day Kindergarten and early literacy funding
 \$6.4M for a \$1000 new teacher bonus in high need schools
 \$5M for Arizona broadband education initiative
 \$1.1M for K-12 academic standards
 \$1M to provide JTED completion grants
 \$0.3M for school leadership training
 \$0.2M for computer science initiative
 \$0.1M for jobs for Arizona's graduates
 (\$0M) for additional Board of Ed Resources

SCHOOL FACILITIES BOARD

(\$16.9M) FY 2018 Baseline

(\$15.5M) to remove one-time funding
 (\$1.2M) for new school facilities
 (\$0.2M) for declining debt service

\$17.2M FY 2018 Initiative

\$17.2M for new building renewal grants

UNIVERSITIES

(\$14.8M) FY 2018 Baseline

(\$14.8M) adjustments for one-time capital and refinancing

\$15M FY 2018 Initiative

\$7.6M for one-time capital funding - ASU
 \$4.2M for one-time capital funding - UA
 \$3.2M for one-time capital funding - NAU

ECONOMIC SECURITY

\$7.7M FY 2017 Supplemental

\$7.7M to pay for Prop 206

\$31.7M FY 2018 Baseline

\$16.2M for DDD caseload growth
 \$15.6M to pay for Prop 206
 (\$0.1M) for removing one-time funding

\$5.4M FY 2018 Initiative

\$3M for Adult Protective Services
 \$2.8M for continued improvements to safety net
 (\$0.4M) for eliminating the fingerprint requirement

AHCCCS

\$18.4M FY 2018 Baseline

\$12.7M for caseload growth
 \$5.6M to pay for Prop 206

\$1.7M FY 2018 Initiative

\$0.2M for prescription drug review initiative
 \$1.5M for emergency dental services

DEPARTMENT OF WATER

\$2.9M FY 2018 Initiative

\$2M for drought contingency planning
 \$0.5M for general streams adjudications personnel
 \$0.2M for active area management personnel
 \$0.1M for legal support for adjudications
 \$0.1M for GIS Personnel

CHILD SAFETY

\$8M FY 2017 Supplemental

\$7M for support services
 \$1M for child care services

\$4.2M FY 2018 Baseline

\$4.2M for adoption services

(\$1.7M) FY 2018 Initiative

(\$2.7M) to remove backlog privatization monies
 \$1M for financial assistance to kinship caregivers

IT PROJECTS

\$10.8M FY 2018 Baseline

\$10.8M for DCS CHILDS replacement project
 \$7M FY 2018 Initiative

\$7M for DOR's IT System replacement

OTHER INCREASES

\$0.2M FY 2017 Supplemental

\$0.2M for Central Arizona Project fees

(\$107.9M) FY 2018 Baseline

\$1.5M for the youth success program
 \$1.1M for Community Colleges
 \$0.8M for Central Arizona Project fees
 (\$15.2M) remove one-time funding for border strike force
 (\$96.1M) remove other one-time funding¹

\$33M FY 2018 Initiative

\$30M deposit into the Health Insurance Trust Fund
 \$1.5M for a post-release fire crew
 \$1.2M for additional education investments²
 \$1.2M for sexual assault kit testing at DPS
 \$0.5M for DOC recidivism programs
 \$0.3M for additional fire safety resources
 (\$1.7M) other investments and reductions

OVERALL SPENDING

\$1M FY 2018 Net Baseline Increase

(\$283M) Baseline Adjustments
 \$284M Baseline Increases

\$176M FY 2018 Initiative

\$177M FY 2018 Total New Spending

Footnotes:

¹This includes large reductions in one-time funding such as (\$86.5M) for transportation projects in FY 2017.

²This includes the \$0.8M for early childhood literacy at the Arizona School for Deaf and Blind (ASDB) and \$0.4 at the Postsecondary Education Commission for teacher loan forgiveness and the FAFSA completion initiative.

Board of Accountancy

The Arizona State Board of Accountancy consists of five Certified Public Accountants (CPAs) and two public members, all of whom are residents of the state and are appointed by the Governor. The Board also has six advisory committees consisting of 46 members appointed by the Board whose work directly supports the Board's mission. The advisory committees are Accounting and Auditing, Tax Practice, Peer Review, Certification, Continuing Professional Education, and Law Review. The Board and its committees qualify candidates for the Uniform CPA Examination, certify individuals to practice as CPAs, register accounting firms owned by CPAs, and biennially renew certificates for CPAs and registered accounting firms. The Board and its committees also receive and investigate complaints, take enforcement action against licensees for violation of statutes and regulations, monitor compliance with continuing education requirements, and review the work product of CPAs to ensure adherence to professional standards through the Board's peer review program.

Link to the **AGENCY'S WEBSITE** <http://www.azaccountancy.gov/>

All numbers representing dollars are expressed in thousands.

Agency Budget Summary

	FY 2016 Actual	FY 2017 Exp.Plan	FY 2018 Net Change	FY 2018 Exec. Rec.
Other Appropriated Funds	1,569.6	1,937.0	87.4	2,024.4
Agency Total	1,569.6	1,937.0	87.4	2,024.4

Main Points of Executive Recommendations

	FY 2017	FY 2018
Administrative Services Officer	0.0	87.4

Major Executive Initiatives and Funding Recommendations

Administrative Services Officer

The Board eliminated the Administrative Services Officer position in 2009, and the duties of the position were absorbed by the Executive Director. However, over the last nine years administrative requirements have increased beyond the capacity of the Executive Director's position. The Executive recommends additional funding and 1.0 FTE for an Administrative Services Officer to absorb some administrative duties, allowing the Executive Director to focus on business development, strategic planning, policy and management.

Funding	FY 2018
Accountancy Board Fund	87.4
Issue Total	87.4

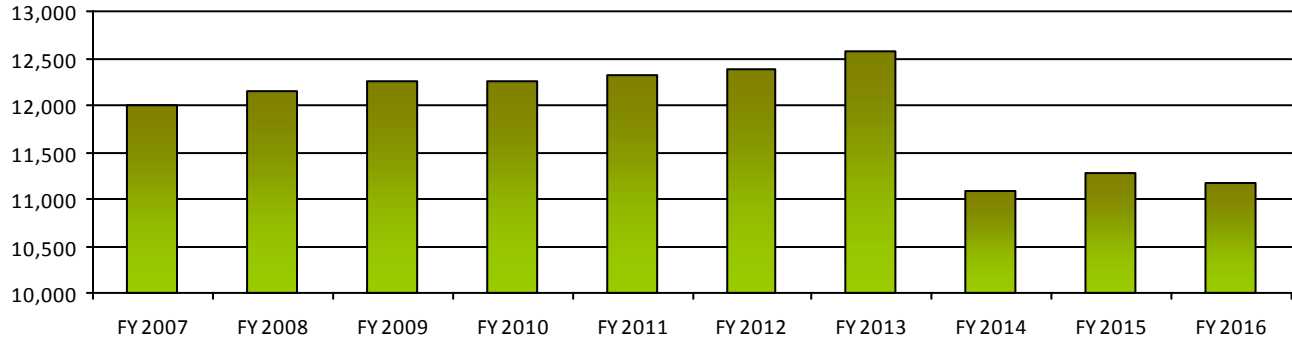
Adjustments for risk management charges and retirement contributions for this agency are not incorporated into the totals shown here. They are listed separated with adjustments for all state agencies immediately following the Capital Projects section. Funding for these adjustments is recommended as part of the total Executive Budget.

Performance Measures

	FY 2015 Actual	FY 2016 Actual	FY 2017 Expected	FY 2018 Expected
Number of exam candidates approved by Board to sit for the Uniform CPA exam	414	704	700	700
Number of certificates issued	397	408	412	412
Number of firms registered	79	148	116	116

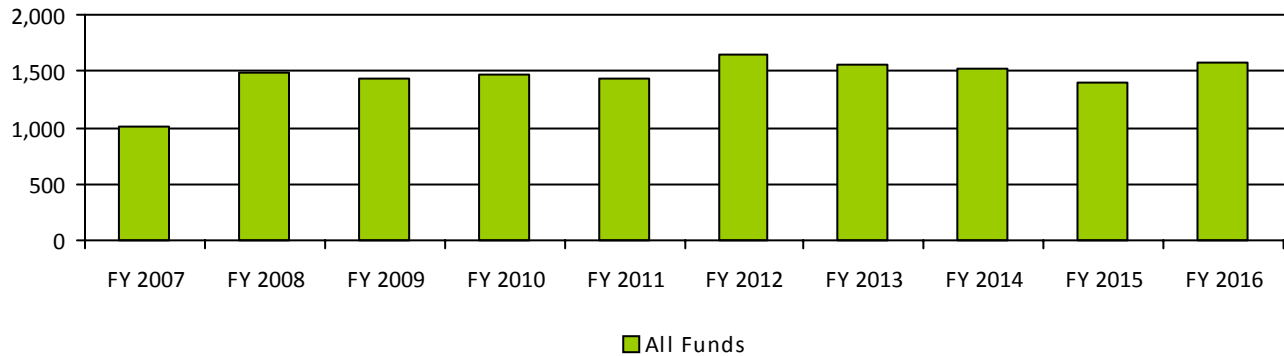
Link to the [AGENCY'S STRATEGIC PLAN](#)

Number of Certified Public Accountants



Agency Expenditures

(in \$1,000s)



Recommended State Appropriations

BY PROGRAM	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Certification, Registration, and Regulation	1,569.6	1,937.0	87.4	2,024.4
Agency Total - Appropriated Funds	1,569.6	1,937.0	87.4	2,024.4

BY EXPENDITURE OBJECT	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Personal Services	731.3	806.8	60.0	866.8
ERE Amount	286.4	327.3	27.4	354.7

BY EXPENDITURE OBJECT	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Prof. And Outside Services	287.7	449.6	0.0	449.6
Travel - In State	2.6	5.0	0.0	5.0
Travel - Out of State	4.9	12.0	0.0	12.0
Other Operating Expenses	226.0	295.0	0.0	295.0
Equipment	30.7	41.3	0.0	41.3
Agency Total - Appropriated Funds	1,569.6	1,937.0	87.4	2,024.4

BY APPROPRIATED FUND	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Accountancy Board Fund	1,569.6	1,937.0	87.4	2,024.4
Agency Total - Appropriated Funds	1,569.6	1,937.0	87.4	2,024.4

FOR MORE DETAIL ABOUT EACH FUND SEE THE STATE FUNDS BOOK

The Executive recommends a lump-sum appropriation to the agency.

Acupuncture Board of Examiners

The Board licenses and regulates acupuncturists and certifies auricular (ear) acupuncturists for detoxification or substance abuse programs. The Board also oversees the licensing and certification of acupuncture training, continuing education programs, and visiting professors. The Board evaluates professional competency, investigates complaints, and enforces the standards of practice for the acupuncture profession. The Board regulates the educational, clinical, and clean needle technique programs approved to teach the practice of acupuncture in the State.

Link to the **AGENCY'S WEBSITE** <http://www.azacupunctureboard.us/>

All numbers representing dollars are expressed in thousands.

Agency Budget Summary

	FY 2016 Actual	FY 2017 Exp.Plan	FY 2018 Net Change	FY 2018 Exec. Rec.
Other Appropriated Funds	141.9	178.5	33.8	212.3
Agency Total	141.9	178.5	33.8	212.3

Major Executive Initiatives and Funding Recommendations

Auditor General Findings and Recommendations

In 2016 the Auditor General conducted a regular Performance Audit and Sunset Review of the Board. In the report released, September 2016, they made several recommendations. The recommendations mainly addressed two general themes, eliminating unnecessary administrative rules and specific process improvements.

The board estimates that it will cost \$3,000 for rulemaking that would demote several rules to policy and remove others entirely. With respect to process improvements, board estimates that it needs to make investments in two areas. \$4,000 for computers and software that will improve the record keeping and \$3,000 to contract with investigators for complaint resolution to prevent the need to hire additional staff or divert current staff.

The Executive recommends a one-time increase in FY 2018 for rulemaking, IT investment, and contract investigator fees.

Funding	FY 2018
Acupuncture Board of Examiners Fund	10.0
Issue Total	10.0

Remove FY 2017 One-time Appropriations

The Board's FY 2017 budget included one-time appropriations for rulemaking and annual leave payout. The Executive Recommendation, as a technical adjustment, removes these one-time FY 2017 appropriations.

Funding	FY 2018
Acupuncture Board of Examiners Fund	(16.2)
Issue Total	(16.2)

Statewide e-Licensing System

The process to review applications and issue licenses at many State agencies, including the Acupuncture Board of Examiners, is in need of modernization. The Arizona Strategic Enterprise and Technology Office within the

Department of Administration, with engagement from stakeholders at State agencies, has issued a request for proposals to implement a statewide e-licensing system. This system will be more secure than agency-developed applications and will be adapted to the specific information requirements of each State agency, while providing customers a consistent user experience.

The final cost of the system will be known once a vendor is selected in early 2017. However, pending issuance of the contract and finalization of the cost estimate, the Executive recommends appropriating \$40,000 from the Acupuncture Board of Examiners Fund to the Automation Projects Fund in FY 2018 for the development of an e-licensing system. This amount will be adjusted when the system’s costs are finalized.

Funding	FY 2018
Acupuncture Board of Examiners Fund	40.0
Issue Total	40.0

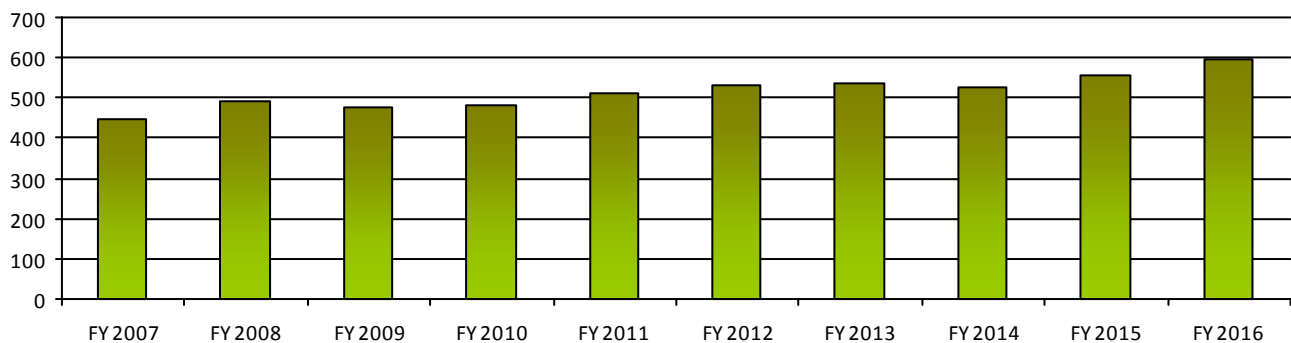
Adjustments for risk management charges and retirement contributions for this agency are not incorporated into the totals shown here. They are listed separated with adjustments for all state agencies immediately following the Capital Projects section. Funding for these adjustments is recommended as part of the total Executive Budget.

Performance Measures

	FY 2015 Actual	FY 2016 Actual	FY 2017 Expected	FY 2018 Expected
Number of renewals issued	557	595	605	625
Number of investigations conducted	1	0	10	0
Total number of licensees	593	599	610	620
Total number of auricular acupuncture certificate holders	37	37	45	55
Number of applications received	89	66	75	85

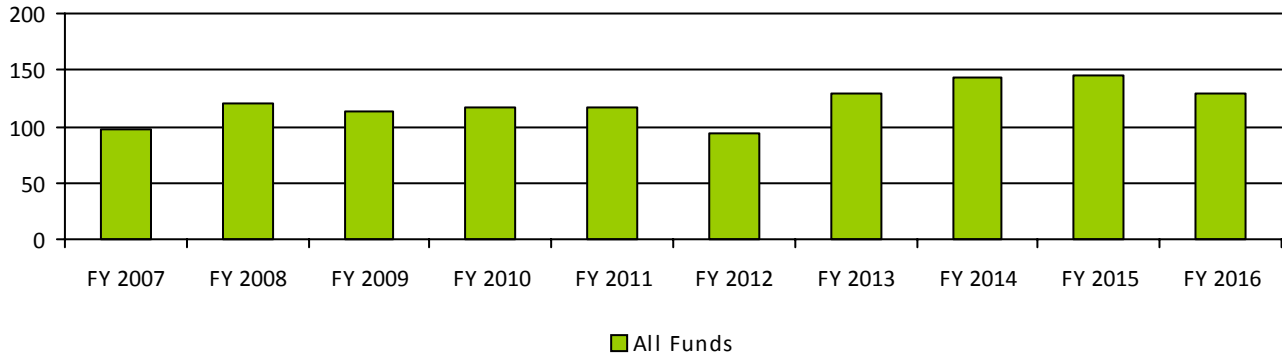
Link to the [AGENCY'S STRATEGIC PLAN](#)

Number of Renewals Issued



Agency Expenditures

(in \$1,000s)



Recommended State Appropriations

BY PROGRAM	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Licensing and Regulation	141.9	178.5	33.8	212.3
Agency Total - Appropriated Funds	141.9	178.5	33.8	212.3

BY EXPENDITURE OBJECT	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Personal Services	89.9	105.2	0.0	105.2
ERE Amount	17.3	22.6	0.0	22.6
Prof. And Outside Services	11.9	19.9	3.0	22.9
Travel - In State	1.5	1.5	0.0	1.5
Other Operating Expenses	21.3	29.3	(13.2)	16.1
Equipment	0.0	0.0	44.0	44.0
Agency Total - Appropriated Funds	141.9	178.5	33.8	212.3

BY APPROPRIATED FUND	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Acupuncture Board of Examiners Fund	141.9	178.5	33.8	212.3
Agency Total - Appropriated Funds	141.9	178.5	33.8	212.3

FOR MORE DETAIL ABOUT EACH FUND SEE THE STATE FUNDS BOOK

The Executive recommends a lump-sum appropriation to the agency.

Department of Administration

The Arizona Department of Administration (ADOA) was established by the Arizona State Legislature in 1973 to support the operation of state government. As the administrative and business operations hub of state government, ADOA provides medical and other health benefits to state employees, processing claims when employees get injured, maintaining office buildings for employees to work in, purchasing goods and services needed to conduct business, providing information technology and telecommunication services for employees, and much more. These centralized support services enable state agencies to focus their efforts on their own unique missions.

The divisions within ADOA include:

- General Accounting Office
- General Services Division
- State Procurement Office
- Benefit Services Division
- Human Resources Division
- Arizona Strategic Enterprise Technology
- Risk Management Division
- Governor's Regulatory Review Council

Link to the **AGENCY'S WEBSITE** <http://www.azdoa.gov/>

All numbers representing dollars are expressed in thousands.

Agency Budget Summary

	FY 2016 Actual	FY 2017 Exp.Plan	FY 2018 Net Change	FY 2018 Exec. Rec.
General Fund	106,696.8	108,382.4	44,503.3	152,885.7
Other Appropriated Funds	178,493.0	235,999.7	34,943.9	270,943.6
Non-Appropriated Funds	1,082,827.2	1,141,724.8	38,059.3	1,179,784.1
Agency Total	1,368,017.0	1,486,106.9	117,506.5	1,603,613.4

Main Points of Executive Recommendations

	FY 2017	FY 2018
Health Insurance Trust Fund - One-Time Infusion	0.0	30,000.0
Large Automation Projects	0.0	8,648.1
Automation Project Fund Revenue	0.0	51,422.8
Additional Resources at the Government Transformation Office	0.0	1,000.0

Major Executive Initiatives and Funding Recommendations

Health Insurance Trust Fund - One-Time Infusion

The Health Insurance Trust Fund (HITF) supports the State's self-insured medical, pharmacy and dental claims for State employees. In FY 2016, annual claims growth increased to approximately 7.6%, far above the 4.1% forecast.

The Executive recommends \$60 million for HITF: \$30 million from the General Fund and \$30 million allocated from other funds. This one-time funding will allow the Department more time to assess whether the 2016

growth in claims is temporary or persistent.

Funding	FY 2018
General Fund	30,000.0
Issue Total	30,000.0

Automation Projects Non-Lapsing Authority

The State's large information technology and automation projects are inherently complex and require extensive planning. The monies appropriated to those projects are one-time appropriations, but many of the projects cannot be completed within the current fiscal year.

The Executive recommends continuing appropriation authority through FY 2018 for the following large automation projects: FY 2016 DEQ E-Licensing, FY 2017 DOA E-Procurement, FY 2017 DOA ASET Initiatives, FY 2017 DOC AIMS Replacement, FY 2017 DES IT Security, FY 2017 ADE AELAS, FY 2017 DCS CHILDS Replacement, and FY 2017 DOR Enterprise Tax System Assessment.

Funding	FY 2018
Automation Projects Fund	0.0
Issue Total	0.0

Large Automation Projects

The Automation Projects Fund, managed by the Arizona Strategic Enterprise and Technology Office (ASET) through centralized oversight and project management efforts, provides funding for the State's large automation projects.

In the FY 2017 budget, \$47.8 million was appropriated to the Automation Projects Fund for the following new and continuing projects: Arizona Strategic Enterprise and Technology Office [ASET] Initiatives (Department of Administration); E-Procurement System Replacement (Department of Administration); Arizona Inmate Management System [AIMS] Replacement (Department of Corrections); Information Technology Security (Department of Economic Security); Education Learning and Accountability System (Department of Education); Children's Information Library and Data Source [CHILDS] Replacement (Department of Child Safety); Enterprise Tax System Assessment (Department of Revenue).

For FY 2018, the Executive recommends \$56.4 million for the projects listed below. It is recommended that these appropriations not lapse until June 30, 2019.

Department of Child Safety: CHILDS System. CHILDS is the management information system used to document the status, demographics, locations and outcomes for every child in DCS's care. This project has finished the planning and design phase, and DCS is beginning development of a mobile solution in FY 2017 and FY 2018.

Department of Revenue: Information Technology Infrastructure. The Department operates its IT systems from three State-owned data centers. In alignment with a plan to move its systems to the cloud, the Department must first take the intermediate step in FY 2018 of upgrading its IT hardware at end of life and placing its equipment in a private data center for the purposes of obtaining better security and reliability.

Department of Administration: Human Resources Information System (HRIS) Replacement. The HRIS, which has accumulated nearly 700 customizations and has become difficult to update, needs to be replaced. The multi-year HRIS Replacement project will provide a modernized system that provides better security and accessibility.

Department of Administration: ASET Initiatives. The Executive Recommendation for ASET Initiatives includes implementing cyber security controls to better protect State agencies from cyber-attack, performing a cyber risk assessment, continuing the relocation of the State Data Center to a private data center for enhanced security and reliability, improving State agency websites, providing critical infrastructure, and administering project management.

Department of Public Safety: Microwave Backbone. The Microwave Backbone is a statewide communication system used by many State agencies, including DPS, the Department of Transportation, the Department of Corrections, and the Game and Fish Commission. The Southern Loop of the Backbone is complete, and the Western Loop will be completed by the end of FY 2017. With the Executive Recommendation for FY 2018, updating the Northern Loop will begin.

Department of Public Safety: Arizona Criminal Justice Information System Conversion. The Criminal Justice Information System is a database of criminal history used by every Arizona law enforcement agency. Maintaining the current system has become increasingly difficult because of the scarcity of IT staff who can continue to program the system in an archaic computer language (COBOL).

Department of Environmental Quality: E-Licensing MyDEQ Phase 4. MyDEQ is an online platform intended to reduce regulatory burdens on regulated industries by leveraging technology to streamline the permitting process. Phase 2 has been completed, and the Department will complete Phase 3 in FY 2017. Phase 4 will provide added services for the Underground Storage Tank Program, the VEI Program, Air Permitting, Dry Well Registrations and other customer service enhancements.

Industrial Commission: Claims Processing System Replacement. Deployed in 1991, the Commission's customized claims processing system cannot accept claims information electronically. A new system will improve efficiency and accuracy of processed claims, and it will give Commission customers the ability to electronically submit claims information.

Additional information for each of these projects can be viewed within the Operating Budget Detail of the agency affected.

Funding	FY 2018
Automation Projects Fund	8,648.1
Issue Total	8,648.1

Project	FY 2017 Appropriation	FY 2018 Recommendation
DCS CHILDS Replacement	4,581,600	15,423,200
DOA ASET Initiatives	13,598,400	15,941,400
DOR IT Infrastructure	-	9,997,800
DOA HRIS Replacement	-	6,000,000
DPS Microwave Backbone	-	2,500,000
DPS Criminal Justice Information System	-	2,343,000
DEQ e-Licensing	-	3,200,000
Industrial Commission Claims Processing System	-	1,017,400
DOA e-Procurement	12,000,000	-
DOC AIMS Replacement	8,000,000	-
DES IT Security	1,294,700	-
ADE Education Learning and Accountability System	7,300,000	-
DOR Enterprise Tax System Assessment	1,000,000	-
Totals	47,774,700	56,422,800

Automation Projects Fund Revenue

For FY 2018, the Executive recommends that, to carry out IT projects, monies from funds at the following agencies be appropriated to the Automation Projects Fund: Department of Administration, Department of Child Safety, Department of Revenue, Department of Public Safety, and Department of Environmental Quality. These resources will be utilized to facilitate the development of the IT projects described in the Large Automation Projects initiative.

Funding	FY 2018
General Fund	22,421.0
Department of Revenue Administrative Fund	3,000.0
Information Technology Fund	1,650.0
Industrial Commission Admin Fund	1,017.4
Underground Storage Tank Revolving Fund	3,200.0
Public Safety Equipment Fund	1,000.0
Concealed Weapons Permit Fund	2,500.0
State Web Portal Fund	6,248.4
Risk Management Fund	440.0
Automation Operations Fund	7,603.0
Issue Total	49,079.8

Statewide E-Licensing Project

Many State agencies license regulated professions. In an effort to make license processing more efficient throughout State government, the ADOA Arizona Strategic Enterprise and Technology (ASET) Office has issued a request for proposals for a statewide e-licensing system. This system will accommodate State agencies' diverse information requirements while offering customers of multiple agencies a consistent user experience.

The Executive recommends transferring FY 2018 recommended appropriations for e-licensing products as well as FY 2017 appropriations for agencies that have not begun implementing. Further, the Executive recommends that the transferred funds for this project not lapse until June 30, 2019.

Funding	FY 2018
Automation Projects Fund	0.0
Issue Total	0.0

Additional Resources at the GTO

The Government Transformation Office (GTO) works with agencies to facilitate process improvement projects that improve State agency performance. The demand for GTO services across State government has increased, as agencies have adopted process improvement projects.

The Executive recommends \$1 million from the State Web Portal Fund to expand the efforts of the GTO, which will continue to generate better State agency performance and customer service.

Funding	FY 2018
State Web Portal Fund	1,000.0
Issue Total	1,000.0

Increased Deductible on Risk Management Claims

The ADOA Risk Management Division charges a \$100 deductible for claims made by State agencies for damaged or lost property. That amount has not been raised in 27 years.

The Executive recommends that the Division implement a deductible of \$2,500 per claim for State agencies with expenditures above \$1 million, with State agencies below \$1 million retaining the existing \$100 deductible. Increasing the deductible for damaged or lost property will incentivize agencies to make efficient use of available resources and reduce administrative and processing costs to the Division.

The Executive further recommends a (\$3,526,100) reduction in the Risk Management Losses and Premiums Special Line Item to align the appropriation with projected expenditures.

Funding	FY 2018
Risk Management Fund	(3,526.1)
Issue Total	(3,526.1)

Central Services Bureau Staffing Transfer

The Central Services Bureau serves more than 50 State agencies, providing centralized accounting and financial services. To further enhance the benefits of centralization, the ADOA Office of the Controller will outsource its payables and receivables to the Bureau and transfer three employees to the Bureau. The Executive recommends \$217,700 from the Special Services Fund to fund the transferred staff.

Funding	FY 2018
Special Services Fund	217.7
Issue Total	217.7

Adjust Insurance Claims Related Expenditures

Each year an independent actuary prepares a study of the State's exposure and claims history for its property, liability and workers' compensation programs. Per the findings of the most recent study, to align appropriations with actuarial projections, the Executive recommends an increase in the Risk Management Fund for the following special line items: Risk Management Losses and Premiums, Risk Management Administrative Expenses, and Workers' Compensation Losses and Premiums.

Funding	FY 2018
Risk Management Fund	2,620.4
Issue Total	2,620.4

Reallocation of AFIS Charges

In FY 2016, the State implemented a new accounting system, the Arizona Financial Information System (AFIS). AFIS and its operations are funded by charges to all State agencies based on transaction counts within the AFIS system. In FY 2016, State agencies were appropriated funds to cover the projected charges; however, the projected charges were based on transactions in the system that AFIS replaced and were subject to inaccuracies. To allocate charges more accurately, the Executive recommends reallocating State agency AFIS charges based on transactions counts within the current system. The Department will provide a cost allocation based on updated transaction counts in early 2017.

Funding	FY 2018
Arizona Financial Information System Collections Fund	0.0
Issue Total	0.0

Baseline Recommendations

In FY 2017, counties received a one-time appropriation of \$8 million General Fund to cover a portion of their contribution to operate the Department of Juvenile Corrections. Also in FY 2017, the Government Transformation Office received a one-time appropriation of \$500,000 from the Information Technology Fund. Additionally, the Department received a one-time appropriation of \$175,000 from the Telecommunications Fund in order to provide an uninterrupted power supply for analog devices and to repair and expand fiber optic cable on the Capitol Mall.

The Executive Recommendation, as a technical adjustment, removes the one-time FY 2017 appropriations.

Funding	FY 2018
General Fund	(8,000.0)
Information Technology Fund	(500.0)
Telecommunications Fund	(175.0)
Issue Total	(8,675.0)

Transfer from Office of Economic Opportunity (OEO)

Laws 2016, Chapter 372 states that, in FY 2017, the Department of Administration would transfer \$84,600 of its General Fund appropriation to the Office of Economic Opportunity to develop a regulatory cost model. The Executive recommendation, as a technical adjustment, transfers those funds back to the Department of Administration in FY 2018.

Funding	FY 2018
General Fund	84.6
Issue Total	84.6

Lease-Purchase Payment Adjustment

The Executive recommends reducing appropriations for the State building sale leaseback agreements to align the appropriation with the FY 2018 payment.

Funding	FY 2018
General Fund	(2.3)
Issue Total	(2.3)

Supplemental Recommendations

Federal Reimbursement

One of the Department's key funding mechanisms consists of several enterprise funds that collect monies for administrative and infrastructure services to State agencies and other entities that benefit from those services. One key purchaser of those services is the federal government, which enlists state governments as partners through federal financial participation in a variety of programs. The federal government holds equity shares in the funding and maintains a close watch on expenditures and disallowed uses.

Federal auditors have notified the Department that cost activities in several funds have been disallowed, and the State will likely be required to reimburse the disallowed costs in FY 2016. The Executive recommends a non-lapsing supplemental appropriation for settlement authority of \$15.3 million from the Risk Management Fund for federal reimbursements that may be due in FY 2017.

Funding	FY 2017
Risk Management Fund	15,258.7
Issue Total	15,258.7

Adjustments for risk management charges and retirement contributions for this agency are not incorporated into the totals shown here. They are listed separated with adjustments for all state agencies immediately following the Capital Projects section. Funding for these adjustments is recommended as part of the total Executive Budget.

Recommended State Appropriations

BY PROGRAM	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Administration	3,546.1	2,841.3	584.6	3,425.9
Arizona Strategic Enterprise Technology Office	40,357.5	81,210.8	57,552.9	138,763.7
Benefits Division	4,934.1	5,256.1	30,000.0	35,256.1
Financial Services	106,730.3	113,044.3	(7,784.6)	105,259.7
General Services Division	26,642.9	33,034.7	0.0	33,034.7
Human Resources	12,403.4	13,785.2	0.0	13,785.2
Risk Management	89,127.6	93,046.3	(905.7)	92,140.6
State Procurement Office	1,447.9	2,163.4	0.0	2,163.4
Agency Total - Appropriated Funds	285,189.8	344,382.1	79,447.2	423,829.3

BY EXPENDITURE OBJECT	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Personal Services	30,742.4	34,659.7	(1,755.3)	32,904.4
ERE Amount	11,117.0	12,991.7	(696.1)	12,295.6
Prof. And Outside Services	35,688.7	55,238.5	(15,146.1)	40,092.4
Travel - In State	174.6	268.1	0.0	268.1
Travel - Out of State	44.6	105.4	(14.1)	91.3
Food	0.0	0.0	440.0	440.0
Aid to Others	6,095.5	14,000.5	7,456.7	21,457.2
Other Operating Expenses	182,488.6	192,256.1	34,000.7	226,256.8
Equipment	4,452.3	11,044.6	(1,151.8)	9,892.8
Capital Outlay	792.4	0.0	0.0	0.0
Cost Allocation	563.6	1,641.2	(169.6)	1,471.6
Transfers Out	13,030.1	22,176.3	56,482.8	78,659.1
Agency Total - Appropriated Funds	285,189.8	344,382.1	79,447.2	423,829.3

BY APPROPRIATED FUND	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
General Fund	106,696.8	108,382.4	44,503.3	152,885.7
Admin - Surplus Property/Federal Fund	44.1	464.5	0.0	464.5
Air Quality Fund	488.3	927.3	0.0	927.3
Arizona Financial Information System Collections Fund	7,063.1	9,406.3	0.0	9,406.3
Automation Operations Fund	19,278.5	23,937.6	7,603.0	31,540.6
Automation Projects Fund	12,965.0	47,774.7	8,648.1	56,422.8
Capital Outlay Stabilization Fund	15,618.6	18,069.6	0.0	18,069.6
Concealed Weapons Permit Fund	0.0	0.0	2,500.0	2,500.0
Corrections Fund	121.8	570.4	0.0	570.4

BY APPROPRIATED FUND	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Department of Revenue Administrative Fund	0.0	0.0	3,000.0	3,000.0
Industrial Commission Admin Fund	0.0	0.0	1,017.4	1,017.4
Information Technology Fund	2,571.1	3,436.0	1,150.0	4,586.0
Motor Pool Revolving Fund	6,871.5	10,151.3	0.0	10,151.3
Personnel Division Fund	11,915.1	12,857.9	0.0	12,857.9
Public Safety Equipment Fund	0.0	0.0	1,000.0	1,000.0
Risk Management Fund	89,127.6	93,046.3	(465.7)	92,580.6
Special Employee Health Fund	4,934.1	5,256.1	0.0	5,256.1
Special Services Fund	0.0	592.2	217.7	809.9
State Surplus Property Fund	1,951.3	2,947.0	0.0	2,947.0
State Web Portal Fund	4,013.4	4,542.4	7,248.4	11,790.8
Telecommunications Fund	1,529.5	2,020.1	(175.0)	1,845.1
Underground Storage Tank Revolving Fund	0.0	0.0	3,200.0	3,200.0
Agency Total - Appropriated Funds	285,189.8	344,382.1	79,447.2	423,829.3

FOR MORE DETAIL ABOUT EACH FUND SEE THE STATE FUNDS BOOK

Special Line Appropriations

	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
ADE Student Database	7,000.0	7,300.0	(7,300.0)	0.0
AFIS Replacement	4.0	0.0	0.0	0.0
Arizona Financial Information System	7,063.1	9,406.3	0.0	9,406.3
ASET IT Consolidation Assessment	0.0	800.0	(800.0)	0.0
County Services	6,000.5	14,000.5	(8,000.0)	6,000.5
DCS CHILDS Database	0.0	4,581.6	26,264.8	30,846.4
DEQ E-lisencing	0.0	0.0	0.0	6,400.0
DES Information Technology Security	487.8	1,294.7	(1,294.7)	0.0
DOA Data Center	1,529.1	5,700.0	(2,294.9)	3,405.1
DOC Inmate Database	0.0	8,000.0	(8,000.0)	0.0
DOR Enterprise Tax System Assessment	0.0	1,000.0	18,995.6	19,995.6
E-Government Projects	79.2	1,300.0	100.0	1,400.0
Enhancing Statewide Data Security	2,489.9	3,248.4	5,677.9	8,926.3
Enterprise Architecture	120.6	1,050.0	100.0	1,150.0
e-Procurement System Replacement	0.0	12,000.0	(12,000.0)	0.0
Federal Transfer Payment	3,608.2	0.0	0.0	0.0
Government Transformation Office	824.6	1,500.0	500.0	2,000.0
Project Management	1,254.4	1,500.0	0.0	1,500.0
Public Safety Communications	0.0	0.0	0.0	8,343.0
Risk Management Administrative Expenses	6,560.5	8,747.2	282.8	9,030.0
Risk Management Losses	44,010.7	45,372.7	(2,530.7)	42,842.0
Southwest Defense Contracts	25.0	25.0	0.0	25.0
State Buildings Debt Service	84,114.6	84,117.4	(2.3)	84,115.1
State Surplus Property Sales Proceeds	1,005.4	1,810.0	0.0	1,810.0
Statewide Information Security and Privacy Office	853.2	870.9	0.0	870.9
Telecommunications Infrastructure	0.0	175.0	(175.0)	0.0
Utilities	6,879.3	8,275.6	0.0	8,275.6
Workers Compensation Losses	28,269.8	31,159.2	1,342.2	32,501.4
Agency Total - Appropriated Funds	202,179.9	253,234.5	10,865.7	278,843.2

Non - Appropriated Funds Expenditures

	FY 2016 Actual	FY 2017 Exp. Plan	FY 2018 Net Change	FY 2018 Exec. Rec.
2010A Lottery Revenue Bond Debt Service	37,502.3	37,502.1	(0.8)	37,501.3
Admin - AFIS II Collections	407.9	1.0	375.9	376.9
Admin - Special Services Fund	782.5	785.9	0.0	785.9
ADOA Special Events Fund	34.0	15.4	0.0	15.4
Certificate of Participation	117,576.7	120,586.0	927.7	121,513.7
Construction Insurance Fund	(3,657.0)	4,822.8	1,990.0	6,812.8
Co-op State Purchasing	4,379.7	3,164.0	1,000.0	4,164.0
Credit Card Incentives and Rebate Clearing Fund	45.4	0.0	0.0	0.0
DOA 911 Emergency Telecommunication Service Revolving	14,908.5	20,110.8	0.0	20,110.8
ERE / Benefits Administration	34,777.7	34,830.0	0.0	34,830.0
Federal Economic Recovery Fund	1,114.0	0.0	0.0	0.0
Federal Grant	2,705.2	1,694.1	0.0	1,694.1
Fingerprint Clearance Card Fund	0.0	0.0	0.0	1,343.0
IGA and ISA Fund	8,862.5	8,065.6	0.0	8,065.6
Oil Overcharge Fund	123.4	116.3	0.0	116.3
Payroll Administration Fund	116.9	140.8	0.0	140.8
Retiree Accumulated Sick Leave	14,271.8	14,623.5	0.0	14,623.5
Special Employee Health	847,832.1	894,675.3	32,474.7	927,150.0
State Employee Ride Share	439.0	535.0	0.0	535.0
Statewide Donations	504.3	56.2	(51.2)	5.0
Stimulus Statewide Admin Fund	15.5	0.0	0.0	0.0
Transparency Website	84.8	0.0	0.0	0.0
Agency Total - Non-Appropriated Funds	1,082,827.2	1,141,724.8	36,716.3	1,179,784.1

FOR MORE DETAIL ABOUT EACH FUND SEE THE STATE FUNDS BOOK

Federal Funds Expenditures

	FY 2016 Actual	FY 2017 Exp. Plan	FY 2018 Exp. Plan
Agency Total	3,587.7	962.5	909.9

These are the Federal Expenditures reported by the agencies and, in most cases, are included in the Appropriated or Non-Appropriated Funds expenditures listed above.

Link to the [ALL FEDERAL GRANTS FOR THIS AGENCY ARE DISPLAYED IN THE FEDERAL FUNDS REPORT](#)

The Executive recommends a lump-sum appropriation by fund with special lines.

Office of Administrative Hearings

The Office is the main venue for administrative law hearings in Arizona, in which Administrative Law Judges preside over contested cases.

Link to the **AGENCY'S WEBSITE** <http://azoah.com/>

All numbers representing dollars are expressed in thousands.

Agency Budget Summary

	FY 2016 Actual	FY 2017 Exp.Plan	FY 2018 Net Change	FY 2018 Exec. Rec.
General Fund	861.6	860.5	0.0	860.5
Non-Appropriated Funds	709.6	749.5	0.0	749.5
Agency Total	1,571.2	1,610.0	0.0	1,610.0

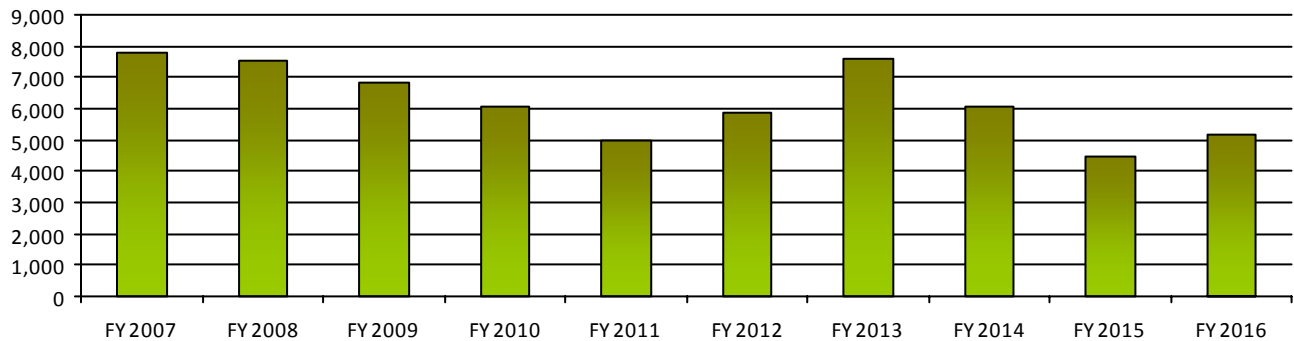
Adjustments for risk management charges and retirement contributions for this agency are not incorporated into the totals shown here. They are listed separated with adjustments for all state agencies immediately following the Capital Projects section. Funding for these adjustments is recommended as part of the total Executive Budget.

Performance Measures

	FY 2015 Actual	FY 2016 Actual	FY 2017 Expected	FY 2018 Expected
Percent of evaluations rating the administrative law judge excellent or good in impartiality	90.36	94.95	94.95	94.95
Average days from request for hearing to first date of hearing	49.51	53.48	53.48	53.48
Average number of days from the conclusion of the hearing to transmission of the decision to the agency	11.17	10.85	10.85	10.85
Number of hearings held	1,421	1,776	1,776	1,776

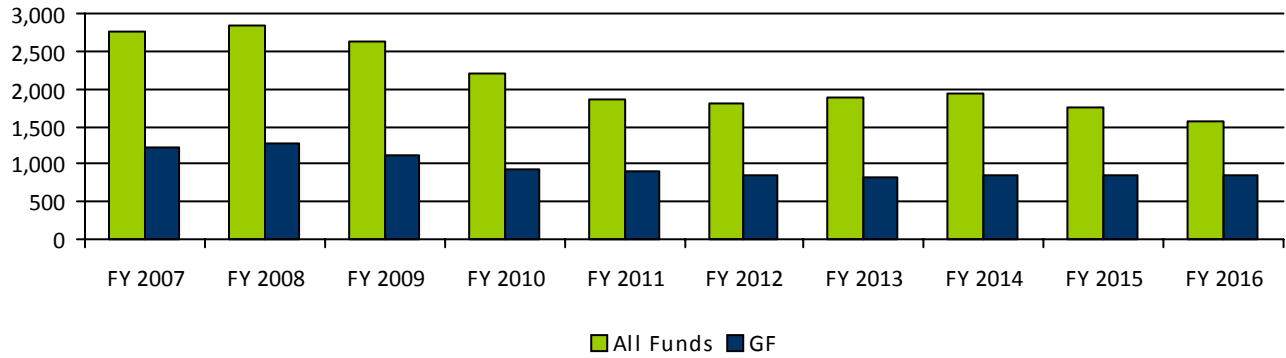
Link to the **AGENCY'S STRATEGIC PLAN**

Total Cases



Agency Expenditures

(in \$1,000s)



Recommended State Appropriations

BY PROGRAM	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Hearings	861.6	860.5	0.0	860.5
Agency Total - Appropriated Funds	861.6	860.5	0.0	860.5

BY EXPENDITURE OBJECT	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Personal Services	563.0	564.6	0.0	564.6
ERE Amount	199.0	205.1	0.0	205.1
Other Operating Expenses	99.6	90.8	0.0	90.8
Agency Total - Appropriated Funds	861.6	860.5	0.0	860.5

BY APPROPRIATED FUND	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
General Fund	861.6	860.5	0.0	860.5
Agency Total - Appropriated Funds	861.6	860.5	0.0	860.5

FOR MORE DETAIL ABOUT EACH FUND SEE THE STATE FUNDS BOOK

Non - Appropriated Funds Expenditures

	FY 2016 Actual	FY 2017 Exp. Plan	FY 2018 Net Change	FY 2018 Exec. Rec.
IGA and ISA Fund	709.6	749.5	0.0	749.5
Agency Total - Non-Appropriated Funds	709.6	749.5	0.0	749.5

FOR MORE DETAIL ABOUT EACH FUND SEE THE STATE FUNDS BOOK

African-American Affairs

The Commission of African-American Affairs advises state and federal agencies on policies, legislation and rules that affect the African-American Community. The Commission develops, reviews and recommends policies that affect the areas of health and human services, housing, education, employment, business formation and development, public accommodations and contracting and procedures to ensure that programs affecting African-Americans are effectively implemented with input from members of the African-American community.

Link to the [AGENCY'S WEBSITE](#)

All numbers representing dollars are expressed in thousands.

Agency Budget Summary

	FY 2016 Actual	FY 2017 Exp.Plan	FY 2018 Net Change	FY 2018 Exec. Rec.
General Fund	121.5	125.0	0.0	125.0
Non-Appropriated Funds	5.2	12.3	0.0	12.3
Agency Total	126.7	137.3	0.0	137.3

Adjustments for risk management charges and retirement contributions for this agency are not incorporated into the totals shown here. They are listed separated with adjustments for all state agencies immediately following the Capital Projects section. Funding for these adjustments is recommended as part of the total Executive Budget.

Recommended State Appropriations

BY PROGRAM	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
African-American Affairs Commission	121.5	125.0	0.0	125.0
Agency Total - Appropriated Funds	121.5	125.0	0.0	125.0

BY EXPENDITURE OBJECT	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Personal Services	69.7	83.1	0.0	83.1
ERE Amount	21.3	25.0	0.0	25.0
Prof. And Outside Services	13.6	3.0	0.0	3.0
Travel - In State	0.3	0.0	0.0	0.0
Travel - Out of State	0.8	1.0	0.0	1.0
Other Operating Expenses	15.8	12.9	0.0	12.9
Agency Total - Appropriated Funds	121.5	125.0	0.0	125.0

BY APPROPRIATED FUND	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
General Fund	121.5	125.0	0.0	125.0
Agency Total - Appropriated Funds	121.5	125.0	0.0	125.0

FOR MORE DETAIL ABOUT EACH FUND SEE THE STATE FUNDS BOOK

Non - Appropriated Funds Expenditures

	FY 2016 Actual	FY 2017 Exp. Plan	FY 2018 Net Change	FY 2018 Exec. Rec.
Commission Of African-American Affairs	5.2	12.3	0.0	12.3
Agency Total - Non-Appropriated Funds	5.2	12.3	0.0	12.3

FOR MORE DETAIL ABOUT EACH FUND SEE THE STATE FUNDS BOOK

Department of Agriculture

The Arizona Department of Agriculture, often in cooperation with Federal entities, regulates facets of the agriculture industry to promote the general welfare of the agricultural community, inform consumers, and protect public health and safety. The Department conducts food quality and safety inspections of meat, dairy, vegetable, citrus, fruit, and egg products; registers, licenses and samples feed, fertilizer, seed and pesticide companies or products; regulates agricultural pesticide use; trains and certifies pesticide applicators; protects native plants; guards against the risks associated with the entry, establishment and spread of plant pests, diseases and noxious weeds; licenses produce packers, dealers and shippers; provides education on pesticide safety and air quality; provides forensic, product quality, food safety and other agricultural laboratory analysis, identification, certification and training services; provides administrative support for the citrus, lettuce and grain commodity councils and the Agricultural Employment Relations Board; inspects, tests and licenses commercial weighing and measuring devices; and regulates pest management and pest management services.

Link to the **AGENCY'S WEBSITE** <http://www.azda.gov/>

All numbers representing dollars are expressed in thousands.

Agency Budget Summary

	FY 2016 Actual	FY 2017 Exp.Plan	FY 2018 Net Change	FY 2018 Exec. Rec.
General Fund	8,160.3	9,162.7	85.0	9,247.7
Other Appropriated Funds	0.0	1,434.4	0.0	1,434.4
Non-Appropriated Funds	17,231.0	18,294.5	0.0	18,294.5
Agency Total	25,391.3	28,891.6	85.0	28,976.6

Main Points of Executive Recommendations

	FY 2017	FY 2018
Meat and Poultry Inspector	0.0	85.0

Major Executive Initiatives and Funding Recommendations

Meat and Poultry Inspector

For all meat and poultry slaughter facilities licensed by the Department, field inspectors must monitor all licensed plants' sanitation and manufacturing practices, observe each animal presented for slaughter, and inspect multi-ingredient formulation and labeling. This high inspection requirement necessitates that at least one inspector be present when licensed slaughter facilities operate. In the past year, seven businesses requested to be licensed as slaughter facilities, but the Department did not have the staff or resource capacity to provide the inspections necessary for full licensure. The Executive recommends additional funding and 1.0 FTE for an additional Meat and Poultry inspector to eliminate this barrier to doing business and provide adequate resources to license meat and poultry businesses efficiently.

Funding	FY 2018
General Fund	85.0
Issue Total	85.0

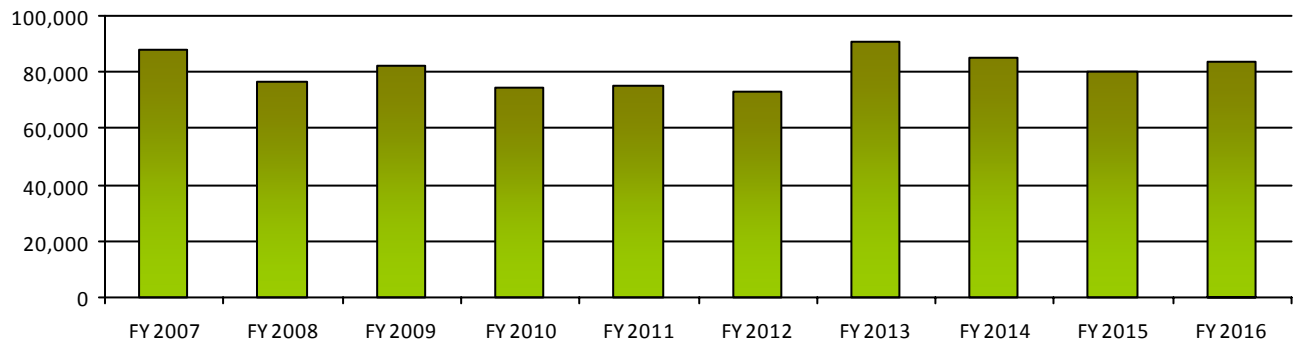
Adjustments for risk management charges and retirement contributions for this agency are not incorporated into the totals shown here. They are listed separated with adjustments for all state agencies immediately following the Capital Projects section. Funding for these adjustments is recommended as part of the total Executive Budget.

Performance Measures

	FY 2015 Actual	FY 2016 Actual	FY 2017 Expected	FY 2018 Expected
Percent of meat and poultry product tests in compliance with bacteria, drug and chemical residue requirements	99.8	100	100	0

Link to the [AGENCY'S STRATEGIC PLAN](#)

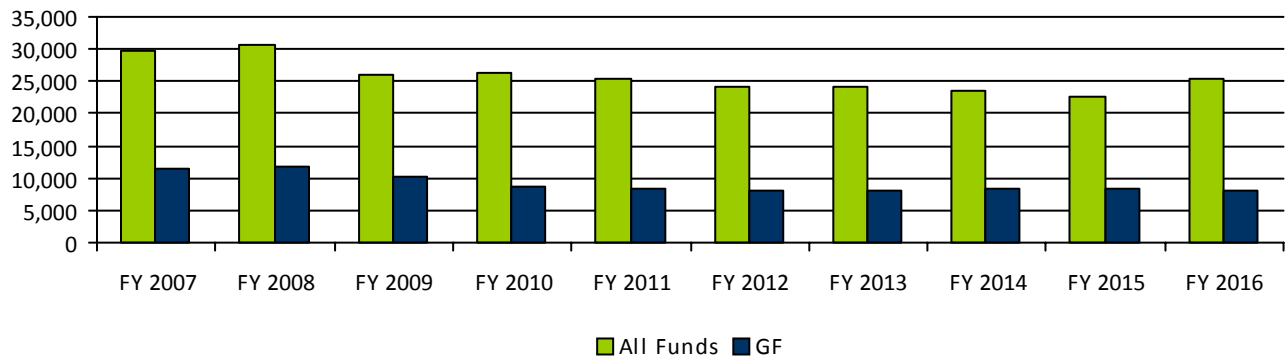
Licenses Issued



The number of licenses and permits issued for FY 2003 and FY 2004 was not available from the Department.

Agency Expenditures

(in \$1,000s)



Recommended State Appropriations

BY PROGRAM	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Administrative Services	1,189.7	1,230.5	0.0	1,230.5
Agricultural Consultation and Training	266.8	264.8	0.0	264.8
Animal Disease, Ownership and Welfare Protection	1,831.4	1,923.3	0.0	1,923.3
Food Safety and Quality Assurance	1,299.4	1,286.5	85.0	1,371.5
Pest Exclusion and Management	2,518.4	2,504.3	0.0	2,504.3

BY PROGRAM	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Pesticide Compliance and Worker safety	121.7	135.2	0.0	135.2
State Agricultural Laboratory	932.9	915.0	0.0	915.0
Weights and Measures	0.0	2,337.5	0.0	2,337.5
Agency Total - Appropriated Funds	8,160.3	10,597.1	85.0	10,682.1

BY EXPENDITURE OBJECT	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Personal Services	4,470.2	5,574.4	36.0	5,610.4
ERE Amount	1,921.0	2,427.6	18.4	2,446.0
Prof. And Outside Services	114.2	371.0	0.0	371.0
Travel - In State	376.1	676.6	15.0	691.6
Travel - Out of State	16.1	36.6	1.1	37.7
Other Operating Expenses	997.8	1,297.9	14.5	1,312.4
Equipment	66.5	14.6	0.0	14.6
Transfers Out	198.4	198.4	0.0	198.4
Agency Total - Appropriated Funds	8,160.3	10,597.1	85.0	10,682.1

BY APPROPRIATED FUND	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
General Fund	8,160.3	9,162.7	85.0	9,247.7
Air Quality Fund	0.0	1,434.4	0.0	1,434.4
Agency Total - Appropriated Funds	8,160.3	10,597.1	85.0	10,682.1

FOR MORE DETAIL ABOUT EACH FUND SEE THE STATE FUNDS BOOK

Special Line Appropriations

	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Agricultural Consultation and Training Pari-Mutuel	128.5	128.5	0.0	128.5
Agricultural Employment Relations Board	23.3	23.3	0.0	23.3
Animal Damage Control	65.0	65.0	0.0	65.0
Red Imported Fire Ant	23.2	23.2	0.0	23.2
Agency Total - Appropriated Funds	240.0	240.0	0.0	240.0

Non - Appropriated Funds Expenditures

	FY 2016 Actual	FY 2017 Exp. Plan	FY 2018 Net Change	FY 2018 Exec. Rec.
Agricultural Consulting/Training Program Fund	0.2	1.9	0.0	1.9
Agricultural Dangerous Plants	40.3	67.5	0.0	67.5
Agriculture Administrative Support	38.0	39.4	0.0	39.4
Agriculture Commercial Feed	275.9	267.8	0.0	267.8
Agriculture Designated/Donations Fund	572.9	740.0	0.0	740.0
Agriculture Seed Law	56.5	53.9	0.0	53.9
Aquaculture Fund	0.0	6.2	0.0	6.2
Arizona Federal/State Inspection Fund	2,859.4	3,103.8	0.0	3,103.8
AZ Citrus Research Council	43.9	66.8	0.0	66.8
AZ Iceberg Lettuce Research Fund	97.4	100.0	0.0	100.0
AZ Protected Native Plant	75.9	83.8	0.0	83.8
Beef Council Fund	348.1	348.0	0.0	348.0
Citrus, Fruit, & Vegetable Revolving	349.8	381.3	0.0	381.3
Commodity Promotion Fund	7.1	12.0	0.0	12.0
Cotton Research and Protection Council Fund	2,384.8	2,928.0	0.0	2,928.0
Egg Inspection Fund	1,371.6	1,445.5	0.0	1,445.5
Federal Grant	4,971.3	4,587.3	0.0	4,587.3
Fertilizer Materials Fund	339.7	266.9	0.0	266.9
Grain Council	130.8	149.6	0.0	149.6
IGA and ISA Between State Agencies	1,565.8	0.0	0.0	0.0
Indirect Cost Recovery Fund	160.7	320.2	0.0	320.2
Leafy Green Marketing Committee	393.0	490.8	0.0	490.8
Livestock and Crop Conservation Fund	478.0	485.4	0.0	485.4
Livestock Custody Fund	35.4	174.9	0.0	174.9
Nuclear Emergency Management Fund	215.5	198.4	0.0	198.4
Pest Management Trust Fund	0.0	1,580.0	0.0	1,580.0
Pesticide Fund	419.0	395.1	0.0	395.1
Agency Total - Non-Appropriated Funds	17,231.0	18,294.5	0.0	18,294.5

FOR MORE DETAIL ABOUT EACH FUND SEE THE STATE FUNDS BOOK

Federal Funds Expenditures

	FY 2016 Actual	FY 2017 Exp. Plan	FY 2018 Exp. Plan
Agency Total	4,971.3	4,589.2	3,313.7

These are the Federal Expenditures reported by the agencies and, in most cases, are included in the Appropriated or Non-Appropriated Funds expenditures listed above.

Link to the [ALL FEDERAL GRANTS FOR THIS AGENCY ARE DISPLAYED IN THE FEDERAL FUNDS REPORT](#)

The Executive recommends a lump-sum appropriation to the agency with special lines.

Arizona Health Care Cost Containment System

Arizona Health Care Cost Containment System (AHCCCS), the State's Medicaid Agency, uses federal, state and county funds to provide health care coverage to the State's acute and long term care Medicaid population and low income groups. Since 1982, when it became the first statewide Medicaid managed care system in the nation, AHCCCS has operated in accordance with a federal Research and Demonstration Waiver that allows for a total managed care model of service delivery.

Unlike programs in other states, that rely solely on fee-for-service reimbursement, AHCCCS makes prospective capitation payments to contracted health plans responsible for the delivery of care. The result is a managed care system that mainstreams recipients, allows them to select their providers, and encourages quality cost-effective care and preventive services.

The AHCCCS Administration is responsible for planning, developing, implementing, and administering the health care programs for low income Arizonans. Specifically, the AHCCCS Administration provides direction and oversight of operations related to eligibility, enrollment, quality of care, contracted health plans and providers, and procurement of contracted services.

Major medical programs include acute care, long term care, and behavioral health services. The AHCCCS Administration determines eligibility for the Arizona Long Term Care System (ALTC), Children's Health Insurance Program (KidsCare), Qualified Medicare Beneficiaries, and other Supplemental Security Income (SSI)-related Medical Assistance Only programs. Federal funding through Title XIX and Title XXI of the Social Security Act is provided to AHCCCS by the Centers for Medicare and Medicaid Services (CMS), a federal agency within the U.S. Department of Health and Human Services.

Link to the **AGENCY'S WEBSITE** <http://www.azahcccs.gov/>

All numbers representing dollars are expressed in thousands.

Agency Budget Summary

	FY 2016 Actual	FY 2017 Exp.Plan	FY 2018 Net Change	FY 2018 Exec. Rec.
General Fund	1,144,448.5	1,750,941.4	20,082.4	1,771,023.8
Other Appropriated Funds	163,415.1	215,012.7	116,020.8	331,033.5
Non-Appropriated Funds	10,080,929.2	10,235,587.2	1,483,592.7	11,719,179.9
Agency Total	11,388,792.8	12,201,541.3	1,619,695.9	13,821,237.2

Main Points of Executive Recommendations

	FY 2017	FY 2018
Prescription Drug Review Initiative	0.0	220.9
Adult Emergency Dental	0.0	1,482.8
Prop 206 Minimum Wage Increase	0.0	5,640.2

Major Executive Initiatives and Funding Recommendations

Prescription Drug Review Initiative

Prescription drug abuse has increased dramatically in recent years. Between 2010 and 2015, Arizona saw a

155% increase in prescription drug-related hospital admissions. Over the last decade, the number of prescription drug overdose deaths in Arizona has increased by 44%.

To address this issue at AHCCCS, the Executive recommends \$220,900 for 5.0 FTE positions, which will use improved data analytics to identify needs for member interventions and opportunities to prevent provider waste due to drug abuse. Specifically, the Executive proposes that 2.0 FTE will work on medical management and case review processes, 1.0 FTE data analyst will build a database of member and provider data, and 2.0 FTE auditors/investigators will review and assess member referral and utilization data for anomalies that may indicate improper opioid prescribing and use.

Funding	FY 2018
General Fund	220.9
Issue Total	220.9

Adult Emergency Dental

Children in AHCCCS are currently eligible for both preventive and emergency dental care services. Laws 2016, Ch. 122 provided Arizona Long-term Care System (ALTCS) members receiving services through AHCCCS and DES with a \$1000 capped preventive and emergency dental benefit.

However, no dental benefits are available for the remaining 850,000 adult AHCCCS members. This means that these members do not have access to any services provided by a dentist, and they can only receive dental services if a dental condition is severe enough to require the services of a physician or oral surgeon.

The Executive recommends establishing an emergency dental benefit for all adult AHCCCS members, capped at \$1000 per year. This will improve health outcomes and decrease the incidence of avoidable medical conditions. The Executive estimates a total fund cost of \$14.5 million, of which \$1.6 million is General Fund, in FY 2018 to provide all adults in AHCCCS with emergency dental care.

Funding	FY 2018
General Fund	1,482.8
Issue Total	1,482.8

Prop 204 Administration Base Modification

The Executive recommends consolidating Proposition 204 administrative costs for behavioral health services into the Proposition 204 administration line for the rest of AHCCCS. This will result in no net impact to any funds and will improve efficiency and bring the budget into conformity with how the agency operates.

Funding	FY 2018
General Fund	0.0
Issue Total	0.0

Baseline Recommendations

Prop 206 Minimum Wage Increase

In November 2016, Arizona voters passed Proposition 206, which over four years will raise the State's minimum wage from \$8.05 per hour to \$12. The initial increase, to \$10 per hour, went into effect on January 1, 2017. The next increase, to \$10.50, will go into effect January 1, 2018.

The increase will impact contractors for home care and nursing facility services for Arizona Long-Term Care System (ALTCS) members in the AHCCCS Elderly and Physically Disabled program and the DES Developmentally Disabled program.

Maintaining a healthy network of care providers is a condition of receiving the federal match for Medicaid. To satisfy that condition, the Executive recommends an additional \$5.6 million General Fund for ALTCS in FY 2018, to allow AHCCCS to increase capitation rates sufficiently to cover provider costs for the Prop. 206 minimum wage increases.

Funding	FY 2018
General Fund	5,640.2
Issue Total	5,640.2

Enrollment Growth and Fund Offsets

The Executive recommends a \$12.7 million increase in the AHCCCS General Fund appropriation for anticipated caseload and other fund changes in the acute, behavioral health services, and long-term care system (ALTCs) programs. This forecast includes increases in caseloads and capitation rates, as well as changes in the amounts of tobacco and prescription drug rebate funds that are available to offset the General Fund need. While a recent cyclical trend makes annual growth percentages generally less informative than in prior years, the Executive anticipates growth of 1.9% for June 2017 over June 2016 and 2.1% for June 2018 over June 2017.

The Executive estimates that capitation rates will increase by 3% in contract year 2018 over 2017. The Executive is not proposing an increase in provider rates but, based on recent history, forecasts that member utilization growth at current provider rates will require the 3% increase in capitation rates.

The Federal Medicaid Assistance Percentage (FMAP) regular match rate grows from 69.24% in federal Fiscal Year 2017 to 69.89% in FFY 2018. As the State is obligated to pay the non-federal share, this FMAP increase will reduce the amount of needed General Fund match.

Because Tobacco Tax revenues are used to offset General Fund obligations, Tobacco Tax revenues that are lower than the amounts used to develop the FY 2017 appropriation require a \$3.2 million increase in the General Fund recommendation, due to a corresponding drop in revenues to the Tobacco Tax and Health Care Fund Medically Needy Account.

Due to an increase in receipts from the Prescription Drug Rebate (PDR) program, the Executive anticipates a need for (\$30 million) less from the General Fund in FY 2018. The PDR fund offsets the General Fund with rebates collected from pharmaceutical firms for drugs paid for by AHCCCS. Arizona's PDR fund has been collecting more revenue than was appropriated from the fund, producing a \$30 million increase in the PDR fund appropriation in FY 2018 and a corresponding decrease in the AHCCCS General Fund appropriation.

The Proposition 204 program receives its State match from tobacco taxes and monies received from tobacco companies as a result of the 1998 Master Settlement Agreement, which are supplemented by an assessment on hospital discharges. The only one of these funds subject to Legislative appropriation is the Tobacco Products Tax Fund, which is forecast to bring in (\$805,700) less revenue than in the FY 2017 appropriation.

Also included is funding for the KidsCare program, which provides insurance for children in families with incomes above the limit for Medicaid eligibility but below 200% of the federal poverty level. KidsCare eligibility was frozen from January 1, 2010 until the lifting of the freeze on September 1, 2016 by Laws 2016, Ch. 112. As a result, KidsCare enrollment is expected to grow significantly in FY 2018. The Affordable Care Act provides Arizona with a 100% federal match for KidsCare through September 30, 2019. This funding is received in, and expended from, the appropriated Children's Health Insurance Program (CHIP) Fund, which includes both member premiums and the federal match.

Funding	FY 2018
General Fund	12,738.5
Tobacco Tax and Health Care Fund	(3,209.8)
Tobacco Products Tax Fund	(805.7)
Children's Health Insurance Program Fund	85,928.9
Budget Neutrality Compliance Fund	107.4
Prescription Drug Rebate Fund	30,000.0
Issue Total	124,759.3

DES Authority

Department of Economic Security eligibility workers are funded by appropriations and federal expenditure authority within the AHCCCS budget. AHCCCS allocates eligibility worker costs to the appropriate funds, based on workload.

The KidsCare program, which provides insurance for children from 100% to 200% of the federal poverty level, receives its federal match through the appropriated Children's Health Insurance Program (CHIP) Fund. As a result of the lifting of the enrollment freeze in Laws 2016, Chapter 112, KidsCare enrollment is expected to grow sharply. Therefore, costs for the existing eligibility staff will be reallocated from non-appropriated expenditure authority to the appropriated CHIP Fund.

To accomplish this shift, for FY 2018 the Executive recommends appropriating from the CHIP Fund an additional \$4 million for DES eligibility worker costs.

Funding	FY 2018
Children's Health Insurance Program Fund	4,000.0
Issue Total	4,000.0

Supplemental Recommendations

DES Authority

Department of Economic Security eligibility workers are funded by appropriations and federal expenditure authority within the AHCCCS budget. AHCCCS allocates eligibility worker costs to the appropriate funds, based on workload.

The KidsCare program, which provides insurance for children from 100% to 200% of the federal poverty level, receives its federal match through the appropriated Children's Health Insurance Program (CHIP) Fund. As a result of the lifting of the enrollment freeze in Laws 2016, Chapter 112, KidsCare enrollment is expected to grow sharply. Therefore, costs for the existing eligibility staff will be reallocated from non-appropriated expenditure authority to the appropriated CHIP Fund.

To accomplish this shift, for FY 2017 the Executive recommends appropriating from the CHIP Fund an additional \$4 million for DES eligibility worker costs.

Funding	FY 2017
Children's Health Insurance Program Fund	4,000.0
Issue Total	4,000.0

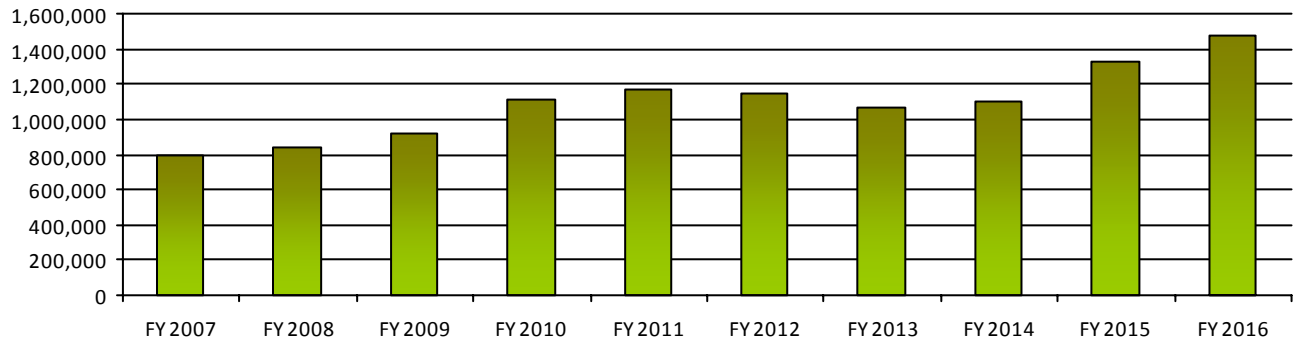
Adjustments for risk management charges and retirement contributions for this agency are not incorporated into the totals shown here. They are listed separated with adjustments for all state agencies immediately following the Capital Projects section. Funding for these adjustments is recommended as part of the total Executive Budget.

Performance Measures

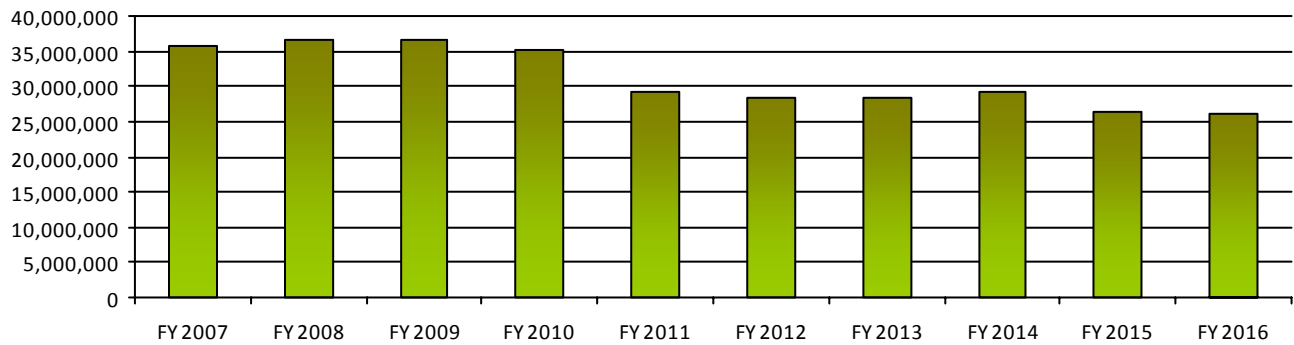
	FY 2015 Actual	FY 2016 Actual	FY 2017 Expected	FY 2018 Expected
Percent of women receiving cervical screening within a three year period	NA	N/A	0	0
Percent of well child visits in the first 15 months of life - Early Periodic Screening, Diagnosis and Treatment	67.9	N/A	0	0
Cost avoidance from Predetermination Quality Control Program (in millions)	17.62	24.14	0	0
Percent of members utilizing home and community based services	86.2	83	0	0
Percent of well child visits in the first 15 months of life - Early Periodic Screening, Diagnosis and Treatment	67.9	N/A	0	0
Percent of children with access to primary care provider	*N/A	N/A	0	0

Link to the [AGENCY'S STRATEGIC PLAN](#)

Average Capitated Population

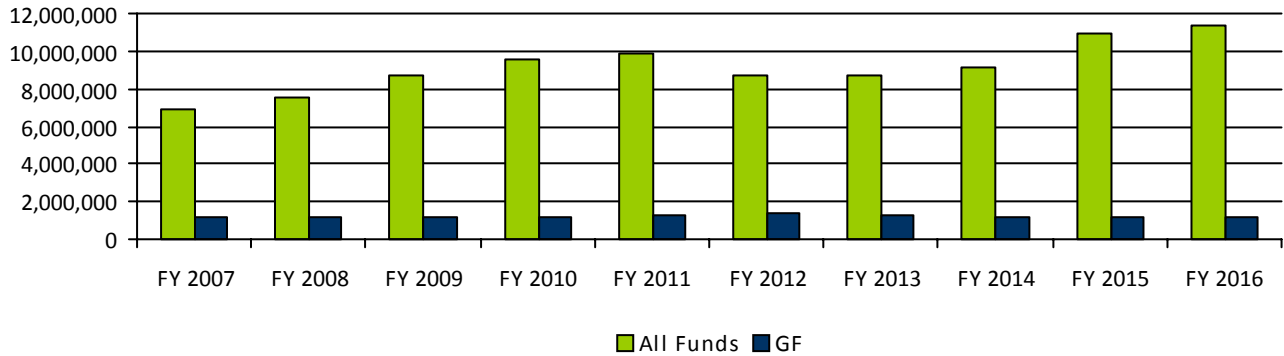


General Fund Core Administration Expenditures



Agency Expenditures

(in \$1,000s)



Recommended State Appropriations

BY PROGRAM	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Acute Care	974,559.9	1,033,870.0	(7,632.5)	1,026,237.5
Administration	52,978.3	56,922.1	4,462.0	61,384.1
Children's Health Insurance Program	2,050.8	1,955.0	85,928.9	87,883.9
Children's Rehabilitative Services	72,346.9	84,937.9	2,146.6	87,084.5
Long Term Care	168,461.4	175,387.3	6,090.5	181,477.8
Medicaid Behavioral Health Services	0.0	468,775.6	45,852.5	514,628.1
Non-Title XIX Behavioral Health	0.0	100,563.0	0.0	100,563.0
Proposition 204	37,466.3	43,543.2	(744.8)	42,798.4
Agency Total - Appropriated Funds	1,307,863.6	1,965,954.1	136,103.2	2,102,057.3

BY EXPENDITURE OBJECT	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Personal Services	13,569.4	19,140.0	141.5	19,281.5
ERE Amount	5,658.3	7,623.6	54.7	7,678.3
Prof. And Outside Services	2,197.4	3,099.3	302.0	3,401.3
Travel - In State	19.4	22.8	0.0	22.8
Travel - Out of State	12.8	15.5	0.0	15.5
Aid to Others	1,222,037.3	1,833,376.5	131,580.3	1,964,956.8
Other Operating Expenses	13,651.3	13,766.3	3,908.1	17,674.4
Equipment	862.9	64.2	9.2	73.4
Transfers Out	49,854.8	88,845.9	107.4	88,953.3
Agency Total - Appropriated Funds	1,307,863.6	1,965,954.1	136,103.2	2,102,057.3

BY APPROPRIATED FUND	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
General Fund	1,144,448.5	1,750,941.4	20,082.4	1,771,023.8
Budget Neutrality Compliance Fund	2,612.2	3,563.3	107.4	3,670.7
Children's Health Insurance Program Fund	2,424.1	3,674.9	89,928.9	93,603.8

BY APPROPRIATED FUND	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Prescription Drug Rebate Fund	105,718.1	113,778.9	30,000.0	143,778.9
Substance Abuse Services Fund	0.0	2,250.2	0.0	2,250.2
Tobacco Products Tax Fund	18,162.2	18,747.2	(805.7)	17,941.5
Tobacco Tax and Health Care Fund	34,498.5	72,998.2	(3,209.8)	69,788.4
Agency Total - Appropriated Funds	1,307,863.6	1,965,954.1	136,103.2	2,102,057.3

FOR MORE DETAIL ABOUT EACH FUND SEE THE STATE FUNDS BOOK

Special Line Appropriations

	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Acute Care Clawback Payments	40,657.5	42,527.1	9,420.6	51,947.7
AHCCCS Administration	2,866.5	2,296.0	1,838.7	4,134.7
Behavioral Health Administration	0.0	1,777.8	(1,777.8)	0.0
Children's Rehabilitative Services	72,346.9	84,937.9	2,146.6	87,084.5
DES Eligibility	25,801.0	25,491.2	0.0	25,491.2
Disproportionate Share Payments	0.0	272.2	(5.7)	266.5
EPD ALTCS Services	156,801.9	161,187.7	6,090.5	167,278.2
Long Term Care Clawback Payments	11,554.6	14,094.7	0.0	14,094.7
Rural Hospital Reimbursement	3,117.3	3,739.8	3,080.1	6,819.9
Agency Total - Appropriated Funds	313,145.7	336,324.4	20,793.0	357,117.4

Non - Appropriated Funds Expenditures

	FY 2016 Actual	FY 2017 Exp. Plan	FY 2018 Net Change	FY 2018 Exec. Rec.
AHCCCS - 3rd Party Collection	770.0	1,240.0	0.0	1,240.0
AHCCCS Fund	6,810,629.5	7,429,147.6	923,563.9	8,352,711.5
AHCCCS Intergovernmental Service Fund	7,965.0	7,920.3	0.0	7,920.3
Arizona Tobacco Litigation Settlement Fund	98,906.9	100,000.0	(21,000.0)	79,000.0
County Funds	0.0	280,196.7	26,081.3	306,278.0
Delivery System Reform Incentive Payment Fund	0.0	0.0	102,616.7	102,616.7
Employee Recognition Fund	1.8	1.8	0.0	1.8
Federal Grant	1,201.2	53,717.4	0.0	53,717.4
Hospital Assessment	224,197.6	252,329.1	22,976.4	275,305.5
IGA and ISA Fund	1,024,218.8	575,040.0	14,974.0	590,014.0
Long Term Care System Fund	1,871,339.4	1,711,703.6	191,409.2	1,903,112.8
Nursing Facility Provider Assessment Fund	61,297.8	89,459.8	18,551.7	108,011.5
Prescription Drug Rebate Fund	(128,821.4)	(261,174.4)	134,737.5	(126,436.9)
Prop 202 - Trauma and Emergency Services	23,027.4	23,027.4	2,282.7	25,310.1
Proposition 204 Protection Account	41,492.9	37,521.0	156.2	37,677.2
Seriously Mentally Ill Housing Trust Fund	0.0	2,000.0	0.0	2,000.0
Tobacco Tax and Health Care Fund MNA	44,702.3	700.0	0.0	700.0
Agency Total - Non-Appropriated Funds	10,080,929.2	10,302,830.3	1,416,349.6	11,719,179.9

FOR MORE DETAIL ABOUT EACH FUND SEE THE STATE FUNDS BOOK

Federal Funds Expenditures

	FY 2016 Actual	FY 2017 Exp. Plan	FY 2018 Exp. Plan
Agency Total	9,245,105.2	9,943,852.9	10,912,669.

4

These are the Federal Expenditures reported by the agencies and, in most cases, are included in the Appropriated or Non-Appropriated Funds expenditures listed above.

Link to the [ALL FEDERAL GRANTS FOR THIS AGENCY ARE DISPLAYED IN THE FEDERAL FUNDS REPORT](#)

The Executive recommends a lump-sum appropriation by program with special lines.

Commission on the Arts

Through the Arts Commission, the State of Arizona and the National Endowment for the Arts make strategic investments of public dollars to support the statewide arts and culture sector, helping Arizona communities to attract and retain skilled workers and creative businesses. This public investment leverages additional contributions from the private sector, increasing the sustainability of Arizona's arts and culture sector and thereby promoting statewide economic growth.

Link to the **AGENCY'S WEBSITE** <http://www.azarts.gov/>

All numbers representing dollars are expressed in thousands.

Agency Budget Summary

	FY 2016 Actual	FY 2017 Exp.Plan	FY 2018 Net Change	FY 2018 Exec. Rec.
Other Appropriated Funds	0.0	1,500.0	(1,500.0)	0.0
Non-Appropriated Funds	2,453.8	2,289.0	(0.1)	2,288.9
Agency Total	2,453.8	3,789.0	(1,500.1)	2,288.9

Baseline Recommendations

Remove FY 2017 One-time Appropriation

The Commission on the Arts' FY 2017 appropriation included a transfer from the interest generated by the Budget Stabilization Fund to the Arts Trust Fund, which is used to award grants to arts organizations. The Executive Recommendation, as a technical adjustment, removes the one-time FY 2017 appropriation.

Funding	FY 2018
Arizona Arts Trust Fund	(1,500.0)
Issue Total	(1,500.0)

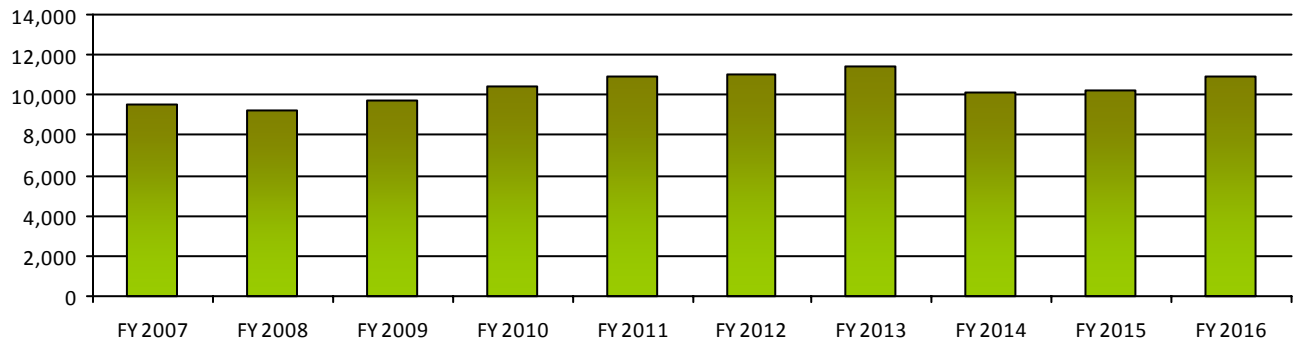
Adjustments for risk management charges and retirement contributions for this agency are not incorporated into the totals shown here. They are listed separated with adjustments for all state agencies immediately following the Capital Projects section. Funding for these adjustments is recommended as part of the total Executive Budget.

Performance Measures

	FY 2015 Actual	FY 2016 Actual	FY 2017 Expected	FY 2018 Expected
Individuals benefiting from programs sponsored by Agency (in thousands)	8,045.0	7,408.2	7,500.0	7,750.0
Constituent satisfaction ratings (scale of 1-8)	6.80	6.70	6.80	7.00

Link to the **AGENCY'S STRATEGIC PLAN**

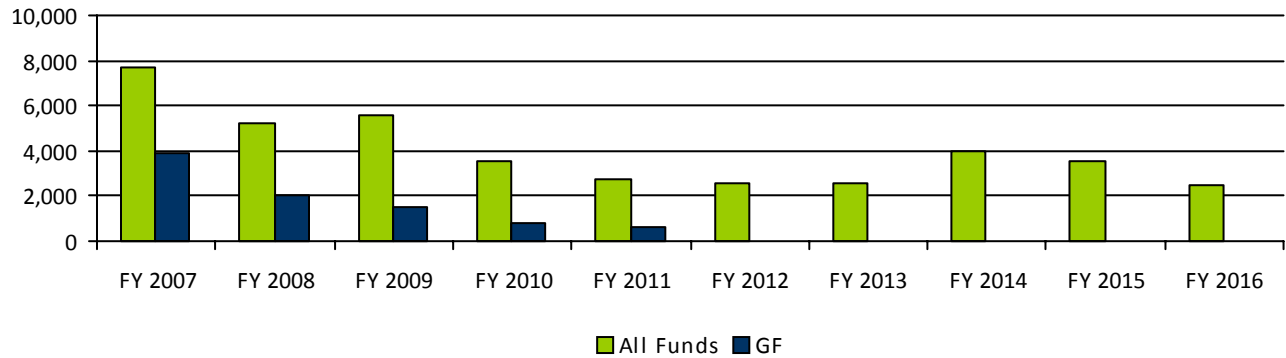
Number of Outreach Activities



Outreach includes arts education, community arts support and providing resources to connect artists to grant opportunities.

Agency Expenditures

(in \$1,000s)



General Fund expenditures decreased from FY 2007 through FY 2011 due to reduced appropriations as a result of the financial crisis, and have been eliminated completely since 2012.

Recommended State Appropriations

BY PROGRAM	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Arts Support	0.0	1,500.0	(1,500.0)	0.0
Agency Total - Appropriated Funds	0.0	1,500.0	(1,500.0)	0.0

BY EXPENDITURE OBJECT	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Aid to Others	0.0	1,500.0	(1,500.0)	0.0
Agency Total - Appropriated Funds	0.0	1,500.0	(1,500.0)	0.0

BY APPROPRIATED FUND	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Arizona Arts Trust Fund	0.0	1,500.0	(1,500.0)	0.0

Agency Total - Appropriated Funds	0.0	1,500.0	(1,500.0)	0.0
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FOR MORE DETAIL ABOUT EACH FUND SEE THE STATE FUNDS BOOK

Non - Appropriated Funds Expenditures

	FY 2016 Actual	FY 2017 Exp. Plan	FY 2018 Net Change	FY 2018 Exec. Rec.
Arizona Arts Trust Fund	1,402.2	1,373.6	0.0	1,373.6
Arizona Commission on the Arts	213.0	79.9	0.0	79.9
Federal Grant	836.1	833.0	(0.1)	832.9
State Poet Laureate Fund	2.5	2.5	0.0	2.5
Agency Total - Non-Appropriated Funds	2,453.8	2,289.0	(0.1)	2,288.9

FOR MORE DETAIL ABOUT EACH FUND SEE THE STATE FUNDS BOOK

Federal Funds Expenditures

	FY 2016 Actual	FY 2017 Exp. Plan	FY 2018 Exp. Plan
Agency Total	836.1	833.0	833.0

These are the Federal Expenditures reported by the agencies and, in most cases, are included in the Appropriated or Non-Appropriated Funds expenditures listed above.

Link to the [**ALL FEDERAL GRANTS FOR THIS AGENCY ARE DISPLAYED IN THE FEDERAL FUNDS REPORT**](#)

The Executive recommends no appropriation for this agency.

Board of Athletic Training

The Board of Athletic Training is a regulatory board, which issues and annually renews approximately 600 licenses for the athletic training profession and continues to monitor 275 closed licenses. By law, the Board requires that each applicant meet minimum standards of education, experience, and competency. The Board also receives and investigates complaints, takes appropriate disciplinary action, and responds to inquiries from consumers as to the license status of individual athletic training professionals.

Link to the **AGENCY'S WEBSITE** <http://www.at.az.gov/>

All numbers representing dollars are expressed in thousands.

Agency Budget Summary

	FY 2016 Actual	FY 2017 Exp.Plan	FY 2018 Net Change	FY 2018 Exec. Rec.
Other Appropriated Funds	107.7	119.1	40.0	159.1
Agency Total	107.7	119.1	40.0	159.1

Major Executive Initiatives and Funding Recommendations

Statewide e-Licensing System

The process to review applications and issue licenses at many State agencies, including the Arizona Board of Athletic Training, is in need of modernization. The ADOA Arizona Strategic Enterprise and Technology (ASET) Office, with engagement from stakeholders at State agencies, has issued a request for proposals to implement a statewide e-licensing system. This system will be more secure than agency-developed applications and will be adapted to the specific information requirements of each State agency, while giving customers a consistent user experience.

The final cost of the system will be known in early 2017, when the vendor is selected. Pending issuance of the contract and finalization of the cost estimate, the Executive recommends appropriating \$40,000 from the Athletic Training Fund to the Automation Projects Fund in FY 2018 for the development of the e-licensing system. The recommended funding will be adjusted when the system's costs are finalized.

Funding	FY 2018
Athletic Training Fund	40.0
Issue Total	40.0

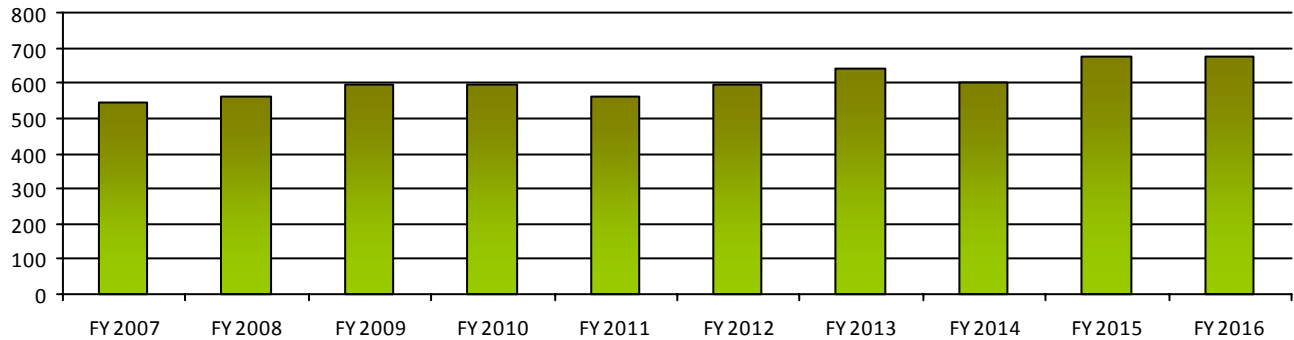
Adjustments for risk management charges and retirement contributions for this agency are not incorporated into the totals shown here. They are listed separated with adjustments for all state agencies immediately following the Capital Projects section. Funding for these adjustments is recommended as part of the total Executive Budget.

Performance Measures

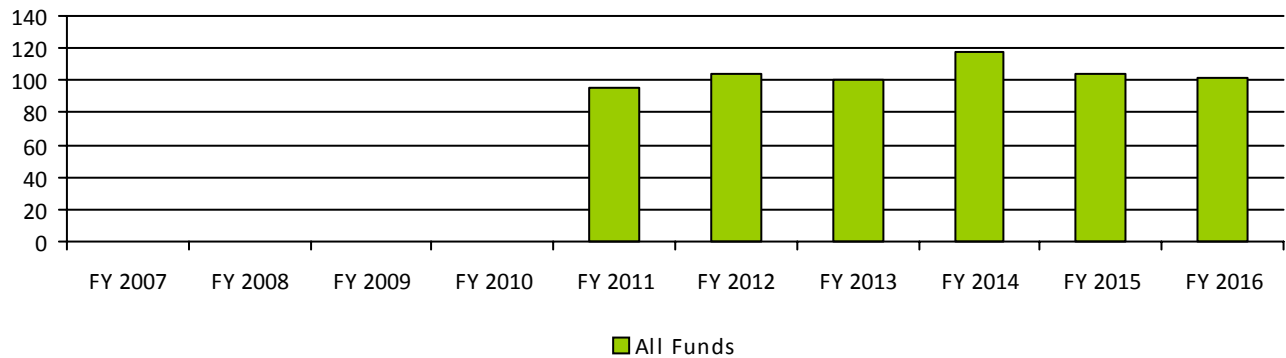
	FY 2015 Actual	FY 2016 Actual	FY 2017 Expected	FY 2018 Expected
Number of Licensees	678	675	685	685
Disciplinary actions taken	5	5	5	5
Complaints received	7	6	5	5

Link to the **AGENCY'S STRATEGIC PLAN**

Number of Licensees



Agency Expenditures (in \$1,000s)



Board of Athletic Training expenditures were included as part of the Board of Occupational Therapy Examiners prior to FY 2011.

Recommended State Appropriations

BY PROGRAM	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Licensing and Regulation	107.7	119.1	40.0	159.1
Agency Total - Appropriated Funds	107.7	119.1	40.0	159.1

BY EXPENDITURE OBJECT	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Personal Services	59.0	63.1	0.0	63.1
ERE Amount	22.3	35.6	0.0	35.6
Travel - In State	1.2	1.2	0.0	1.2
Other Operating Expenses	25.2	19.2	0.0	19.2
Capital Outlay	0.0	0.0	40.0	40.0
Agency Total - Appropriated Funds	107.7	119.1	40.0	159.1

BY APPROPRIATED FUND	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
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BY APPROPRIATED FUND	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Athletic Training Fund	107.7	119.1	40.0	159.1
Agency Total - Appropriated Funds	107.7	119.1	40.0	159.1

FOR MORE DETAIL ABOUT EACH FUND SEE THE STATE FUNDS BOOK

The Executive recommends a lump-sum appropriation to the agency.

Attorney General - Department of Law

The Attorney General is a constitutionally established, elected position and holds office for a four-year term. The Attorney General is legal advisor to all state agencies, boards and commissions, except those few exempted by law. Other primary responsibilities include prosecuting and defending proceedings in which the State has an interest and rendering written opinions upon questions of law.

To fulfill these responsibilities, the Department of Law is divided into legal services and administrative operations. The legal divisions are the Child and Family Protection Division, Civil Litigation Division, Criminal Division, Solicitor General's Office, and the State Government Division. Each division is further organized into sections that specialize in a particular area of practice. Two divisions are primarily responsible for administrative operations, the Operations Division and the Communications Division.

Legal, Policy, Administrative and Support functions are coordinated and promoted by the Executive Office.

Link to the **AGENCY'S WEBSITE** <https://www.azag.gov/>

All numbers representing dollars are expressed in thousands.

Agency Budget Summary

	FY 2016 Actual	FY 2017 Exp.Plan	FY 2018 Net Change	FY 2018 Exec. Rec.
General Fund	23,497.4	24,664.8	293.1	24,957.9
Other Appropriated Funds	40,574.0	44,319.7	813.3	45,133.0
Non-Appropriated Funds	39,590.3	55,994.4	(6,421.3)	49,573.1
Agency Total	103,661.7	124,978.9	(5,314.9)	119,664.0

Main Points of Executive Recommendations

	FY 2017	FY 2018
Healthcare Fraud and Abuse Section Increase	0.0	700.0
New Rental Lease for Main Office	0.0	549.4
Continued Appropriation for Consumer Protection	0.0	0.0

Major Executive Initiatives and Funding Recommendations

Healthcare Fraud and Abuse Section Increase

The Attorney General (AG) Healthcare Fraud and Abuse Section investigates and prosecutes provider fraud as well as patient abuse and prescription drug crimes in Medicaid-funded healthcare settings. Healthcare fraud occurs when a medical provider knowingly makes false statements for reimbursement of services or goods under Medicaid, which is administered by the Arizona Health Care Cost Containment System (AHCCCS).

Medicaid expenditures in Arizona have increased by 33% in the last four years, resulting in a growing number of Medicaid fraud cases. To help combat Arizona's increasing exposure to healthcare fraud, the U.S. Department of Health and Human Services has agreed to provide 75% of the funding for nine new attorneys within the AG's Healthcare Fraud and Abuse Section.

The additional attorneys will allow the AG to expand investigations and prosecutions of healthcare fraud, lower

current attorney caseloads, and help protect taxpayer dollars.

The State is required to provide \$700,000 as a 25% match. The Executive recommends ongoing funding from the Consumer Protection - Consumer Fraud Fund for the required state match.

Funding	FY 2018
Consumer Protection/Fraud Revolving Fund	700.0
Issue Total	700.0

New Rental Lease for Main Office

The building that houses the main offices of the Attorney General (AG) is in poor condition, has inadequate security, and poses structural risks. The Department of Administration (ADOA) has determined that the AG cannot safely continue to occupy that facility, and the AG has executed a lease, effective July 1, 2017, on a new property at 2005 N. Central Ave. in Phoenix. The newly rented property will provide a safe and secure environment for AG employees.

The Executive recommends \$549,400 ongoing for an increase in rent costs for the new lease. The increase is assigned to funds in a manner consistent with previous rent charges. In addition to appropriated fund charges listed below, the Executive recommends ongoing funding increases from non-appropriated funds, including \$81,800 in the AG Anti-Racketeering Fund, \$26,300 in the Indirect Cost Recovery Fund, \$32,200 in the AG’s Federal Grant Fund, and \$2,700 in the AG’s IGA and ISA Fund.

Funding	FY 2018
General Fund	293.1
Consumer Protection/Fraud Revolving Fund	36.5
Attorney General Antitrust Revolving Fund	2.5
Attorney General Collection Enforcement Fund	3.3
Attorney General Agency Services Fund	67.4
Attorney General Legal Services Cost Allocation Fund	3.6
Issue Total	406.4

Baseline Recommendations

Continued Appropriation for Consumer Protection

The Attorney General (AG) is responsible for enforcing the Arizona Consumer Fraud Act and other state and federal consumer protection laws. The AG’s Consumer Information and Complaint Unit receives nearly 16,000 consumer complaints per year.

Monies obtained as a result of consumer fraud enforcement are deposited into the Consumer Protection – Consumer Fraud Revolving Fund (CPRF). Pursuant to A.R.S. § 44-1531.01, the AG is authorized to use CPRF revenues for operating expenses, though the fund is mainly used for consumer protection.

In FY 2017, the AG received a one-time \$500,000 increase from CPRF to cover costs incurred by various bills passed during the legislative session. The Executive recommends a continuation of the \$500,000 and four FTE positions to increase the AG’s capacity to protect Arizona consumers. Continuing the FY 2017 increase in CPRF will also provide the AG with greater budget flexibility to cover costs incurred by bills passed during prior legislative sessions.

Funding	FY 2018
Consumer Protection/Fraud Revolving Fund	0.0

Adjustments for risk management charges and retirement contributions for this agency are not incorporated into the totals shown here. They are listed separated with adjustments for all state agencies immediately following the Capital Projects section. Funding for these adjustments is recommended as part of the total Executive Budget.

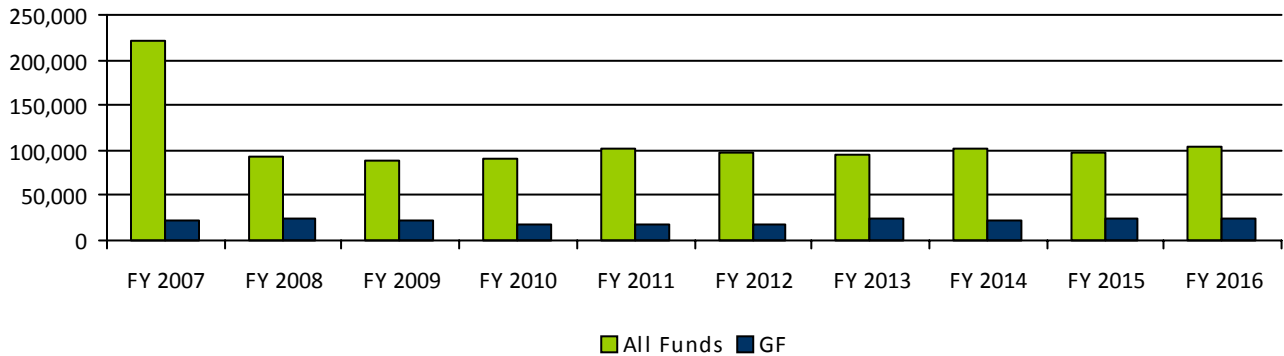
Performance Measures

	FY 2015 Actual	FY 2016 Actual	FY 2017 Expected	FY 2018 Expected
Days to respond to a request for a legal opinion	41	91	60	60
Percentage of cases resolved using voluntary settlement agreements	17	17	15	15
Percentage of death penalty sentences affirmed by the Arizona Supreme Court	88	100	95	95
Customer satisfaction rating for client agencies (scale of 1 to 8, with 8 the highest)	7.51	7.39	7.51	7.51

Link to the [AGENCY'S STRATEGIC PLAN](#)

Agency Expenditures

(in \$1,000s)



Recommended State Appropriations

BY PROGRAM	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Central Administration	7,431.6	5,380.1	406.4	5,786.5
Legal Services	56,639.8	63,604.4	700.0	64,304.4
Agency Total - Appropriated Funds	64,071.4	68,984.5	1,106.4	70,090.9

BY EXPENDITURE OBJECT	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Personal Services	37,151.9	40,117.4	500.0	40,617.4
ERE Amount	13,615.0	14,786.3	200.0	14,986.3
Prof. And Outside Services	485.4	1,372.2	0.0	1,372.2
Travel - In State	101.1	101.5	0.0	101.5
Travel - Out of State	110.9	128.0	0.0	128.0
Aid to Others	3,206.5	4,604.9	0.0	4,604.9
Other Operating Expenses	5,937.3	3,660.6	406.4	4,067.0

BY EXPENDITURE OBJECT	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Equipment	498.4	376.0	0.0	376.0
Transfers Out	2,964.9	3,837.6	0.0	3,837.6
Agency Total - Appropriated Funds	64,071.4	68,984.5	1,106.4	70,090.9

BY APPROPRIATED FUND	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
General Fund	23,497.4	24,664.8	293.1	24,957.9
Attorney General Agency Services Fund	0.0	0.0	67.4	67.4
Attorney General Antitrust Revolving Fund	158.3	244.3	2.5	246.8
Attorney General Collection Enforcement Fund	6,803.7	6,845.2	3.3	6,848.5
Attorney General Legal Services Cost Allocation Fund	2,073.9	2,080.4	3.6	2,084.0
Consumer Protection/Fraud Revolving Fund	4,172.0	5,575.7	736.5	6,312.2
Interagency Service Agreements	14,194.6	15,508.5	0.0	15,508.5
Internet Crimes Against Children	0.0	900.0	0.0	900.0
Risk Management Fund	8,697.3	9,406.7	0.0	9,406.7
State Aid to Indigent Defense Fund	769.4	0.0	0.0	0.0
Victims Rights Fund	3,704.8	3,758.9	0.0	3,758.9
Agency Total - Appropriated Funds	64,071.4	68,984.5	1,106.4	70,090.9

FOR MORE DETAIL ABOUT EACH FUND SEE THE STATE FUNDS BOOK

Special Line Appropriations

	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Capital Postconviction Prosecution	769.4	795.7	0.0	795.7
Federalism Unit	724.4	995.6	0.0	995.6
Grand Jury	179.7	180.1	0.0	180.1
Internet Crimes Against Children Enforcement	0.0	1,250.0	0.0	1,250.0
Military Airport Planning	89.1	85.0	0.0	85.0
Risk Management ISA	8,697.3	9,406.7	0.0	9,406.7
Southern AZ Drug Enforcement Unit	1,198.6	1,193.0	0.0	1,193.0
Tobacco Enforcement	227.7	816.0	0.0	816.0
Victims' Rights	3,704.8	3,758.9	0.0	3,758.9
Agency Total - Appropriated Funds	15,591.0	18,481.0	0.0	18,481.0

Non - Appropriated Funds Expenditures

	FY 2016 Actual	FY 2017 Exp. Plan	FY 2018 Net Change	FY 2018 Exec. Rec.
AG Trust Fund	1,520.7	1,172.5	0.0	1,172.5
Attorney General Anti-Racketeering	15,735.7	16,766.9	(663.9)	16,103.0
Attorney General CJEF Distributions	3,436.7	3,659.4	0.0	3,659.4
Consumer Restitution and Remediation Revolving Fund	1,742.5	3,700.0	0.0	3,700.0
Court Ordered Trust Fund	1,727.2	1,693.5	0.0	1,693.5
Criminal Case Processing Fund	21.3	74.3	0.0	74.3
Federal Grants	4,929.4	5,794.5	(288.8)	5,505.7
IGA and ISA Fund	5,329.5	9,249.5	2.7	9,252.2
Indirect Cost Recovery Fund	3,968.6	7,308.0	26.3	7,334.3
Prosecuting Attorney Council	1,130.4	1,063.9	0.0	1,063.9
Victim Witness Assistance	48.3	14.3	0.0	14.3
Agency Total - Non-Appropriated Funds	39,590.3	50,496.8	(923.7)	49,573.1

FOR MORE DETAIL ABOUT EACH FUND SEE THE STATE FUNDS BOOK

Federal Funds Expenditures

	FY 2016 Actual	FY 2017 Exp. Plan	FY 2018 Exp. Plan
Agency Total	4,919.2	5,794.5	5,473.5

These are the Federal Expenditures reported by the agencies and, in most cases, are included in the Appropriated or Non-Appropriated Funds expenditures listed above.

Link to the [ALL FEDERAL GRANTS FOR THIS AGENCY ARE DISPLAYED IN THE FEDERAL FUNDS REPORT](#)

The Executive recommends a lump-sum appropriation to the agency with special lines.

Automobile Theft Authority

The Authority administers grants provided to law enforcement and criminal justice agencies for the most effective and efficient law enforcement, prosecution and prevention strategies to combat auto theft crimes across Arizona.

Link to the **AGENCY'S WEBSITE** <http://www.aata.state.az.us/>

All numbers representing dollars are expressed in thousands.

Agency Budget Summary

	FY 2016 Actual	FY 2017 Exp.Plan	FY 2018 Net Change	FY 2018 Exec. Rec.
Other Appropriated Funds	5,099.5	5,295.5	1,200.0	6,495.5
Non-Appropriated Funds	30.0	103.0	(103.0)	0.0
Agency Total	5,129.5	5,398.5	1,097.0	6,495.5

Main Points of Executive Recommendations

	FY 2017	FY 2018
Increase Grants Program Funding	0.0	1,200.0

Major Executive Initiatives and Funding Recommendations

Increase Grants Program Funding

The Automobile Theft Authority's appropriation provides \$4.6 million for vehicle theft deference grants to Arizona law enforcement agencies. The available funding falls short of the total grant requests.

Last year, in order to fund some of the new requests, the Authority reduced the amount of grant money awarded to the Department of Public Safety for the statewide Auto Theft Task Force.

The Executive recommends two courses of action: creating a Special Line Item with a \$4 million appropriation for the DPS Auto Theft Task Force, and increasing the Auto Theft Authority's appropriation by \$1.2 million to accommodate grant requests from other law enforcement units.

Funding	FY 2018
Automobile Theft Authority Fund	1,200.0
Issue Total	1,200.0

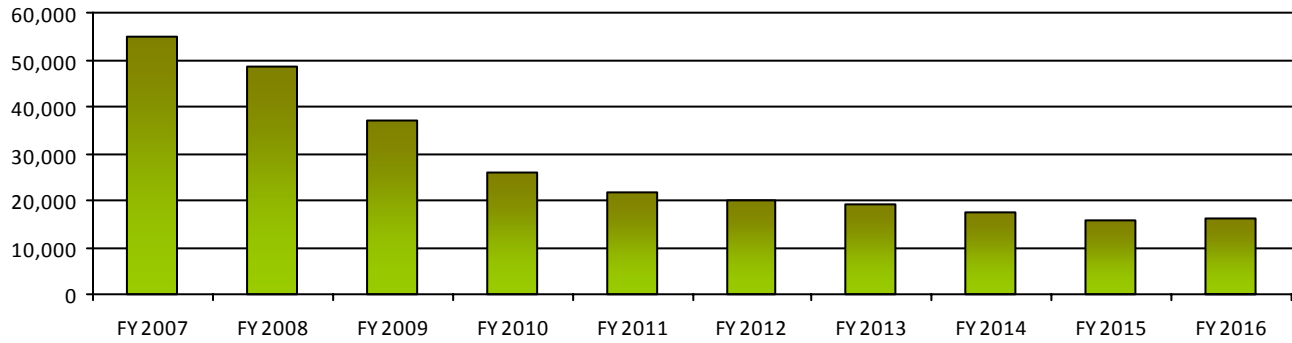
Adjustments for risk management charges and retirement contributions for this agency are not incorporated into the totals shown here. They are listed separated with adjustments for all state agencies immediately following the Capital Projects section. Funding for these adjustments is recommended as part of the total Executive Budget.

Performance Measures

	FY 2015 Actual	FY 2016 Actual	FY 2017 Expected	FY 2018 Expected
Arizona vehicle theft rate (# per 100,000 population)	237	236	242	250

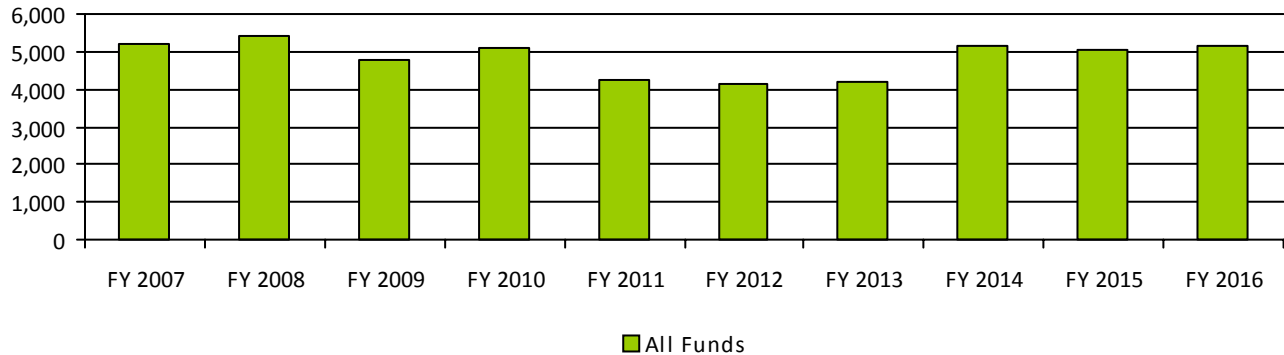
Link to the **AGENCY'S STRATEGIC PLAN**

Number of Auto Thefts



Agency Expenditures

(in \$1,000s)



Recommended State Appropriations

BY PROGRAM	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Automobile Theft Authority	5,099.5	5,295.5	1,200.0	6,495.5
Agency Total - Appropriated Funds	5,099.5	5,295.5	1,200.0	6,495.5

BY EXPENDITURE OBJECT	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Personal Services	270.2	317.3	0.0	317.3
ERE Amount	104.1	131.9	0.0	131.9
Prof. And Outside Services	22.0	19.5	0.0	19.5
Travel - In State	3.3	9.0	0.0	9.0
Travel - Out of State	4.0	12.5	0.0	12.5
Aid to Others	945.7	982.7	750.0	1,732.7
Other Operating Expenses	72.3	122.6	75.0	197.6
Equipment	1.7	25.0	25.0	50.0
Capital Outlay	25.4	0.0	0.0	0.0
Transfers Out	3,650.8	3,675.0	350.0	4,025.0
Agency Total - Appropriated Funds	5,099.5	5,295.5	1,200.0	6,495.5

BY APPROPRIATED FUND	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Automobile Theft Authority Fund	5,099.5	5,295.5	1,200.0	6,495.5
Agency Total - Appropriated Funds	5,099.5	5,295.5	1,200.0	6,495.5

FOR MORE DETAIL ABOUT EACH FUND SEE THE STATE FUNDS BOOK

Special Line Appropriations

	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Auto Theft Authority Grants	4,596.5	4,607.7	1,100.0	5,707.7
Reimbursable Programs	0.0	50.0	0.0	50.0
Agency Total - Appropriated Funds	4,596.5	4,657.7	1,100.0	5,757.7

Non - Appropriated Funds Expenditures

	FY 2016 Actual	FY 2017 Exp. Plan	FY 2018 Net Change	FY 2018 Exec. Rec.
Settlement Fund	30.0	103.0	(103.0)	0.0
Agency Total - Non-Appropriated Funds	30.0	103.0	(103.0)	0.0

FOR MORE DETAIL ABOUT EACH FUND SEE THE STATE FUNDS BOOK

The Executive recommends a lump-sum appropriation to the agency with special lines.

Board of Barbers

The Board administers barbering examinations, grants and renews licenses, inspects barbering establishments, investigates consumer complaints regarding unlawful activities, and takes measures to resolve complaints, including holding hearings, levying fines, and suspending or revoking licenses.

Link to the **AGENCY'S WEBSITE** <http://www.azbarberboard.us>

All numbers representing dollars are expressed in thousands.

Agency Budget Summary

	FY 2016 Actual	FY 2017 Exp.Plan	FY 2018 Net Change	FY 2018 Exec. Rec.
Other Appropriated Funds	308.8	370.7	(28.9)	341.8
Agency Total	308.8	370.7	(28.9)	341.8

Major Executive Initiatives and Funding Recommendations

Statewide e-Licensing System

The process to review applications and issue licenses at many State agencies, including the Board of Barbers, is in need of modernization. The Arizona Strategic Enterprise and Technology (ASET) Office within the Department of Administration, with engagement from stakeholders at State agencies, has issued a request for proposals to implement a statewide e-licensing system. The new system will better protect customer information and will be adapted to specific information requirements needed by each State agency, while giving customers of multiple agencies a consistent user experience.

The final cost of the system will be known after the vendor is selected in early 2017. Pending issuance of the contract and finalization of the cost estimate, the Executive recommends transferring the \$34,900 appropriated to the Board for e-licensing in FY 2017, from the Board of Barbers Fund to the Automation Projects Fund for the development of the statewide e-Licensing system. This amount will be adjusted when the system's costs are finalized.

Funding	FY 2018
Board of Barbers Fund	0.0
Issue Total	0.0

Baseline Recommendations

Increased Accounting Costs

The Board of Barber Examiners' account services are provided by the Central Services Bureau, a unit within the Department of Administration. The Board has been informed that the cost of these services will be increased by \$6,000 per year, and the Executive recommends \$6,000 in FY 2018 to allow the Board to cover this increase.

Funding	FY 2018
Board of Barbers Fund	6.0
Issue Total	6.0

Remove FY 2017 One-time Appropriation

The Board of Barbers' FY 2017 appropriation included a one-time appropriation for the statewide e-licensing system. The Executive Recommendation, as a technical adjustment, removes this one-time FY 2017 appropriation.

Funding	FY 2018
Board of Barbers Fund	(34.9)
Issue Total	(34.9)

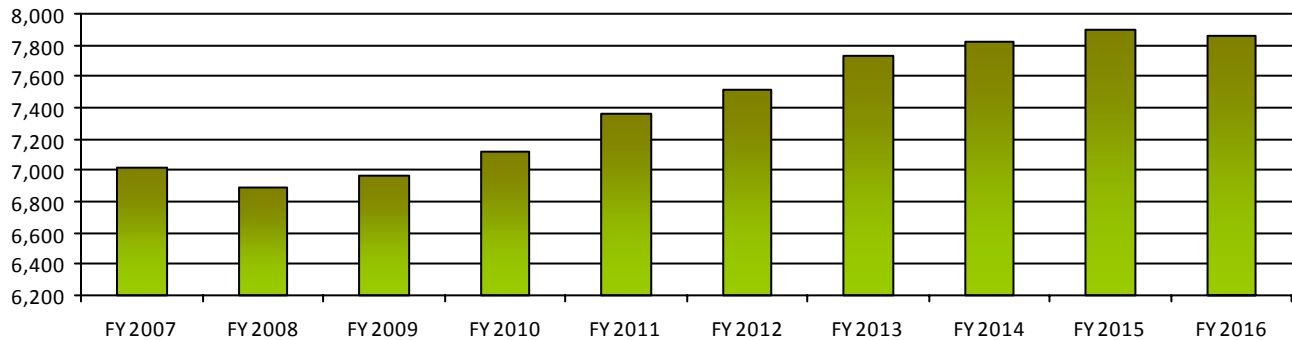
Adjustments for risk management charges and retirement contributions for this agency are not incorporated into the totals shown here. They are listed separated with adjustments for all state agencies immediately following the Capital Projects section. Funding for these adjustments is recommended as part of the total Executive Budget.

Performance Measures

	FY 2015 Actual	FY 2016 Actual	FY 2017 Expected	FY 2018 Expected
Number of all licenses	8,056	7,856	7,900	7,944
Number of complaints received	413	260	260	260
Average number of calendar days from receipt of application to acceptance or denial	.03	3.8	4	4
Number of inspections conducted	2,065	1,454	1,236	1,051

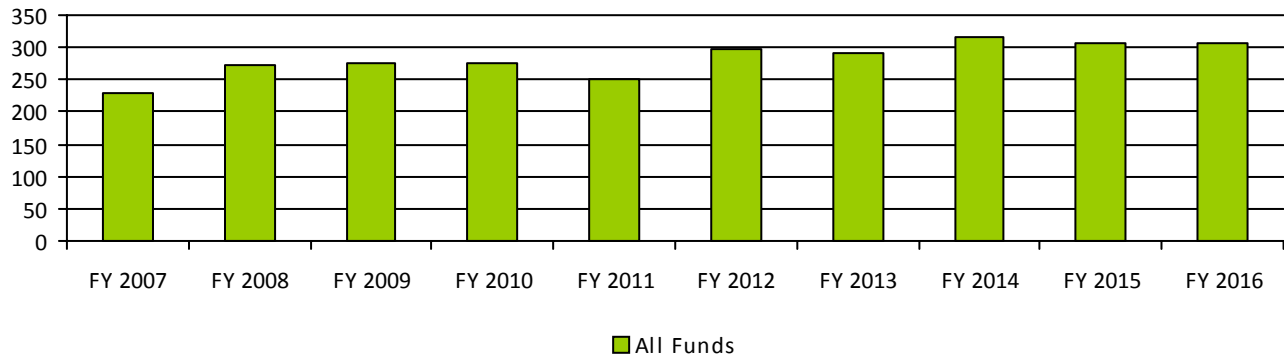
Link to the [AGENCY'S STRATEGIC PLAN](#)

Number of Licenses



Agency Expenditures

(in \$1,000s)



Recommended State Appropriations

BY PROGRAM	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Licensing and Regulation	308.8	370.7	(28.9)	341.8
Agency Total - Appropriated Funds	308.8	370.7	(28.9)	341.8

BY EXPENDITURE OBJECT	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Personal Services	188.2	181.9	0.0	181.9
ERE Amount	69.8	75.1	0.0	75.1
Prof. And Outside Services	3.3	39.9	0.0	39.9
Travel - In State	13.0	22.0	0.0	22.0
Travel - Out of State	0.0	10.0	0.0	10.0
Other Operating Expenses	33.5	41.8	(28.9)	12.9
Equipment	1.0	0.0	0.0	0.0
Agency Total - Appropriated Funds	308.8	370.7	(28.9)	341.8

BY APPROPRIATED FUND	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Board of Barbers Fund	308.8	370.7	(28.9)	341.8
Agency Total - Appropriated Funds	308.8	370.7	(28.9)	341.8

FOR MORE DETAIL ABOUT EACH FUND SEE THE STATE FUNDS BOOK

The Executive recommends a lump-sum appropriation to the agency.

Board of Behavioral Health Examiners

The Board licenses and biennially renews licensure for approximately 9,700 behavioral health professionals, requiring these professionals to meet minimum standards of education, experience, and competency, as measured by examination. The Board also receives and investigates complaints, takes necessary disciplinary action, and responds to inquiries from consumers regarding the licensure status and complaint history of individual behavioral health professionals.

Link to the **AGENCY'S WEBSITE** <http://azbbhe.us/>

All numbers representing dollars are expressed in thousands.

Agency Budget Summary

	FY 2016 Actual	FY 2017 Exp.Plan	FY 2018 Net Change	FY 2018 Exec. Rec.
Other Appropriated Funds	1,532.4	1,759.1	0.0	1,759.1
Agency Total	1,532.4	1,759.1	0.0	1,759.1

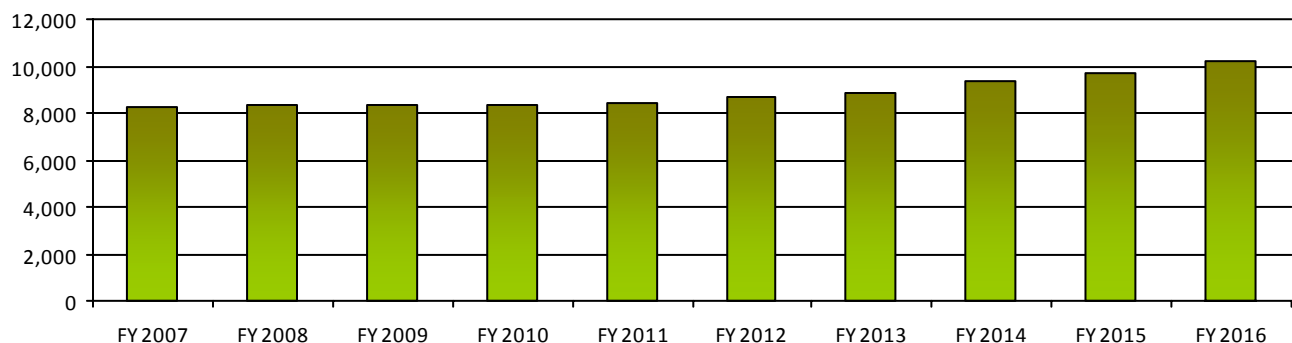
Adjustments for risk management charges and retirement contributions for this agency are not incorporated into the totals shown here. They are listed separated with adjustments for all state agencies immediately following the Capital Projects section. Funding for these adjustments is recommended as part of the total Executive Budget.

Performance Measures

	FY 2015 Actual	FY 2016 Actual	FY 2017 Expected	FY 2018 Expected
Number of new and existing licenses issued	9,674	10226	10300	10300
Average number of days to renew a license from receipt of application to issuance	11	11	10	10
Average days to resolve a complaint	360	269	220	220
Number of complaints received about licensees	118	133	130	130

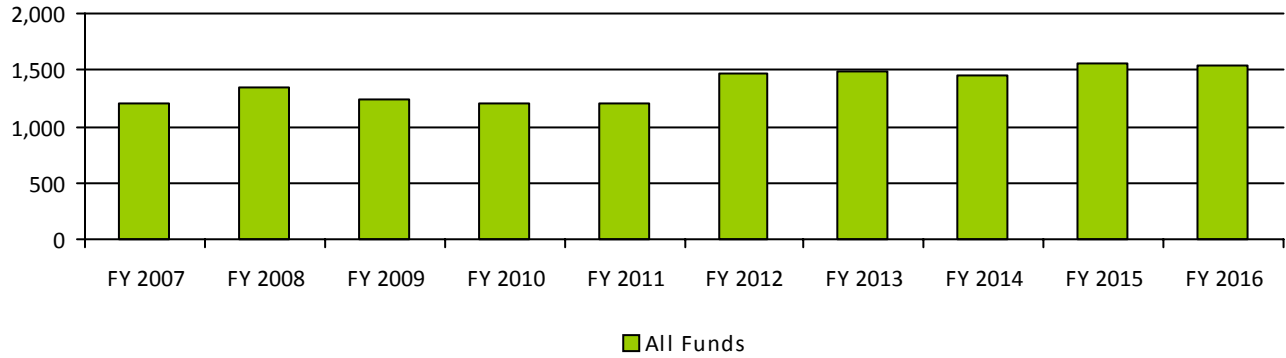
Link to the **AGENCY'S STRATEGIC PLAN**

Number of Licenses Issued



Agency Expenditures

(in \$1,000s)



Recommended State Appropriations

BY PROGRAM	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Licensing and Regulation	1,532.4	1,759.1	0.0	1,759.1
Agency Total - Appropriated Funds	1,532.4	1,759.1	0.0	1,759.1

BY EXPENDITURE OBJECT	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Personal Services	809.5	900.4	0.0	900.4
ERE Amount	315.5	316.7	0.0	316.7
Prof. And Outside Services	200.0	267.1	0.0	267.1
Travel - In State	7.4	7.4	0.0	7.4
Travel - Out of State	5.9	6.0	0.0	6.0
Other Operating Expenses	192.6	236.5	0.0	236.5
Equipment	1.5	25.0	0.0	25.0
Agency Total - Appropriated Funds	1,532.4	1,759.1	0.0	1,759.1

BY APPROPRIATED FUND	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Behavioral Health Examiners Fund	1,532.4	1,759.1	0.0	1,759.1
Agency Total - Appropriated Funds	1,532.4	1,759.1	0.0	1,759.1

FOR MORE DETAIL ABOUT EACH FUND SEE THE STATE FUNDS BOOK

The Executive recommends a lump-sum appropriation to the agency.

Board for Charter Schools

The Arizona State Board for Charter Schools sponsors and regulates charter schools. The Board oversees the academic and operational compliance of charter holders and reviews the fiscal viability of the schools. The Board also continuously reviews applications for new and replication charter schools as well as renewal applications for existing schools.

Link to the **AGENCY'S WEBSITE** <http://www.asbcs.az.gov/>

All numbers representing dollars are expressed in thousands.

Agency Budget Summary

	FY 2016 Actual	FY 2017 Exp.Plan	FY 2018 Net Change	FY 2018 Exec. Rec.
General Fund	1,024.4	1,185.2	0.0	1,185.2
Non-Appropriated Funds	49.3	29.0	0.0	29.0
Agency Total	1,073.7	1,214.2	0.0	1,214.2

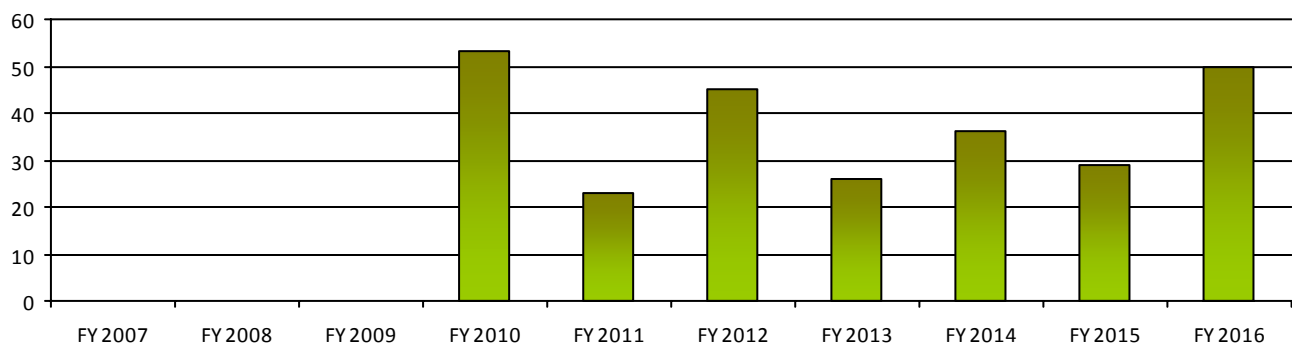
Adjustments for risk management charges and retirement contributions for this agency are not incorporated into the totals shown here. They are listed separated with adjustments for all state agencies immediately following the Capital Projects section. Funding for these adjustments is recommended as part of the total Executive Budget.

Performance Measures

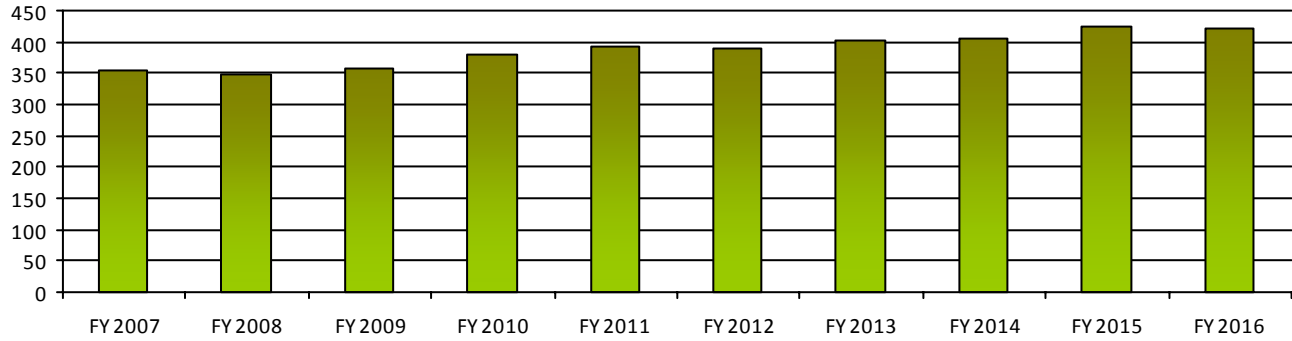
	FY 2015 Actual	FY 2016 Actual	FY 2017 Expected	FY 2018 Expected
Number of Board sponsored charters with one or more sites in operation	423	425	440	450
Number of Board sponsored charter school sites in operation	546	524	535	550
Number of annual on-site monitoring visits	42	21	50	100
Number of annual complaints regarding sponsored schools	89	50	60	60

Link to the **AGENCY'S STRATEGIC PLAN**

Number of Renewal Contracts Processed

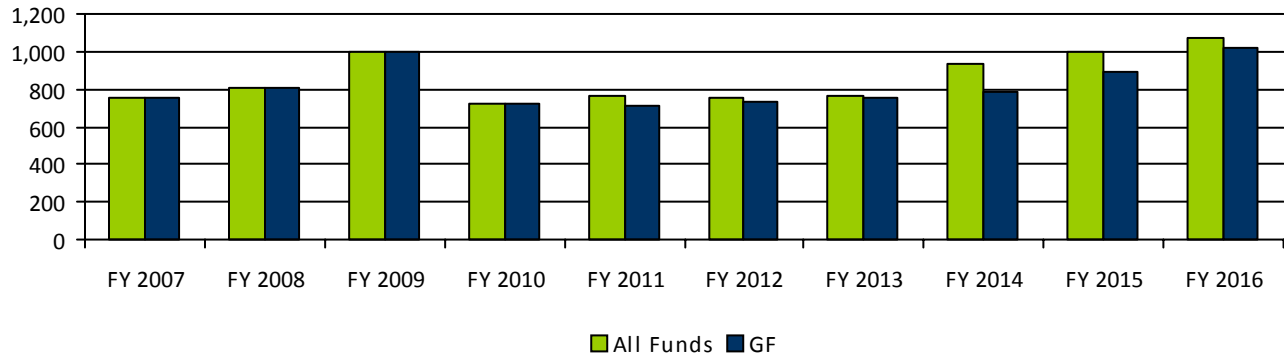


Number of Charters



Agency Expenditures

(in \$1,000s)



Recommended State Appropriations

BY PROGRAM	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
State Board for Charter Schools	1,024.4	1,185.2	0.0	1,185.2
Agency Total - Appropriated Funds	1,024.4	1,185.2	0.0	1,185.2

BY EXPENDITURE OBJECT	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Personal Services	621.5	681.2	0.0	681.2
ERE Amount	239.6	272.5	0.0	272.5
Prof. And Outside Services	21.0	45.7	0.0	45.7
Travel - In State	2.1	5.0	0.0	5.0
Travel - Out of State	5.6	5.5	0.0	5.5
Other Operating Expenses	131.6	137.3	0.0	137.3
Equipment	2.9	3.0	0.0	3.0
Transfers Out	0.0	35.0	0.0	35.0
Agency Total - Appropriated Funds	1,024.4	1,185.2	0.0	1,185.2

BY APPROPRIATED FUND	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
General Fund	1,024.4	1,185.2	0.0	1,185.2
Agency Total - Appropriated Funds	1,024.4	1,185.2	0.0	1,185.2

FOR MORE DETAIL ABOUT EACH FUND SEE THE STATE FUNDS BOOK

Non - Appropriated Funds Expenditures

	FY 2016 Actual	FY 2017 Exp. Plan	FY 2018 Net Change	FY 2018 Exec. Rec.
Charter AZ Online Instruction Processing Fund	3.0	3.0	0.0	3.0
New Charter Application	46.3	26.0	0.0	26.0
Agency Total - Non-Appropriated Funds	49.3	29.0	0.0	29.0

FOR MORE DETAIL ABOUT EACH FUND SEE THE STATE FUNDS BOOK

The Executive recommends a lump-sum appropriation to the agency.

Department of Child Safety

The Department of Child Safety (DCS) is Arizona’s State-administered child welfare services agency. DCS provides child abuse and neglect investigations; child safety and risk assessments; family support, preservation, and reunification services; family foster care and kinship care services; services to promote the safety, permanence, and well-being of children with foster and adoptive families; adoption promotion and support services; and health care services for children in out-of-home care.

The Department of Child Safety’s primary purpose is to protect children. To achieve this purpose, the Department shall accomplish the following in equal priority:

- Investigate reports of child abuse and neglect.
- Assess, promote and support the safety of a child in a safe and stable family or other appropriate placement.
- Work cooperatively with law enforcement regarding reports that include criminal conduct allegations.
- Without compromising child safety, coordinate services to achieve permanency on behalf of the child, strengthen the family and provide prevention, intervention and treatment for abuse and neglected children.

Link to the **AGENCY'S WEBSITE** <https://dcs.az.gov/>

All numbers representing dollars are expressed in thousands.

Agency Budget Summary

	FY 2016 Actual	FY 2017 Exp.Plan	FY 2018 Net Change	FY 2018 Exec. Rec.
General Fund	410,766.7	379,179.4	2,517.1	381,696.5
Other Appropriated Funds	494,191.0	593,408.5	2,471.2	595,879.7
Non-Appropriated Funds	208.6	208.6	0.0	208.6
Agency Total	905,166.3	972,796.5	4,988.3	977,784.8

Main Points of Executive Recommendations

	FY 2017	FY 2018
Removal of Ongoing Backlog Privatization Monies	0.0	(2,700.0)
Financial Assistance to Kinship Caregivers	0.0	1,000.0
Adoption Services	0.0	4,217.1
Litigation Support	0.0	2,471.2
Support Services	7,000.0	0.0
Child Care Services	1,000.0	0.0
CHILDS Replacement Project	0.0	0.0

Major Executive Initiatives and Funding Recommendations

Removal of Backlog Privatization Monies

The Department of Child Safety's FY 2017 appropriation included \$2.7 million from the General Fund to reduce the backlog of inactive cases. In conjunction with this funding, a Legislative benchmark was established, setting the expectation that the Department would reduce the backlog below 1,000 by June 30, 2017.

In partnership with Southwest Human Development, the Department has been steadily reducing the backlog of

inactive cases and is expected to reach this benchmark, eliminating the backlog in FY 2017. The Executive expects ongoing handling of open cases to be managed within the Department’s operating budget and recommends removing the \$2.7 million in backlog monies in FY 2018.

Funding	FY 2018
General Fund	(2,700.0)
Issue Total	(2,700.0)

Financial Assistance to Kinship Caregivers

Kinship caregivers, which include grandmothers, aunts and uncles, and fictive kin, are the preferred placement for children as kinship placements maintain and promote lifelong family connections and lessen the disruption of removal. The grandparent stipend program provides financial assistance to grandparents and great-grandparents who are unlicensed foster caregivers for their grandchildren. The Executive recommends an increase of \$1 million for kinship caregivers, through an expansion of the grandparent stipend program. The Executive recommends allowing the Department to apply the increased resources to support kinship families in need, regardless of their familial relationship to the child in their care.

Funding	FY 2018
General Fund	1,000.0
Issue Total	1,000.0

Baseline Recommendations

Adoption Services

The adoption services program supports the Department’s efforts to provide permanent adoptive placements for children in State care. Funding for the program covers adoption home recruitment costs, expenses related to the legal process of adoption, and maintenance and special services subsidies for the adoptive families.

The growth in the number of children receiving adoption subsidies has been consistent for several years. In FY 2016, year-over-year growth averaged 9.6%, with 24,091 children receiving adoption subsidies at the end of the year. The adoption caseload is projected to maintain this 9.6% growth rate in FY 2017 and FY2018.

In order to fully fund adoption services for the increasing population of adopted children, the Executive recommends additional ongoing funding for the Department’s adoption program.

Funding	FY 2018
General Fund	4,217.1
Issue Total	4,217.1

Litigation Support

The Department continues to face two class-action lawsuits, B.K. v. McKay and A.D. v. Washburn, for which the Attorney General's Office provides legal representation. In accordance with the FY 2016-2017 General Appropriations Act (Laws 2016 Chapter 117 Sec. 113), in FY 2016 the Department received a one-time appropriation of \$2,864,600 from the Risk Management Revolving Fund, to cover FY 2016 and FY 2017 litigation expenses related to these cases. The funds were made non-lapsing through FY 2018 but are expected to be fully expended in FY 2017.

In FY 2018 the Department expects to incur further attorney fees and discovery costs, including expert witness fees. In order to fully fund the Department's litigation costs, the Executive recommends appropriating an additional \$2.5 million from the State's risk management revolving fund. Additionally, given the unpredictability of litigation timelines, the Executive recommends that these funds, and any remaining funds from the FY 2016 appropriation, be made non-lapsing through FY 2019.

Funding	FY 2018
Risk Management Fund	2,471.2
Issue Total	2,471.2

Child Care Services

The Executive recommends an ongoing increase of expenditure authority to the Child Care program in order to enable full drawdown of federal monies. It is recommended that this be done by transferring excess expenditure authority from the Caseworkers special line item, for a net zero impact on the agency.

Funding	FY 2018
DCS Expenditure Authority	0.0
Issue Total	0.0

CHILDS Replacement Project

The Department, in coordination with the Department of Administration, is in the third year of planning and development to replace CHILDS, the State's archaic child welfare data system. The new system, Guardian, will be a secure cloud-based system, employing mobile technology to assist the agency with key functions, including intake processing, case management, provider management, and financial management. The planning for the replacement project was completed in FY 2016, and procurement for the platform and mobile solution are underway.

The Executive recommends appropriating \$10,841,600 for this project from the Automation Projects Fund. The recommendation includes financing the project through a transfer of \$10,841,600 from the General Fund to the Automation Projects Fund. Transfer and appropriation information from the Automation Projects Fund are located in the Department of Administration's Operating Budget Detail.

The Executive additionally recommends 25.0 FTE positions to operationally support the Guardian phase-in. This work includes mobile device management, data integrity, data exchanges, and system administration. Existing IT FTE will continue with CHILDS maintenance and operations. Monies for these positions are included in the recommended appropriation to the Automation Projects Fund.

As CHILDS is decommissioned, the Executive expects the Department to phase down the IT FTE count. Although the IT staff size will be only temporarily elevated, FTE are recommended, as opposed to contractors and temp staff, in order to reduce costs and increase institutional knowledge among staff who will continue to serve the Department's maintenance and operations of the Guardian system. The deployment of the full Guardian system and decommission of the CHILDS system are expected to be completed in FY 2020.

Funding	FY 2018
DCS Expenditure Authority	0.0
Issue Total	0.0

Technical Funding Adjustments

As a technical adjustment, the Executive recommends alignment of expenditures and expenditure authority to their appropriate line items in two places within the Department budget.

Since the establishment of the Training Resources special line item, the SLI has had insufficient expenditure authority to meet the obligations of the training contracts the Department holds with Northern Arizona University and Arizona State University. In order to mitigate the need for annual appropriation transfers and to have the appropriation level in the Training Resources line accurately reflect the Department's training costs, the Executive recommends shifting expenditure authority to the Training Resources SLI from lines with excess expenditure authority, for a net zero impact.

Foster Care Home Recruitment and Supervised Study (HRSS) contracts are currently paid from the Out-of-Home Support Services special line item instead of the Foster Care line item. This is an inconsistent accounting practice, as the HRSS contracts for Adoption are paid from the Adoption Services special line item. In order to improve reporting of the costs of both Foster Care and Out-of-Home Support Services and for consistency of management of the Department's budget, the Executive recommends shifting the Foster Care HRSS costs to their appropriate line, Foster Care Placement SLI.

Funding	FY 2018
General Fund	0.0
DCS Expenditure Authority	0.0
Issue Total	0.0

Supplemental Recommendations

Support Services

The Department's out-of-home support service funding covers a variety of services, including transportation, counseling, parent aides, drug testing and rehabilitation, and supervised visits. The provision of services is frequently court-mandated, and the Department's ability to provide high-quality services in a timely manner is a direct factor in its ability to safely reduce the population of children in State care.

To fully fund services for children in State care, the Executive recommends supplemental funding in FY 2017. The Department will leverage the General Fund supplemental to draw down matching federal monies, through its IV-E waiver program.

Funding	FY 2017
General Fund	7,000.0
Issue Total	7,000.0

Child Care Services

Child Care monies at the Department support the care of children in licensed foster care, unlicensed foster care, and children living in their own homes who are receiving in-home prevention, mitigation or reunification services. The child care program is administered by the Department of Economic Security.

In order to fully fund child care services for children in State care, the Executive recommends a General Fund supplemental for FY 2017. Additionally, the Executive recommends increasing expenditure authority in the line to allow full drawdown of federal monies. This can be done without an enterprise-wide increase in expenditure authority, however, by transferring excess from the Caseworkers special line item.

Funding	FY 2017
General Fund	1,000.0
DCS Expenditure Authority	0.0
Issue Total	1,000.0

IT Staffing

Of the 25.0 FTE positions recommended to be added in FY 2018, the Executive recommends that 10.0 be added in FY 2017 to phase-in the new child welfare data system, while existing FTE continue to support the CHILDS system prior to its decommission. Monies for these positions have already been appropriated through the Automation Projects Fund for the CHILDS Replacement project.

Funding	FY 2017
DCS Expenditure Authority	0.0
Issue Total	0.0

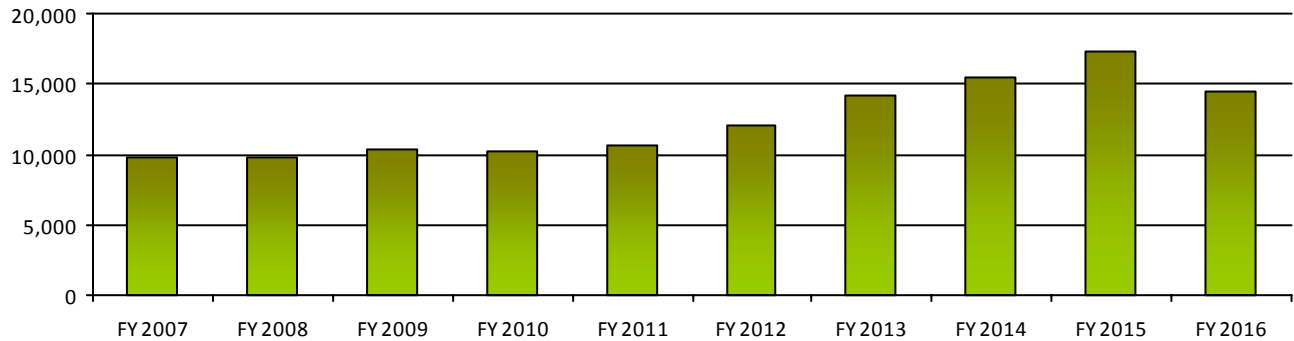
Technical Funding Adjustments

In order to maximize the ability to compare costs appropriately between fiscal years, the Executive recommends that the Technical Adjustments outlined above be implemented beginning in FY 2017.

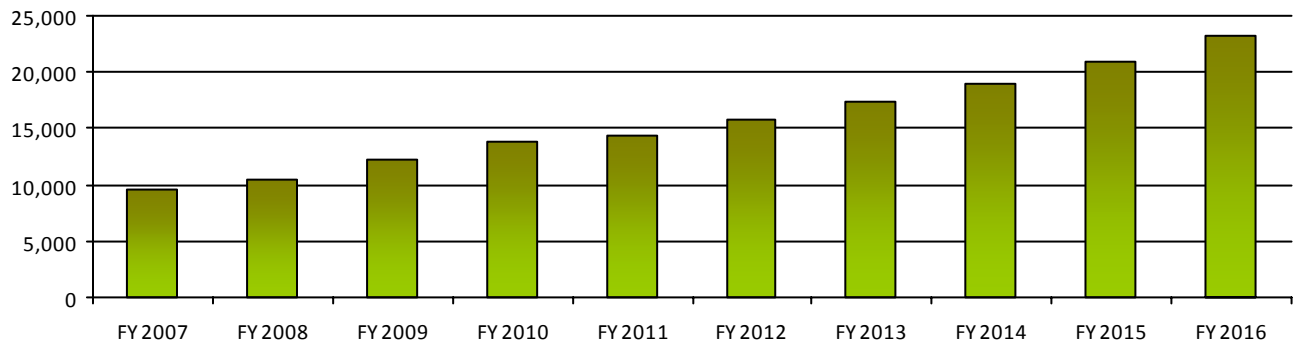
Funding	FY 2017
General Fund	0.0
DCS Expenditure Authority	0.0
Issue Total	0.0

Adjustments for risk management charges and retirement contributions for this agency are not incorporated into the totals shown here. They are listed separated with adjustments for all state agencies immediately following the Capital Projects section. Funding for these adjustments is recommended as part of the total Executive Budget.

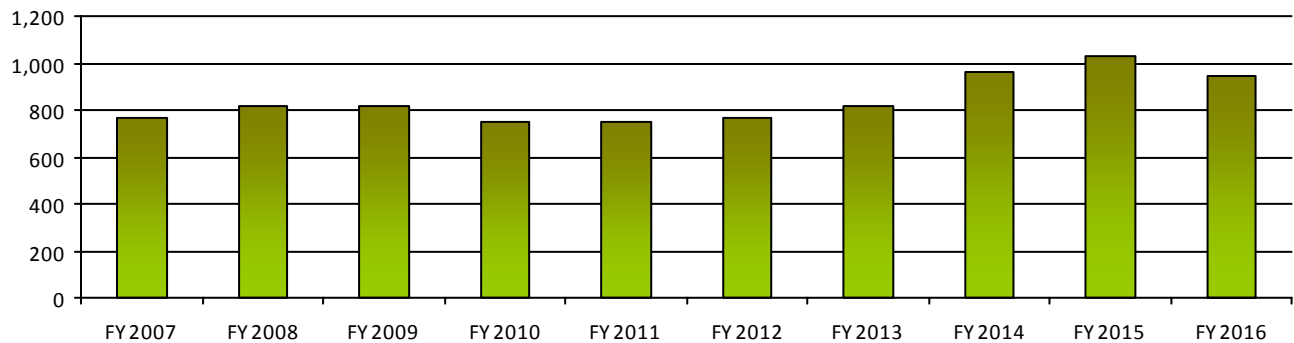
Children in Out of Home Care (monthly average)



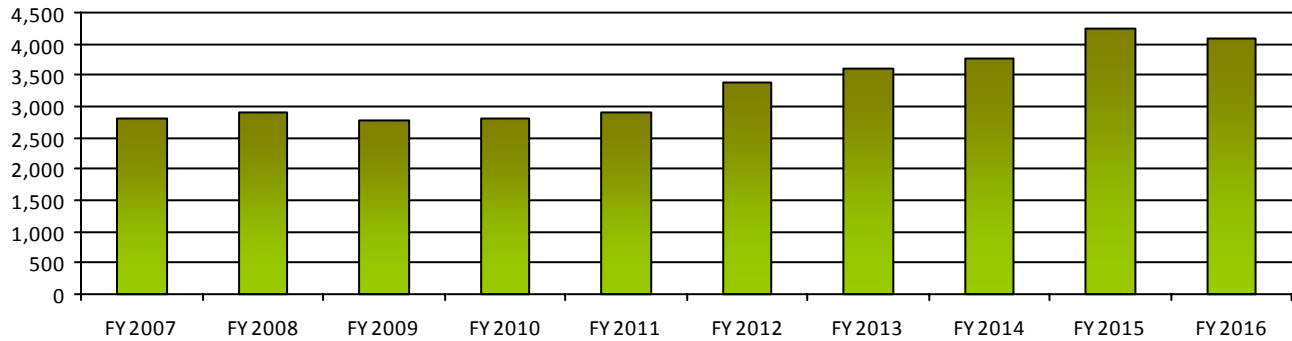
Adoption Caseload Subsidy



Case Carrying Specialists (monthly average)



Reports of abuse and neglect received (monthly average)



Recommended State Appropriations

BY PROGRAM	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Investigations and Operations	261,294.5	276,649.0	771.2	277,420.2
Out-of-Home Care	166,886.2	170,155.6	29,763.5	199,919.1
Permanency	217,723.5	238,215.0	4,217.1	242,432.1
Support Services	259,053.5	287,568.3	(29,763.5)	257,804.8
Agency Total - Appropriated Funds	904,957.7	972,587.9	4,988.3	977,576.2

BY EXPENDITURE OBJECT	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Personal Services	127,897.3	145,703.0	219.0	145,922.0
ERE Amount	54,823.5	68,684.0	47.4	68,731.4
Prof. And Outside Services	17,468.5	20,704.9	(520.2)	20,184.7
Travel - In State	2,607.4	5,114.1	0.0	5,114.1
Travel - Out of State	457.2	216.4	0.0	216.4
Aid to Others	660,596.4	701,088.9	8,217.1	709,306.0
Other Operating Expenses	35,981.5	26,583.4	(3,000.0)	23,583.4
Equipment	3,514.4	4,493.2	25.0	4,518.2
Transfers Out	1,611.5	0.0	0.0	0.0
Agency Total - Appropriated Funds	904,957.7	972,587.9	4,988.3	977,576.2

BY APPROPRIATED FUND	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
General Fund	410,766.7	379,179.4	2,517.1	381,696.5
Child Abuse Prevention Fund	1,459.3	1,459.3	0.0	1,459.3
Child Care and Development Fund	27,000.0	27,000.0	0.0	27,000.0
Children and Family Services Training Program Fund	207.9	207.1	0.0	207.1
DCS Expenditure Authority	316,199.9	415,269.4	0.0	415,269.4
Risk Management Fund	0.0	0.0	2,471.2	2,471.2

BY APPROPRIATED FUND	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Temporary Assistance for Needy Families (TANF) Fund	149,323.9	149,472.7	0.0	149,472.7
Agency Total - Appropriated Funds	904,957.7	972,587.9	4,988.3	977,576.2

FOR MORE DETAIL ABOUT EACH FUND SEE THE STATE FUNDS BOOK

Special Line Appropriations

	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Adoption Services	206,008.4	225,698.1	4,217.1	229,915.2
Attorney General Legal Services	21,471.8	25,416.8	0.0	25,416.8
Backlog Privatization	433.2	2,700.0	(2,700.0)	0.0
Caseworkers	0.0	100,617.7	(3,000.0)	97,617.7
DCS Child Care Subsidy	49,339.5	45,159.4	3,000.0	48,159.4
Emergency and Residential Placement	103,294.6	98,900.1	0.0	98,900.1
Foster Care Placement	58,563.9	65,595.5	28,763.5	94,359.0
General Counsel	140.1	155.5	0.0	155.5
Grandparent Stipends	888.6	1,000.0	1,000.0	2,000.0
Independent Living Maintenance	4,139.1	4,660.0	0.0	4,660.0
In-Home Mitigation	36,278.4	28,988.1	0.0	28,988.1
Inspections Bureau	2,486.0	2,470.1	0.0	2,470.1
Intensive Family Services	8,500.0	0.0	0.0	0.0
Internet Crimes Against Children	350.0	0.0	0.0	0.0
Litigation Expenses	2,867.6	0.0	2,471.2	2,471.2
New Case Aides	0.0	3,060.6	0.0	3,060.6
Office of Child Welfare Investigations	7,371.3	10,611.1	0.0	10,611.1
Out-of-Home Support Services	164,935.6	198,272.5	(32,763.5)	165,509.0
Overtime	12,298.5	8,370.0	0.0	8,370.0
Payment Deferral	11,000.0	0.0	0.0	0.0
Permanent Guardianship Subsidy	11,715.1	12,516.9	0.0	12,516.9
Preventive Services	0.0	15,148.3	0.0	15,148.3
Records Retention Staff	595.6	592.9	0.0	592.9
Retention Pay	630.6	1,707.0	0.0	1,707.0
Training Resources	5,150.0	5,150.0	4,000.0	9,150.0
Agency Total - Appropriated Funds	708,457.9	856,790.6	4,988.3	861,778.9

Non - Appropriated Funds Expenditures

	FY 2016 Actual	FY 2017 Exp. Plan	FY 2018 Net Change	FY 2018 Exec. Rec.
Child Passenger Restraint Fund	208.6	208.6	0.0	208.6
Agency Total - Non-Appropriated Funds	208.6	208.6	0.0	208.6

FOR MORE DETAIL ABOUT EACH FUND SEE THE STATE FUNDS BOOK

Federal Funds Expenditures

	FY 2016 Actual	FY 2017 Exp. Plan	FY 2018 Exp. Plan
Agency Total	287,517.1	294,918.4	300,659.3

These are the Federal Expenditures reported by the agencies and, in most cases, are included in the Appropriated or Non-Appropriated Funds expenditures listed above.

Link to the [***ALL FEDERAL GRANTS FOR THIS AGENCY ARE DISPLAYED IN THE FEDERAL FUNDS REPORT***](#)

The Executive recommends a lump-sum appropriation to the agency with special lines.

Board of Chiropractic Examiners

The Board conducts examinations and evaluates applications from chiropractors seeking initial licensure, renewal of licensure, and from persons seeking participation in Board-approved preceptorship or chiropractic assistant programs. The Board investigates complaints made against chiropractors, and conducts administrative hearings as required. The Board provides information to the public concerning applicants, licensees, and regulatory actions taken.

Link to the **AGENCY'S WEBSITE** <http://www.azchiroboard.us/>

All numbers representing dollars are expressed in thousands.

Agency Budget Summary

	FY 2016 Actual	FY 2017 Exp.Plan	FY 2018 Net Change	FY 2018 Exec. Rec.
Other Appropriated Funds	398.7	451.1	0.0	451.1
Agency Total	398.7	451.1	0.0	451.1

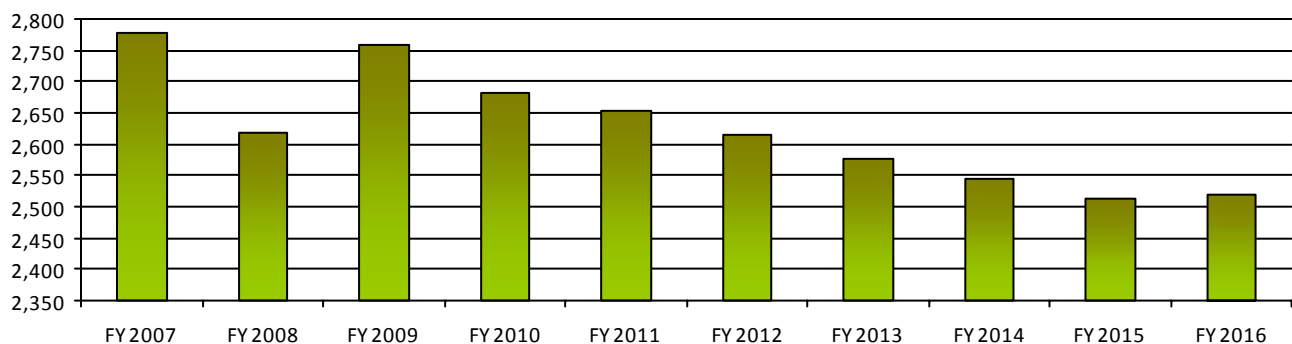
Adjustments for risk management charges and retirement contributions for this agency are not incorporated into the totals shown here. They are listed separated with adjustments for all state agencies immediately following the Capital Projects section. Funding for these adjustments is recommended as part of the total Executive Budget.

Performance Measures

	FY 2015 Actual	FY 2016 Actual	FY 2017 Expected	FY 2018 Expected
Number of licenses eligible for renewal	2,358	2362	2,350	2357
Percent of license renewal applications processed within 15 business days	100	100	95	95
Total number of investigations conducted	65	75	100	100

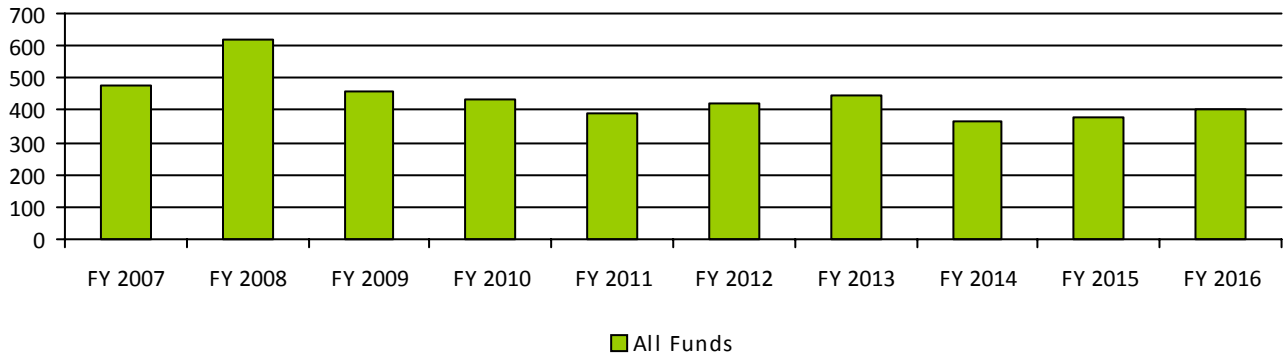
Link to the **AGENCY'S STRATEGIC PLAN**

Number of Licenses



Agency Expenditures

(in \$1,000s)



Recommended State Appropriations

BY PROGRAM	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Licensing and Regulation	398.7	451.1	0.0	451.1
Agency Total - Appropriated Funds	398.7	451.1	0.0	451.1

BY EXPENDITURE OBJECT	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Personal Services	174.4	220.2	0.0	220.2
ERE Amount	62.9	65.4	0.0	65.4
Prof. And Outside Services	48.3	40.6	0.0	40.6
Travel - In State	0.0	3.6	0.0	3.6
Travel - Out of State	3.0	5.4	0.0	5.4
Other Operating Expenses	100.9	89.9	0.0	89.9
Equipment	9.2	26.0	0.0	26.0
Agency Total - Appropriated Funds	398.7	451.1	0.0	451.1

BY APPROPRIATED FUND	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Chiropractic Examiners Board Fund	398.7	451.1	0.0	451.1
Agency Total - Appropriated Funds	398.7	451.1	0.0	451.1

FOR MORE DETAIL ABOUT EACH FUND SEE THE STATE FUNDS BOOK

The Executive recommends a lump-sum appropriation to the agency.

Citizens' Clean Elections Commission

The Citizens Clean Elections Act (Act) is a campaign finance reform measure initiated by Arizona Citizens and passed by voters in 1998. The Act provides for campaign financing for qualified candidates, enhanced campaign finance enforcement and reports for state and legislative candidates and independent expenditures. The Act also provides for voter and public education, including the sponsorship of debates and the publication of the primary and general election candidate statement pamphlets. The Act is administered and enforced by the Citizens Clean Elections Commission.

Link to the **AGENCY'S WEBSITE** <http://www.azcleelections.gov>

All numbers representing dollars are expressed in thousands.

Agency Budget Summary

	FY 2016 Actual	FY 2017 Exp.Plan	FY 2018 Net Change	FY 2018 Exec. Rec.
Non-Appropriated Funds	4,340.9	10,423.4	0.0	10,423.4
Agency Total	4,340.9	10,423.4	0.0	10,423.4

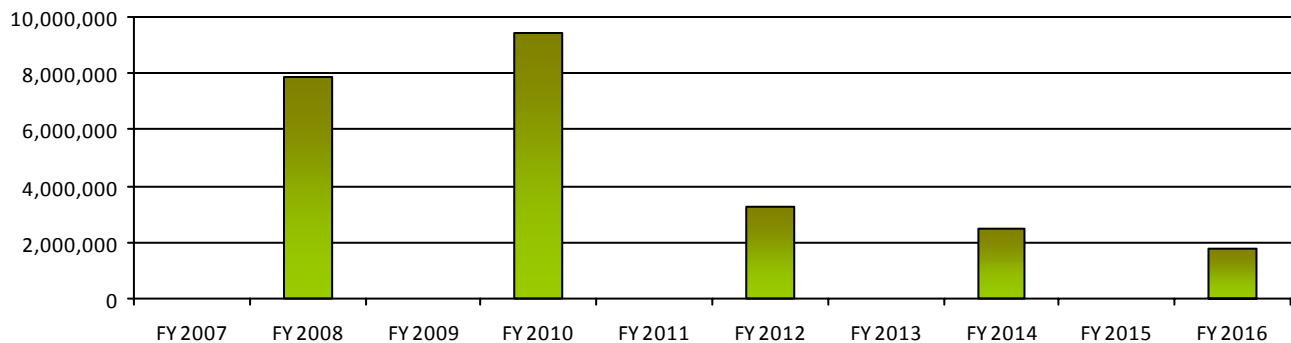
Adjustments for risk management charges and retirement contributions for this agency are not incorporated into the totals shown here. They are listed separated with adjustments for all state agencies immediately following the Capital Projects section. Funding for these adjustments is recommended as part of the total Executive Budget.

Performance Measures

	FY 2015 Actual	FY 2016 Actual	FY 2017 Expected	FY 2018 Expected
Number of candidate statement pamphlets mailed to AZ households (calendar years in thousands)	0	3,600	0	3,700
Number of certified participating candidates (calendar years)	0	44	0	70
Total funds distributed to participating candidates (calendar years in thousands)	0	1,789.2	0	5,250.0

Link to the **AGENCY'S STRATEGIC PLAN**

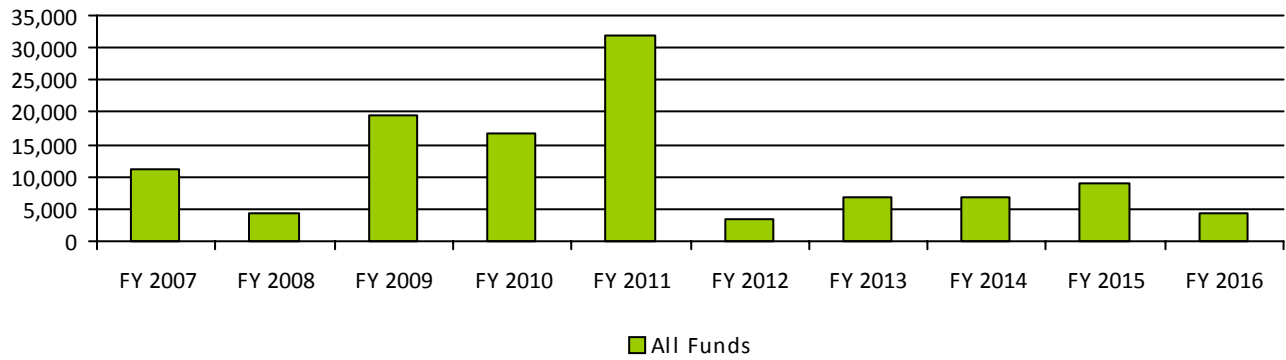
Total Candidate Funding for FY



Candidate Funding takes place every other year correspondent to statewide elections.

Agency Expenditures

(in \$1,000s)



Non - Appropriated Funds Expenditures

	FY 2016 Actual	FY 2017 Exp. Plan	FY 2018 Net Change	FY 2018 Exec. Rec.
Citizens Clean Election Fund	4,340.9	10,423.4	0.0	10,423.4
Agency Total - Non-Appropriated Funds	4,340.9	10,423.4	0.0	10,423.4

FOR MORE DETAIL ABOUT EACH FUND SEE THE STATE FUNDS BOOK

Commerce Authority

The Arizona Commerce Authority was established by Laws 2011, Chapter 1, Second Special Session. The Authority is charged with the following responsibilities: job creation, expansion of capital investment through business attraction, expansion and retention of business, including business incubation and entrepreneurship; creation, monitoring and execution of a comprehensive economic and workforce strategy; management and administration of economic development and workforce programs; providing statewide marketing leadership; utilizing all means necessary, prudent and practical to integrate private sector-based innovation, flexibility, focus and responsiveness; and advance public policy to meet its objectives.

Link to the **AGENCY'S WEBSITE** <http://www.azcommerce.com/>

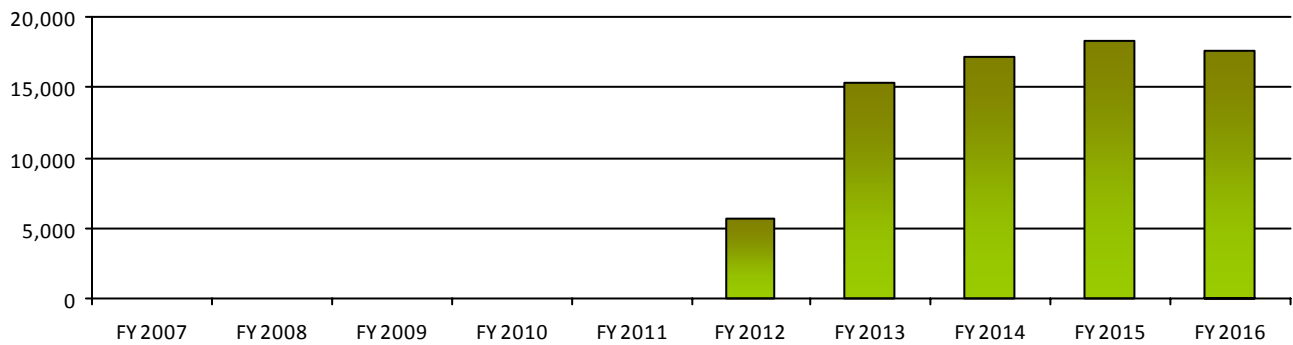
All numbers representing dollars are expressed in thousands.

Agency Budget Summary

	FY 2016 Actual	FY 2017 Exp.Plan	FY 2018 Net Change	FY 2018 Exec. Rec.
General Fund	26,722.7	21,800.0	0.0	21,800.0
Non-Appropriated Funds	28,320.9	33,996.2	(826.8)	33,169.4
Agency Total	55,043.6	55,796.2	(826.8)	54,969.4

Adjustments for risk management charges and retirement contributions for this agency are not incorporated into the totals shown here. They are listed separated with adjustments for all state agencies immediately following the Capital Projects section. Funding for these adjustments is recommended as part of the total Executive Budget.

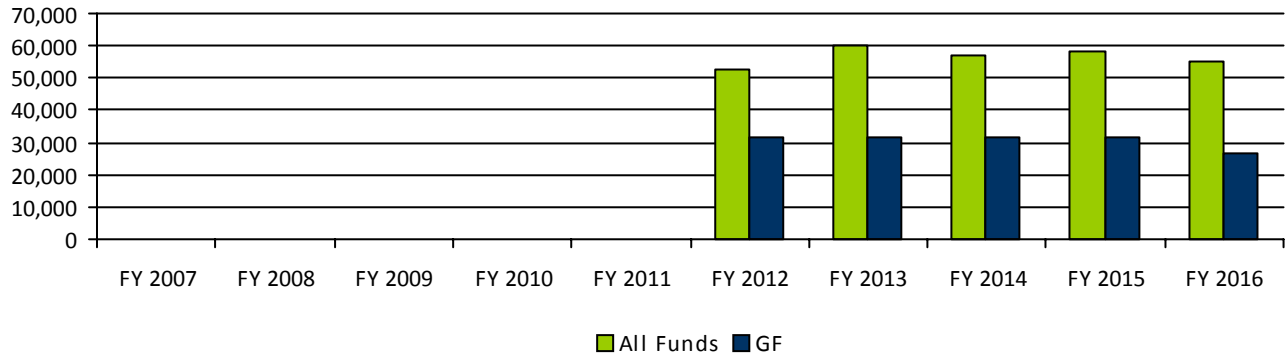
of Jobs Created



Commerce Authority started in 2012

Agency Expenditures

(in \$1,000s)



Recommended State Appropriations

BY PROGRAM	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Arizona Commerce Authority	26,722.7	21,800.0	0.0	21,800.0
Agency Total - Appropriated Funds	26,722.7	21,800.0	0.0	21,800.0

BY EXPENDITURE OBJECT	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Prof. And Outside Services	140.5	177.1	0.0	177.1
Travel - In State	2.1	0.0	0.0	0.0
Travel - Out of State	4.1	0.0	0.0	0.0
Other Operating Expenses	75.7	122.9	0.0	122.9
Equipment	0.3	0.0	0.0	0.0
Transfers Out	26,500.0	21,500.0	0.0	21,500.0
Agency Total - Appropriated Funds	26,722.7	21,800.0	0.0	21,800.0

BY APPROPRIATED FUND	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
General Fund	26,722.7	21,800.0	0.0	21,800.0
Agency Total - Appropriated Funds	26,722.7	21,800.0	0.0	21,800.0

FOR MORE DETAIL ABOUT EACH FUND SEE THE STATE FUNDS BOOK

Special Line Appropriations

	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Arizona Competes Fund Deposit	16,500.0	11,500.0	0.0	11,500.0
Mexico City Trade Office	222.7	300.0	0.0	300.0
Agency Total - Appropriated Funds	16,722.7	11,800.0	0.0	11,800.0

Non - Appropriated Funds Expenditures

	FY 2016 Actual	FY 2017 Exp. Plan	FY 2018 Net Change	FY 2018 Exec. Rec.
Application Fees Fund	0.0	738.9	(174.0)	564.9
Arizona Commerce Authority Carryover	112.3	1,547.7	(362.0)	1,185.7
Arizona Commerce Authority Fund	9,227.1	10,000.0	0.0	10,000.0
Arizona Competes Fund	8,573.9	13,900.0	0.0	13,900.0
Arizona Innovation Accelerator Fund	1,220.3	164.1	0.0	164.1
CEDC Local Communities Fund	0.0	106.3	(106.3)	0.0
Commerce Donations Fund	36.0	178.8	(178.8)	0.0
Community Development Bond Fund	5.5	5.7	(5.7)	0.0
Federal Grant Fund	2,182.0	1,354.3	0.0	1,354.3
Work Force Recruitment and Job Training Fund	6,963.8	6,000.4	0.0	6,000.4
Agency Total - Non-Appropriated Funds	28,320.9	33,996.2	(826.8)	33,169.4

FOR MORE DETAIL ABOUT EACH FUND SEE THE STATE FUNDS BOOK

Federal Funds Expenditures

	FY 2016 Actual	FY 2017 Exp. Plan	FY 2018 Exp. Plan
Agency Total	2,182.0	1,354.3	1,354.3

These are the Federal Expenditures reported by the agencies and, in most cases, are included in the Appropriated or Non-Appropriated Funds expenditures listed above.

Link to the [ALL FEDERAL GRANTS FOR THIS AGENCY ARE DISPLAYED IN THE FEDERAL FUNDS REPORT](#)

The Executive recommends a lump-sum appropriation to the agency with special lines.

Community Colleges

Arizona’s community colleges provide programs and training in the arts, sciences and humanities, and vocational education leading to an Associate’s degree, Certificate of Completion, or transfer to a Baccalaureate degree-granting college or university.

Link to the [AGENCY'S WEBSITE](#)

All numbers representing dollars are expressed in thousands.

Agency Budget Summary

	FY 2016 Actual	FY 2017 Exp.Plan	FY 2018 Net Change	FY 2018 Exec. Rec.
General Fund	55,045.3	54,312.7	1,071.4	55,384.1
Agency Total	55,045.3	54,312.7	1,071.4	55,384.1

Main Points of Executive Recommendations

	FY 2017	FY 2018
Operating State Aid Formula Funding	0.0	(477.2)
Equalization Aid Formula Funding	0.0	1,669.1
STEM Formula Funding	0.0	(120.5)

Baseline Recommendations

Equalization Aid Formula Funding

The Equalization Aid formula is constructed to support community college districts that have an insufficient property tax base compared to the minimum assessed value as described in A.R.S. § 15-1402. The Executive recommends adjusting the Equalization Aid to Cochise, Graham and Navajo counties by, respectively, \$469,700, \$470,800 and \$728,600, based on the formula outlined in A.R.S. § 15-1468.

Funding	FY 2018
General Fund	1,669.1
Issue Total	1,669.1

Operating State Aid Formula Funding

The Operating State Aid formula is based on each community college district’s enrollment changes from the previous year. In FY 2016, full-time equivalent student enrollment (FTSE) declined by 790, or 3%. Accordingly, the Executive recommends adjusting the Operating State Aid to community colleges, pursuant to A.R.S. § 15-1466.

Funding	FY 2018
General Fund	(477.2)
Issue Total	(477.2)

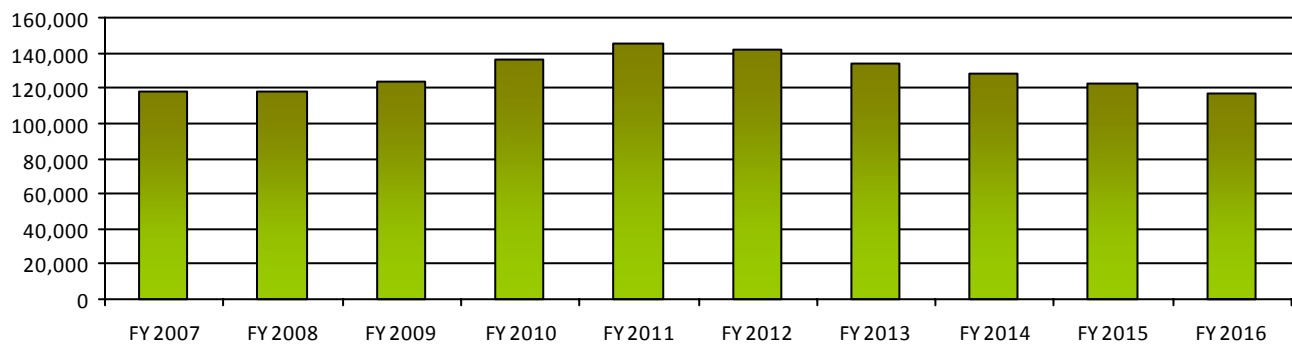
STEM Formula Funding

The Science, Technology, Engineering, and Mathematics (STEM) and Workforce Program State Aid formula is based on each community college district's enrollment changes from the previous year. In FY 2016, full-time equivalent student enrollment (FTSE) declined by 790, or 3%, generating a reduction in the STEM and Workforce Program State Aid per A.R.S. § 15-1464. The Executive recommends adjusting the STEM and Workforce Program State Aid accordingly.

Funding	FY 2018
General Fund	(120.5)
Issue Total	(120.5)

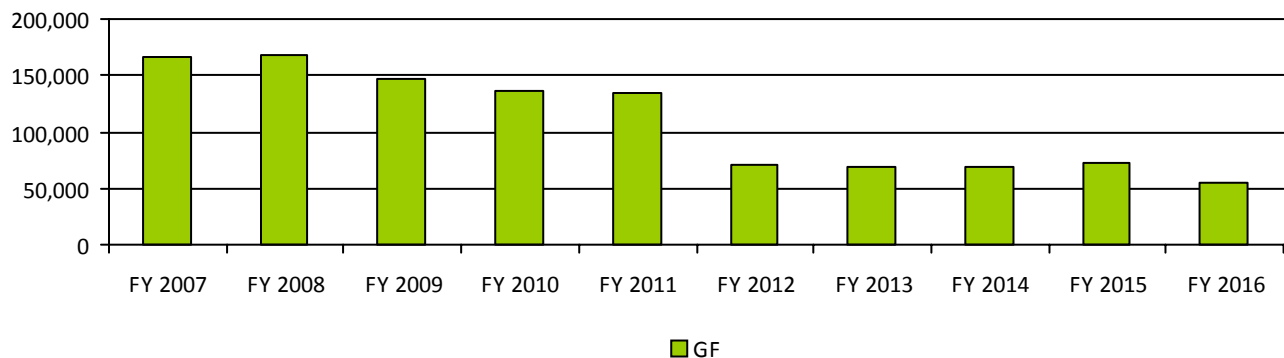
Adjustments for risk management charges and retirement contributions for this agency are not incorporated into the totals shown here. They are listed separated with adjustments for all state agencies immediately following the Capital Projects section. Funding for these adjustments is recommended as part of the total Executive Budget.

Full-Time Equivalent Student Enrollment



Agency Expenditures

(in \$1,000s)



In FY 2012, there was a total operating expenditure reduction of (6.2)% allocated across the Community College system, reflected here in the reduction between General Fund expenditures in FY 2011 and FY 2012.

Recommended State Appropriations

BY PROGRAM	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
	3,195.5	2,730.6	0.0	2,730.6

BY PROGRAM	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Capital Outlay State Aid	5,049.4	4,819.1	(120.5)	4,698.6
Dine College	2,625.0	2,625.0	0.0	2,625.0
Equalization Aid	24,721.0	25,655.7	1,669.1	27,324.8
Operating State Aid	18,180.6	17,208.5	(477.2)	16,731.3
Rural County Reimbursement Subsidy	1,273.8	1,273.8	0.0	1,273.8
Agency Total - Appropriated Funds	55,045.3	54,312.7	1,071.4	55,384.1

BY EXPENDITURE OBJECT	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Aid to Others	49,995.9	49,493.6	1,191.9	50,685.5
Capital Outlay	5,049.4	4,819.1	(120.5)	4,698.6
Agency Total - Appropriated Funds	55,045.3	54,312.7	1,071.4	55,384.1

BY APPROPRIATED FUND	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
General Fund	55,045.3	54,312.7	1,071.4	55,384.1
Agency Total - Appropriated Funds	55,045.3	54,312.7	1,071.4	55,384.1

FOR MORE DETAIL ABOUT EACH FUND SEE THE STATE FUNDS BOOK

Special Line Appropriations

	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Capital Outlay Cochise	1,150.0	1,008.2	(21.8)	986.4
Capital Outlay Coconino	423.2	418.0	(9.0)	409.0
Capital Outlay Gila	160.9	142.5	(6.0)	136.5
Capital Outlay Graham	569.5	595.2	13.8	609.0
Capital Outlay Mohave	577.7	505.2	(42.7)	462.5
Capital Outlay Navajo	345.5	353.7	15.4	369.1
Capital Outlay Pinal	96.5	96.5	0.0	96.5
Capital Outlay Santa Cruz	53.1	61.4	5.6	67.0
Capital Outlay Yavapai	805.7	774.4	(57.4)	717.0
Capital Outlay Yuma/La Paz	867.3	864.0	(18.4)	845.6
Dine College	2,625.0	2,625.0	0.0	2,625.0
Equalization Cochise	4,332.8	4,878.4	469.7	5,348.1
Equalization Graham	14,538.8	14,695.8	470.8	15,166.6
Equalization Navajo	5,849.4	6,081.5	728.6	6,810.1
Operating Cochise	5,206.0	4,670.0	(80.4)	4,589.6
Operating Coconino	1,771.2	1,756.4	(25.3)	1,731.1
Operating Gila	368.1	315.2	(16.8)	298.4
Operating Graham	2,175.6	2,249.7	38.6	2,288.3
Operating Mohave	1,524.0	1,315.0	(119.6)	1,195.4
Operating Navajo	1,582.1	1,606.0	43.0	1,649.0
Operating Pinal	1,903.5	1,724.7	(103.4)	1,621.3
Operating Santa Cruz	57.3	81.2	15.6	96.8
Operating Yavapai	890.3	800.2	(160.8)	639.4
Operating Yuma/La Paz	2,702.5	2,690.1	(68.1)	2,622.0
Rural County Allocation	3,195.5	2,730.6	0.0	2,730.6
Rural County Reimbursement Subsidy	1,273.8	1,273.8	0.0	1,273.8
Agency Total - Appropriated Funds	55,045.3	54,312.7	1,071.4	55,384.1

The Executive recommends a lump-sum appropriation to the agency with special lines.

Constable Ethics Standards & Training Board

The Board regulates constables, enforces a professional code of conduct for constables, and issues grants for constable training and equipment.

Link to the **AGENCY'S WEBSITE** <http://cestb.az.gov/>

All numbers representing dollars are expressed in thousands.

Agency Budget Summary

	FY 2016 Actual	FY 2017 Exp. Plan	FY 2018 Net Change	FY 2018 Exec. Rec.
Non-Appropriated Funds	247.3	497.7	(251.4)	246.3
Agency Total	247.3	497.7	(251.4)	246.3

Adjustments for risk management charges and retirement contributions for this agency are not incorporated into the totals shown here. They are listed separated with adjustments for all state agencies immediately following the Capital Projects section. Funding for these adjustments is recommended as part of the total Executive Budget.

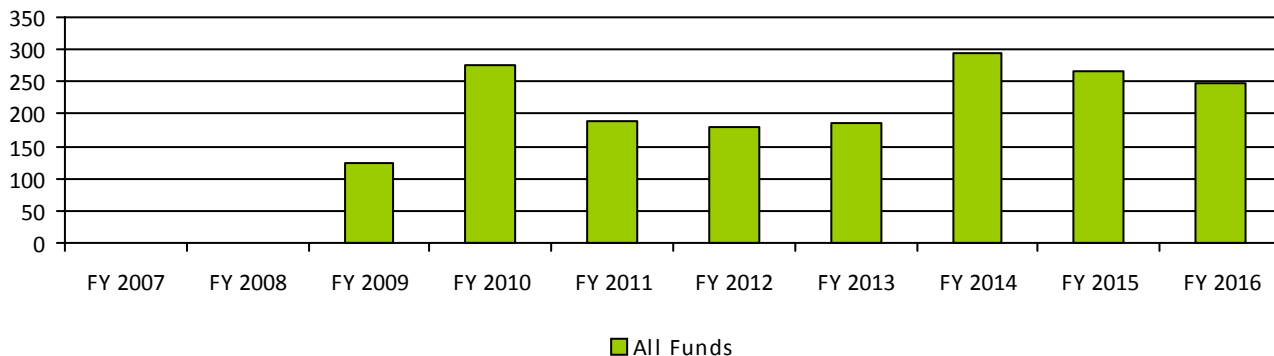
Performance Measures

	FY 2015 Actual	FY 2016 Actual	FY 2017 Expected	FY 2018 Expected
The number of constables	88	88	88	88
Number of writs served	58,761	57,220	60,000	60,000

Link to the **AGENCY'S STRATEGIC PLAN**

Agency Expenditures

(in \$1,000s)



The agency's fund was not in existence before FY 2009.

Non - Appropriated Funds Expenditures

	FY 2016 Actual	FY 2017 Exp. Plan	FY 2018 Net Change	FY 2018 Exec. Rec.
Constable Ethics Standards and Training	247.3	497.7	(251.4)	246.3
Agency Total - Non-Appropriated Funds	247.3	497.7	(251.4)	246.3

FOR MORE DETAIL ABOUT EACH FUND SEE THE STATE FUNDS BOOK

Registrar of Contractors

The Registrar of Contractors was established in 1931. The Registrar licenses and regulates residential and commercial contractors. The licensing process consists of reviewing license applications and issuing licenses to qualified applicants. The regulatory process consists of investigating and, if warranted, determining appropriate disciplinary action against licensed contractors and unlicensed entities. Complaints against licensed contractors that go unresolved may result in discipline of licenses. Complaints against unlicensed entities may result in criminal convictions, including jail time, fines, and restitution. The Residential Contractors' Recovery Fund, which consists of statutory assessments held in trust, is managed by the Agency and allows for reimbursement to eligible homeowners for poor workmanship or non-performance by a licensed residential contractor.

The Registrar is a 90/10 agency. This means that the Agency is funded by 90% of its licensing fees. The remaining 10% of licensing fees are deposited into the State General Fund. The Agency does not receive State General Fund money.

Link to the **AGENCY'S WEBSITE** <http://www.azroc.gov/>

All numbers representing dollars are expressed in thousands.

Agency Budget Summary

	FY 2016 Actual	FY 2017 Exp.Plan	FY 2018 Net Change	FY 2018 Exec. Rec.
Other Appropriated Funds	8,510.0	12,165.4	0.0	12,165.4
Non-Appropriated Funds	3,206.6	4,666.8	0.0	4,666.8
Agency Total	11,716.6	16,832.2	0.0	16,832.2

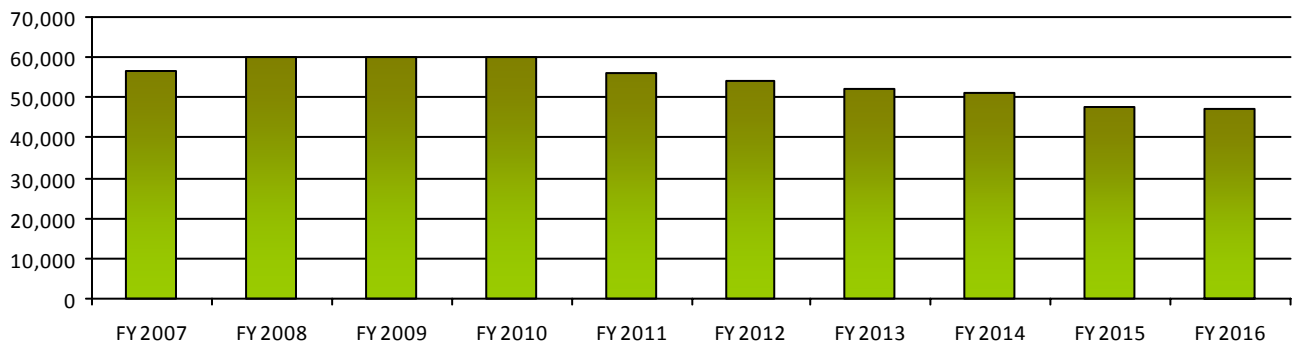
Adjustments for risk management charges and retirement contributions for this agency are not incorporated into the totals shown here. They are listed separated with adjustments for all state agencies immediately following the Capital Projects section. Funding for these adjustments is recommended as part of the total Executive Budget.

Performance Measures

	FY 2015 Actual	FY 2016 Actual	FY 2017 Expected	FY 2018 Expected
Total number of contractors licensed in state	37,074	36,560	37,000	38,000
Number of complaints received - unlicensed contractors	1,692	1,265	1,500	1,700

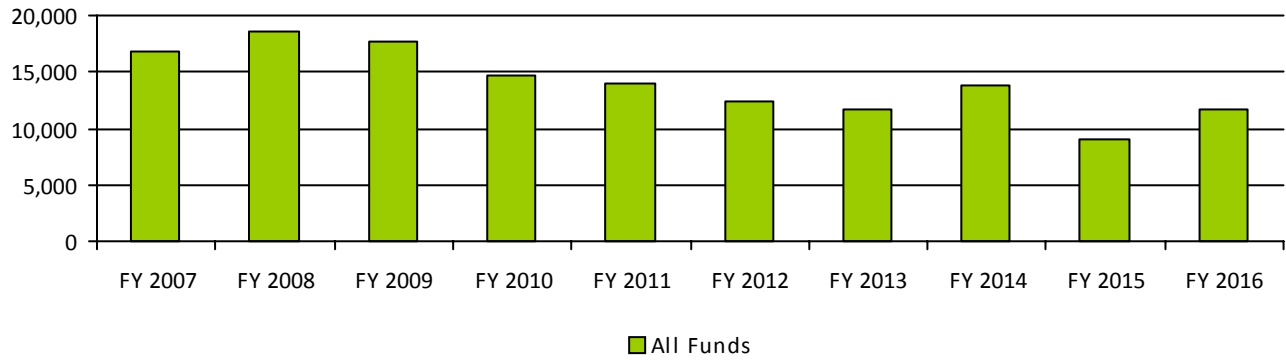
Link to the **AGENCY'S STRATEGIC PLAN**

Number of Licenses



Agency Expenditures

(in \$1,000s)



Recommended State Appropriations

BY PROGRAM	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Regulatory Affairs	8,510.0	12,165.4	0.0	12,165.4
Agency Total - Appropriated Funds	8,510.0	12,165.4	0.0	12,165.4

BY EXPENDITURE OBJECT	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Personal Services	4,124.1	5,670.6	0.0	5,670.6
ERE Amount	1,670.1	2,296.4	0.0	2,296.4
Prof. And Outside Services	232.2	405.3	0.0	405.3
Travel - In State	215.5	505.1	0.0	505.1
Travel - Out of State	5.3	11.8	0.0	11.8
Other Operating Expenses	1,865.7	2,158.3	0.0	2,158.3
Equipment	68.5	100.3	0.0	100.3
Transfers Out	328.5	1,017.6	0.0	1,017.6
Agency Total - Appropriated Funds	8,510.0	12,165.4	0.0	12,165.4

BY APPROPRIATED FUND	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Registrar of Contractors Fund	8,510.0	12,165.4	0.0	12,165.4
Agency Total - Appropriated Funds	8,510.0	12,165.4	0.0	12,165.4

FOR MORE DETAIL ABOUT EACH FUND SEE THE STATE FUNDS BOOK

Special Line Appropriations

BY APPROPRIATED FUND	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Office of Administrative Hearings	328.5	1,017.6	0.0	1,017.6
Agency Total - Appropriated Funds	328.5	1,017.6	0.0	1,017.6

Non - Appropriated Funds Expenditures

	FY 2016 Actual	FY 2017 Exp. Plan	FY 2018 Net Change	FY 2018 Exec. Rec.
Residential Contractors' Recovery Fund	3,206.6	4,666.8	0.0	4,666.8
Agency Total - Non-Appropriated Funds	3,206.6	4,666.8	0.0	4,666.8

FOR MORE DETAIL ABOUT EACH FUND SEE THE STATE FUNDS BOOK

The Executive recommends a lump-sum appropriation to the agency with special lines.

Corporation Commission

The Corporation Commission is composed of five elected Commissioners. Staffing is provided in nine divisions, each headed by a Division Director serving under the Commission's Executive Director, who is the Chief Executive Officer and responsible for the day-to-day operations of the divisions. The Commission's primary responsibilities are established in the State Constitution and in State Law. They include reviewing and establishing public utility rates, regulating the sale of securities, ensuring pipeline and railroad safety, and serving as the repository of corporate and LLC business entity filings in accordance with state law.

Link to the **AGENCY'S WEBSITE** <http://www.azcc.gov/>

All numbers representing dollars are expressed in thousands.

Agency Budget Summary

	FY 2016 Actual	FY 2017 Exp.Plan	FY 2018 Net Change	FY 2018 Exec. Rec.
General Fund	608.1	2,611.6	(2,000.0)	611.6
Other Appropriated Funds	26,011.0	26,325.6	243.3	26,568.9
Non-Appropriated Funds	1,013.3	825.0	0.0	825.0
Agency Total	27,632.4	29,762.2	(1,756.7)	28,005.5

Major Executive Initiatives and Funding Recommendations

Securities Investigators' Pay Parity

Over the last five fiscal years, the Securities Division has lost 12 investigators, including 9 since January 2014, resulting in a 126% employee turnover rate.

The Division's securities investigators are AZPOST (AZ Peace Officer Standards and Training Board) certified police officers. Filling these positions requires considerable investment in training that, once completed, qualifies the investigators to serve in other Arizona law enforcement agencies. Other State and local agencies are paying 15% to 68% more for positions requiring comparable experience, or comparable pay for positions requiring no experience.

The Executive recommends an increase in FY 2018 to fund competitive security investigator compensation.

Funding	FY 2018
Security Regulatory and Enforcement Fund	243.3
Issue Total	243.3

Baseline Recommendations

Remove FY 2017 One-time Appropriation

The Board's FY 2017 budget included a one-time appropriation for database updates. The Executive Recommendation, as a technical adjustment, removes these one-time FY 2017 appropriations.

Funding	FY 2018
General Fund	(2,000.0)
Issue Total	(2,000.0)

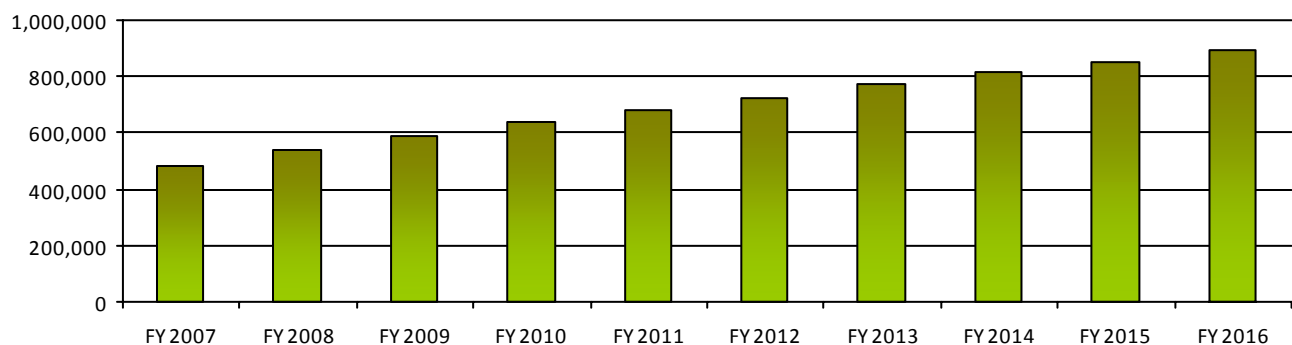
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Performance Measures

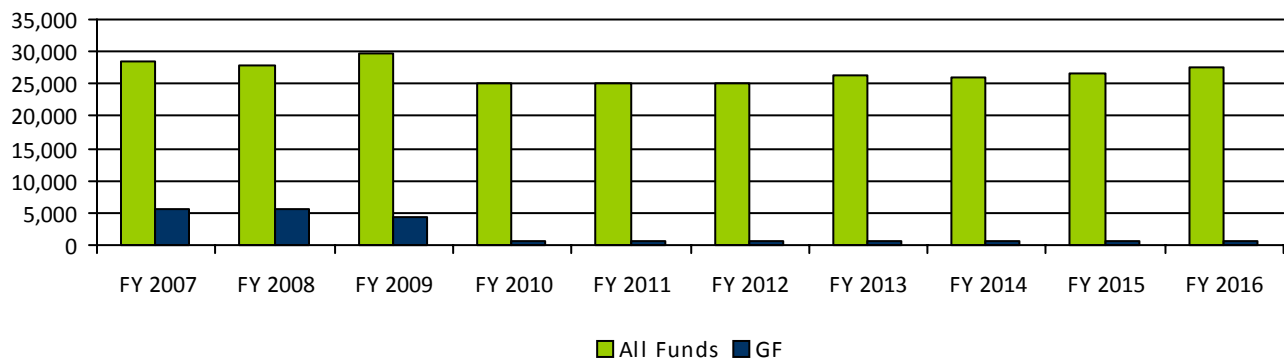
	FY 2015 Actual	FY 2016 Actual	FY 2017 Expected	FY 2018 Expected
Range of weeks to process regular requests - Corporate Filings	3-7	3-8	3-6	3-6
Number of complaints	152	203	200	200
Number of grade crossing accidents	18	15	18	18
Total number of Interstate pipeline safety violations	16	0	8	4

Link to the [AGENCY'S STRATEGIC PLAN](#)

Total Number of Active Corporations and LLCs



Agency Expenditures (in \$1,000s)



Recommended State Appropriations

BY PROGRAM	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Administration	3,970.9	3,409.3	0.0	3,409.3
Corporations	3,816.1	6,042.5	(2,000.0)	4,042.5
Hearings	1,989.8	2,200.0	0.0	2,200.0
Information Technology	2,350.9	2,729.8	0.0	2,729.8
Legal	1,905.7	1,930.0	0.0	1,930.0

BY PROGRAM	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Media Services Division	535.7	645.0	0.0	645.0
Pipeline Safety	830.1	850.0	0.0	850.0
Railroad Safety	680.6	680.6	0.0	680.6
Securities	5,025.5	4,545.0	243.3	4,788.3
Utilities	5,513.8	5,905.0	0.0	5,905.0
Agency Total - Appropriated Funds	26,619.1	28,937.2	(1,756.7)	27,180.5

BY EXPENDITURE OBJECT	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Personal Services	15,579.3	16,908.1	200.0	17,108.1
ERE Amount	5,921.0	6,184.1	43.3	6,227.4
Prof. And Outside Services	776.6	615.5	0.0	615.5
Travel - In State	128.9	160.6	0.0	160.6
Travel - Out of State	104.2	127.0	0.0	127.0
Other Operating Expenses	3,379.8	4,671.9	(2,000.0)	2,671.9
Equipment	201.2	245.0	0.0	245.0
Transfers Out	528.1	25.0	0.0	25.0
Agency Total - Appropriated Funds	26,619.1	28,937.2	(1,756.7)	27,180.5

BY APPROPRIATED FUND	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
General Fund	608.1	2,611.6	(2,000.0)	611.6
Arizona Arts Trust Fund	49.6	49.9	0.0	49.9
Public Access Fund	6,051.9	6,558.8	0.0	6,558.8
Securities Investment Management Fund	711.4	708.9	0.0	708.9
Security Regulatory and Enforcement Fund	5,525.2	4,909.6	243.3	5,152.9
Utility Regulation Revolving Fund	13,672.9	14,098.4	0.0	14,098.4
Agency Total - Appropriated Funds	26,619.1	28,937.2	(1,756.7)	27,180.5

FOR MORE DETAIL ABOUT EACH FUND SEE THE STATE FUNDS BOOK

Special Line Appropriations

	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Corp. Filings, Same Day Service	0.0	397.3	0.0	397.3
Securities Division Database Upgrade	668.1	0.0	0.0	0.0
Utility Audits and Studies	66.0	380.0	0.0	380.0
Agency Total - Appropriated Funds	734.1	777.3	0.0	777.3

Non - Appropriated Funds Expenditures

	FY 2016 Actual	FY 2017 Exp. Plan	FY 2018 Net Change	FY 2018 Exec. Rec.
Federal Grant	999.6	825.0	0.0	825.0
IGA and ISA Fund	2.8	0.0	0.0	0.0
Utility Siting Fund	10.9	0.0	0.0	0.0
Agency Total - Non-Appropriated Funds	1,013.3	825.0	0.0	825.0

FOR MORE DETAIL ABOUT EACH FUND SEE THE STATE FUNDS BOOK

Federal Funds Expenditures

	FY 2016 Actual	FY 2017 Exp. Plan	FY 2018 Exp. Plan
Agency Total	999.8	839.0	825.0

These are the Federal Expenditures reported by the agencies and, in most cases, are included in the Appropriated or Non-Appropriated Funds expenditures listed above.

Link to the [**ALL FEDERAL GRANTS FOR THIS AGENCY ARE DISPLAYED IN THE FEDERAL FUNDS REPORT**](#)

The Executive recommends a lump-sum appropriation to the agency with special lines.

Department of Corrections

The Department serves and protects the people of the state of Arizona by incarcerating inmates in correctional facilities and supervising conditionally released offenders in the community. During incarceration, welfare and health care services, including medical, dental, and mental health, are provided to inmates. In addition, structured programming including work, education, career training, substance abuse treatment, sex offender treatment, spiritual services, and recreation are provided to inmates to promote employability, literacy, sobriety, and accountability to crime victims and to increase the likelihood that released inmates will become law-abiding citizens upon release. In the community, the Department supervises offenders released from prison to serve the remainder of their sentence on community supervision. The Department ensures the accurate release, effective re-entry, transition, and supervision of released offenders utilizing a continuum of supervision services, strategies, evidence-based programs, and meaningful incentives and sanctions. The Department also facilitates the swift return to custody of those offenders who violate conditions of supervision and who represent a serious threat to the safety of the community.

Link to the **AGENCY'S WEBSITE** www.azcorrections.gov

All numbers representing dollars are expressed in thousands.

Agency Budget Summary

	FY 2016 Actual	FY 2017 Exp. Plan	FY 2018 Net Change	FY 2018 Exec. Rec.
General Fund	1,016,639.1	1,046,682.6	517.9	1,047,200.5
Other Appropriated Funds	33,538.4	52,970.0	1,077.7	54,047.7
Non-Appropriated Funds	64,681.2	74,742.5	(11,125.2)	63,617.3
Agency Total	1,114,858.7	1,174,395.1	(9,529.6)	1,164,865.5

Main Points of Executive Recommendations

	FY 2017	FY 2018
Recidivism Reduction Initiatives	0.0	517.9

Major Executive Initiatives and Funding Recommendations

Recidivism Reduction Initiatives

The Maricopa Reentry Center (MRC), which opened in July 2016, provides beds for community supervision technical violators and intensive drug treatment with housing. The Maricopa Reentry Center was initially planned to house sex offenders but no longer houses that population.

To increase MRC's drug treatment capacity, the Executive recommends funding 6.0 FTE Substance Abuse Counselor positions. These additional counselors will allow MRC to treat up to 80 individuals on community supervision for drug treatment related problems.

The Executive also recommends 1.0 FTE Re-Entry Planner position to work with individuals requiring additional and specialized referrals and assistance – such as those with disabilities, the elderly, and individuals with health and mental health needs – prior to release from prison in order to help prisoners link to services and obtain benefits. Establishing a link between resources provided inside the prison and immediate access to resources and drug treatment post-release will reduce the likelihood that inmates will re-offend. The Department currently has one funded Re-Entry Planner that works with the nearly 20,000 inmates that exit the DOC system

annually.

Funding	FY 2018
General Fund	517.9
Issue Total	517.9

Baseline Recommendations

Population Growth

During FY 2016, Arizona's adult prison population grew by 291 inmates, at an average rate of 24 inmates per month. Based on the Department's population growth estimates, the projected population for the ADC prison system at the end of FY 2018 will be 43,262.

In FY 2016, the medium-custody population saw the largest growth rate of any category. Of the 291 net growth in inmates during FY 2016, the medium-custody inmate population increased by 297 males and females. As of December 7, 2016, the Department had an operating capacity within male medium-custody of 18,000 beds and a population of 17,606 inmates. The Executive projects that, during FY 2017, the male medium-custody population will grow by 168 inmates.

As of December 7, 2016, the prison system's operating capacity (i.e., the sum of rated and temporary beds) was 44,731, with an overall vacancy rate of 5.2%. The inmate population is projected to reach 43,622 at the end of FY 2018.

In January 2017, the Department will complete the loading of the 1,000 male medium-custody beds funded in FY 2017. After the 1,000 additional beds are brought online, the operational bed capacity will be 45,129.

Funding	FY 2018
General Fund	0.0
Issue Total	0.0

Bed Plan - Annualization of 1,000 Beds

The FY 2017 appropriation funded the opening of 1,000 new private, male, medium-custody beds beginning in September 2016. The total cost to fund these beds is \$24.2 million. The Executive recommends \$7.1 million to annualize the cost of these beds.

The Executive also recommends allocating part of the annualization costs to the unallocated savings from the Kingman Refinance (\$2.1 million) and savings from increased Medicaid reimbursements (\$0.9 million from the Inmate Health Care Contracted Services SLI).

Funding	FY 2018
General Fund	1,025.4
Corrections Fund	2,794.5
Penitentiary Land Earnings Fund	1,083.2
Issue Total	4,903.1

Inmate Health Care - Population Adjustment

The FY 2017 appropriation for inmate health care funded an average daily population (ADP) of 34,789. The projected FY 2018 ADP for inmates housed in State beds is 35,124. As a result, a funded ADP shortfall of 335 inmates is projected for FY 2018. The funding required to fill this shortfall is \$1.48 million.

The Executive recommends an increase to the Inmate Health Care Contracted Services SLI to adjust for the \$1.48 million cost of the anticipated increase in the inmate population.

Funding	FY 2018
General Fund	1,474.6
Issue Total	1,474.6

Inmate Health Care - Increased Medicaid Claims Savings

The FY 2017 appropriation included an estimated \$6 million savings to the Department in Medicaid reimbursements. Actual savings in FY 2016 were over \$9 million. This issue increases the total amount of anticipated annual budget savings from Medicaid reimbursements to a conservative estimate of \$8.5 million, which will allow the Department to maintain a stable funding source for inmate health care.

Of this \$2.5 million in additional savings, the Executive recommends using \$1.5 million to fund the inmate health care population adjustment and \$900,000 to fund the annualization of 1,000 male medium-security beds.

Funding	FY 2018
General Fund	(2,500.0)
Issue Total	(2,500.0)

Prison Construction & Operations Fund Backfill

The Prison Construction & Operations Fund provides mission-critical food and health care funding from revenues generated by increased surcharges on DUI fines. The FY 2017 appropriation exceeds estimated revenues for FY 2018.

The Executive recommends decreasing the appropriation to the Prison Construction & Operations Fund by (\$1.2 million) and replacing that amount with increased appropriations to two funds: \$800,000 from the State Charitable Land Fund and \$400,000 from the Inmate Stores Fund. Utilizing these funds will, moving forward, provide sustainable fund sources for inmate health care and food.

Funding	FY 2018
Prison Construction and Operations Fund	(1,186.3)
Inmate Store Proceeds Fund	386.3
State Charitable, Penal & Reformatory Land Earnings Fund	800.0
Issue Total	0.0

Kingman Private Prison Refinance Adjustment

The Executive recommends using \$2.1 million in unallocated savings from the Kingman Prison refinancing to pay for the costs of annualizing the new 1,000 beds that opened in September 2016. The Executive Recommendation builds upon the proposed allocation of savings presented to the Joint Committee on Capital Review (JCCR) in September 2016.

Funding	FY 2018
General Fund	0.0
Issue Total	0.0

Remove FY 2017 One-time Appropriations

The FY 2017 appropriation included funding for radio replacement. The Executive Recommendation, as a technical adjustment, removes the one-time FY 2017 appropriation.

Funding	FY 2018
Corrections Fund	(2,800.0)
Issue Total	(2,800.0)

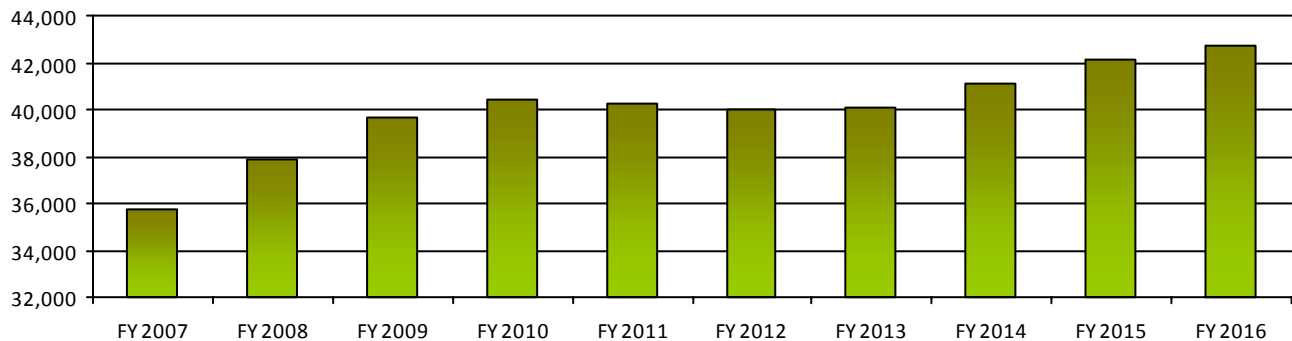
Adjustments for risk management charges and retirement contributions for this agency are not incorporated into the totals shown here. They are listed separated with adjustments for all state agencies immediately following the Capital Projects section. Funding for these adjustments is recommended as part of the total Executive Budget.

Performance Measures

	FY 2015 Actual	FY 2016 Actual	FY 2017 Expected	FY 2018 Expected
Number of escapes of inmates from any location	2	1	n/a	n/a
Average daily inmate population	42,132	42,743	0	0
Average daily rated bed surplus or (deficit)	(4,476)	(5,394)	0	0

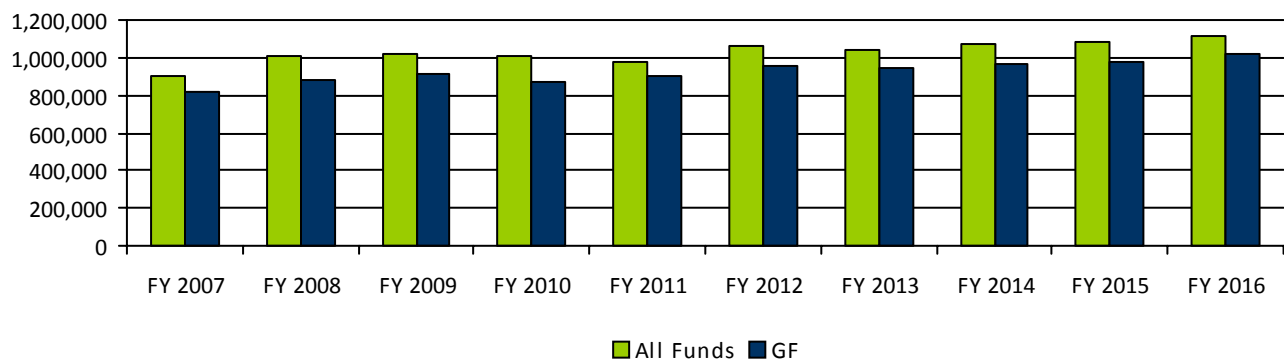
Link to the [AGENCY'S STRATEGIC PLAN](#)

Average Daily Population



Agency Expenditures

(in \$1,000s)



Recommended State Appropriations

BY PROGRAM	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Administration	32,747.1	31,507.7	0.0	31,507.7
Community Corrections	15,562.7	16,092.5	0.0	16,092.5
Prison Operations and Services	1,001,867.7	1,052,052.4	1,595.6	1,053,648.0
Agency Total - Appropriated Funds	1,050,177.5	1,099,652.6	1,595.6	1,101,248.2

BY EXPENDITURE OBJECT	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Personal Services	409,828.8	400,940.0	1,342.1	402,282.1
ERE Amount	210,798.8	210,133.6	698.6	210,832.2
Prof. And Outside Services	275,867.9	322,810.9	(14,956.5)	307,854.4
Travel - In State	256.1	317.7	0.0	317.7
Travel - Out of State	74.8	129.7	0.0	129.7
Food	39,358.0	41,748.0	0.0	41,748.0
Aid to Others	161.7	280.0	0.0	280.0
Other Operating Expenses	105,737.3	112,745.5	17,340.8	130,086.3
Equipment	3,706.9	6,547.2	(2,829.4)	3,717.8
Capital Outlay	330.0	0.0	0.0	0.0
Transfers Out	4,057.2	4,000.0	0.0	4,000.0
Agency Total - Appropriated Funds	1,050,177.5	1,099,652.6	1,595.6	1,101,248.2

BY APPROPRIATED FUND	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
General Fund	1,016,639.1	1,046,682.6	517.9	1,047,200.5
Corrections Fund	17,028.5	32,817.8	(5.5)	32,812.3
DOC - Alcohol Abuse Treatment Fund	253.5	555.5	0.0	555.5
Inmate Store Proceeds Fund	0.0	0.0	386.3	386.3
Penitentiary Land Earnings Fund	979.2	979.3	1,083.2	2,062.5
Prison Construction and Operations Fund	11,685.6	13,686.3	(1,186.3)	12,500.0
State Charitable, Penal & Reformatory Land Earnings Fund	1,796.9	1,861.5	800.0	2,661.5
State Education Fund for Correctional Education Fund	394.5	669.5	0.0	669.5
Transition Program Fund	1,400.1	2,400.1	0.0	2,400.1
Agency Total - Appropriated Funds	1,050,177.5	1,099,652.6	1,595.6	1,101,248.2

FOR MORE DETAIL ABOUT EACH FUND SEE THE STATE FUNDS BOOK

Special Line Appropriations

	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Inmate Health Care Contracted Services	135,251.9	147,137.1	1,674.6	148,811.7
Leap Year	929.1	0.0	0.0	0.0
Private Prison Per Diem	132,969.0	168,617.1	(16,631.1)	151,986.0
Radio Equipment	0.0	2,800.0	(2,800.0)	0.0
Agency Total - Appropriated Funds	269,150.0	318,554.2	(17,756.5)	300,797.7

Non - Appropriated Funds Expenditures

	FY 2016 Actual	FY 2017 Exp. Plan	FY 2018 Net Change	FY 2018 Exec. Rec.
ARCOR Enterprises Revolving	39,717.3	38,871.0	0.0	38,871.0
Community Corrections Enhancement Fund	306.5	402.0	0.0	402.0
Corrections Donations	19.4	3.0	0.0	3.0
DOC Special Services Fund	3,267.1	4,860.0	1,219.1	6,079.1
Federal Grant	6,423.0	7,059.3	0.0	7,059.3
IGA and ISA Fund	4,948.6	12,763.1	(12,344.3)	418.8
Indirect Cost Recovery Fund	18.2	167.7	0.0	167.7
Inmate Store Proceeds Fund	5,573.7	5,730.0	0.0	5,730.0
Risk Management Fund	1,180.8	500.0	0.0	500.0
State DOC Revolving-Transition	3,226.7	4,386.4	0.0	4,386.4
Agency Total - Non-Appropriated Funds	64,681.2	74,742.5	(11,125.2)	63,617.3

FOR MORE DETAIL ABOUT EACH FUND SEE THE STATE FUNDS BOOK

Federal Funds Expenditures

	FY 2016 Actual	FY 2017 Exp. Plan	FY 2018 Exp. Plan
Agency Total	6,423.0	7,059.3	7,059.3

These are the Federal Expenditures reported by the agencies and, in most cases, are included in the Appropriated or Non-Appropriated Funds expenditures listed above.

*Link to the **ALL FEDERAL GRANTS FOR THIS AGENCY ARE DISPLAYED IN THE FEDERAL FUNDS REPORT***

The Executive recommends a lump-sum appropriation to the agency.

Board of Cosmetology

The Board of Cosmetology issues 12 categories of licenses to salons, schools, and individuals who qualify by reciprocity or through the administration of a written and practical examination. The Board enforces regulation by routine health and safety inspections of salons and schools, investigates consumer complaints, conducts hearings, and imposes enforcement action when appropriate. The Board also establishes health and safety standards, educational and curriculum standards and oversight, and provides monthly classes on infection control and law and regulation practices for the general licensing population by registration. Furthermore, the Board offers electronic services to customers to increase efficiency and reduce the demands on full-time staff.

Link to the **AGENCY'S WEBSITE** <http://www.azboc.gov/>

All numbers representing dollars are expressed in thousands.

Agency Budget Summary

	FY 2016 Actual	FY 2017 Exp.Plan	FY 2018 Net Change	FY 2018 Exec. Rec.
Other Appropriated Funds	1,707.6	1,805.2	190.4	1,995.6
Non-Appropriated Funds	155.5	155.5	0.0	155.5
Agency Total	1,863.1	1,960.7	190.4	2,151.1

Major Executive Initiatives and Funding Recommendations

Hiring Additional Inspectors

The Board of Cosmetology is responsible for the oversight of roughly 115,500 licenses. Due to vacancies, reassignments and internal advancements, the Board has only two inspectors in the field, a total that is inadequate to achieve the required inspection activity.

The Executive recommends an increase of \$156,200 in FY 2018 to allow the Board to hire four additional inspectors and to re-title inactive inspectors to more accurately reflect current responsibilities.

Funding	FY 2018
Cosmetology Board Fund	156.2
Issue Total	156.2

Retirement 2018-2019

The Board of Cosmetology expects that several retirement-eligible employees will retire over the next few years. As an employee retires, the Board is required to pay all accrued annual leave balances. The Executive recommends a special line item appropriation in FY 2018 and FY 2019 to cover the annual leave payouts.

Funding	FY 2018
Cosmetology Board Fund	34.2
Issue Total	34.2

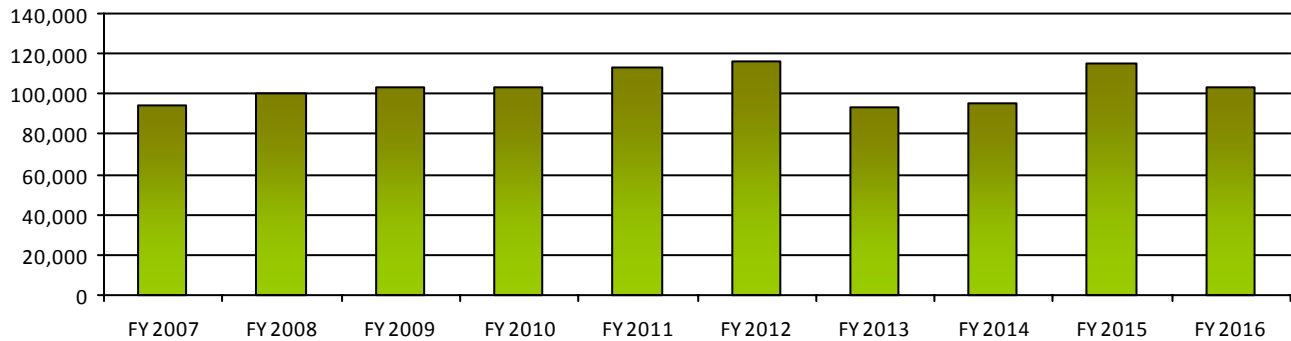
Adjustments for risk management charges and retirement contributions for this agency are not incorporated into the totals shown here. They are listed separated with adjustments for all state agencies immediately following the Capital Projects section. Funding for these adjustments is recommended as part of the total Executive Budget.

Performance Measures

	FY 2015 Actual	FY 2016 Actual	FY 2017 Expected	FY 2018 Expected
Average calendar days from receipt of completed application to issuance of license	25	25	25	25
Total individuals and establishments licensed	75,391	76,301	78,000	75,000
Total inspections conducted	4,088	3,653	5,000	5,000
Total complaints and application denials	1,510	1,232	1,300	1,300

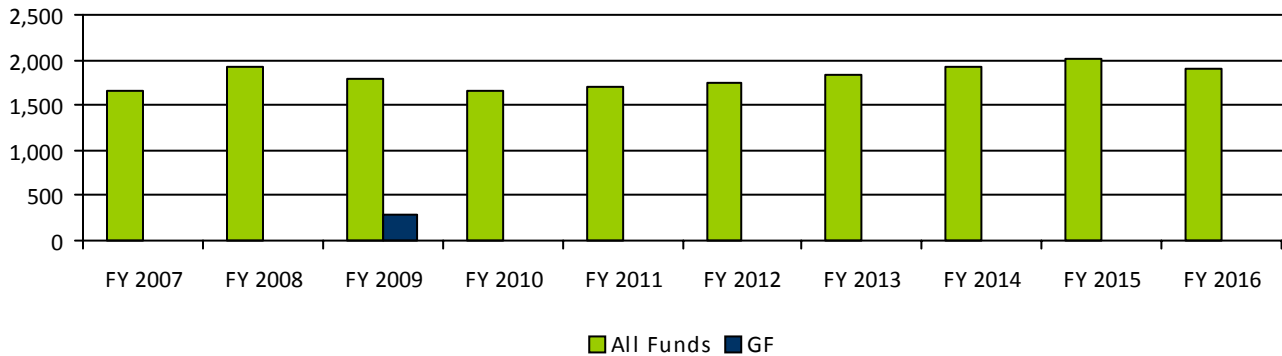
Link to the [AGENCY'S STRATEGIC PLAN](#)

Total Licenses Issued



Agency Expenditures

(in \$1,000s)



Recommended State Appropriations

BY PROGRAM	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Licensing and Regulation	1,707.6	1,805.2	190.4	1,995.6
Agency Total - Appropriated Funds	1,707.6	1,805.2	190.4	1,995.6

BY EXPENDITURE OBJECT	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Personal Services	783.6	827.6	156.0	983.6

BY EXPENDITURE OBJECT	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
ERE Amount	356.7	400.7	34.4	435.1
Prof. And Outside Services	165.0	165.0	0.0	165.0
Travel - In State	51.6	51.6	0.0	51.6
Travel - Out of State	9.3	9.3	0.0	9.3
Other Operating Expenses	330.6	340.2	0.0	340.2
Equipment	10.8	10.8	0.0	10.8
Agency Total - Appropriated Funds	1,707.6	1,805.2	190.4	1,995.6

BY APPROPRIATED FUND	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Cosmetology Board Fund	1,707.6	1,805.2	190.4	1,995.6
Agency Total - Appropriated Funds	1,707.6	1,805.2	190.4	1,995.6

FOR MORE DETAIL ABOUT EACH FUND SEE THE STATE FUNDS BOOK

Non - Appropriated Funds Expenditures

	FY 2016 Actual	FY 2017 Exp. Plan	FY 2018 Net Change	FY 2018 Exec. Rec.
Cosmetology Board	155.5	155.5	0.0	155.5
Agency Total - Non-Appropriated Funds	155.5	155.5	0.0	155.5

FOR MORE DETAIL ABOUT EACH FUND SEE THE STATE FUNDS BOOK

The Executive recommends a lump-sum appropriation to the agency.

Criminal Justice Commission

The Commission administers federal criminal justice grants provided to state, county and local law enforcement agencies and non profit organizations.

Link to the [AGENCY'S WEBSITE](http://www.azcjc.gov/acjc.web/default.aspx) <http://www.azcjc.gov/acjc.web/default.aspx>

All numbers representing dollars are expressed in thousands.

Agency Budget Summary

	FY 2016 Actual	FY 2017 Exp.Plan	FY 2018 Net Change	FY 2018 Exec. Rec.
Other Appropriated Funds	4,782.2	6,445.4	0.0	6,445.4
Non-Appropriated Funds	13,145.9	17,429.4	(6,562.0)	10,867.4
Agency Total	17,928.1	23,874.8	(6,562.0)	17,312.8

Adjustments for risk management charges and retirement contributions for this agency are not incorporated into the totals shown here. They are listed separated with adjustments for all state agencies immediately following the Capital Projects section. Funding for these adjustments is recommended as part of the total Executive Budget.

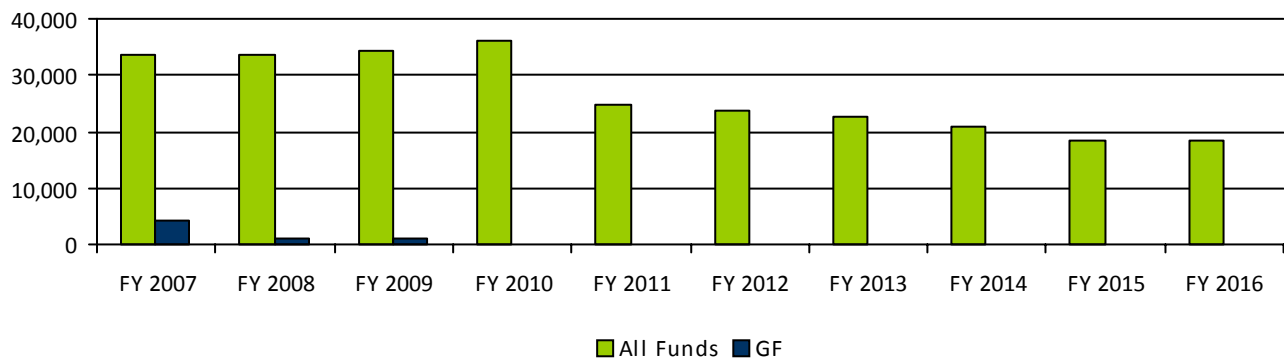
Performance Measures

	FY 2015 Actual	FY 2016 Actual	FY 2017 Expected	FY 2018 Expected
Number of arrests made by grant-funded task forces	5,385	5,495	5,400	5,350

Link to the [AGENCY'S STRATEGIC PLAN](#)

Agency Expenditures

(in \$1,000s)



Recommended State Appropriations

BY PROGRAM	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Agency Management	442.4	624.6	0.0	624.6
Crime Control	730.2	973.7	0.0	973.7
Crime Victims	3,479.0	4,281.5	0.0	4,281.5
Statistical Analysis Center	130.6	565.6	0.0	565.6
Agency Total - Appropriated Funds	4,782.2	6,445.4	0.0	6,445.4

BY EXPENDITURE OBJECT	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Personal Services	424.0	731.8	0.0	731.8
ERE Amount	137.3	271.7	0.0	271.7
Prof. And Outside Services	102.6	229.4	0.0	229.4
Travel - In State	5.3	11.3	0.0	11.3
Travel - Out of State	6.7	20.0	0.0	20.0
Aid to Others	3,979.0	4,971.5	0.0	4,971.5
Other Operating Expenses	71.7	157.8	0.0	157.8
Equipment	11.1	16.9	0.0	16.9
Transfers Out	44.5	35.0	0.0	35.0
Agency Total - Appropriated Funds	4,782.2	6,445.4	0.0	6,445.4

BY APPROPRIATED FUND	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Criminal Justice Enhancement Fund	509.1	646.6	0.0	646.6
Drug and Gang Prevention Resource Center Fund	145.5	604.5	0.0	604.5
State Aid to County Attorneys Fund	730.2	973.7	0.0	973.7
Victim Compensation and Assistance Fund	3,397.4	4,220.6	0.0	4,220.6
Agency Total - Appropriated Funds	4,782.2	6,445.4	0.0	6,445.4

FOR MORE DETAIL ABOUT EACH FUND SEE THE STATE FUNDS BOOK

Special Line Appropriations

	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
State Aid to County Attorneys	730.2	973.7	0.0	973.7
Victim Compensation and Assistance	3,397.4	4,220.6	0.0	4,220.6
Agency Total - Appropriated Funds	4,127.6	5,194.3	0.0	5,194.3

Non - Appropriated Funds Expenditures

	FY 2016 Actual	FY 2017 Exp. Plan	FY 2018 Net Change	FY 2018 Exec. Rec.
Criminal Justice Enhancement Fund	5,927.3	2,718.7	(1,858.7)	860.0
Drug and Gang Enforcement Fund	0.0	4,407.8	0.0	4,407.8
Federal Grant	7,218.6	9,681.3	(4,081.7)	5,599.6
Agency Total - Non-Appropriated Funds	13,145.9	16,807.8	(5,940.4)	10,867.4

FOR MORE DETAIL ABOUT EACH FUND SEE THE STATE FUNDS BOOK

Federal Funds Expenditures

	FY 2016 Actual	FY 2017 Exp. Plan	FY 2018 Exp. Plan
Agency Total	7,218.4	10,491.8	6,592.6

These are the Federal Expenditures reported by the agencies and, in most cases, are included in the Appropriated or Non-Appropriated Funds expenditures listed above.

Link to the [ALL FEDERAL GRANTS FOR THIS AGENCY ARE DISPLAYED IN THE FEDERAL FUNDS REPORT](#)

The Executive recommends a lump-sum appropriation to the agency with special lines.

Schools for the Deaf and the Blind

The Arizona State Schools for the Deaf and Blind (ASDB) provide education and evaluation to children and youths, with a vision or hearing loss, from birth to 22 years of age. School age children are served either in one of the schools located in Tucson or Phoenix, or in their home district. The Tucson campus provides a residential program. Regional Cooperative provides infants and toddlers with vision or hearing loss, with services in their home throughout the state. ASDB also provides comprehensive evaluation services for some children referred with multiple disabilities.

Link to the **AGENCY'S WEBSITE** <http://www.asdb.az.gov/asdb/>

All numbers representing dollars are expressed in thousands.

Agency Budget Summary

	FY 2016 Actual	FY 2017 Exp.Plan	FY 2018 Net Change	FY 2018 Exec. Rec.
General Fund	20,182.5	21,378.1	800.0	22,178.1
Other Appropriated Funds	11,363.4	11,582.3	0.0	11,582.3
Non-Appropriated Funds	18,039.1	17,938.3	(361.5)	17,576.8
Agency Total	49,585.0	50,898.7	438.5	51,337.2

Main Points of Executive Recommendations

	FY 2017	FY 2018
Birth to Three Program	0.0	800.0

Major Executive Initiatives and Funding Recommendations

Birth to Three Program

Through its Birth to Three program, the Agency serves approximately 425 infants and toddlers (birth to age 3) who are deaf/hard of hearing or blind/visually impaired. The program is staffed by certified early intervention specialists who provide support to families in understanding their child's vision or hearing loss, as well as the potential impact of that loss on their child's development.

Recent clinical studies suggest that early detection of hearing loss, followed by appropriate intervention, minimizes the need for extensive services during the school years and reduces the financial burden to the State. ASDB seeks to increase its capacity for monthly home visits from the current schedule of one visit per month.

The Executive recommends \$800,000 to allow ASDB to increase the number of home visits to three times per month for the Birth to Three program.

Funding	FY 2018
General Fund	800.0
Issue Total	800.0

Adjustments for risk management charges and retirement contributions for this agency are not incorporated into the totals shown here. They are listed separated with adjustments for all state agencies immediately following the Capital Projects section. Funding for these adjustments is recommended as part of the total Executive Budget.

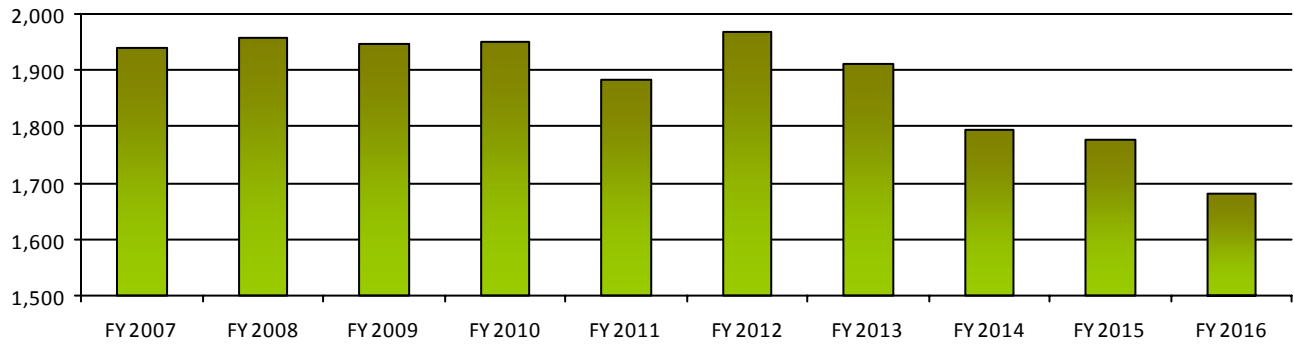
Performance Measures

Percent of Phoenix students successful in transition settings three years after graduation

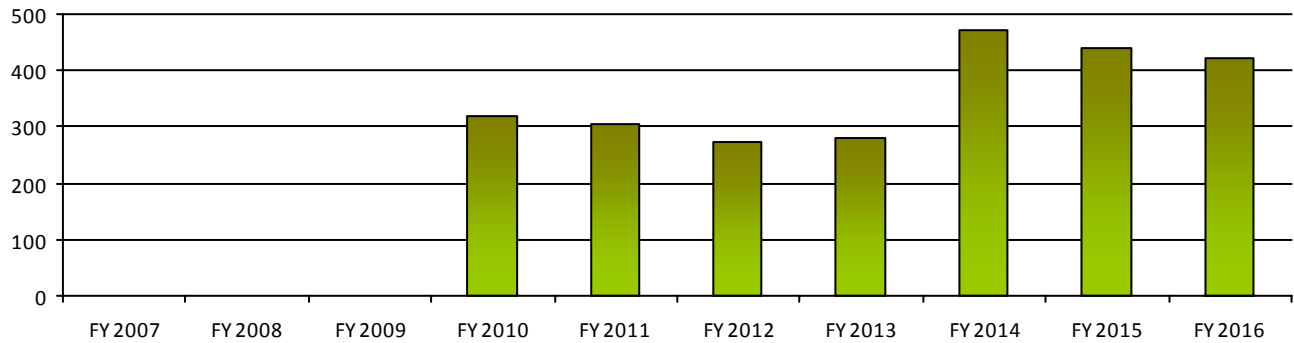
FY 2015 Actual	FY 2016 Actual	FY 2017 Expected	FY 2018 Expected
NA	na	95	95

Link to the [AGENCY'S STRATEGIC PLAN](#)

Number of Students Served School Age

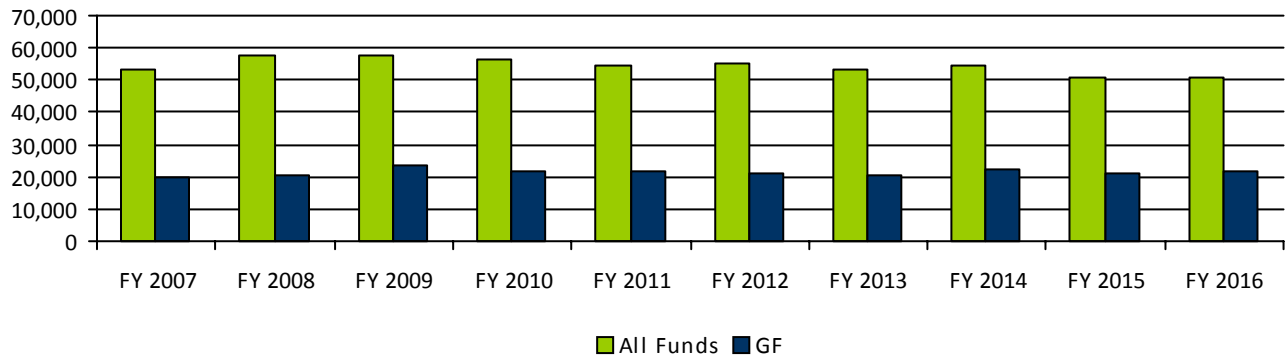


Number of Students Served Ages 0-3



Agency Expenditures

(in \$1,000s)



Recommended State Appropriations

BY PROGRAM	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Administration	4,105.4	4,010.6	0.0	4,010.6
Phoenix Day School	9,398.0	10,022.7	0.0	10,022.7
Preschool/Outreach	4,244.2	4,455.0	800.0	5,255.0
Regional Cooperatives	802.2	1,001.4	0.0	1,001.4
Tucson Campus	12,996.1	13,470.7	0.0	13,470.7
Agency Total - Appropriated Funds	31,545.9	32,960.4	800.0	33,760.4

BY EXPENDITURE OBJECT	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Personal Services	17,149.9	17,599.9	480.0	18,079.9
ERE Amount	8,000.4	8,094.8	176.4	8,271.2
Prof. And Outside Services	2,046.5	2,265.4	20.0	2,285.4
Travel - In State	89.9	89.9	40.0	129.9
Travel - Out of State	54.8	54.8	0.0	54.8
Food	(4.3)	(4.3)	0.0	(4.3)
Other Operating Expenses	3,750.2	4,121.9	83.6	4,205.5
Equipment	458.5	738.0	0.0	738.0
Agency Total - Appropriated Funds	31,545.9	32,960.4	800.0	33,760.4

BY APPROPRIATED FUND	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
General Fund	20,182.5	21,378.1	800.0	22,178.1
Schools for the Deaf and Blind Fund	11,363.4	11,582.3	0.0	11,582.3
Agency Total - Appropriated Funds	31,545.9	32,960.4	800.0	33,760.4

FOR MORE DETAIL ABOUT EACH FUND SEE THE STATE FUNDS BOOK

Special Line Appropriations

	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
School Bus Replacement	458.5	738.0	0.0	738.0
Voucher Fund Adjustment	0.0	145.9	0.0	145.9
Agency Total - Appropriated Funds	458.5	883.9	0.0	883.9

Non - Appropriated Funds Expenditures

	FY 2016 Actual	FY 2017 Exp. Plan	FY 2018 Net Change	FY 2018 Exec. Rec.
ASDB Classroom Site Fund	1,992.9	1,988.2	0.0	1,988.2
ASDB Cooperative Services	13,386.1	13,290.0	0.0	13,290.0
Facilities Use Fund	136.4	136.4	0.0	136.4
Federal Grant	2,079.0	2,079.0	(361.5)	1,717.5
State Grants	362.8	362.8	0.0	362.8
Trust Fund	81.9	81.9	0.0	81.9
Agency Total - Non-Appropriated Funds	18,039.1	17,938.3	(361.5)	17,576.8

FOR MORE DETAIL ABOUT EACH FUND SEE THE STATE FUNDS BOOK

Federal Funds Expenditures

	FY 2016 Actual	FY 2017 Exp. Plan	FY 2018 Exp. Plan
Agency Total	2,359.2	2,319.1	2,325.0

These are the Federal Expenditures reported by the agencies and, in most cases, are included in the Appropriated or Non-Appropriated Funds expenditures listed above.

*Link to the **[ALL FEDERAL GRANTS FOR THIS AGENCY ARE DISPLAYED IN THE FEDERAL FUNDS REPORT](#)***

The Executive recommends a lump-sum appropriation by program.

Commission for the Deaf and the Hard of Hearing

The Arizona Commission for the Deaf and the Hard of Hearing (ACDHH) acts as an information bureau for the Deaf, Hard of Hearing, Deaf Blind, and individuals with speech difficulties. The Commission works with state agencies, local government and other public and private community agencies to educate staff to better provide services to their Deaf, Hard of Hearing, and Deaf Blind consumers. ACDHH administers a telecommunications equipment distribution voucher program that loans equipment to qualified Arizona residents. The Arizona Relay Service (7-1-1), which allows equal accessibility of public telephone service, is also administered by the Commission. The relay service is required by the Federal Communications Commission. ACDHH is also mandated to license American Sign Language interpreters and certify American Sign Language teachers.

Link to the **AGENCY'S WEBSITE** <http://www.acdhh.org/>

All numbers representing dollars are expressed in thousands.

Agency Budget Summary

	FY 2016 Actual	FY 2017 Exp.Plan	FY 2018 Net Change	FY 2018 Exec. Rec.
Other Appropriated Funds	3,302.4	4,309.5	294.8	4,604.3
Agency Total	3,302.4	4,309.5	294.8	4,604.3

Main Points of Executive Recommendations

	FY 2017	FY 2018
Support Services for the Deaf-Blind	0.0	192.0
Hearing Aid Assistance Program	0.0	102.8

Major Executive Initiatives and Funding Recommendations

Support Services for the Deaf-Blind

Adults comprise the majority of the 48,400 Arizonans who are both deaf and blind. Support Service Providers (SSPs) for the deaf-blind population act as sighted guides, facilitate communication between deaf-blind individuals and other people, and relay visual and environmental information to their clients.

Only two agencies in Arizona (Catholic Social Services and the DES Rehabilitative Services Administration) offer SSPs to deaf-blind individuals, and the agencies' combined capacities are inadequate to the need for services.

The Executive Recommendation would pay for five hours of SSP services per week for 35 deaf-blind adults.

Funding	FY 2018
Telecom for the Deaf Fund	192.0
Issue Total	192.0

Hearing Aid Assistance Program

The Commission is statutorily mandated to act as an information source for the deaf and hard of hearing population.

A recent University of Arizona report estimates that 1.1 million Arizonans, age 20 and above, have clinically significant hearing loss in one or both ears, and approximately 205,000 of them live near or below the Federal Poverty Level (FPL) in Arizona. Of that group, the Commission estimates that 51,246 low-income adults would use and be eligible for hearing aids and other hearing healthcare related services if they knew about existing programs (e.g., VA, Indian Health Service, AHCCCS, and Medicare Advantage plans) and how to navigate through the system.

The Executive recommends a new hearing health information program. The recommended funding includes \$2,050 for one-time start-up costs, and 1.0 FTE position to act as a liaison between potential hearing health programs and the consumer and to publicize the services. Ongoing costs are expected to be \$100,000 per year.

Funding	FY 2018
Telecom for the Deaf Fund	102.8
Issue Total	102.8

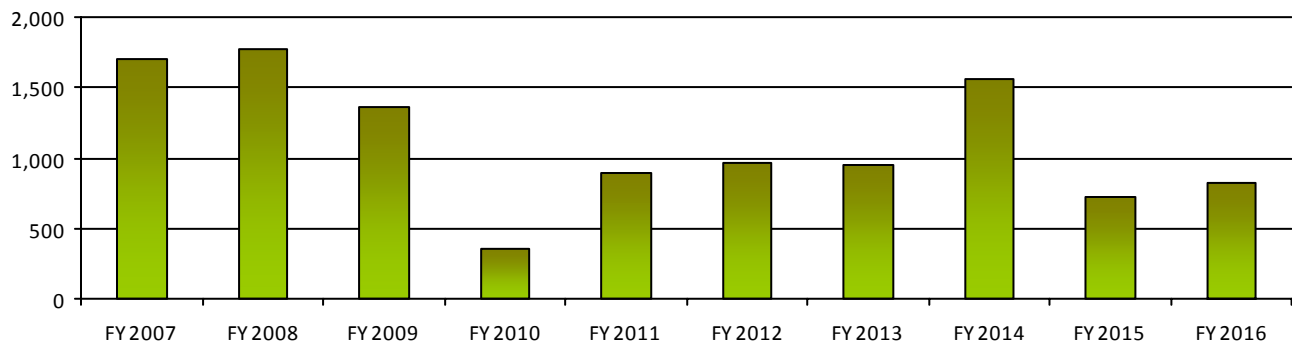
Adjustments for risk management charges and retirement contributions for this agency are not incorporated into the totals shown here. They are listed separated with adjustments for all state agencies immediately following the Capital Projects section. Funding for these adjustments is recommended as part of the total Executive Budget.

Performance Measures

	FY 2015 Actual	FY 2016 Actual	FY 2017 Expected	FY 2018 Expected
Number of general licensed interpreters	277	271	300	300
Annual call minutes for the telecommunications relay service	588,654	464,147	1,000,000	1,000,000
Number of equipment distributed to consumers	824	655	800	800
Number of applications distributed to consumers regarding the equipment distribution program	919	1,145	1,000	1,000

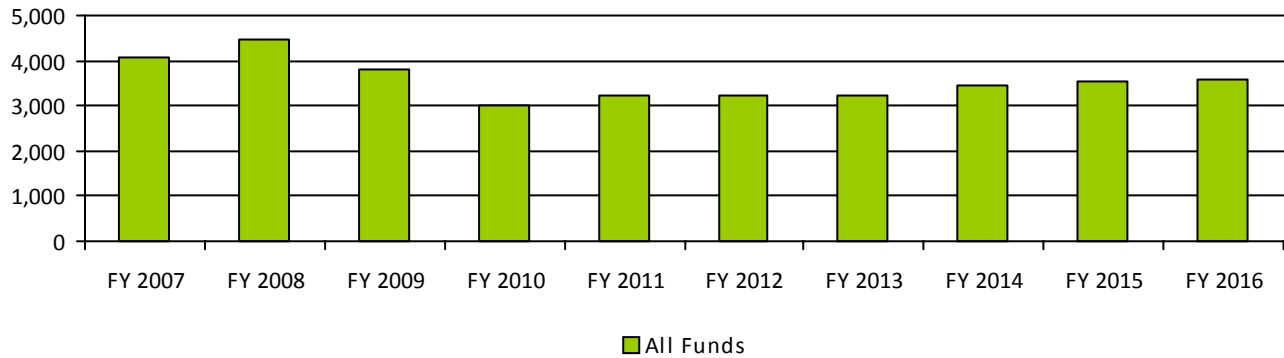
Link to the [AGENCY'S STRATEGIC PLAN](#)

Telecommunications Devices Distributed



Agency Expenditures

(in \$1,000s)



Recommended State Appropriations

BY PROGRAM	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Council Activities	1,736.6	1,932.3	294.8	2,227.1
TDD (Telecommunication Device for the Deaf)	1,565.8	2,377.2	0.0	2,377.2
Agency Total - Appropriated Funds	3,302.4	4,309.5	294.8	4,604.3

BY EXPENDITURE OBJECT	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Personal Services	894.5	907.9	65.0	972.9
ERE Amount	332.7	337.6	31.2	368.8
Prof. And Outside Services	714.4	803.9	0.0	803.9
Travel - In State	11.4	11.1	1.5	12.6
Travel - Out of State	14.9	13.4	0.0	13.4
Aid to Others	0.0	0.0	117.0	117.0
Other Operating Expenses	1,246.7	2,110.2	78.0	2,188.2
Equipment	87.8	125.4	2.1	127.5
Agency Total - Appropriated Funds	3,302.4	4,309.5	294.8	4,604.3

BY APPROPRIATED FUND	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Telecom for the Deaf Fund	3,302.4	4,309.5	294.8	4,604.3
Agency Total - Appropriated Funds	3,302.4	4,309.5	294.8	4,604.3

FOR MORE DETAIL ABOUT EACH FUND SEE THE STATE FUNDS BOOK

The Executive recommends a lump-sum appropriation to the agency.

Board of Dental Examiners

The State Board of Dental Examiners examines, licenses, certifies professionals to practice in the field of dentistry, registers business entities providing dental services and permits mobile dental facilities. The Board also accepts complaints against licensees, certificate holders, business entities and mobile dental facilities, investigates allegations, and administratively adjudicates complaints. The Board regulates approximately 9,400 business entities and professionals licensed or certified to practice in the state, as well as serves all Arizona citizens who receive their professional services.

Link to the **AGENCY'S WEBSITE** <http://azdentalboard.us/>

All numbers representing dollars are expressed in thousands.

Agency Budget Summary

	FY 2016 Actual	FY 2017 Exp.Plan	FY 2018 Net Change	FY 2018 Exec. Rec.
Other Appropriated Funds	1,138.5	1,214.5	0.0	1,214.5
Agency Total	1,138.5	1,214.5	0.0	1,214.5

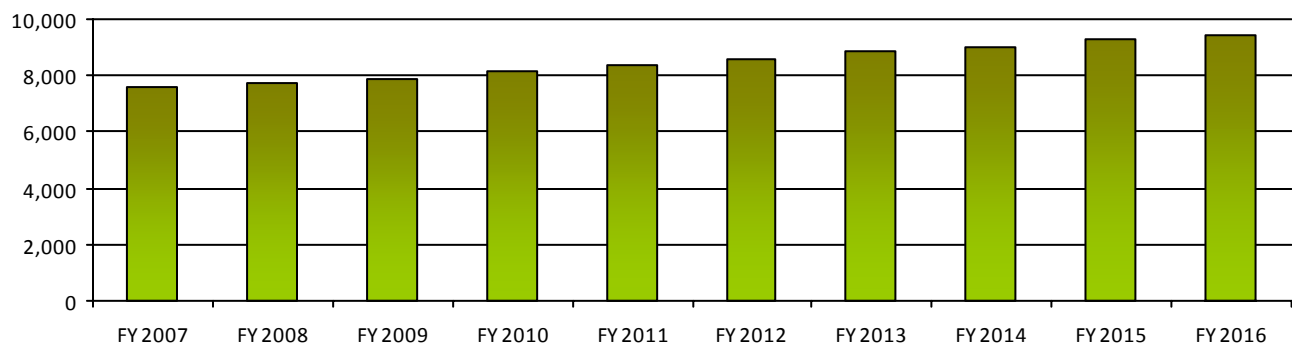
Adjustments for risk management charges and retirement contributions for this agency are not incorporated into the totals shown here. They are listed separated with adjustments for all state agencies immediately following the Capital Projects section. Funding for these adjustments is recommended as part of the total Executive Budget.

Performance Measures

	FY 2015 Actual	FY 2016 Actual	FY 2017 Expected	FY 2018 Expected
Average number of calendar days from receipt of complaint to resolution of complaint	95	112	150	150
Total number of investigations conducted	276	260	259	259
Total number of complaints received annually	327	237	297	297
Average calendar days to renew a license (from receipt of application to issuance)	4	4	10	10

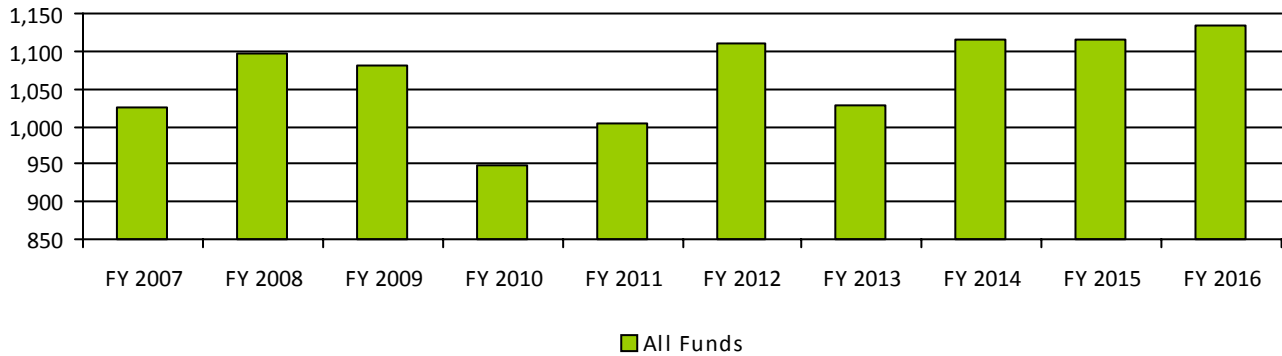
Link to the **AGENCY'S STRATEGIC PLAN**

Number of Licenses Issued



Agency Expenditures

(in \$1,000s)



Agency expenditures vary by year based primarily on the number of new licensees and licensees renewing during a year.

Recommended State Appropriations

BY PROGRAM	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Licensing and Regulation	1,138.5	1,214.5	0.0	1,214.5
Agency Total - Appropriated Funds	1,138.5	1,214.5	0.0	1,214.5

BY EXPENDITURE OBJECT	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Personal Services	500.3	547.3	0.0	547.3
ERE Amount	226.0	149.6	0.0	149.6
Prof. And Outside Services	164.7	299.2	0.0	299.2
Travel - In State	3.4	3.2	0.0	3.2
Travel - Out of State	6.4	5.5	0.0	5.5
Other Operating Expenses	197.6	186.0	0.0	186.0
Equipment	40.1	23.7	0.0	23.7
Agency Total - Appropriated Funds	1,138.5	1,214.5	0.0	1,214.5

BY APPROPRIATED FUND	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Dental Board Fund	1,138.5	1,214.5	0.0	1,214.5
Agency Total - Appropriated Funds	1,138.5	1,214.5	0.0	1,214.5

FOR MORE DETAIL ABOUT EACH FUND SEE THE STATE FUNDS BOOK

The Executive recommends a lump-sum appropriation to the agency.

Early Childhood Development and Health Board

The Arizona Early Childhood Development and Health Board is a voter approved initiative to ensure the quality and accessibility of early childhood development and health programs at the community level. Proposition 203 created the Arizona Early Childhood Development and Health Board, which provides oversight and guidance on the implementation of the Proposition. The Board is more commonly known as First Things First.

First Things First establishes Regional Partnership Councils throughout the state. Each Regional Council is funded based on the number of children ages birth to five years living in the area, as well as the number of young children whose family's incomes do not exceed 100% of the federal poverty level. Programs funded through First Things First may be conducted either by grantees in the region or directly by the Regional Partnership Council. First Things First receives revenues from an additional tax levied on tobacco products.

Link to the **AGENCY'S WEBSITE** <http://www.azftf.gov/Pages/default.aspx>

All numbers representing dollars are expressed in thousands.

Agency Budget Summary

	FY 2016 Actual	FY 2017 Exp. Plan	FY 2018 Net Change	FY 2018 Exec. Rec.
Non-Appropriated Funds	149,738.0	152,259.2	(1,366.2)	150,893.0
Agency Total	149,738.0	152,259.2	(1,366.2)	150,893.0

Adjustments for risk management charges and retirement contributions for this agency are not incorporated into the totals shown here. They are listed separated with adjustments for all state agencies immediately following the Capital Projects section. Funding for these adjustments is recommended as part of the total Executive Budget.

Non - Appropriated Funds Expenditures

	FY 2016 Actual	FY 2017 Exp. Plan	FY 2018 Net Change	FY 2018 Exec. Rec.
Early Childhood Development and Health Fund	146,914.0	143,594.8	0.0	143,594.8
Federal Grant	2,824.0	8,664.4	(1,366.2)	7,298.2
Agency Total - Non-Appropriated Funds	149,738.0	152,259.2	(1,366.2)	150,893.0

FOR MORE DETAIL ABOUT EACH FUND SEE THE STATE FUNDS BOOK

Federal Funds Expenditures

	FY 2016 Actual	FY 2017 Exp. Plan	FY 2018 Exp. Plan
Agency Total	2,823.9	8,664.5	7,298.2

These are the Federal Expenditures reported by the agencies and, in most cases, are included in the Appropriated or Non-Appropriated Funds expenditures listed above.

Link to the **ALL FEDERAL GRANTS FOR THIS AGENCY ARE DISPLAYED IN THE FEDERAL FUNDS REPORT**

Department of Economic Security

The Department of Economic Security (DES or Department) is an integrated human services agency that provides critical opportunity, assistance, and care for approximately two million Arizonans. Across its 40 programs, DES employees seek to serve fellow Arizonans with integrity, humility, and kindness.

More specifically, DES works with job creators to provide employment assistance, including vocational rehabilitation for individuals with physical or mental impairment and job training for economically disadvantaged adults and youth. Eligible working parents receive child care assistance. The Department manages the Unemployment Insurance Program, including collecting taxes and providing benefits.

DES provides temporary assistance and services that support Arizonans' goals of obtaining greater self-sufficiency. DES provides children with food, health care, and parental financial support; services to individuals with disabilities; and protection for the vulnerable by investigating allegations of abuse, neglect, and exploitation. DES operates with fiscal discipline and actively identifies and prosecutes fraudulent receipt of benefits.

The Department provides safety net services to victims of domestic violence; individuals experiencing homelessness and hunger; families needing assistance with utility bills; and vulnerable adults who are victims of abuse, neglect, and exploitation. The Department assists individuals and families by determining eligibility for temporary cash assistance, nutritional assistance, Medicaid, Social Security Disability Insurance (SSDI), and Supplemental Security Income (SSI). In addition, DES provides support to newly arrived refugees.

The Department provides early intervention services for infants and toddlers with developmental delays and home and community-based services for clients with intellectual and developmental disabilities. The Department assists parents in receiving child support payments by locating absent parents, establishing paternity, establishing the legal obligation to pay, and evaluating the absent parent's ability to pay.

Link to the **AGENCY'S WEBSITE** <https://www.azdes.gov/>

All numbers representing dollars are expressed in thousands.

Agency Budget Summary

	FY 2016 Actual	FY 2017 Exp.Plan	FY 2018 Net Change	FY 2018 Exec. Rec.
General Fund	511,764.3	530,124.4	37,034.0	567,158.4
Other Appropriated Funds	246,258.4	293,945.0	(2,100.0)	291,845.0
Non-Appropriated Funds	3,187,665.5	3,290,507.8	41,132.3	3,331,640.1
Agency Total	3,945,688.2	4,114,577.2	76,066.3	4,190,643.5

Main Points of Executive Recommendations

	FY 2017	FY 2018
APS Continuous Quality Improvement	0.0	3,000.0
Continued Improvements To Our Safety Net	0.0	2,764.7
Aging Home and Community Based Services	0.0	700.0
Fingerprint Requirement Elimination	0.0	(392.0)
Early Intervention Program Referral and Cost Increase	0.0	2,000.0
Prop. 206 Minimum Wage Increase	7,732.8	15,601.0

Major Executive Initiatives and Funding Recommendations

APS Continuous Quality Improvement

For FY 2017 the Department was appropriated \$2 million (28.0 FTE positions) on a one-time basis from the Department's Special Administration Fund to manage growing Adult Protective Services caseloads. Calls to the hotline increased by 17.7% in FY 2016 over the prior year, and cases per APS worker remain approximately 28% above the target level of 35. This target level is based on recommendations from the National Adult Protective Services Association, Department analysis of appropriate caseloads by rural and urban concentrations, and available resources.

In FY 2018, the Executive recommends that the funding from last year's one-time appropriation be made ongoing, as the current caseload growth continues to necessitate these resources. The Executive further recommends an additional \$1 million in FY 2018 to continue progress toward meeting the 35-cases-per-worker target.

In total, the additional FY 2018 funding will provide 15.0 new FTE positions, including hotline staff, caseworkers, financial exploitation unit investigators, a registered nurse to address medically complex cases, and specialized staff to engage in continuous improvement efforts.

Funding	FY 2018
General Fund	3,000.0
Issue Total	3,000.0

Continued Improvements To Our Safety Net

For FY 2018, the Executive recommends a \$2.7 million appropriation to the Department to provide an opportunity for TANF Cash Assistance recipients who meet specified requirements to earn back up to 12 additional months of benefits. To be eligible, the recipient must be either searching for work or in job-related training. Further, if the recipient has school-age children, the children must have an attendance record of 90% or higher.

Funding	FY 2018
General Fund	2,764.7
Issue Total	2,764.7

Aging Home and Community Based Services

Providing home and community-based services to the elderly allows seniors to remain in their own homes for a longer period of time. Primarily, this program provides assistance with essential daily activities, such as bathing, dressing and meal preparation. It also provides visiting nurses and home health aides.

Supporting the elderly and their caregivers by providing respite care and home services (e.g., Meals on Wheels) provides seniors a better quality of life, and the State avoids the high cost of placing these vulnerable adults into the long-term care system.

For FY 2018, the Executive recommends continuing \$700,000 in one-time funding from FY 2017, which was appropriated from the DHS Lottery Fund.

Funding	FY 2018
Health Services Lottery Fund	700.0
Issue Total	700.0

Fingerprint Requirement Elimination

As one of more than 20 measures to prevent fraudulent multiple enrollments in the Supplemental Nutrition Assistance Program (SNAP) and Temporary Assistance for Needy Families (TANF) cash assistance program, Arizona requires applicants to be fingerprinted. The operation of this requirement is supported by the General Fund.

Arizona is the only state that uses taxpayer dollars to subsidize the finger-imaging requirement for those federal programs. The Department performs more than 20 other measures to prevent fraud and multiple enrollments, such as Social Security number verification, multiple address listing report, and an electronic disqualified recipient system cross-match. As a result, in FY 2014, the most recent year for which data is available, the finger-imaging requirement identified only 10 duplicate applications in over 1.1 million total applications, or .001%.

The Executive recommends eliminating the finger imaging requirement, resulting in a General Fund savings of \$392,000.

Funding	FY 2018
General Fund	(392.0)
Issue Total	(392.0)

Baseline Recommendations

Early Intervention Program Referral and Cost Increase

For FY 2018, the Executive recommends \$2 million from the Long-term Care System Fund to address increases in referrals and costs in the Early Intervention program.

When a child is referred to the Early Intervention Program, DES is required to pay for the cost of an evaluation to see if the child has a potential developmental delay. Early detection of developmental delays plays a critical role in shaping the child's future, especially as it relates to ensuring that they are ready to begin school.

The number of referrals has been on a steady incline and saw a 6% increase in FY 2016. The Department attributes this growth as being part of a national trend toward increasing focus on early childhood development. The trend has been enhanced by coordinated federal-level efforts to support early childhood health and development, by connecting families and early childhood education and healthcare providers with resources and data to identify potential delays or other health concerns and to enhance developmental support.

In keeping with the broader medical inflation trend, from FY 2015 to FY 2016 the average cost of an evaluation increased from \$400 to \$464.

Funding	FY 2018
Department Long-Term Care System Fund	2,000.0
Issue Total	2,000.0

Prop. 206 Minimum Wage Increase

In November 2016, Arizona voters passed Proposition 206, which increases the State's minimum wage from \$8.05 to \$12 over four years. The initial step increased the minimum wage to \$10 on January 1, 2017. On January 1, 2018, the minimum wage further increases to \$10.50.

Contractors for home care and nursing facility services for Arizona Long-term Care System (ALTCS) members in the AHCCCS Elderly and Physically-disabled program and in the DES Developmentally-disabled program will be impacted by the new law, as some of their staff currently earned less than \$10 per hour before the effective date of Prop. 206.

To maintain a healthy network of care providers, which is a condition of receiving the federal match for Medicaid, the Executive recommends an increase of \$15.6 million in FY 2018 to allow AHCCCS to increase capitation rates sufficient to cover the direct impact of wages on developmental disability (DD) provider contracts as a result of the passage of Proposition 206.

Funding	FY 2018
General Fund	15,601.1
Issue Total	15,601.1

ALTCS Caseload & Capitation Growth

The caseload for DDD Arizona Long Term Care System (ALTCS) members is projected to increase in FY 2018 by 3.7%. In addition, the Department anticipates a 3% increase in per-member monthly capitation payments. There is also expected to be a small State cost savings due to an increase in the federal match rate.

After netting out all of these issues, the Executive recommends \$16.2 million from the General Fund for DDD caseload growth and capitation rate increases.

Funding	FY 2018
General Fund	16,160.2
Issue Total	16,160.2

Technical Adjustments

The Executive recommends several technical adjustments to align organizational structure and provide additional transparency.

The first adjustment recommended by the Executive for FY 2018 moves the Coordinated Hunger Program, which coordinates with various organizations at all levels of government and private-sector entities to provide food assistance to the hungry, from the Division of Benefits and Medical Eligibility to the Division of Aging and Adult Services (DAAS).

Also recommended is a second organizational change that will combine the Early Intervention Program with Child Care Administration to form a new Division of Child and Family Engagement. The Department expects that this streamlining of programs can help reduce duplication and increase efficiencies across both programs.

The U.S. Department of Health and Human Services is finalizing new rules as part of the reauthorization of the Child Care and Development Block Grant (CCDBG). The Department expects that the new rules will have costs associated with implementation; therefore, if and when additional CCDF funds are provided to cover the new costs, the Department will need expenditure authority in the amount of the increase. The Executive recommends enacting escalator clause language to appropriate to the Department all additional CCDF monies.

Another necessary adjustment is the realignment of the special line appropriations within the Division of Developmental Disabilities. The Home and Community Based Services line item is over-appropriated; as a result, the other line items are under-appropriated. Realigning the special line items will significantly reduce and possibly eliminate the need for appropriation transfers.

In recent years, the Department has utilized a portion of the Workforce Innovation and Opportunity Act (WIOA) grant 10 percent discretionary set-aside to augment the JOBS special line item appropriation. The JOBS program assists TANF cash assistance clients with obtaining career training and employment. Given the current caseload, the \$2 million being redirected from the discretionary set-aside is no longer necessary. Therefore, the Executive recommends that in FY 2018 the \$2 million previously put in the JOBS SLI be returned to the WIOA discretionary set-aside to aid the statewide workforce development plan.

Expenditure estimates for two funds, the Arizona Job Training Fund and the Unemployment Insurance Fund, need to be realigned with projections. The former was repealed in 2015 and is expected to stop expending funds in FY 2017. The latter needs to be increased based on projections of the latest national trends.

Similar to the prior adjustment, the State and Local Agency Revenue Fund expenditure forecast needs to be adjusted to make expenditures equal to revenue. Because the fund acts as a collections clearinghouse, it is assumed the levels will be equal – once reconciled.

Arizona Industries for the Blind, which was previously a component of the Department, was converted to a private organization through legislation enacted in 2016. Therefore, a technical change is needed to remove the SLI from the Division of Employment and Rehabilitative Services.

In FY 2017, one-time appropriations were made to fund home and community based services for the elderly, staffing at Adult Protective Services to address a caseload spike, and pass-thru grants for domestic violence prevention. The Executive recommendation, as a technical adjustment, removes the one-time FY 2017 appropriations.

Funding	FY 2018
General Fund	(100.0)
Workforce Investment Grant Fund	0.0

Special Administration Fund	(2,600.0)
Domestic Violence Services Fund	(1,500.0)
Health Services Lottery Fund	(700.0)
Issue Total	(4,900.0)

Supplemental Recommendations

Prop. 206 Minimum Wage Increase

In November 2016, Arizona voters passed Proposition 206, which will increase the State's minimum wage from \$8.05 to \$12 over four years. The initial step increased the minimum wage to \$10 on January 1, 2017. On January 1, 2018, the minimum wage further increases to \$10.50.

Contractors for home care and nursing facility services for Arizona Long-term Care System (ALTCS) members in the AHCCCS Elderly and Physically-disabled program and in the DES Developmentally-disabled program will be impacted by the new law, as some of their staff earned less than \$10 per hour prior to the effective date of Prop. 206.

To maintain a healthy network of care providers, which is a condition of receiving the federal match for Medicaid, the Executive recommends an increase of \$7.7 million in FY 2017 to allow AHCCCS to increase capitation rates sufficient to cover the direct impact of wages on developmental disability (DD) provider contracts as a result of the passage of Proposition 206.

Funding	FY 2017
General Fund	7,732.8
Issue Total	7,732.8

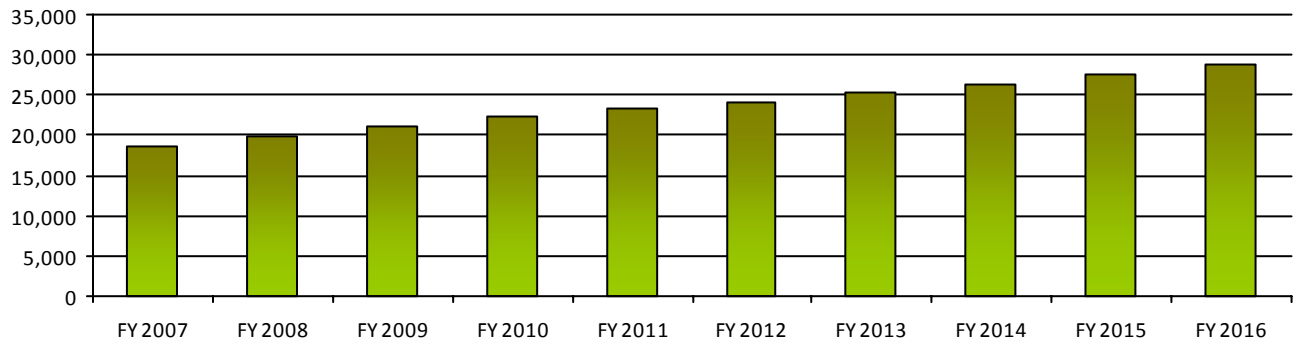
Adjustments for risk management charges and retirement contributions for this agency are not incorporated into the totals shown here. They are listed separated with adjustments for all state agencies immediately following the Capital Projects section. Funding for these adjustments is recommended as part of the total Executive Budget.

Performance Measures

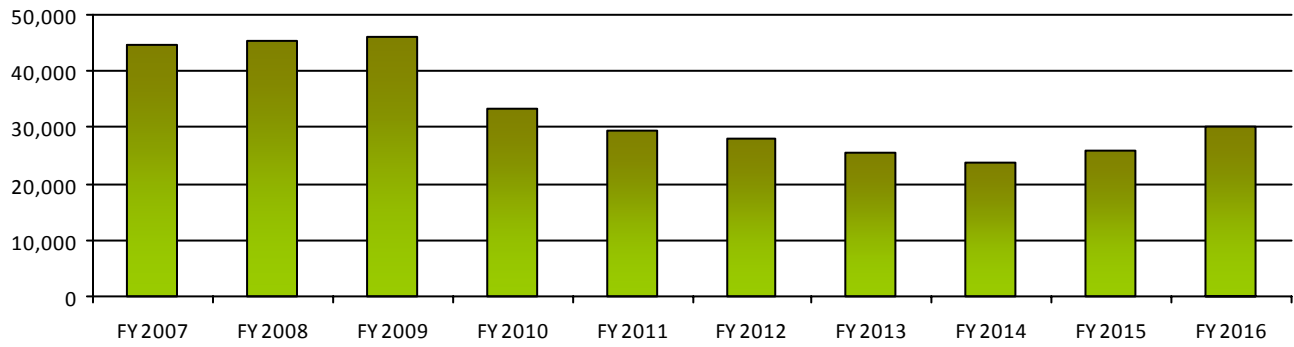
	FY 2015	FY 2016	FY 2017	FY 2018
	Actual	Actual	Expected	Expected
Average number of consumers with developmental disabilities served	27,597	28,793	30,089	0
Adult Protective Services investigation percentage rate	100	100	100	0
Ratio of current IV-D child support collected and distributed to current IV-D support due	55.66	57.49	59	0
Average number of consumers with developmental disabilities served	7,041	7,422	7,570	0

Link to the [AGENCY'S STRATEGIC PLAN](#)

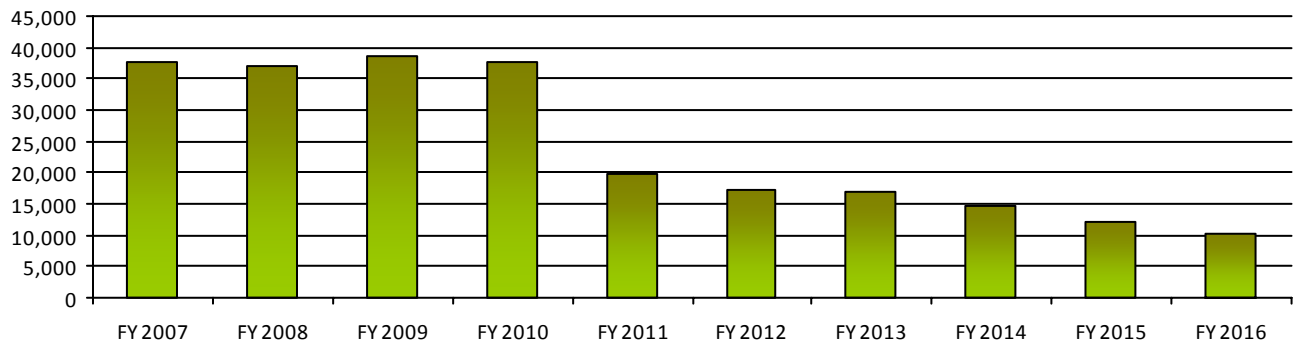
Title XIX - DD Enrollment



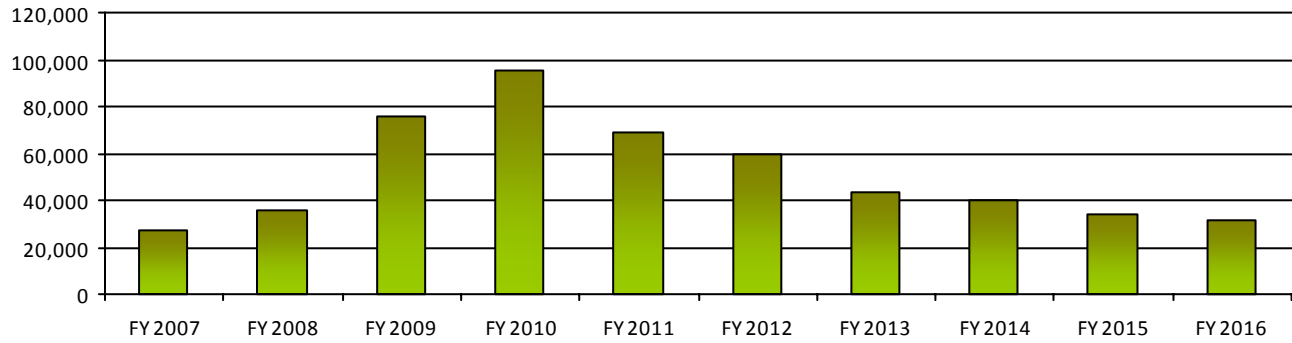
Child Care Enrollment



TANF Cash Benefits Enrollment

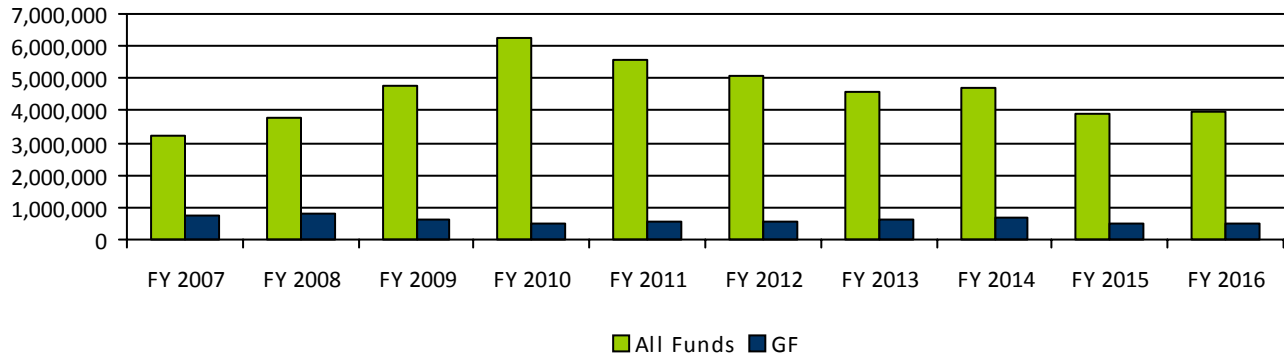


Unemployment Insurance Claimants



Agency Expenditures

(in \$1,000s)



Recommended State Appropriations

BY PROGRAM	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Administration	51,516.0	32,628.4	1,608.0	34,236.4
Aging and Community Services	35,220.7	39,521.6	(600.0)	38,921.6
Benefits and Medical Eligibility	77,749.4	77,049.2	2,764.7	79,813.9
Child Support Enforcement	24,012.0	25,817.2	0.0	25,817.2
Developmental Disabilities	415,952.1	452,490.3	31,161.3	483,651.6
Employment and Rehabilitation Services	153,572.5	196,562.7	0.0	196,562.7
Agency Total - Appropriated Funds	758,022.7	824,069.4	34,934.0	859,003.4

BY EXPENDITURE OBJECT	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Personal Services	81,881.3	87,474.7	819.1	88,293.8
ERE Amount	37,603.9	39,866.3	972.3	40,838.6
Prof. And Outside Services	31,273.0	27,506.0	(392.0)	27,114.0
Travel - In State	1,174.6	1,207.6	21.4	1,229.0
Travel - Out of State	45.8	88.4	0.0	88.4
Food	378.1	379.2	0.0	379.2

BY EXPENDITURE OBJECT	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Aid to Others	569,170.8	627,280.4	33,318.9	660,599.3
Other Operating Expenses	29,263.6	31,354.1	25.3	31,379.4
Equipment	4,290.5	5,528.9	169.0	5,697.9
Capital Outlay	11.2	11.0	0.0	11.0
Transfers Out	2,929.9	3,372.8	0.0	3,372.8
Agency Total - Appropriated Funds	758,022.7	824,069.4	34,934.0	859,003.4

BY APPROPRIATED FUND	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
General Fund	511,764.3	530,124.4	37,034.0	567,158.4
Child Care and Development Fund	93,558.5	107,773.6	0.0	107,773.6
Child Support Enforcement Administration Fund	14,791.2	16,632.6	0.0	16,632.6
Department Long-Term Care System Fund	27,901.0	26,559.6	2,000.0	28,559.6
Domestic Violence Services Fund	2,500.0	4,000.0	(1,500.0)	2,500.0
Health Services Lottery Fund	0.0	700.0	0.0	700.0
Indirect Cost Recovery Fund - A	0.0	1,000.0	0.0	1,000.0
Public Assistance Collections Fund	9.6	421.9	0.0	421.9
Special Administration Fund	2,485.7	5,528.7	(2,600.0)	2,928.7
Spinal and Head Injuries Trust Fund	1,293.0	2,323.7	0.0	2,323.7
Temporary Assistance for Needy Families (TANF) Fund	70,816.2	72,964.7	0.0	72,964.7
Workforce Investment Grant Fund	32,903.2	56,040.2	0.0	56,040.2
Agency Total - Appropriated Funds	758,022.7	824,069.4	34,934.0	859,003.4

FOR MORE DETAIL ABOUT EACH FUND SEE THE STATE FUNDS BOOK

Special Line Appropriations

	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Adult Services	7,924.1	8,624.1	0.0	8,624.1
ATP-Coolidge Title XIX	4,935.5	4,854.4	200.0	5,054.4
Attorney General Legal Services	3,831.3	3,900.4	0.0	3,900.4
Case Management State-Only	3,912.7	3,893.7	0.0	3,893.7
Case Management Title XIX	16,210.7	17,038.2	1,007.1	18,045.3
Community and Emergency Services	3,724.0	3,724.0	0.0	3,724.0
Coordinated Homeless Program	2,522.6	2,522.6	0.0	2,522.6
Coordinated Hunger Program	1,754.6	1,754.6	0.0	1,754.6
County Participation	156.3	1,079.1	0.0	1,079.1
Day Care Subsidy	84,181.5	98,396.6	0.0	98,396.6
DDD Operating Lump Sum	14,282.3	14,715.8	0.0	14,715.8
Domestic Violence Prevention	12,371.2	14,003.7	(1,600.0)	12,403.7
Home and Community Based Services State-Only	17,096.8	16,913.4	0.0	16,913.4
Home and Community Based Services Title XIX	275,246.7	306,631.8	28,054.2	334,686.0
Independent Living Rehabilitation Services	712.4	1,289.4	0.0	1,289.4
Institutional Services Title XIX	6,468.9	6,960.9	300.0	7,260.9
JOBS	9,796.2	13,005.6	(2,000.0)	11,005.6
Medical Services	47,315.8	50,951.9	2,200.0	53,151.9
Medicare Clawback Payments	2,928.7	3,370.6	0.0	3,370.6
Payment Deferral	21,000.0	0.0	0.0	0.0
Rehabilitation Services	4,799.1	7,249.1	0.0	7,249.1
State-Funded Long Term Care Services	27,554.0	27,159.6	(600.0)	26,559.6
TANF Cash Benefits	28,299.1	27,736.4	2,764.7	30,501.1
Tribal Pass-Thru Funding	4,680.3	4,680.3	0.0	4,680.3
Workforce Investment Act Services	29,038.0	51,654.6	2,000.0	53,654.6
Agency Total - Appropriated Funds	630,742.8	692,110.8	32,326.0	724,436.8

Non - Appropriated Funds Expenditures

	FY 2016 Actual	FY 2017 Exp. Plan	FY 2018 Net Change	FY 2018 Exec. Rec.
Arizona Job Training Fund	881.1	120.0	(106.0)	14.0
Child Support Enforcement Administration Fund	28,821.2	42,299.5	0.0	42,299.5
DD Client Investment	142.2	145.1	0.0	145.1
Department Long-Term Care System Fund	732,175.2	794,302.8	52,166.2	846,469.0
Developmentally Disabled Client Trust	19.5	53.2	0.0	53.2
Economic Security Capital Investments	0.0	245.2	0.0	245.2
Economic Security Client Trust	0.0	1,494.7	0.0	1,494.7
Economic Security Donations	53.0	32.8	0.0	32.8
Employee Recognition Fund	0.0	20.0	0.0	20.0
Federal Grant	2,119,925.3	2,130,839.8	0.0	2,130,839.8
IGA and ISA Between State Agencies	7,000.0	0.0	0.0	0.0
Industries for the Blind Fund	18,888.8	19,770.4	(19,770.4)	0.0
Neighbors Helping Neighbors	38.8	35.0	0.0	35.0
Revenue From State or Local Agency	1,552.0	2,131.2	(2,131.2)	0.0
Special Olympics Fund	66.3	59.7	0.0	59.7
Unemployment Insurance Benefits	277,956.1	298,900.0	11,000.0	309,900.0
Unemployment Special Assessment Fund	146.0	58.4	(26.3)	32.1
Agency Total - Non-Appropriated Funds	3,187,665.5	3,290,507.8	41,132.3	3,331,640.1

FOR MORE DETAIL ABOUT EACH FUND SEE THE STATE FUNDS BOOK

Federal Funds Expenditures

	FY 2016 Actual	FY 2017 Exp. Plan	FY 2018 Exp. Plan
Agency Total	2,071,737.6	2,071,604.3	2,078,431.4

These are the Federal Expenditures reported by the agencies and, in most cases, are included in the Appropriated or Non-Appropriated Funds expenditures listed above.

Link to the [ALL FEDERAL GRANTS FOR THIS AGENCY ARE DISPLAYED IN THE FEDERAL FUNDS REPORT](#)

The Executive recommends a lump-sum appropriation by program with special lines.

State Board of Education

The Arizona State Board of Education is constitutionally charged with regulating the conduct of the public school system. Statute requires the Board to exercise general supervision over and regulate the conduct of the public school system and adopt any rules and policies it deems necessary to accomplish this purpose. This general supervision and regulation includes the following: prescribing a minimum course of study and competency requirements for promotion of students from third and eighth grade as well as for graduation from high school; supervise and control the certification of persons engaged in instructional work in a school district; approve alternative teacher and administrator preparation programs; adopt proficiency exams and passing scores for those exams; adopt rules governing the methods for administering proficiency exams; impose disciplinary action on all certificate holders who are found to have engaged in immoral conduct; serve as the State Board for Vocational and Technological Education; adopt educator certification reciprocity rules; and delegate to the Superintendent of Public Instruction the execution of board policies and rules.

Link to the [AGENCY'S WEBSITE](#)

All numbers representing dollars are expressed in thousands.

Agency Budget Summary

	FY 2016 Actual	FY 2017 Exp. Plan	FY 2018 Net Change	FY 2018 Exec. Rec.
General Fund	1,139.1	1,094.0	98.8	1,192.8
Other Appropriated Funds	162.7	0.0	0.0	0.0
Agency Total	1,301.8	1,094.0	98.8	1,192.8

Main Points of Executive Recommendations

	FY 2017	FY 2018
One-Time Additional Resources	0.0	50.0

Major Executive Initiatives and Funding Recommendations

One-Time Additional Resources

The Executive recommends \$50,000 in one-time additional resources for State Board of Education legal costs.

Funding	FY 2018
General Fund	50.0
Issue Total	50.0

Move ISA Funding to Board of Education

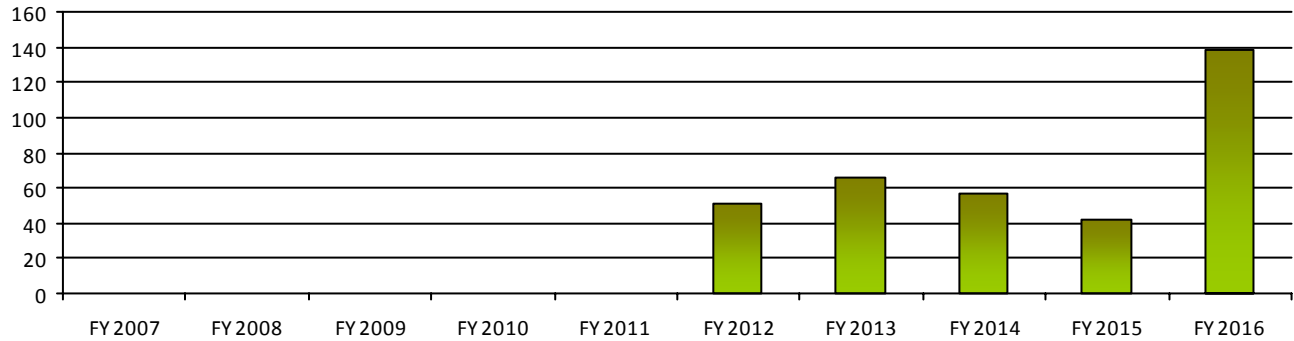
In FY 2017, the Attorney General and the Department of Education executed an intergovernmental service agreement (ISA) for representation in legal actions related to the State Board of Education's supervision and control of teacher certification, including imposing disciplinary action on certificate holders.

In FY 2018, the ISA will be executed between the Attorney General and the State Board of Education. The Executive recommends moving \$48,800 from the Department of Education to the State Board of Education

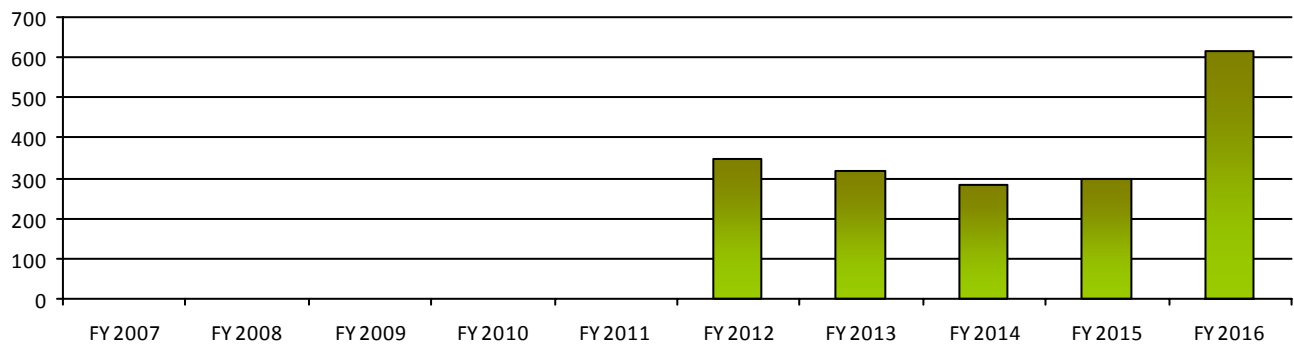
Funding	FY 2018
General Fund	48.8
Issue Total	48.8

Adjustments for risk management charges and retirement contributions for this agency are not incorporated into the totals shown here. They are listed separated with adjustments for all state agencies immediately following the Capital Projects section. Funding for these adjustments is recommended as part of the total Executive Budget.

ns by State Board of Education - cases presented to and voted on by board



Number of investigative cases closed



Recommended State Appropriations

BY PROGRAM	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
State Board of Education	1,301.8	1,094.0	98.8	1,192.8
Agency Total - Appropriated Funds	1,301.8	1,094.0	98.8	1,192.8

BY EXPENDITURE OBJECT	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Personal Services	552.0	314.4	0.0	314.4
ERE Amount	192.2	125.8	0.0	125.8
Prof. And Outside Services	251.3	250.5	0.0	250.5
Travel - In State	0.4	10.0	0.0	10.0
Travel - Out of State	0.8	10.0	0.0	10.0
Other Operating Expenses	178.0	208.0	98.8	306.8
Equipment	28.3	25.0	0.0	25.0

BY EXPENDITURE OBJECT	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Transfers Out	98.8	150.3	0.0	150.3
Agency Total - Appropriated Funds	1,301.8	1,094.0	98.8	1,192.8

BY APPROPRIATED FUND	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
General Fund	1,139.1	1,094.0	98.8	1,192.8
Teacher Certification Fund	162.7	0.0	0.0	0.0
Agency Total - Appropriated Funds	1,301.8	1,094.0	98.8	1,192.8

FOR MORE DETAIL ABOUT EACH FUND SEE THE STATE FUNDS BOOK

The Executive recommends a lump-sum appropriation to the agency.

Department of Education

The Arizona Department of Education (the Department) is administered by the Superintendent of Public Instruction, an elected position. The Superintendent, in conjunction with the State Board of Education, leads the State in developing and implementing educational guidelines and standards. The Superintendent supports direct services to 236 locally-governed school districts, including 14 vocational districts and 8 accommodation districts. The Superintendent, in conjunction with the State Board for Charter Schools, oversees 443 charters. The Department executes the educational guidelines through evaluation, training, school improvement assistance, dissemination of information, and administration and allocation of funds. The Department also serves as the primary source for information on the status and needs of the public school system.

Link to the **AGENCY'S WEBSITE** <http://www.azed.gov/>

All numbers representing dollars are expressed in thousands.

Agency Budget Summary

	FY 2016 Actual	FY 2017 Exp.Plan	FY 2018 Net Change	FY 2018 Exec. Rec.
General Fund	3,945,768.2	4,069,375.8	171,155.1	4,240,530.9
Other Appropriated Funds	222,024.0	233,394.8	15,475.0	248,869.8
Non-Appropriated Funds	1,770,684.6	1,810,349.7	(632.7)	1,809,717.0
Agency Total	5,938,476.8	6,113,120.3	185,997.4	6,299,117.7

Main Points of Executive Recommendations

	FY 2017	FY 2018
Inflation Adjustment	0.0	76,293.7
Enrollment Growth	0.0	76,495.3
Higher Average Cost Per Pupil	0.0	14,800.0
Other Baseline Adjustments	0.0	(91,634.1)
2% Teacher Salary Increase	0.0	13,600.0
Targeted New Teacher Bonuses	0.0	6,400.0
Results-Based Funding	0.0	37,600.0
Enrollment Reconciliation Funding	0.0	20,000.0
All-Day Kindergarten and Early Literacy Funding	0.0	10,000.0
JTED Completion Grants	0.0	1,000.0
Arizona Broadband for Education Initiative	0.0	5,000.0
Additional Targeted Investments	0.0	1,600.2

Major Executive Initiatives and Funding Recommendations

2% Teacher Salary Increase

To increase teacher compensation and improve statewide teacher retention, the Executive recommends a five-year phase-in of a 2% salary increase for all teachers. The 2% increase will be in addition to any other salary adjustments that schools may fund from other sources, such as annual inflation (which is projected to be 1.24% in FY 2018, 2% in FY 2019, and 2% in FY 2020). The Executive Recommendation includes \$13.6 million in FY 2018

and a total of \$81.6 million over the next three years to fund the first three years of the phase-in.

Funding	FY 2018
General Fund	13,600.0
Issue Total	13,600.0

Targeted New Teacher Bonuses

Schools that serve a higher percentage of students that are eligible for free or reduced price lunch generally experience a higher-than-average teacher turnover rate and have a harder time attracting highly qualified teachers.

The Executive Recommendation includes \$6.4 million in FY 2018, and a total of \$19 million over the next three years, to support teacher recruitment in high-need districts and charters. The Recommendation will fund sign-on bonuses of \$1,000 for every new teacher hired by a district or charter in which more than 60% of students qualify for free or reduced price lunch.

Funding	FY 2018
General Fund	6,400.0
Issue Total	6,400.0

Results-Based Funding

Arizona has some of the highest performing schools in the country, and expanding the number of top schools will make education excellence accessible to more students statewide.

To achieve that objective, the Executive recommends \$37.6 million to implement Results-Based Funding, which will provide additional resources to top-performing schools, with higher rewards for schools that serve areas with relatively low household incomes.

For schools that achieve AzMerit test scores in the top 10% of all schools and in which less than 60% of students qualify for free or reduced-price lunch, Results-Based Funding will provide an additional \$225 per student.

For schools that achieve AzMerit test scores in the top 10% of schools in which more than 60% of students qualify for free or reduced-price lunch, Results-Based Funding will provide an additional \$400 per student.

Funding	FY 2018
General Fund	37,600.0
Issue Total	37,600.0

Enrollment Reconciliation Funding

Unforeseen enrollment declines can create mid-year financial challenges for school districts. To help school districts reconcile actual enrollment and funding with previously made year-long commitments to teachers, and to help districts avoid major operational disruptions as they manage lower enrollment, the Executive recommends a \$20 million one-time, non-lapsing appropriation.

Any school district in which actual enrollment falls by more than 2% below the previous year should receive funding equal to the revenue that would otherwise be lost by any decline in excess of 2%.

Funding	FY 2018
General Fund	20,000.0
Issue Total	20,000.0

All-Day Kindergarten and Early Literacy Funding

Research shows that a student's reading proficiency by the end of third grade is a strong predictor of high school graduation and career success. With those findings in mind, it is significant to note that the percentage of students who pass the English Language Arts portion of the AzMerit test is lower in districts and charters in which a high percentage of students are eligible for free or reduced price lunch.

The Executive recommends the implementation of all-day kindergarten and Early Literacy Funding to target additional support to districts and charters in which more than 90% of students are eligible for free or reduced-price lunch. The funding will empower schools to decide how to best use the resources to increase literacy, which could include adding reading coaches or providing full-day kindergarten.

The Executive Recommendation includes \$10 million in FY 2018 and \$50 million over the next three years to fund \$1,244 per kindergarten student to qualifying districts and charters in FY 2018, and \$2,488 per kindergarten student to qualifying districts and charters in FY 2019 and FY 2020.

Funding	FY 2018
General Fund	10,000.0
Issue Total	10,000.0

JTED Completion Grants

The Executive recommends \$1 million for grants to Joint Technical Education Districts (JTEDs). The grants will allow students that have completed more than 50% of a JTED program, but have graduated from high school, to complete JTED programs. Grant funding will be provided to JTEDs upon qualifying students' successful completion of the program.

Funding	FY 2018
General Fund	1,000.0
Issue Total	1,000.0

Arizona Broadband for Education Initiative

As schools expand innovative and successful digital learning platforms, school-based bandwidth must grow significantly. The Executive recommends \$5 million in FY 2018 to expand broadband access to many of Arizona's rural school districts and charter schools. The State investment will be leveraged against one-time federal enhanced E-Rate funding, to allow rural schools to substantially improve broadband access at little to no cost to the school. This enhanced E-Rate program expires in FY 2018.

Funding	FY 2018
General Fund	5,000.0
Issue Total	5,000.0

K-12 Academic Standards

The Executive Recommendation for FY 2018 includes \$1.1 million to fund 10.5 FTE existing positions at the Arizona Department of Education responsible for the continuous review of all of Arizona's academic standards, including English language arts and mathematics. In the upcoming year, these positions are critical for the technical support and professional development of the next significant review, which will focus on academic standards for social studies and science.

Funding	FY 2018
General Fund	1,099.0
Issue Total	1,099.0

School Leadership Training

The Executive recommends \$250,000 in matching funds to expand school leadership training opportunities through the Beat the Odds School Leadership Academy. In partnership with Helios Education Foundation, the Burton Family Foundation, and the Governor's Office, the Center for the Future of Arizona plans to use the recommended resources to: (a) create 50 slots to train school leaders in effective management strategies, and (b) expand the cadre of training coaches and facilitators.

Funding	FY 2018
General Fund	250.0
Issue Total	250.0

Computer Science Initiative

The Executive Recommendation includes \$200,000 in matching funds to advance a statewide computer science initiative through the development of new academic standards for computer science, including coding, and professional development opportunities for all teachers, to help them incorporate computer science into their teaching and learning strategies.

Funding	FY 2018
General Fund	200.0
Issue Total	200.0

Jobs for Arizona's Graduates

The Executive recommends \$100,000 for Jobs for Arizona's Graduates, a highly successful school-based dropout and intervention program for at-risk youth.

Funding	FY 2018
General Fund	100.0
Issue Total	100.0

Move ISA Funding to Board of Education

The Executive recommends moving, from the Department of Education to the Board of Education, \$48,800 for representation by the Attorney General in legal actions related to the Board's supervision and control of teacher certification, including imposing disciplinary action on certificate holders.

The ISA was executed in FY 2017 between the Attorney General and the Department of Education, but in FY 2018 will be executed between the Attorney General and the Board of Education.

Funding	FY 2018
General Fund	(48.8)
Issue Total	(48.8)

Baseline Recommendations

Inflation Adjustment

For FY 2018, the Executive Recommendation provides for a 1.24% inflation increase. A.R.S. § 15-901.01 requires an annual increase to the base level or other components of the revenue control limit, equal to the lesser of 2% or the change in the GDP price deflator for the prior calendar year. The Recommendation includes a 1.24% increase in base level amount, the transportation route mile factor, and charter school additional assistance. The inflation adjustment will produce a base level amount of \$3,680.72 per pupil in FY 2018, compared to \$3,635.64 per pupil for FY 2017.

Funding	FY 2018
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General Fund	76,293.7
Issue Total	76,293.7

Enrollment Growth

The Executive Recommendation supports a projected 1.25% increase in Average Daily Membership (ADM). This consists of ADM increases for district schools and charter schools of 0.4% and 5.5%, respectively.

Funding	FY 2018
General Fund	76,495.3
Issue Total	76,495.3

Higher Average Cost Per Pupil

The Executive Recommendation includes \$14.8 million to account for an increase in the average cost per student in FY 2018.

Several populations that require higher per-student State funding are growing more rapidly than the overall student population. The Executive projects that, in FY 2018, the number of charter school students will increase by 5.5%, or 7,600 more students than is accounted for in the above adjustment for 1.25% overall enrollment growth. Since charter school students require approximately \$1,400 more than district school students on average, the Executive Recommendation includes an additional \$10.6 million for this growth.

In addition, the number of students that require additional State funding through Group B weights, due to specific disabilities or other factors, is growing faster than the overall student population. The Executive projects that total weighted ADM generated by Group B weights will increase by 3,000 in FY 2018, which is 1,100 weighted ADM more than is accounted for in the overall 1.25% growth adjustment. The Executive recommendation includes \$4.2 million for this growth.

Funding	FY 2018
General Fund	14,800.0
Issue Total	14,800.0

Property Taxes from New Construction

The Executive Recommendation includes a 2% increase in Net Assessed Value (NAV) due to new construction. For FY 2017, the Executive projects a 3% increase in Primary NAV: 1% growth in existing property values and 2% growth from new construction. The NAV increase for existing property does not affect the General Fund share of formula funding, as Truth in Taxation requires the Qualifying Tax Rate (QTR) to be adjusted each year to offset changes in existing property values.

Funding	FY 2018
General Fund	(46,959.0)
Issue Total	(46,959.0)

Increased Permanent Fund Distributions

In May 2016, Arizona voters approved Proposition 123, which increased annual distributions from the Permanent State School Fund from 2.5% to 6.9% of the average monthly market values of the Fund over the previous five calendar years.

The average for the five-year period that ended on December 31, 2016 is projected to be greater than the average for the five-year period that ended on December 31, 2015. As a result, distributions from the Permanent State School Fund for Basic State Aid are projected to increase by \$15,975,000 in FY 2018 and General Fund requirements for Basic State Aid decrease by an equivalent amount.

Funding	FY 2018
General Fund	(15,975.0)
Public Institution Permanent School Earnings Fund	15,975.0
Issue Total	0.0

Multisite Charter Small School Weight Phase Down

The Executive Budget Recommendation accounts for the phase-down of the multi-site charter small school weight. As part of the FY 2016 budget, the small school weight for charter holders with multiple locations and total enrollment above the 600-student small school weight limit began to be phased-out. It was 67% funded in FY 2017 and is eliminated in FY 2018.

Funding	FY 2018
General Fund	(19,485.0)
Issue Total	(19,485.0)

Remove FY 2017 One-time Appropriations - Current-Year Funding Backfill

The Department's FY 2017 budget included a \$31 million one-time appropriation to backfill the loss of base support level State aid that school districts with declining student counts otherwise would experience due to the implementation of current-year base support level funding.

The Executive Recommendation, as a technical adjustment, removes the one-time FY 2017 appropriation.

Funding	FY 2018
General Fund	(31,000.0)
Issue Total	(31,000.0)

Previously Enacted JTED Funding Changes

Laws 2015, Chapter 124 excludes high school graduates from a Joint Technical Education District's (JTED) ADM count after FY 2017. The Executive Recommendation accounts for this previously enacted change.

Funding	FY 2018
General Fund	(1,800.0)
Issue Total	(1,800.0)

1% Property Tax Cap

The Executive Recommendation includes \$19.8 million for State requirements of the 1% property tax cap. The State is required to backfill any primary property tax costs that exceed 1% of the full cash value of a home after the Homeowner Rebate.

Laws 2016, Chapter 15, which would have reduced the State's cost for the 1% property tax cap by limiting the State backfill to \$1 million per county, was found to be unconstitutional in July 2016.

Funding	FY 2018
General Fund	19,832.9
Issue Total	19,832.9

Remove FY 2017 One-time Appropriations - District Sponsored Charter Schools

The Department's FY 2017 budget included a \$1.1 million one-time appropriation to provide additional base support level funding to school districts that qualified for State aid in FY 2017 and operated district-sponsored charter schools in FY 2016.

The Executive Recommendation, as a technical adjustment, removes the one-time FY 2017 appropriation.

Funding	FY 2018
General Fund	(1,148.0)
Issue Total	(1,148.0)

College Credit by Examination Incentive Program

The baseline includes \$5 million to fund incentive bonuses for teachers, districts and charters for students that pass qualifying examinations for college credit through the College Credit by Examination Incentive Program that was established by Laws 2015, Chapter 124.

Funding	FY 2018
General Fund	5,000.0
Issue Total	5,000.0

Remove FY 2017 One-time Appropriations - Geographic Literacy

The Department's FY 2017 budget included a \$100,000 one-time appropriation to issue a grant to a statewide geographic alliance for the purpose of strengthening geographic literacy.

The Executive Recommendation, as a technical adjustment, removes the one-time FY 2017 appropriation.

Funding	FY 2018
General Fund	(100.0)
Issue Total	(100.0)

Remove FY 2017 One-time Appropriations - Code Writers Initiative Pilot Program

The Department's FY 2017 budget included a \$500,000 one-time appropriation from the State Web Portal Fund for a Code Writers Initiative Pilot Program.

The Executive Recommendation, as a technical adjustment, removes the one-time FY 2017 appropriation.

Funding	FY 2018
State Web Portal Fund	(500.0)
Issue Total	(500.0)

Supplemental Recommendations

1% Property Tax Cap

The Executive Recommendation includes \$19.8 million for State requirements of the 1% property tax cap. The State is required to backfill any primary property tax costs that exceed 1% of the full cash value of a home after the Homeowner Rebate.

Laws 2016, Chapter 15, which would have reduced the State's cost for the 1% property tax cap by limiting the State backfill to \$1 million per county, was found to be unconstitutional in July 2016.

Funding	FY 2017
General Fund	19,832.9
Issue Total	19,832.9

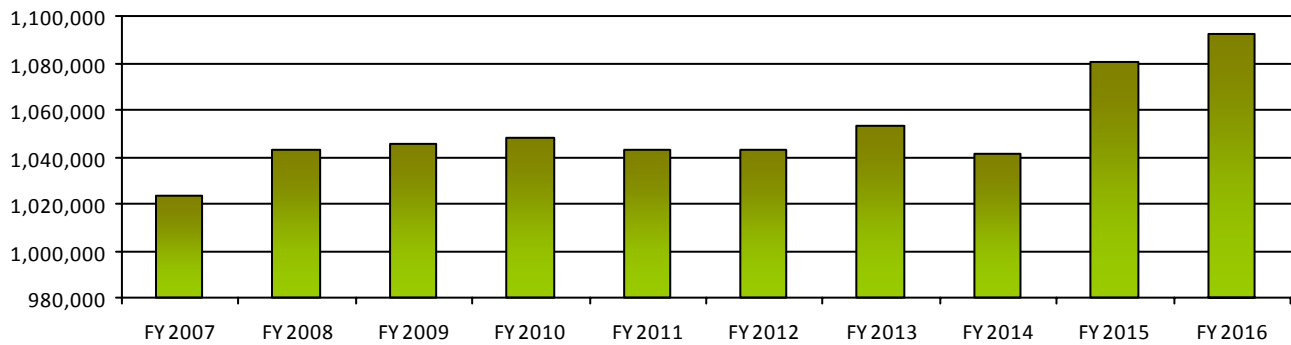
Adjustments for risk management charges and retirement contributions for this agency are not incorporated into the totals shown here. They are listed separated with adjustments for all state agencies immediately following the Capital Projects section. Funding for these adjustments is recommended as part of the total Executive Budget.

Performance Measures

	FY 2015 Actual	FY 2016 Actual	FY 2017 Expected	FY 2018 Expected
Percent of Arizona high school students who enter 9th grade and graduate within four years	76	77.82	NA	NA
Number of investigative cases closed	299	614	250	400
Number of days to process budget analysis from July 18	77	100	100	100
Percent of Classroom Site Fund payments made on a monthly basis	100	96.2	100	100

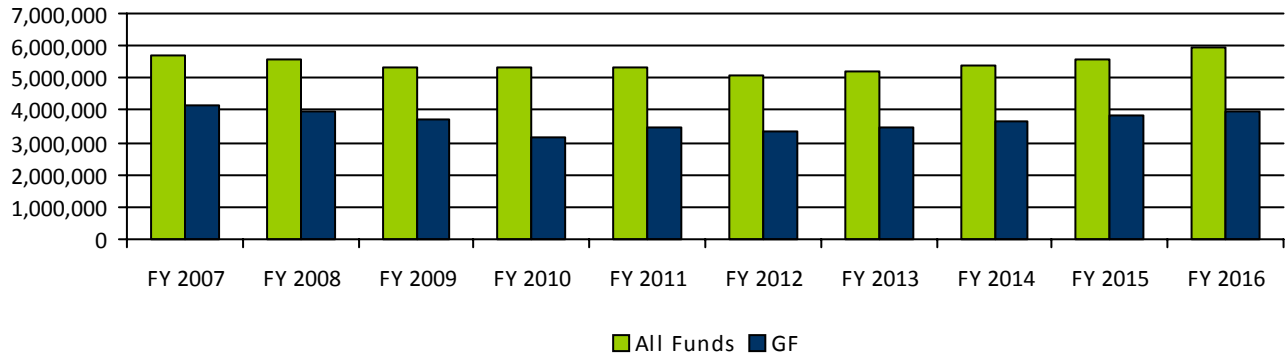
Link to the [AGENCY'S STRATEGIC PLAN](#)

Total Average Daily Membership



Agency Expenditures

(in \$1,000s)



Recommended State Appropriations

BY PROGRAM	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Accountability and Assessment	13,907.8	18,840.0	0.0	18,840.0
Administration	6,764.6	7,343.0	0.0	7,343.0
High Academic Standards for Students	46,538.4	8,275.0	1,099.0	9,374.0
Highly Effective Schools	47,257.5	51,154.0	(500.0)	50,654.0
Highly Effective Teachers and Leaders	2,409.1	3,154.9	0.0	3,154.9
Office of the Superintendent	1,125.6	1,952.9	401.2	2,354.1
School Finance	4,044,828.8	4,207,090.4	185,629.9	4,392,720.3
Title III - English Language Acquisition	4,960.4	4,960.4	0.0	4,960.4
Agency Total - Appropriated Funds	4,167,792.2	4,302,770.6	186,630.1	4,489,400.7

BY EXPENDITURE OBJECT	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Personal Services	8,532.2	11,363.0	705.0	12,068.0
ERE Amount	3,041.3	4,079.5	153.2	4,232.7
Prof. And Outside Services	15,274.6	20,583.0	(457.0)	20,126.0
Travel - In State	51.9	78.6	25.0	103.6
Travel - Out of State	34.0	67.8	0.0	67.8
Aid to Others	4,096,299.0	4,223,809.3	185,879.9	4,409,689.2
Other Operating Expenses	3,351.7	5,455.3	324.0	5,779.3
Equipment	185.5	131.6	0.0	131.6
Transfers Out	41,022.0	37,202.5	0.0	37,202.5
Agency Total - Appropriated Funds	4,167,792.2	4,302,770.6	186,630.1	4,489,400.7

BY APPROPRIATED FUND	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
General Fund	3,945,768.2	4,069,375.8	171,155.1	4,240,530.9
Empowerment Scholarship Account Fund	398.3	797.9	0.0	797.9
Professional Development Fund	276.3	2,700.0	0.0	2,700.0

BY APPROPRIATED FUND	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Public Institution Permanent School Earnings Fund	219,440.5	219,804.2	15,975.0	235,779.2
School Accountability Fund Prop 301 Fund	0.0	7,000.0	0.0	7,000.0
State Web Portal Fund	0.0	500.0	(500.0)	0.0
Teacher Certification Fund	1,908.9	2,342.7	0.0	2,342.7
Tribal College Dual Enrollment Program	0.0	250.0	0.0	250.0
Agency Total - Appropriated Funds	4,167,792.2	4,302,770.6	186,630.1	4,489,400.7

FOR MORE DETAIL ABOUT EACH FUND SEE THE STATE FUNDS BOOK

Special Line Appropriations

	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Accountability and Achievement Testing	0.0	280.0	0.0	280.0
Additional Funding	0.0	50,000.0	93,600.0	143,600.0
Additional State Aid	359,303.7	398,836.4	25,074.0	423,910.4
Adult Education and GED	4,485.3	4,579.2	0.0	4,579.2
Alternative Teacher Development Program	0.0	500.0	0.0	500.0
Arizona Structured English Immersion Fund	4,960.4	4,960.4	0.0	4,960.4
Basic State Aid	3,684,301.6	3,723,868.2	99,103.9	3,822,972.1
Current-Year Funding Backfill	0.0	31,000.0	(31,000.0)	0.0
English Learner Administration	6,594.5	6,495.0	0.0	6,495.0
Former District-Sponsored Charter Schools	0.0	1,148.0	(1,148.0)	0.0
JTED Soft Capital	0.0	1,000.0	0.0	1,000.0
Other State Aid to Districts	229.8	983.9	0.0	983.9
Special Education Vouchers	32,211.3	32,242.1	0.0	32,242.1
Teacher Certification	1,771.5	2,439.1	0.0	2,439.1
Vocational Education Block Grant	11,576.3	11,576.3	0.0	11,576.3
Agency Total - Appropriated Funds	4,105,434.4	4,269,908.6	185,629.9	4,455,538.5

Non - Appropriated Funds Expenditures

	FY 2016 Actual	FY 2017 Exp. Plan	FY 2018 Net Change	FY 2018 Exec. Rec.
Additional School Days	86,280.5	86,280.5	0.0	86,280.5
Arizona Structured English Immersion Fund	4,107.1	5,496.4	0.0	5,496.4
Arizona Youth Farm Loan Fund	0.0	26.0	0.0	26.0
Assistance for Education	122.9	40.7	(15.7)	25.0
AZ Agricultural Youth Special Plate Fund	132.2	132.2	0.0	132.2
Character Education Fund	132.8	200.0	0.0	200.0
Character Education Special Plate Fund	39.6	25.0	0.0	25.0
Classroom Site Fund	432,461.2	447,102.0	0.0	447,102.0
DOE Internal Services Fund	4,694.2	4,539.5	0.0	4,539.5
Education Commodity	191.8	255.3	0.0	255.3
Education Learning and Accountability	8,990.1	7,454.9	0.0	7,454.9
Education Printing	1,301.9	1,238.1	0.0	1,238.1
Failing Schools Tutoring Fund	593.5	1,411.5	0.0	1,411.5
Federal Grant	1,124,034.4	1,159,279.2	0.0	1,159,279.2
Golden Rule Special Plate Fund	176.6	110.0	0.0	110.0
IGA and ISA Fund	3,893.0	3,563.0	0.0	3,563.0
Indirect Cost Recovery Fund	4,167.1	4,835.4	0.0	4,835.4
Instructional Improvement Fund	53,001.6	50,000.0	0.0	50,000.0
School Accountability Fund Prop 301 Fund	9,374.6	2,564.4	0.0	2,564.4
School Safety Prop 301 Funds	6,932.7	6,994.7	0.0	6,994.7
Special Education Fund	29,981.3	28,161.3	0.0	28,161.3
Statewide Donations	57.9	20.0	0.0	20.0
Technology Based Language Development Fund	0.0	546.8	(546.8)	0.0
Treasurer Empowerment Scholarship Account Fund	17.6	2.6	0.0	2.6
Agency Total - Non-Appropriated Funds	1,770,684.6	1,810,279.5	(562.5)	1,809,717.0

FOR MORE DETAIL ABOUT EACH FUND SEE THE STATE FUNDS BOOK

Federal Funds Expenditures

	FY 2016 Actual	FY 2017 Exp. Plan	FY 2018 Exp. Plan
Agency Total	1,127,379.9	1,160,085.5	1,153,236.4

These are the Federal Expenditures reported by the agencies and, in most cases, are included in the Appropriated or Non-Appropriated Funds expenditures listed above.

Link to the [**ALL FEDERAL GRANTS FOR THIS AGENCY ARE DISPLAYED IN THE FEDERAL FUNDS REPORT**](#)

The Executive recommends a lump-sum appropriation by fund with special lines.

Department of Emergency and Military Affairs

The Department of Emergency and Military Affairs prepares and coordinates emergency response plans for the state and manages the Army National Guard and Air National Guard, each of which develop, train, and sustain a military force for the protection of life and property, preservation of peace, maintenance of order, and public safety.

Link to the **AGENCY'S WEBSITE** <http://www.azdema.gov/>

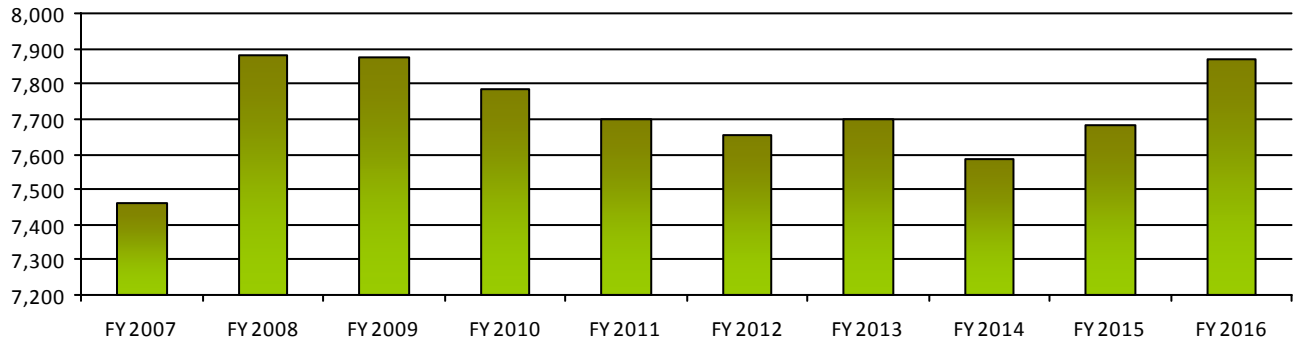
All numbers representing dollars are expressed in thousands.

Agency Budget Summary

	FY 2016 Actual	FY 2017 Exp. Plan	FY 2018 Net Change	FY 2018 Exec. Rec.
General Fund	10,710.8	12,619.5	0.0	12,619.5
Non-Appropriated Funds	58,641.1	72,328.2	(15,283.5)	57,044.7
Agency Total	69,351.9	84,947.7	(15,283.5)	69,664.2

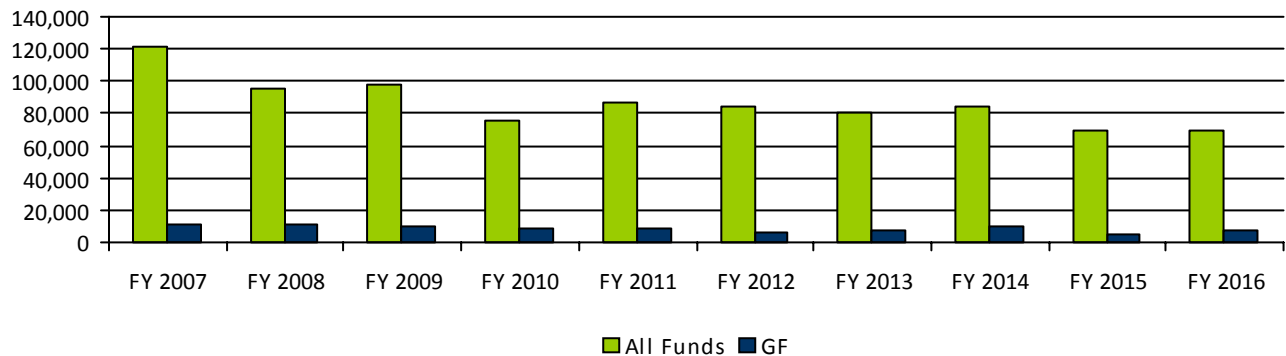
Adjustments for risk management charges and retirement contributions for this agency are not incorporated into the totals shown here. They are listed separated with adjustments for all state agencies immediately following the Capital Projects section. Funding for these adjustments is recommended as part of the total Executive Budget.

Number of Guard Members in State



Agency Expenditures

(in \$1,000s)



Recommended State Appropriations

BY PROGRAM	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Administration	1,851.4	1,908.0	0.0	1,908.0
Emergency Management	7,356.1	7,690.5	0.0	7,690.5
Military Affairs	1,503.3	3,021.0	0.0	3,021.0
Agency Total - Appropriated Funds	10,710.8	12,619.5	0.0	12,619.5

BY EXPENDITURE OBJECT	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Personal Services	2,397.5	2,976.0	0.0	2,976.0
ERE Amount	879.0	1,166.1	0.0	1,166.1
Prof. And Outside Services	133.4	150.0	0.0	150.0
Travel - In State	77.6	5.0	0.0	5.0
Travel - Out of State	24.2	23.0	0.0	23.0
Food	3.2	0.0	0.0	0.0
Aid to Others	0.0	4,000.0	0.0	4,000.0
Other Operating Expenses	1,205.2	2,446.5	0.0	2,446.5
Equipment	339.0	0.0	0.0	0.0
Debt Service	1.2	0.0	0.0	0.0
Transfers Out	5,650.5	1,852.9	0.0	1,852.9
Agency Total - Appropriated Funds	10,710.8	12,619.5	0.0	12,619.5

BY APPROPRIATED FUND	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
General Fund	10,710.8	12,619.5	0.0	12,619.5
Agency Total - Appropriated Funds	10,710.8	12,619.5	0.0	12,619.5

FOR MORE DETAIL ABOUT EACH FUND SEE THE STATE FUNDS BOOK

Special Line Appropriations

	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Governor's Emergency Funds	3,700.0	4,000.0	0.0	4,000.0
Matching Funds	1,540.9	1,540.9	0.0	1,540.9
Military Airport Planning	59.6	90.0	0.0	90.0
Nuclear Emergency Management	1,385.9	1,424.4	0.0	1,424.4
Agency Total - Appropriated Funds	6,686.4	7,055.3	0.0	7,055.3

Non - Appropriated Funds Expenditures

	FY 2016 Actual	FY 2017 Exp. Plan	FY 2018 Net Change	FY 2018 Exec. Rec.
Camp Navajo Fund	12,245.9	16,867.5	0.0	16,867.5
Federal Grant	40,407.1	47,353.0	(11,666.9)	35,686.1
Indirect Cost Recovery Fund	661.4	1,201.2	0.0	1,201.2
Interagency Service Agreement Fund	1,366.3	1,714.1	0.0	1,714.1
Military Installation Fund	2,266.0	3,523.2	(3,521.8)	1.4
National Guard Fund	5.1	194.8	(94.8)	100.0
National Guard Morale, Welfare and Recreation	26.1	50.0	0.0	50.0
National Guard Relief Fund	280.0	0.0	0.0	0.0
Nuclear Emergency Management	1,383.2	1,424.4	0.0	1,424.4
Agency Total - Non-Appropriated Funds	58,641.1	72,328.2	(15,283.5)	57,044.7

The decrease of expenditures of non-appropriated Federal Funds is the result of exhausting one-time spending for armory construction at Florence, Buckeye, Marana and Papago.

FOR MORE DETAIL ABOUT EACH FUND SEE THE STATE FUNDS BOOK

Federal Funds Expenditures

	FY 2016 Actual	FY 2017 Exp. Plan	FY 2018 Exp. Plan
Agency Total	40,407.1	47,353.0	35,686.1

These are the Federal Expenditures reported by the agencies and, in most cases, are included in the Appropriated or Non-Appropriated Funds expenditures listed above.

Link to the [ALL FEDERAL GRANTS FOR THIS AGENCY ARE DISPLAYED IN THE FEDERAL FUNDS REPORT](#)

The Executive recommends a lump-sum appropriation by program with special lines.

Department of Environmental Quality

The Arizona Department of Environmental Quality protects public health and the environment by establishing and ensuring compliance with standards of quality for Arizona's air, land, and water; advancing public policy; and encouraging participation through statewide outreach.

Link to the **AGENCY'S WEBSITE** <http://www.azdeq.gov/>

All numbers representing dollars are expressed in thousands.

Agency Budget Summary

	FY 2016 Actual	FY 2017 Exp.Plan	FY 2018 Net Change	FY 2018 Exec. Rec.
General Fund	7,000.0	2,823.6	0.0	2,823.6
Other Appropriated Funds	60,072.3	76,334.9	288.3	76,623.2
Non-Appropriated Funds	40,737.7	104,253.1	(30,000.0)	74,253.1
Agency Total	107,810.0	183,411.6	(29,711.7)	153,699.9

Main Points of Executive Recommendations

	FY 2017	FY 2018
Permanent Safe Drinking Water Funding	0.0	1,800.0
Interim WQARF Funding	0.0	288.3
MyDEQ Phase 4	0.0	0.0

Major Executive Initiatives and Funding Recommendations

Interim WQARF Funding

The Water Quality Assurance Revolving Fund (WQARF) program is Arizona's alternative to the U.S. Environmental Protection Agency's approach to remediation of contaminated hazardous waste sites. Through WQARF, the State maintains control over determining which parties are responsible, and what shares they are ultimately made to pay for remediation. Thirty-three sites on the WQARF Program registry require remediation.

The WQARF program operates with an annual allocation of \$13 million: \$2.8 million from the General Fund, and the remainder from fees, public water system tax revenue, and fund transfers.

For FY 2018 the Executive recommends maintaining the program at the \$13 million level. However, the Executive further recommends a shift in funding sources to leverage available balances while the Department consults with stakeholders to develop a new, non-General Fund equivalent funding stream that will support the program.

Funding	FY 2018
DEQ Emissions Inspection Fund	(250.0)
Water Quality Assurance Revolving Fund	(1,800.0)
Air Quality Fund	(875.0)
Recycling Fund	1,000.0
Permit Administration Fund	2,213.3
Issue Total	288.3

MyDEQ Phase 4

MyDEQ is an online platform intended to reduce regulatory burdens on industry by leveraging technology to streamline the permitting process. Phase 2 has been completed and Phase 3 is in progress. A key element of the MyDEQ project design is that each phase is able to “stand alone,” with each new phase adding more services that are complimentary to the others, but not interdependent.

The Executive recommends appropriating \$3.2 million for MyDEQ Phase 4 from the Automation Projects Fund to develop the new phase, which will add business processes for the Underground Storage Tank Program, Vehicle Emissions Inspection Program, Air Permits, Dry Well Registrations, and overall customer service enhancements. The recommendation includes financing the project through a transfer of \$3.2 million from the Underground Storage Tank Fund to the Automation Projects Fund. Transfer and appropriation information from the Automation Projects Fund are located in the Department of Administration’s Operating Budget Detail.

Funding	FY 2018
Underground Storage Tank Revolving Fund	0.0
Issue Total	0.0

Permanent Safe Drinking Water Funding

DEQ’s Safe Drinking Water Program provides \$1.8 million to regulate more than 1,500 public water systems throughout the State. Funds directed to this program are used for facility inspections, water sample testing, enforcement, review and approval of engineering plans for new water systems, notifying residents when unsafe levels of contaminants are detected, and working with water system owners to remediate contamination.

DEQ anticipates that, from FY 2017 through FY 2019, it will require at least \$1.8 million per year in State resources to perform its required functions, increase water system compliance rates, and increase the number of Arizonans who have safe drinking water.

For its funding in recent years, DEQ has relied on annual transfers from the Vehicle Emission Inspection Fund. That model is not sustainable, and VEI is not an appropriate fund source.

The Executive believes that the Public Water System tax that is currently diverted to the non-appropriated Water Quality Assurance Revolving Fund (WQARF) would be a more sustainable and, as it is a tax on drinking water systems, a more appropriate source of funding. For FY 2018, the Executive recommends redirecting \$1.8 million of revenue from WQARF to ensure the Safe Drinking Water Program.

Funding	FY 2018
DEQ Emissions Inspection Fund	(1,800.0)
Water Quality Assurance Revolving Fund	1,800.0
Issue Total	0.0

Water Quality Monitoring Program Financing Shift

Federal and State law requires the Department to collect water quality data on streams, lakes and groundwater statewide. While that activity is funded out of the Water Quality Assurance Revolving Fund (WQARF), the Water

Quality Fee Fund (WQFF) has more capacity to absorb this cost. For FY 2018 the Executive recommends enacting Legislative language to fund the Water Quality Monitoring Program from WQFF.

Funding	FY 2018
Water Quality Assurance Revolving Fund	0.0
Issue Total	0.0

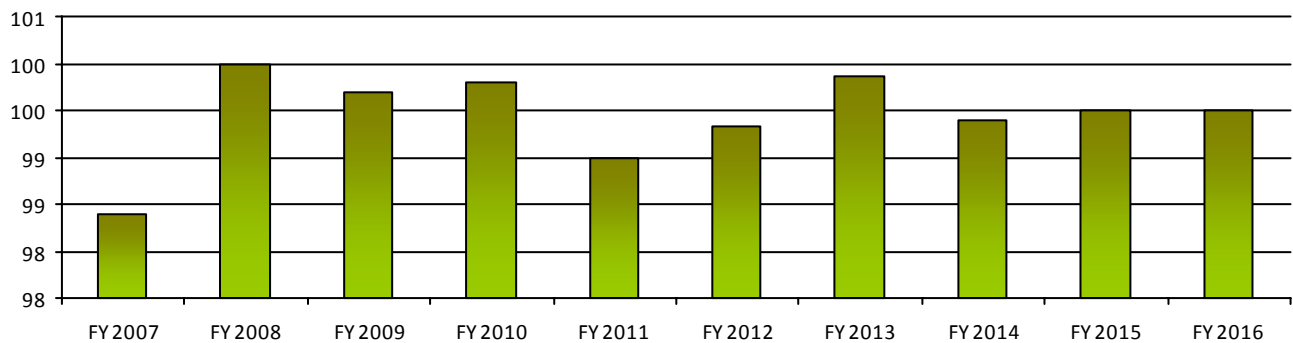
Adjustments for risk management charges and retirement contributions for this agency are not incorporated into the totals shown here. They are listed separated with adjustments for all state agencies immediately following the Capital Projects section. Funding for these adjustments is recommended as part of the total Executive Budget.

Performance Measures

	FY 2015 Actual	FY 2016 Actual	FY 2017 Expected	FY 2018 Expected
Percentage of statutorily set permit timelines met through License Time Frame rule.	99.5	99.8	100	100
Customer satisfaction rating for citizens (scale of 1-8)	7.2	7.5	N/A	N/A
Number of days per year exceeding National Ambient Air Quality Standards (NAAQS) for Ozone (O3), Carbon Monoxide (CO), or Particulates (PM10).	2.7	1.0	N/A	N/A
Percent of contaminated sites in Waste Programs Division closed requiring no further action (cumulative) versus known universe of contaminated sites in the Waste Programs Division (cumulative)	68.2	15.45	N/A	N/A

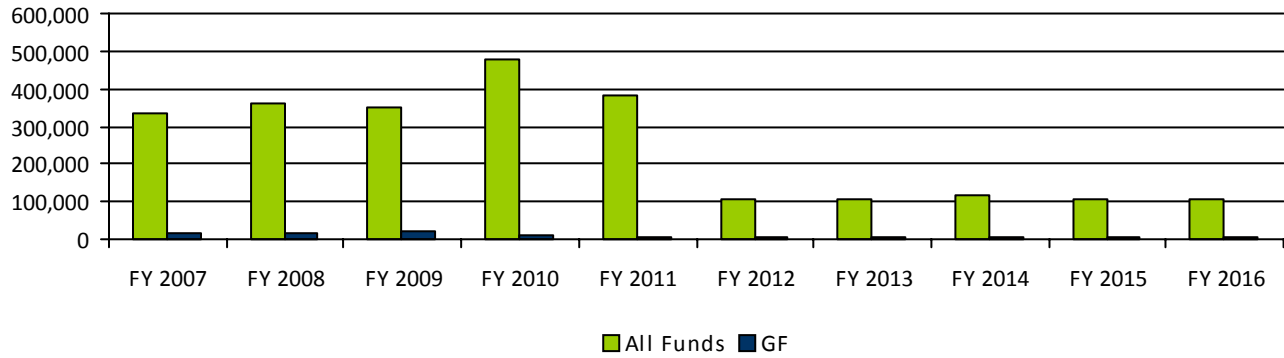
Link to the [AGENCY'S STRATEGIC PLAN](#)

Percent of permit timelines met through Licensing Time Frames rule



Agency Expenditures

(in \$1,000s)



The reduction in Other Fund expenditures between FY 2011 and FY 2012 is due to the Water Infrastructure Finance Authority being reported as a separate budget unit beginning in FY 2012.

Recommended State Appropriations

BY PROGRAM	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Air Quality	37,880.0	39,046.0	0.0	39,046.0
Support	11,467.8	13,375.2	0.0	13,375.2
Waste Programs	9,830.5	14,429.9	646.7	15,076.6
Water Quality	7,894.0	12,307.4	(358.4)	11,949.0
Agency Total - Appropriated Funds	67,072.3	79,158.5	288.3	79,446.8

BY EXPENDITURE OBJECT	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Personal Services	13,556.1	17,269.6	(773.9)	16,495.7
ERE Amount	5,167.1	7,590.7	(340.5)	7,250.2
Prof. And Outside Services	22,822.9	27,635.0	(90.6)	27,544.4
Travel - In State	338.8	456.8	(25.0)	431.8
Travel - Out of State	17.0	116.0	(4.5)	111.5
Aid to Others	924.2	1,361.0	0.0	1,361.0
Other Operating Expenses	5,828.7	6,471.9	(52.9)	6,419.0
Equipment	218.5	446.7	(14.0)	432.7
Cost Allocation	5,687.3	7,736.3	(498.6)	7,237.7
Transfers Out	12,511.7	10,074.5	2,088.3	12,162.8
Agency Total - Appropriated Funds	67,072.3	79,158.5	288.3	79,446.8

BY APPROPRIATED FUND	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
General Fund	7,000.0	2,823.6	0.0	2,823.6
Air Quality Fund	8,798.3	8,236.4	(875.0)	7,361.4
DEQ Emissions Inspection Fund	25,154.6	32,620.5	(2,050.0)	30,570.5
Emergency Response Fund	43.1	132.8	0.0	132.8

BY APPROPRIATED FUND	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Hazardous Waste Management Fund	1,110.0	1,734.6	0.0	1,734.6
Indirect Cost Fund	11,467.8	13,375.2	0.0	13,375.2
Permit Administration Fund	5,506.8	7,114.1	2,213.3	9,327.4
Recycling Fund	945.2	1,352.9	1,000.0	2,352.9
Solid Waste Fee Fund	732.2	1,239.0	0.0	1,239.0
Underground Storage Tank Revolving Fund	0.0	22.0	0.0	22.0
Water Quality Fee Fund	6,314.3	10,507.4	0.0	10,507.4
Agency Total - Appropriated Funds	67,072.3	79,158.5	288.3	79,446.8

FOR MORE DETAIL ABOUT EACH FUND SEE THE STATE FUNDS BOOK

Special Line Appropriations

	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Safe Drinking Water	1,579.7	1,800.0	1,800.0	3,600.0
Vehicle Emissions Control Contractor Payments	20,160.9	21,119.5	0.0	21,119.5
WQARF Priority Site Remediation	7,000.0	9,948.6	288.3	10,236.9
Agency Total - Appropriated Funds	28,740.6	32,868.1	2,088.3	34,956.4

Non - Appropriated Funds Expenditures

	FY 2016 Actual	FY 2017 Exp. Plan	FY 2018 Net Change	FY 2018 Exec. Rec.
Centralized Monitoring Fund	591.5	845.5	0.0	845.5
Federal Grant	7,616.5	18,120.3	0.0	18,120.3
IGA and ISA Fund	5,052.8	7,341.6	0.0	7,341.6
Institutional & Engineering Control Fund	12.7	24.3	0.0	24.3
Statewide Employee Recognition Gifts/Donations	4.1	4.4	0.0	4.4
Underground Storage Tank Revolving	13,339.9	62,067.2	(30,000.0)	32,067.2
Voluntary Remediation Fund	348.5	588.3	0.0	588.3
Water Quality Assurance Revolving Fund	13,771.7	15,261.5	0.0	15,261.5
Agency Total - Non-Appropriated Funds	40,737.7	104,253.1	(30,000.0)	74,253.1

FOR MORE DETAIL ABOUT EACH FUND SEE THE STATE FUNDS BOOK

Federal Funds Expenditures

	FY 2016 Actual	FY 2017 Exp. Plan	FY 2018 Exp. Plan
Agency Total	15,203.2	18,120.3	18,120.3

These are the Federal Expenditures reported by the agencies and, in most cases, are included in the Appropriated or Non-Appropriated Funds expenditures listed above.

Link to the [ALL FEDERAL GRANTS FOR THIS AGENCY ARE DISPLAYED IN THE FEDERAL FUNDS REPORT](#)

The Executive recommends a lump-sum appropriation by fund with special lines.

Office of Economic Opportunity

The Office of Economic Opportunity was established by Laws 2016, Chapter 372. The Office is charged with the following responsibilities: monitoring the state's tax and regulatory competitiveness to inform policy and regulatory reform efforts, serving as the state's workforce planning coordinator, providing various workforce, employment and population estimates, providing analytic support to the Arizona Commerce Authority, Arizona-Mexico Commission and the Arizona Office of Tourism in their state marketing strategies, and providing administrative support to the Arizona Finance Authority.

Link to the [AGENCY'S WEBSITE](#)

All numbers representing dollars are expressed in thousands.

Agency Budget Summary

	FY 2016 Actual	FY 2017 Exp.Plan	FY 2018 Net Change	FY 2018 Exec. Rec.
General Fund	0.0	1,068.7	(584.6)	484.1
Non-Appropriated Funds	0.0	4,295.3	0.0	4,295.3
Agency Total	0.0	5,364.0	(584.6)	4,779.4

Baseline Recommendations

Remove FY 2017 One-time Appropriations

When the Office of Economic Opportunity (OEO) was established (Laws 2016 Ch. 372), \$84,600 of General Fund monies were transferred from the Governor's Regulatory Review Council (GRRC) to fund OEO startup costs for establishing a regulatory cost model. This transfer was intended to be one-time. The Executive recommends returning this appropriation authority to GRRC in FY 2018.

The Small Water Systems Fund, established at the Department of Environmental Quality and administered by the Water Infrastructure Finance Authority (WIFA), received a one-time FY 2017 appropriation of \$500,000 for emergency grants to interim operators of small water systems. As a result of WIFA's consolidation into the newly established Arizona Finance Authority, which was established within the OEO, this one-time appropriation was distributed to OEO.

The Executive Recommendation, as a technical adjustment, removes these one-time FY 2017 appropriations.

Funding	FY 2018
General Fund	(584.6)
Issue Total	(584.6)

Adjustments for risk management charges and retirement contributions for this agency are not incorporated into the totals shown here. They are listed separated with adjustments for all state agencies immediately following the Capital Projects section. Funding for these adjustments is recommended as part of the total Executive Budget.

Recommended State Appropriations

BY PROGRAM	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Tax, Regulation and Workforce Analysis	0.0	1,068.7	(584.6)	484.1

Agency Total - Appropriated Funds	0.0	1,068.7	(584.6)	484.1
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BY EXPENDITURE OBJECT	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Personal Services	0.0	386.2	(60.0)	326.2
ERE Amount	0.0	164.3	(24.6)	139.7
Travel - Out of State	0.0	4.0	0.0	4.0
Other Operating Expenses	0.0	14.2	0.0	14.2
Transfers Out	0.0	500.0	(500.0)	0.0
Agency Total - Appropriated Funds	0.0	1,068.7	(584.6)	484.1

BY APPROPRIATED FUND	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
General Fund	0.0	1,068.7	(584.6)	484.1
Agency Total - Appropriated Funds	0.0	1,068.7	(584.6)	484.1

FOR MORE DETAIL ABOUT EACH FUND SEE THE STATE FUNDS BOOK

Non - Appropriated Funds Expenditures

	FY 2016 Actual	FY 2017 Exp. Plan	FY 2018 Net Change	FY 2018 Exec. Rec.
Federal Grant Fund	0.0	2,247.1	0.0	2,247.1
IGA and ISA Fund	0.0	79.9	0.0	79.9
Office of Economic Opportunity Operations Fund	0.0	1,968.3	0.0	1,968.3
Agency Total - Non-Appropriated Funds	0.0	4,295.3	0.0	4,295.3

FOR MORE DETAIL ABOUT EACH FUND SEE THE STATE FUNDS BOOK

Arizona Finance Authority

The Arizona Finance Authority (AFA) is a one-stop finance shop established in the Office of Economic Opportunity that includes the Water Infrastructure Finance Authority (WIFA) and the Greater Arizona Development Authority (GADA). WIFA is an independent entity authorized to finance the construction, rehabilitation and/or improvement of drinking water, waste water, waste water reclamation, and other water quality facilities/projects. As a "Bond Bank", WIFA is authorized to issue water quality bonds on behalf of communities for basic water infrastructure. Generally, WIFA offers borrowers below market interest rates on loans for 100% of eligible project costs. GADA assists local communities and tribal governments in developing and financing public infrastructure projects. The AFA also authorized the creation of the Arizona Industrial Development Authority (AZIDA), in accordance with Laws 2016, Chapter 372.

Link to the [AGENCY'S WEBSITE](#)

All numbers representing dollars are expressed in thousands.

Agency Budget Summary

	FY 2016 Actual	FY 2017 Exp. Plan	FY 2018 Net Change	FY 2018 Exec. Rec.
Non-Appropriated Funds	0.0	205,017.5	0.0	205,017.5
Agency Total	0.0	205,017.5	0.0	205,017.5

Adjustments for risk management charges and retirement contributions for this agency are not incorporated into the totals shown here. They are listed separated with adjustments for all state agencies immediately following the Capital Projects section. Funding for these adjustments is recommended as part of the total Executive Budget.

Non - Appropriated Funds Expenditures

	FY 2016 Actual	FY 2017 Exp. Plan	FY 2018 Net Change	FY 2018 Exec. Rec.
Clean Water Revolving Fund	0.0	111,626.9	0.0	111,626.9
Drinking Water Revolving Fund	0.0	65,458.8	0.0	65,458.8
Federal Grant Fund	0.0	27,720.6	0.0	27,720.6
Greater AZ Development Authority Revolving Fund	0.0	211.2	0.0	211.2
Agency Total - Non-Appropriated Funds	0.0	205,017.5	0.0	205,017.5

FOR MORE DETAIL ABOUT EACH FUND SEE THE STATE FUNDS BOOK

Federal Funds Expenditures

	FY 2016 Actual	FY 2017 Exp. Plan	FY 2018 Exp. Plan
Agency Total	0.0	27,720.6	24,023.0

These are the Federal Expenditures reported by the agencies and, in most cases, are included in the Appropriated or Non-Appropriated Funds expenditures listed above.

Link to the [ALL FEDERAL GRANTS FOR THIS AGENCY ARE DISPLAYED IN THE FEDERAL FUNDS REPORT](#)

Governor's Office for Equal Opportunity

The Governor's Office of Equal Opportunity (GOEO) provides information and technical assistance to state agencies to ensure non-discrimination and equal opportunity access to employment, state contracts, and appointments. The GOEO assists state agencies/divisions in promoting equal opportunity in employment, appointments, and procurement practices conducted on behalf of the state.

Link to the **AGENCY'S WEBSITE** <http://azgovernor.gov/eop/>

All numbers representing dollars are expressed in thousands.

Agency Budget Summary

	FY 2016 Actual	FY 2017 Exp.Plan	FY 2018 Net Change	FY 2018 Exec. Rec.
General Fund	187.3	189.1	0.0	189.1
Agency Total	187.3	189.1	0.0	189.1

Adjustments for risk management charges and retirement contributions for this agency are not incorporated into the totals shown here. They are listed separated with adjustments for all state agencies immediately following the Capital Projects section. Funding for these adjustments is recommended as part of the total Executive Budget.

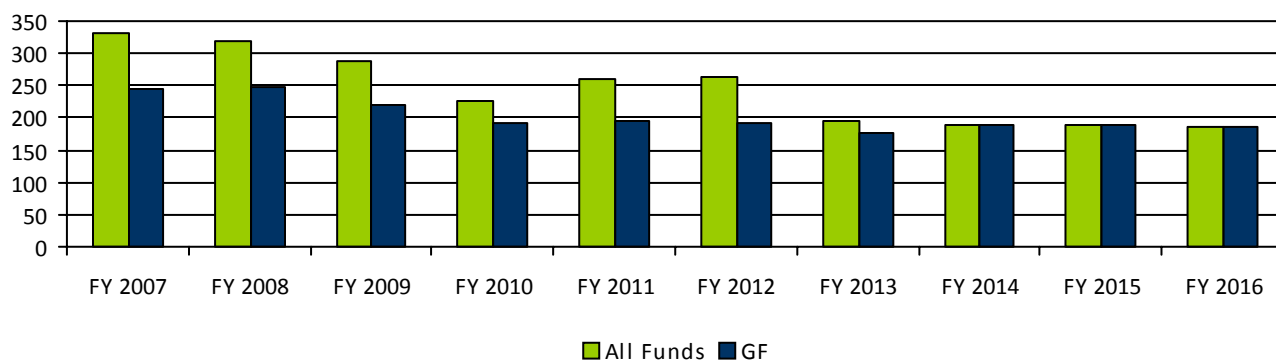
Performance Measures

	FY 2015 Actual	FY 2016 Actual	FY 2017 Expected	FY 2018 Expected
Number of calls answered providing information and assistance regarding Equal Opportunity rules and regulations	150	150	150	150
Total training hours provided to state employees	150	150	150	150

Link to the **AGENCY'S STRATEGIC PLAN**

Agency Expenditures

(in \$1,000s)



Recommended State Appropriations

BY PROGRAM	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Equal Opportunity	187.3	189.1	0.0	189.1
Agency Total - Appropriated Funds	187.3	189.1	0.0	189.1

BY EXPENDITURE OBJECT	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Personal Services	134.4	125.5	0.0	125.5
ERE Amount	49.1	50.9	0.0	50.9
Prof. And Outside Services	0.6	5.0	0.0	5.0
Travel - In State	0.1	1.2	0.0	1.2
Other Operating Expenses	3.1	4.5	0.0	4.5
Equipment	0.0	2.0	0.0	2.0
Agency Total - Appropriated Funds	187.3	189.1	0.0	189.1

BY APPROPRIATED FUND	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
General Fund	187.3	189.1	0.0	189.1
Agency Total - Appropriated Funds	187.3	189.1	0.0	189.1

FOR MORE DETAIL ABOUT EACH FUND SEE THE STATE FUNDS BOOK

The Executive recommends a lump-sum appropriation to the agency.

Board of Equalization

The State Board of Equalization (SBOE) is comprised of forty-one members, twenty-one appointed by the Governor, including the Chairman, and ten members from both Maricopa and Pima counties appointed by their Boards of Supervisors. The Board of Equalization's jurisdiction is primarily over locally assessed real and personal property in Maricopa and Pima counties. Under A.R.S. §§ 42-14001 et al, the Board's authority extends to centrally assessed property statewide. The State Board of Equalization, by statute, also can provide hearing officer services for outlying counties. Currently, the SBOE provides services to Mohave, Pinal, Santa Cruz and Yavapai counties. The Board, formerly Division I of the State Board of Tax Appeals, was created on August 1, 1995 through a consolidation of the property valuation and classification appeals process.

Link to the **AGENCY'S WEBSITE** <http://www.sboe.state.az.us/>

All numbers representing dollars are expressed in thousands.

Agency Budget Summary

	FY 2016 Actual	FY 2017 Exp.Plan	FY 2018 Net Change	FY 2018 Exec. Rec.
General Fund	525.3	643.0	0.0	643.0
Agency Total	525.3	643.0	0.0	643.0

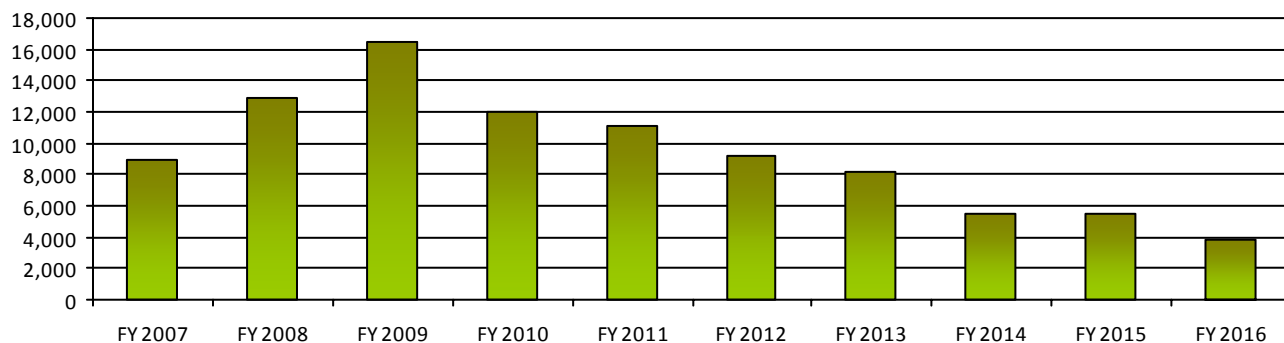
Adjustments for risk management charges and retirement contributions for this agency are not incorporated into the totals shown here. They are listed separated with adjustments for all state agencies immediately following the Capital Projects section. Funding for these adjustments is recommended as part of the total Executive Budget.

Performance Measures

	FY 2015 Actual	FY 2016 Actual	FY 2017 Expected	FY 2018 Expected
Cost per appeal (in dollars)	91.20	138	85	75
Appeals received	5,461	3,812	5,500	6,000

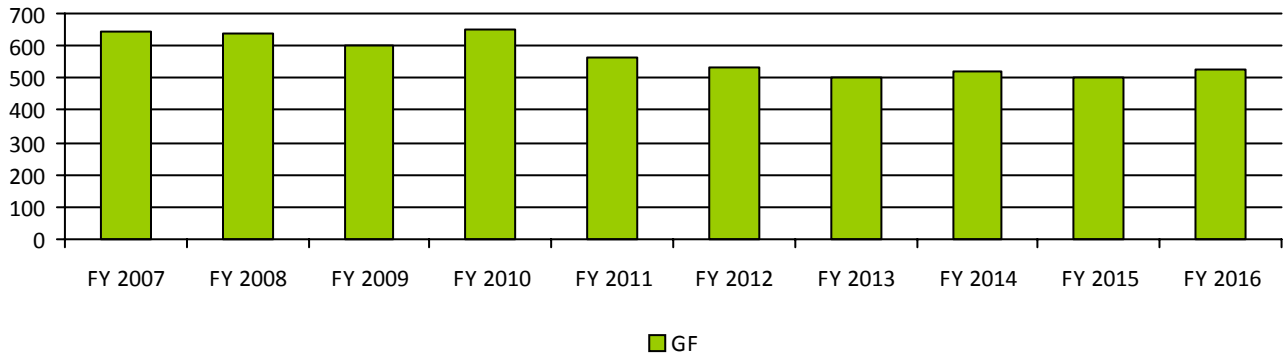
Link to the **AGENCY'S STRATEGIC PLAN**

Total Appeals



Agency Expenditures

(in \$1,000s)



Recommended State Appropriations

BY PROGRAM	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
State Board of Equalization	525.3	643.0	0.0	643.0
Agency Total - Appropriated Funds	525.3	643.0	0.0	643.0

BY EXPENDITURE OBJECT	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Personal Services	257.7	400.5	0.0	400.5
ERE Amount	70.5	71.0	0.0	71.0
Prof. And Outside Services	7.6	9.0	0.0	9.0
Travel - In State	13.1	13.1	0.0	13.1
Other Operating Expenses	175.6	148.6	0.0	148.6
Equipment	0.9	0.8	0.0	0.8
Agency Total - Appropriated Funds	525.3	643.0	0.0	643.0

BY APPROPRIATED FUND	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
General Fund	525.3	643.0	0.0	643.0
Agency Total - Appropriated Funds	525.3	643.0	0.0	643.0

FOR MORE DETAIL ABOUT EACH FUND SEE THE STATE FUNDS BOOK

The Executive recommends a lump-sum appropriation to the agency.

Board of Executive Clemency

The Board conducts parole hearings for inmates who have committed offenses prior to January 1994. Hearings include consideration for home arrest, work furlough, parole release, absolute discharge, rescission, modification, revocation (of both parole and community supervision), and absolute discharge from parole supervision. The Board also conducts clemency hearings which include commutation, pardon, and reprieve.

Link to the **AGENCY'S WEBSITE** <http://www.azboec.gov/>

All numbers representing dollars are expressed in thousands.

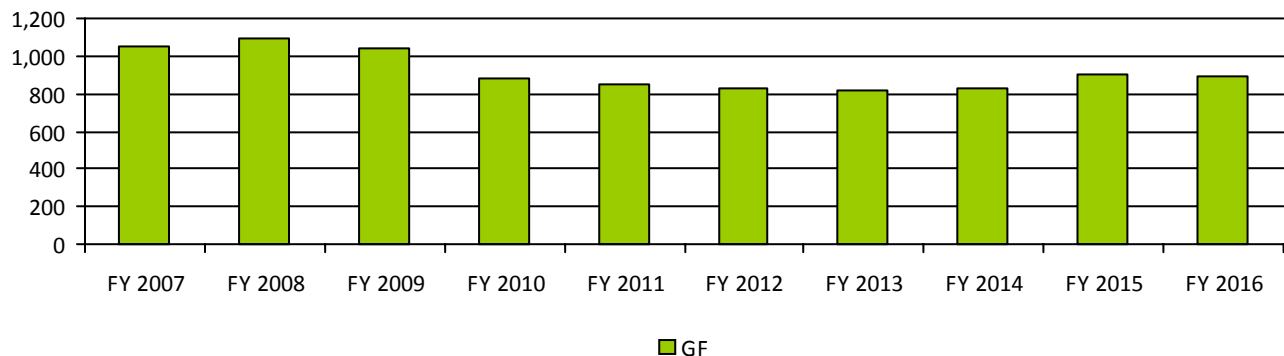
Agency Budget Summary

	FY 2016 Actual	FY 2017 Exp.Plan	FY 2018 Net Change	FY 2018 Exec. Rec.
General Fund	892.6	952.6	0.0	952.6
Non-Appropriated Funds	41.5	43.6	0.0	43.6
Agency Total	934.1	996.2	0.0	996.2

Adjustments for risk management charges and retirement contributions for this agency are not incorporated into the totals shown here. They are listed separated with adjustments for all state agencies immediately following the Capital Projects section. Funding for these adjustments is recommended as part of the total Executive Budget.

Agency Expenditures

(in \$1,000s)



Recommended State Appropriations

BY PROGRAM	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Board of Executive Clemency	892.6	952.6	0.0	952.6
Agency Total - Appropriated Funds	892.6	952.6	0.0	952.6

BY EXPENDITURE OBJECT	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Personal Services	484.6	527.1	0.0	527.1
ERE Amount	185.0	205.4	0.0	205.4
Prof. And Outside Services	38.8	38.8	0.0	38.8

BY EXPENDITURE OBJECT	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Travel - In State	1.3	5.0	0.0	5.0
Other Operating Expenses	176.4	176.3	0.0	176.3
Equipment	6.5	0.0	0.0	0.0
Agency Total - Appropriated Funds	892.6	952.6	0.0	952.6

BY APPROPRIATED FUND	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
General Fund	892.6	952.6	0.0	952.6
Agency Total - Appropriated Funds	892.6	952.6	0.0	952.6

FOR MORE DETAIL ABOUT EACH FUND SEE THE STATE FUNDS BOOK

Non - Appropriated Funds Expenditures

	FY 2016 Actual	FY 2017 Exp. Plan	FY 2018 Net Change	FY 2018 Exec. Rec.
Federal Grant	41.5	43.6	0.0	43.6
Agency Total - Non-Appropriated Funds	41.5	43.6	0.0	43.6

FOR MORE DETAIL ABOUT EACH FUND SEE THE STATE FUNDS BOOK

The Executive recommends a lump-sum appropriation to the agency.

Exposition & State Fair

The Arizona Exposition and State Fair (AESF) is a 96-acre entertainment facility that showcases a variety of events, including one of the preeminent state fairs in the country. The AESF, which owns the property and buildings it occupies, rents its facilities to a variety of tenants and promoters, such as the Arizona National Livestock Show and the Maricopa County Fair. The AESF provides a location to showcase industry, agriculture, education, and entertainment for the enjoyment of Arizona citizens.

Link to the **AGENCY'S WEBSITE** <https://azstatefair.com/>

All numbers representing dollars are expressed in thousands.

Agency Budget Summary

	FY 2016 Actual	FY 2017 Exp.Plan	FY 2018 Net Change	FY 2018 Exec. Rec.
Other Appropriated Funds	11,290.7	11,613.3	500.0	12,113.3
Agency Total	11,290.7	11,613.3	500.0	12,113.3

Main Points of Executive Recommendations

	FY 2017	FY 2018
Improving Marketing and Performances	0.0	500.0

Major Executive Initiatives and Funding Recommendations

Improving Marketing and Performances

As an enterprise agency, the Exposition and State Fair is self-funding, raising fund revenues through the State Fair and interim events and then expending these funds within the appropriation limit. In recent years the Fair's revenues have exceeded the appropriation, a trend which is expected to continue.

For FY 2018 the Executive recommends increasing the appropriation from the Arizona Exposition and State Fair Fund by \$500,000, to allow the agency to invest in marketing and performances intended to improve the Fair's quality and success.

Funding	FY 2018
Arizona Exposition and State Fair Fund	500.0
Issue Total	500.0

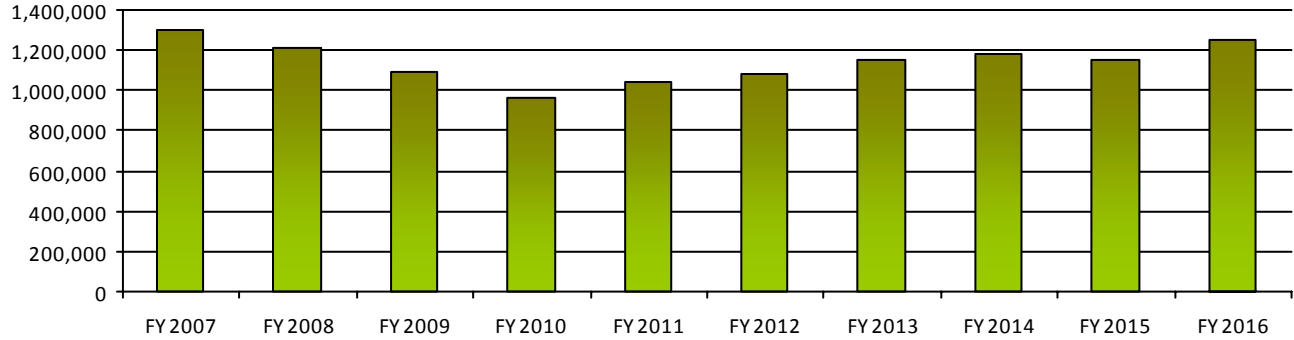
Adjustments for risk management charges and retirement contributions for this agency are not incorporated into the totals shown here. They are listed separated with adjustments for all state agencies immediately following the Capital Projects section. Funding for these adjustments is recommended as part of the total Executive Budget.

Performance Measures

	FY 2015 Actual	FY 2016 Actual	FY 2017 Expected	FY 2018 Expected
Fair attendance (in thousands)	1,147	1,102	1,204	1,250
New revenue received from alternative sources (in dollars)	491,327	408,056	80,000	80,000
Number of guest service contacts	335	168	200	200

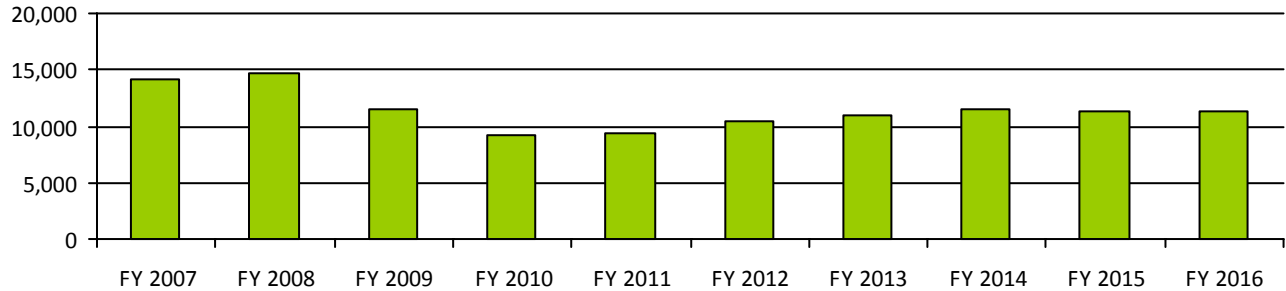
Link to the [AGENCY'S STRATEGIC PLAN](#)

State Fair Attendance by Year



Agency Expenditures

(in \$1,000s)



■ All Funds

Recommended State Appropriations

BY PROGRAM	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Interim Events	4,478.1	4,272.8	0.0	4,272.8
State Fair Operations	6,812.6	7,340.5	500.0	7,840.5
Agency Total - Appropriated Funds	11,290.7	11,613.3	500.0	12,113.3

BY EXPENDITURE OBJECT	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Personal Services	3,488.9	3,591.7	0.0	3,591.7
ERE Amount	1,013.2	1,046.5	0.0	1,046.5

BY EXPENDITURE OBJECT	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Prof. And Outside Services	3,769.5	3,793.3	0.0	3,793.3
Travel - In State	11.8	5.0	0.0	5.0
Travel - Out of State	10.0	7.0	0.0	7.0
Other Operating Expenses	2,978.8	3,069.8	500.0	3,569.8
Equipment	18.5	100.0	0.0	100.0
Agency Total - Appropriated Funds	11,290.7	11,613.3	500.0	12,113.3

BY APPROPRIATED FUND	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Arizona Exposition and State Fair Fund	11,290.7	11,613.3	500.0	12,113.3
Agency Total - Appropriated Funds	11,290.7	11,613.3	500.0	12,113.3

FOR MORE DETAIL ABOUT EACH FUND SEE THE STATE FUNDS BOOK

The Executive recommends a lump-sum appropriation to the agency.

Department of Financial Institutions

The Department licenses, supervises, and regulates state-chartered financial institutions and enterprises to ensure the safety and soundness of these financial entities, and verifies compliance with state and federal laws. The Department also investigates complaints that are filed by consumers against licensed individuals and entities and directs appropriate remedial action if the violations are substantiated.

Link to the **AGENCY'S WEBSITE** <http://www.azdfi.gov/>

All numbers representing dollars are expressed in thousands.

Agency Budget Summary

	FY 2016 Actual	FY 2017 Exp.Plan	FY 2018 Net Change	FY 2018 Exec. Rec.
General Fund	2,904.3	2,978.2	(1,500.0)	1,478.2
Other Appropriated Funds	1,837.7	2,268.1	1,750.5	4,018.6
Non-Appropriated Funds	1,203.4	1,388.7	(309.1)	1,079.6
Agency Total	5,945.4	6,635.0	(58.6)	6,576.4

Main Points of Executive Recommendations

	FY 2017	FY 2018
Financial Institutions Division - Add 3 Examiners	0.0	250.5
Reallocation of Resources	0.0	0.0

Major Executive Initiatives and Funding Recommendations

Financial Institutions Division - Add 3 Examiners

The Department's Financial Institutions Division oversees the examinations of State-chartered banks, credit unions and trust companies. From 2008 to 2016, the total amount of assets managed by those institutions increased by 133%, causing the examinations of those institutions to take longer to complete.

It is projected that 126 examinations, totaling 27,380 examination hours, will be required to supervise State-chartered financial institutions. To meet that demand, the Department will need to increase its number of Institutions Division examiners from 10 to 13.

The Executive recommends three additional examiners to ensure the safety and soundness of these institutions. This recommendation includes \$6,000 in one-time costs.

Funding	FY 2018
Financial Services Fund	250.5
Issue Total	250.5

Reallocation of Resources

Due to significant ongoing revenue increases into the Financial Services Fund, General Fund obligations can be shifted to the Financial Services Fund with no impact on Department operations. The Executive recommends shifting \$1.5 million from the General Fund to the Financial Services Fund.

Funding	FY 2018
General Fund	(1,500.0)
Financial Services Fund	1,500.0
Issue Total	0.0

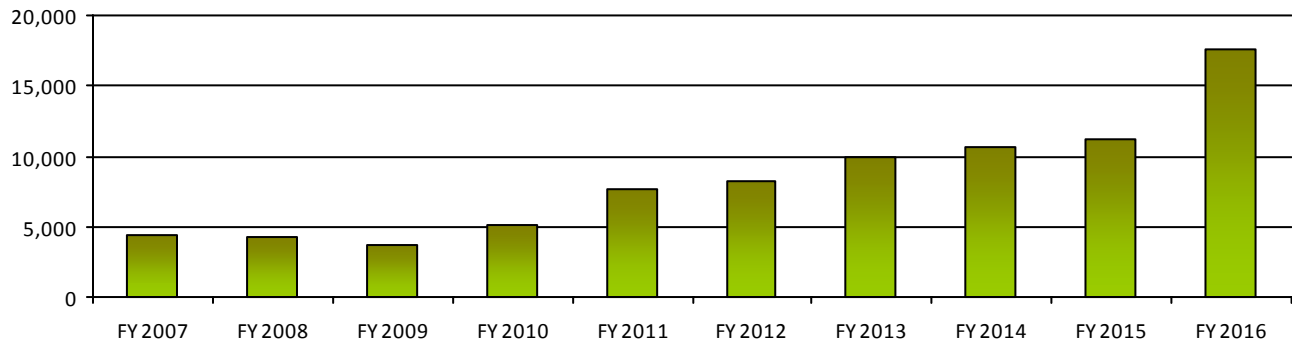
Adjustments for risk management charges and retirement contributions for this agency are not incorporated into the totals shown here. They are listed separated with adjustments for all state agencies immediately following the Capital Projects section. Funding for these adjustments is recommended as part of the total Executive Budget.

Performance Measures

	FY 2015 Actual	FY 2016 Actual	FY 2017 Expected	FY 2018 Expected
Open receiverships (at any point in fiscal year)	1	1	0	0
Percent of examinations receiving a satisfactory composite rating	98	98.0	95.0	0
Number of complaints received against appraisers	105	98	132	0

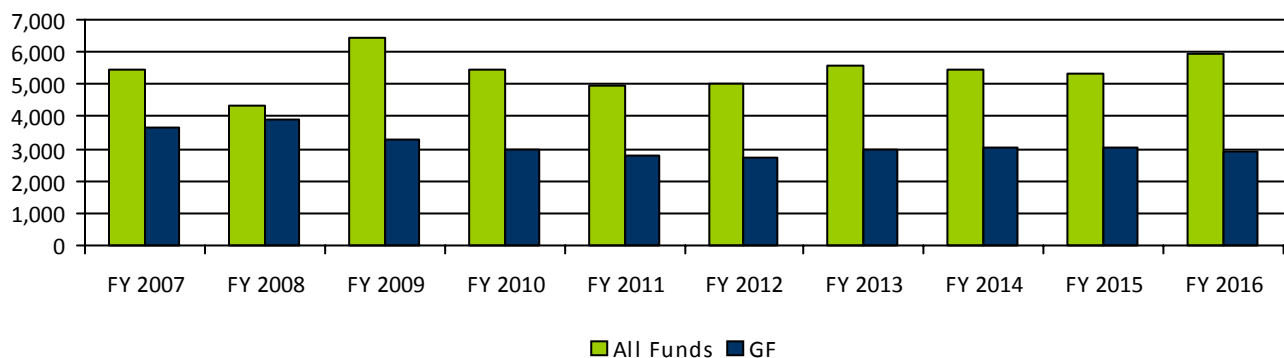
Link to the [AGENCY'S STRATEGIC PLAN](#)

Total Number of Active Licenses



Agency Expenditures

(in \$1,000s)



Recommended State Appropriations

BY PROGRAM	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Office of Regulatory Affairs	2,295.5	2,474.9	0.0	2,474.9
Office of Supervision	2,434.0	2,748.8	250.5	2,999.3
Receiverships	12.5	22.6	0.0	22.6
Agency Total - Appropriated Funds	4,742.0	5,246.3	250.5	5,496.8

BY EXPENDITURE OBJECT	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Personal Services	2,734.5	3,038.5	150.0	3,188.5
ERE Amount	1,121.7	1,214.1	61.5	1,275.6
Prof. And Outside Services	209.0	267.3	0.0	267.3
Travel - In State	3.7	4.8	6.0	10.8
Travel - Out of State	4.9	15.2	3.0	18.2
Other Operating Expenses	557.3	583.5	24.0	607.5
Equipment	109.7	121.4	6.0	127.4
Transfers Out	1.2	1.5	0.0	1.5
Agency Total - Appropriated Funds	4,742.0	5,246.3	250.5	5,496.8

BY APPROPRIATED FUND	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
General Fund	2,904.3	2,978.2	(1,500.0)	1,478.2
Board of Appraisal Fund	532.1	815.1	0.0	815.1
Financial Services Fund	1,305.6	1,453.0	1,750.5	3,203.5
Agency Total - Appropriated Funds	4,742.0	5,246.3	250.5	5,496.8

FOR MORE DETAIL ABOUT EACH FUND SEE THE STATE FUNDS BOOK

Special Line Appropriations

	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Real Estate Appraisal	532.1	815.1	0.0	815.1
Agency Total - Appropriated Funds	532.1	815.1	0.0	815.1

Non - Appropriated Funds Expenditures

	FY 2016 Actual	FY 2017 Exp. Plan	FY 2018 Net Change	FY 2018 Exec. Rec.
Banking Department Revolving	814.0	849.1	0.0	849.1
IGA and ISA Fund	81.6	1.1	(1.1)	0.0
Receivership Revolving Fund	307.8	538.5	(308.0)	230.5
Agency Total - Non-Appropriated Funds	1,203.4	1,388.7	(309.1)	1,079.6

FOR MORE DETAIL ABOUT EACH FUND SEE THE STATE FUNDS BOOK

Board of Fingerprinting

The Arizona Board of Fingerprinting evaluates good cause exceptions for people who require a fingerprint clearance card and whose fingerprint clearance card has been denied or suspended by the Department of Public Safety. The Board also determines central registry exceptions for individuals who fail to clear a background check.

Link to the **AGENCY'S WEBSITE** <http://www.azbof.gov/>

All numbers representing dollars are expressed in thousands.

Agency Budget Summary

	FY 2016 Actual	FY 2017 Exp.Plan	FY 2018 Net Change	FY 2018 Exec. Rec.
Non-Appropriated Funds	581.9	617.3	0.0	617.3
Agency Total	581.9	617.3	0.0	617.3

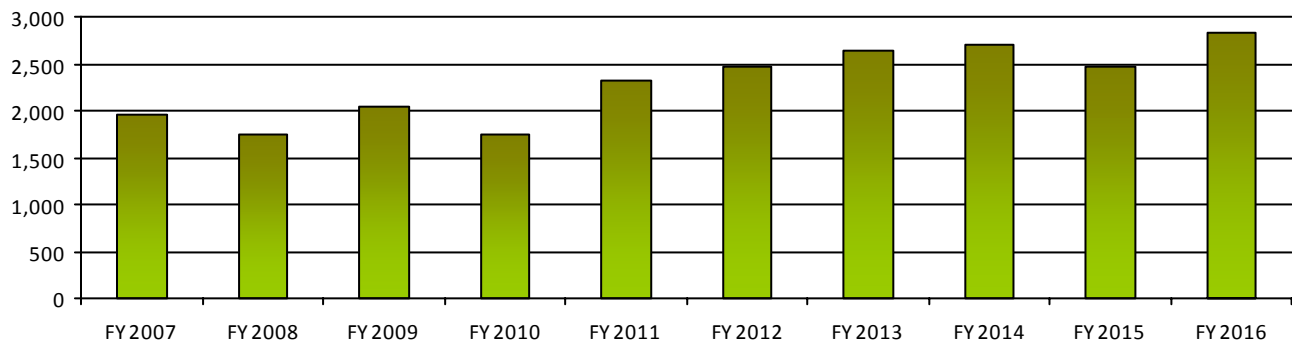
Adjustments for risk management charges and retirement contributions for this agency are not incorporated into the totals shown here. They are listed separated with adjustments for all state agencies immediately following the Capital Projects section. Funding for these adjustments is recommended as part of the total Executive Budget.

Performance Measures

	FY 2015 Actual	FY 2016 Actual	FY 2017 Expected	FY 2018 Expected
Number of good-cause-exception applications received.	2461	2,837	2,600	2,600
Average number of days to dispose.	27.80	20.10	30	30

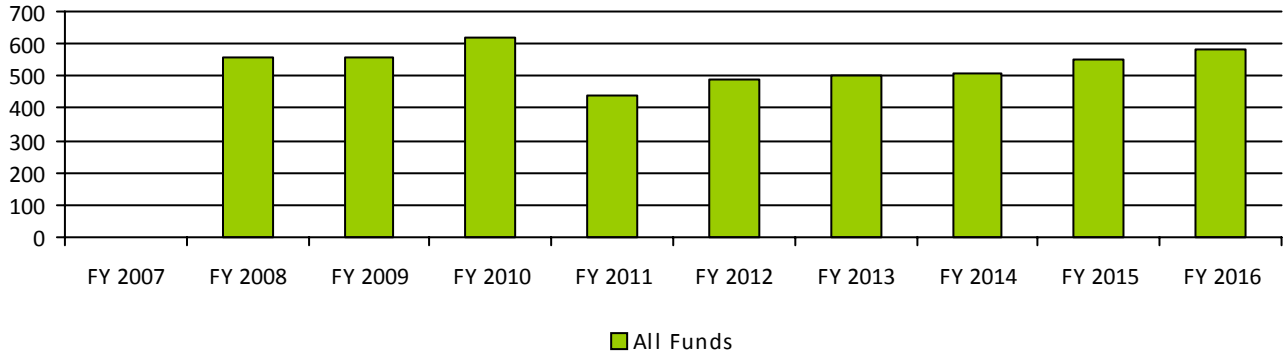
Link to the **AGENCY'S STRATEGIC PLAN**

Number of Good-Cause-Exception Applications Received



Agency Expenditures

(in \$1,000s)



Before FY 2008, expenditures for the Board of Fingerprinting were reported as part of the Department of Public Safety's operating budget.

Non - Appropriated Funds Expenditures

	FY 2016 Actual	FY 2017 Exp. Plan	FY 2018 Net Change	FY 2018 Exec. Rec.
Board of Fingerprinting Fund	581.9	617.3	0.0	617.3
Agency Total - Non-Appropriated Funds	581.9	617.3	0.0	617.3

FOR MORE DETAIL ABOUT EACH FUND SEE THE STATE FUNDS BOOK

Department of Fire, Building and Life Safety

Link to the **AGENCY'S WEBSITE** <http://www.dfbls.az.gov/>

All numbers representing dollars are expressed in thousands.

Agency Budget Summary

	FY 2016 Actual	FY 2017 Exp.Plan	FY 2018 Net Change	FY 2018 Exec. Rec.
General Fund	2,173.1	0.0	0.0	0.0
Non-Appropriated Funds	819.9	0.0	0.0	0.0
Agency Total	2,993.1	0.0	0.0	0.0

Adjustments for risk management charges and retirement contributions for this agency are not incorporated into the totals shown here. They are listed separated with adjustments for all state agencies immediately following the Capital Projects section. Funding for these adjustments is recommended as part of the total Executive Budget.

Recommended State Appropriations

BY PROGRAM	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Administration	320.7	0.0	0.0	0.0
Manufactured Housing	1,121.2	0.0	0.0	0.0
State Fire Marshal	167.9	0.0	0.0	0.0
State Fire Marshal	563.3	0.0	0.0	0.0
Agency Total - Appropriated Funds	2,173.1	0.0	0.0	0.0

BY EXPENDITURE OBJECT	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Personal Services	942.9	0.0	0.0	0.0
ERE Amount	392.5	0.0	0.0	0.0
Prof. And Outside Services	53.6	0.0	0.0	0.0
Travel - In State	120.1	0.0	0.0	0.0
Travel - Out of State	3.0	0.0	0.0	0.0
Aid to Others	228.3	0.0	0.0	0.0
Other Operating Expenses	397.5	0.0	0.0	0.0
Equipment	25.7	0.0	0.0	0.0
Transfers Out	9.6	0.0	0.0	0.0
Agency Total - Appropriated Funds	2,173.1	0.0	0.0	0.0

BY APPROPRIATED FUND	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
General Fund	2,173.1	0.0	0.0	0.0
Agency Total - Appropriated Funds	2,173.1	0.0	0.0	0.0

FOR MORE DETAIL ABOUT EACH FUND SEE THE STATE FUNDS BOOK

Special Line Appropriations

	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Fire School	167.9	0.0	0.0	0.0
Agency Total - Appropriated Funds	167.9	0.0	0.0	0.0

Non - Appropriated Funds Expenditures

	FY 2016 Actual	FY 2017 Exp. Plan	FY 2018 Net Change	FY 2018 Exec. Rec.
Building & Fire Safety Fund	30.7	0.0	0.0	0.0
Condo and Planned Community Hearing Office	19.0	0.0	0.0	0.0
Federal Grant	304.7	0.0	0.0	0.0
IGA and ISA Between State Agencies	163.1	0.0	0.0	0.0
Manufactured Housing Consumer Recovery	5.8	0.0	0.0	0.0
Mobile Home Relocation	296.6	0.0	0.0	0.0
Agency Total - Non-Appropriated Funds	819.9	0.0	0.0	0.0

FOR MORE DETAIL ABOUT EACH FUND SEE THE STATE FUNDS BOOK

The Executive recommends a lump-sum appropriation to the agency.

Department of Forestry and Fire Management

The Department is authorized to prevent and suppress any wildland fires on state and private lands located outside incorporated municipalities. Through cooperative fire agreements, State Forestry also provides wildfire assistance to municipalities and federal agencies. In 2015, State Forestry engaged on over 8,000 incidents, including providing initial response on 352 fires totaling 4,010 acres on State and private lands.

State Forestry also delivers cooperative forestry programs statewide. By statute, State Forestry is the primary state agency delegated to receive and manage federal grants related to forestry. Leveraging these federal dollars allows State Forestry to retain fire specialists and field foresters to increase its firefighting capabilities and land management practices to maintain and enhance ecological resource conditions. State forestry provides cooperative forest assistance programs to state and local agencies, tribal entities, landowners, communities, forest industry and non-profit groups. These cooperative programs include community wildfire hazardous fuel reduction, wildfire suppression response capacity building, forest insect and disease prevention, forest industry assistance, forest invasive plant management, forest landowner stewardship, urban and community forestry, tribal outreach and forest easements.

During last legislative session, the Office of the State Fire Marshal (Fire Marshal) was brought under the Department of Forestry and Fire Management. The Fire Marshal promotes public health and safety and reduces threats to life, limb and property by performing inspections, fire investigations, providing public information and by adopting fire protection codes.

Link to the **AGENCY'S WEBSITE** <http://www.azsf.az.gov/>

All numbers representing dollars are expressed in thousands.

Agency Budget Summary

	FY 2016 Actual	FY 2017 Exp.Plan	FY 2018 Net Change	FY 2018 Exec. Rec.
General Fund	8,264.4	10,442.8	1,412.5	11,855.3
Non-Appropriated Funds	40,270.7	43,616.8	0.0	43,616.8
Agency Total	48,535.1	54,059.6	1,412.5	55,472.1

Main Points of Executive Recommendations

	FY 2017	FY 2018
Post-Release Fire Crew	0.0	1,465.1
Fire Communications Improvements	0.0	169.9
Deputy Fire Marshal	0.0	100.0

Major Executive Initiatives and Funding Recommendations

Post-Release Fire Crew

The Department operates an inmate fire crew program that equips Department of Corrections inmates with valuable forestry training that enables them to earn their wildland firefighter type-2 certification and, after their release, obtain employment as firefighters.

Providing a job for newly released former inmates with these skills is a significant benefit, both to the crews and

the State. To increase the Department’s efforts to combat recidivism, the Executive recommends adding a post-release fire crew comprised of inmates who participated in the Department’s inmate fire crews while in custody.

Creating a post-release fire crew program could significantly reduce the recidivism rate for participating individuals by giving them additional job skills that make them desirable hires for federal, state and local fire agencies across the nation. During non-fire months this crew could be used for fuels work – particularly for prescriptive burns, which will give the State an additional, cost-effective means of accomplishing fuels reduction, rangeland restoration and watershed protection.

The crew would consist of twenty members, one superintendent and two assistant superintendents (experienced forestry professionals who have not been recently incarcerated), four squad bosses, and 13 crew members. Initial startup costs would include authorization for 20.0 FTE positions and \$1.5 million for salary and equipment. Ongoing costs are expected to be \$1 million.

Funding	FY 2018
General Fund	1,465.1
Issue Total	1,465.1

Fire Communications Improvements

For FY 2018, the Executive recommends \$169,900 to fund several upgrades to the software and equipment used by the Department for fire response and building safety. Of this amount, \$30,000 is ongoing.

Of the amount recommended, \$100,000 (including estimated ongoing maintenance costs of \$30,000 per year) will fund a new dispatch system that meets national standards. As federal partner agencies will soon be switching to the new system, a proactive transition by the State will help avoid technical glitches during future fire communications.

In addition, \$50,000 of the total recommended amount will fund satellite-supported GPS trackers for firefighters. As part of the 2015 Yarnell Hill Settlement, the Department committed to exploring and advancing safety improvements as funding and technology become available. The technology to use satellite GPS tracking for firefighters in remote areas is just now starting to become reliable. The satellite GPS devices would connect to the Common Operating Picture system (approved in FY 2017), providing connectivity in remote areas of the State where smart phones do not have service. The Department has an opportunity to use an existing contract with the U.S. Department of Defense for satellite data service, leaving the State financially responsible only for the cost of the devices. The recommended funding would be one-time and would provide 50 devices. It is recommended that the Department absorb the annual cost of maintenance for each device (\$110) within its existing budget.

The remaining \$19,900 will be used for a one-time appropriation to replace old Department of Fire Building and Life Safety (FBLS) servers and backup power supplies. The Forester typically follows a routine replacement schedule for all IT equipment, but the inherited equipment from the recent consolidation with FBLS is outside of that schedule. The servers make online services available to businesses and individuals who seek State Fire Marshal services such as construction permits, fire code inspections, and fire school registration. If servers go offline, businesses and individuals may have trouble meeting statutory requirements when going through Fire Marshal application processes. Four servers are needed, at a cost of \$4,175 each. Because the servers do not have backup power supply units that would keep servers operational during a power outage, the Department estimates the need for five units at a cost of \$640 each. Going forward, the Department will work FBLS items into its replacement schedule.

Funding	FY 2018
General Fund	169.9
Issue Total	169.9

Deputy Fire Marshal

For FY 2018, the Executive recommends \$100,000 for an additional Deputy Fire Marshal. The State Fire Marshal, along with the current team of five deputy marshals, inspects public buildings and schools throughout the state, ensuring compliance with fire code requirements.

The Office of the State Fire Marshal was transferred to the Department as part of the Department of Fire, Building and Life Safety (FBLS) consolidation in the FY 2017 budget. Arizona's fire code inspectors perform the greatest number of inspections per inspector of any state, performing a total of 5,357 inspections per year. Due to the limited number of inspectors, the inspections occur on a four-year cycle, in contrast to the one- to three-year inspection cycle (depending on the type of building) set forth in national standards.

A.R.S. § 37-1307 directs the State Fire Marshal to charge fees for all services except for the initial inspection. During the FBLS consolidation process, the Department discovered that, due to insufficient staff, the Fire Marshal has not been charging fees for re-inspection. Half of all buildings inspected have a violation and must be re-inspected.

The Executive recommends that the Department charge re-inspection fees as required by statute and re-appropriate an amount sufficient to employ one additional deputy (a 20% increase in staff). As re-inspection fees are set at \$164 per hour, adding one fire marshal to perform the inspections is expected to generate approximately \$400,000 in revenue, which is directed by statute to the General Fund.

Funding	FY 2018
General Fund	100.0
Issue Total	100.0

Hazardous Fuels SLI Non-Reverting

The Department receives a \$1.3 million special line appropriation for the removal of hazardous vegetation, a crucial preventive measure to reduce the number and severity of wildfires. While the Forester makes every effort to ensure that the \$1.3 million is spent on this work each year, in some years unforeseen challenges often make it difficult to expend the entirety of the SLI, causing the funds to lapse.

Because the full amount of this special line item is intended for fire prevention, the Executive recommends making this appropriation non-lapsing for two years, to give the Department flexibility to manage and expend the funds as intended.

Funding	FY 2018
General Fund	0.0
Issue Total	0.0

Baseline Recommendations

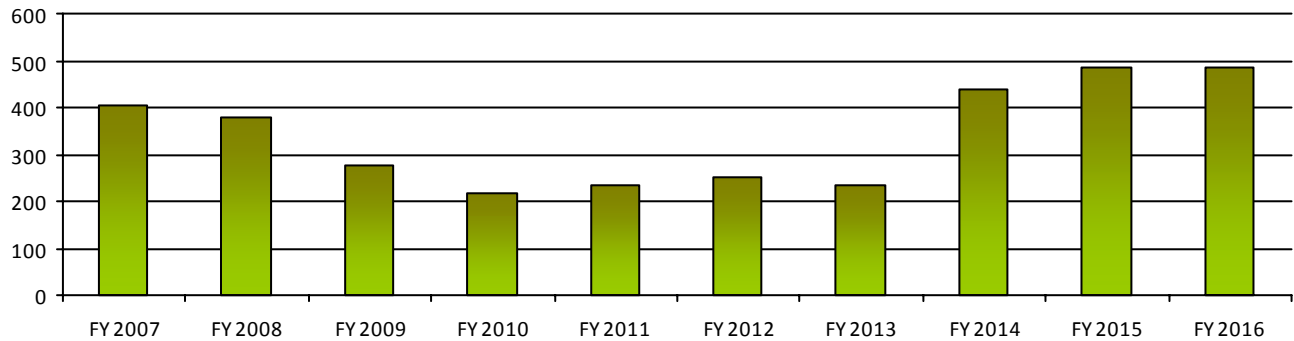
Remove One-Time Funding for Firefighter Safety Improvements

The Department's FY 2017 appropriation included \$322,500 for one-time equipment and vehicle purchases. The Executive Recommendation, as a technical adjustment, removes the one-time FY 2017 appropriation.

Funding	FY 2018
General Fund	(322.5)
Issue Total	(322.5)

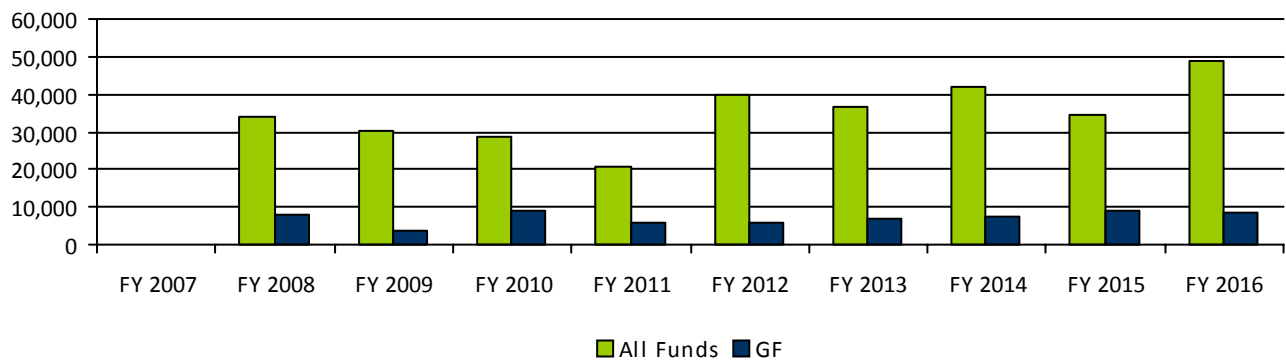
Adjustments for risk management charges and retirement contributions for this agency are not incorporated into the totals shown here. They are listed separated with adjustments for all state agencies immediately following the Capital Projects section. Funding for these adjustments is recommended as part of the total Executive Budget.

Number of Fires on State and Private Unincorporated Lands



Agency Expenditures

(in \$1,000s)



Before FY 2008, expenditures for the State Forester were paid by the Arizona State Land Department.

Recommended State Appropriations

BY PROGRAM	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Environmental County Grants	250.0	250.0	0.0	250.0
State Fire Marshal	0.0	172.1	0.0	172.1
State Fire Marshal	0.0	742.6	100.0	842.6
State Forester	8,014.4	9,278.1	1,312.5	10,590.6
Agency Total - Appropriated Funds	8,264.4	10,442.8	1,412.5	11,855.3

BY EXPENDITURE OBJECT	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Personal Services	2,175.0	2,808.9	707.8	3,516.7
ERE Amount	933.2	1,123.6	286.3	1,409.9
Prof. And Outside Services	459.9	906.4	0.0	906.4
Travel - In State	63.6	119.0	7.0	126.0

BY EXPENDITURE OBJECT	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Travel - Out of State	13.6	15.8	0.0	15.8
Aid to Others	250.0	250.0	0.0	250.0
Other Operating Expenses	356.6	825.7	28.0	853.7
Equipment	12.5	393.4	(49.6)	343.8
Capital Outlay	0.0	0.0	433.0	433.0
Transfers Out	4,000.0	4,000.0	0.0	4,000.0
Agency Total - Appropriated Funds	8,264.4	10,442.8	1,412.5	11,855.3

BY APPROPRIATED FUND	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
General Fund	8,264.4	10,442.8	1,412.5	11,855.3
Agency Total - Appropriated Funds	8,264.4	10,442.8	1,412.5	11,855.3

FOR MORE DETAIL ABOUT EACH FUND SEE THE STATE FUNDS BOOK

Special Line Appropriations

	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Environmental County Grants	250.0	250.0	0.0	250.0
Fire School	0.0	172.1	0.0	172.1
Fire Suppression	4,000.0	4,197.4	17.5	4,214.9
Hazardous Vegetation Removal	685.3	1,350.1	0.0	1,350.1
Inmate Fire Crews	629.2	876.2	1,465.1	2,341.3
Agency Total - Appropriated Funds	5,564.5	6,845.8	1,482.6	8,328.4

Non - Appropriated Funds Expenditures

	FY 2016 Actual	FY 2017 Exp. Plan	FY 2018 Net Change	FY 2018 Exec. Rec.
Cooperative Forestry Fund	8,422.9	7,301.3	0.0	7,301.3
Fire Suppression Fund	31,847.8	36,315.5	0.0	36,315.5
Agency Total - Non-Appropriated Funds	40,270.7	43,616.8	0.0	43,616.8

FOR MORE DETAIL ABOUT EACH FUND SEE THE STATE FUNDS BOOK

Federal Funds Expenditures

	FY 2016 Actual	FY 2017 Exp. Plan	FY 2018 Exp. Plan
Agency Total	0.0	0.0	0.0

These are the Federal Expenditures reported by the agencies and, in most cases, are included in the Appropriated or Non-Appropriated Funds expenditures listed above.

Link to the [ALL FEDERAL GRANTS FOR THIS AGENCY ARE DISPLAYED IN THE FEDERAL FUNDS REPORT](#)

The Executive recommends a lump-sum appropriation by program with special lines.

Board of Funeral Directors & Embalmers

The Board of Funeral Directors and Embalmers examines and licenses individuals that provide funeral goods and services. The Board also receives complaints against licensees, investigates allegations, and administratively adjudicates complaints. The Board oversees approximately 1,600 licensees practicing in the state and serves all Arizona citizens who receive funeral goods and services.

Link to the **AGENCY'S WEBSITE** <http://www.azfuneralboard.us/>

All numbers representing dollars are expressed in thousands.

Agency Budget Summary

	FY 2016 Actual	FY 2017 Exp.Plan	FY 2018 Net Change	FY 2018 Exec. Rec.
Other Appropriated Funds	338.1	373.3	0.0	373.3
Agency Total	338.1	373.3	0.0	373.3

Major Executive Initiatives and Funding Recommendations

Statewide Licensing eLicensing

The process to review applications and issue licenses at many State agencies, including the Board of Funeral Directors' and Embalmers, is in need of modernization. The Arizona Strategic Enterprise and Technology Office within the Department of Administration, with engagement from stakeholders at State agencies, has issued a request for proposals to implement a statewide e-licensing system. This system will be more secure than agency-developed applications and will be adapted to the specific information requirements of each State agency, while providing customers a consistent user experience.

The final cost of the system will be known once a vendor is selected in early 2017. However, pending issuance of the contract and finalization of the cost estimate, the Executive recommends appropriating \$24,000 from the Board of Funeral Directors' and Embalmers Fund to the Automation Projects Fund in FY 2018 for the development of an e-licensing system. This amount will be adjusted when the system's costs are finalized.

Funding	FY 2018
Funeral Directors and Embalmers Fund	24.0
Issue Total	24.0

Baseline Recommendations

Remove One-Time Funding

In FY 2017, the Board was appropriated \$24,000 to update its license database system and implement an online licensing portal. The Executive recommends removing that amount from the operating base.

Funding	FY 2018
Funeral Directors and Embalmers Fund	(24.0)
Issue Total	(24.0)

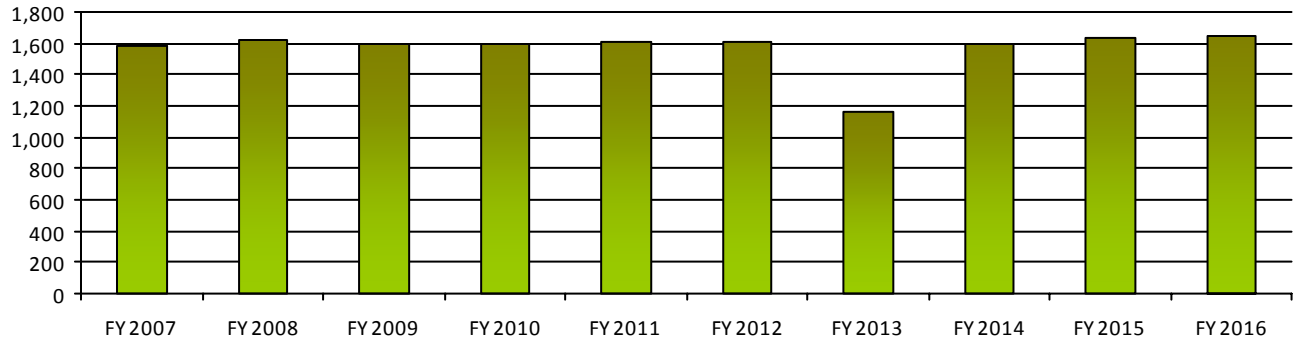
Adjustments for risk management charges and retirement contributions for this agency are not incorporated into the totals shown here. They are listed separated with adjustments for all state agencies immediately following the Capital Projects section. Funding for these adjustments is recommended as part of the total Executive Budget.

Performance Measures

	FY 2015 Actual	FY 2016 Actual	FY 2017 Expected	FY 2018 Expected
Number of inspections	70	109	90	90
Number of complaints received	11	12	15	18
Number of licenses	1,629	1642	1,650	1650

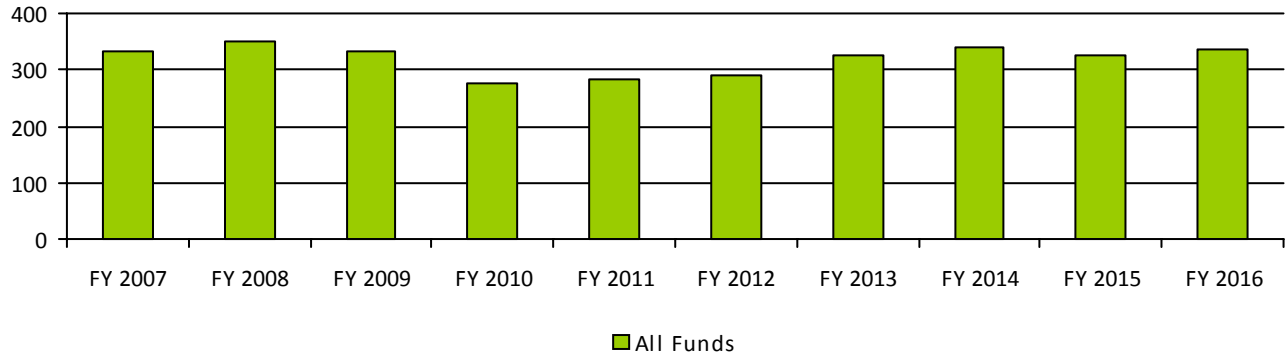
Link to the [AGENCY'S STRATEGIC PLAN](#)

Number of Licensees



Agency Expenditures

(in \$1,000s)



Recommended State Appropriations

BY PROGRAM	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Licensing and Regulation	338.1	373.3	0.0	373.3
Agency Total - Appropriated Funds	338.1	373.3	0.0	373.3

BY EXPENDITURE OBJECT	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Personal Services	193.5	193.5	0.0	193.5
ERE Amount	71.8	71.8	0.0	71.8
Prof. And Outside Services	17.9	17.9	0.0	17.9

BY EXPENDITURE OBJECT	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Travel - In State	2.2	2.3	0.0	2.3
Other Operating Expenses	52.6	87.7	0.0	87.7
Equipment	0.1	0.1	0.0	0.1
Agency Total - Appropriated Funds	338.1	373.3	0.0	373.3

BY APPROPRIATED FUND	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Funeral Directors and Embalmers Fund	338.1	373.3	0.0	373.3
Agency Total - Appropriated Funds	338.1	373.3	0.0	373.3

FOR MORE DETAIL ABOUT EACH FUND SEE THE STATE FUNDS BOOK

The Executive recommends a lump-sum appropriation to the agency.

Game & Fish Department

The Arizona Game and Fish Department is the state agency charged with the conservation, enhancement and restoration of Arizona’s wildlife resources and habitats; the regulation and enforcement of watercraft and off-highway vehicles; and with promoting shooting sports activities. The Department manages Arizona’s wildlife populations through the operation of hunting and fishing license programs, enforcement actions for the unlawful taking of game, and wildlife habitat protection and development.

Link to the **AGENCY'S WEBSITE** <http://www.azgfd.gov/>

All numbers representing dollars are expressed in thousands.

Agency Budget Summary

	FY 2016 Actual	FY 2017 Exp.Plan	FY 2018 Net Change	FY 2018 Exec. Rec.
Other Appropriated Funds	35,985.5	42,238.6	1,026.2	43,264.8
Non-Appropriated Funds	69,335.4	80,097.0	(2,713.0)	77,384.0
Agency Total	105,320.9	122,335.6	(1,686.8)	120,648.8

Main Points of Executive Recommendations

	FY 2017	FY 2018
Game and Fish Trucks	0.0	485.7
Curtailing the Spread of Invasive Species	0.0	453.0
Watercraft Safety	0.0	701.8

Major Executive Initiatives and Funding Recommendations

Curtailing Spread of Invasive Species

Over the past eight years, the Game & Fish Department has implemented an invasive-species program to mitigate the spread of animals (e.g., Asian carp and quagga mussels) and plants (e.g., giant salvinia and hydrilla) that are environmentally and economically damaging.

The Executive recommends, from the Watercraft License Fund, a one-time appropriation of \$285,000 (\$185,000 for equipment, training and research, and \$100,000 for partnership solutions with local enforcement entities) and an ongoing appropriation of \$228,800 to sustain public-private partnerships with local entities in dealing with invasive species.

Funding	FY 2018
Watercraft Licensing Fund	503.8
Issue Total	503.8

Game and Fish Trucks

The agency uses pickup trucks to patrol sites for rule enforcement. The sites’ uneven terrain wears down the vehicles more quickly than traditional driving. Using depleted vehicles for patrols puts officers' safety at risk.

The Executive recommends a one-time \$485,700 appropriation from the Game & Fish Fund to replace nine pickup trucks that are projected to have odometer readings of over 128,000 miles on July 1, 2017.

Funding	FY 2018
Game and Fish Fund	485.7
Issue Total	485.7

Watercraft Safety Equipment

Twelve of the agency's boats, used to patrol water bodies to ensure public safety and enforce boating regulations, have structural problems that require replacement or major repair.

In addition, the agency proposes establishing life jacket dispensing stations in areas that allow for personal watercraft use.

The Executive recommends a one-time appropriation of \$701,000 from the Watercraft License Fund: \$681,000 to replace eight boats and repair four others, and \$20,000 for free life jacket stations.

Funding	FY 2018
Watercraft Licensing Fund	701.0
Issue Total	701.0

Baseline Recommendations

Remove FY 2017 One-time Appropriations

The agency's FY 2017 appropriation included one-time fund from the Watercraft Licensing Fund to replace watercraft equipment. The Executive Recommendation, as a technical adjustment, removes the one-time FY 2017 appropriation.

Funding	FY 2018
Watercraft Licensing Fund	(621.0)
Issue Total	(621.0)

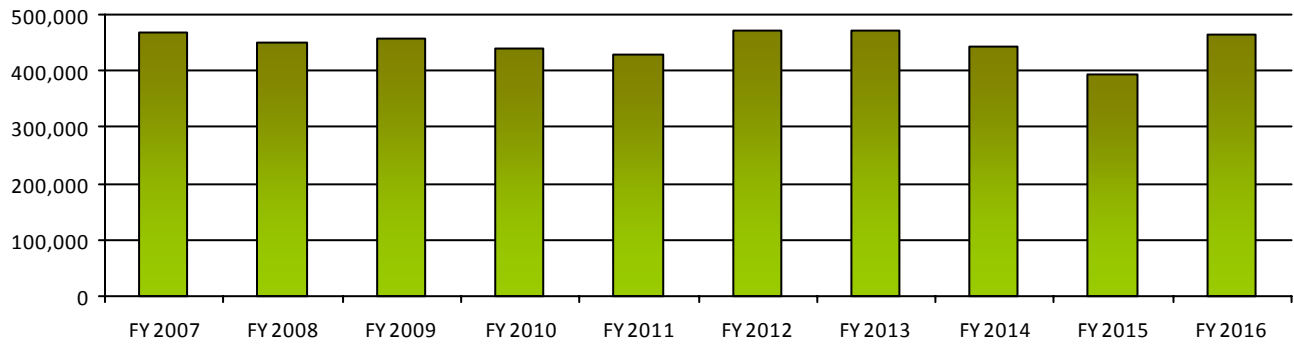
Adjustments for risk management charges and retirement contributions for this agency are not incorporated into the totals shown here. They are listed separated with adjustments for all state agencies immediately following the Capital Projects section. Funding for these adjustments is recommended as part of the total Executive Budget.

Performance Measures

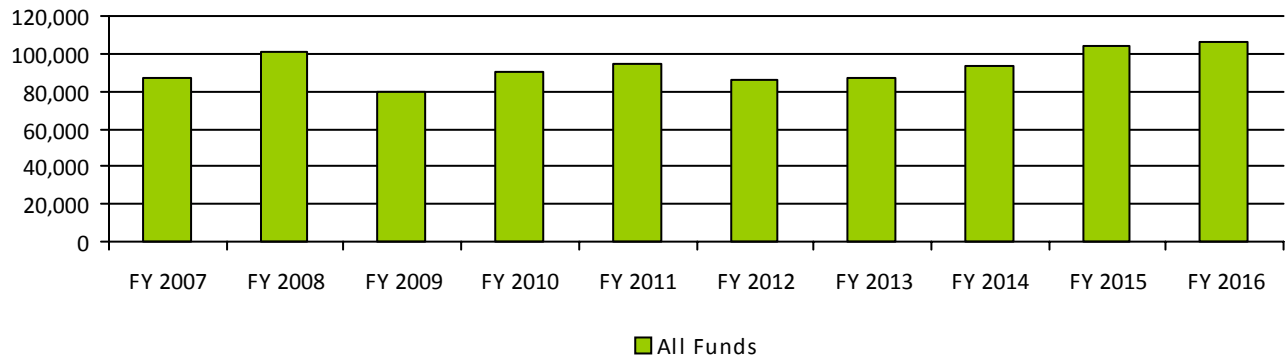
	FY 2015 Actual	FY 2016 Actual	FY 2017 Expected	FY 2018 Expected
Hunter and angler compliance rates	0	0	96.5	0
Habitat improvement	0	0	500,000	0
Citizens served	0	0	515,000	0

Link to the [AGENCY'S STRATEGIC PLAN](#)

Number of Licenses Sold (Calendar Year)



Agency Expenditures (in \$1,000s)



Recommended State Appropriations

BY PROGRAM	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Central Administrative Services	8,373.4	8,823.1	0.0	8,823.1
Recreation	3,889.4	5,844.2	65.0	5,909.2
Wildlife Conservation	23,722.7	27,571.3	961.2	28,532.5
Agency Total - Appropriated Funds	35,985.5	42,238.6	1,026.2	43,264.8

BY EXPENDITURE OBJECT	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Personal Services	13,623.6	15,208.4	0.0	15,208.4
ERE Amount	9,017.8	10,272.5	0.0	10,272.5
Prof. And Outside Services	1,467.9	1,785.8	(250.0)	1,535.8
Travel - In State	252.9	287.1	(19.6)	267.5
Travel - Out of State	104.3	124.3	(23.7)	100.6
Aid to Others	505.7	1,927.3	0.0	1,927.3
Other Operating Expenses	5,849.0	7,331.9	503.8	7,835.7
Equipment	993.3	372.3	815.7	1,188.0
Capital Outlay	165.1	0.0	0.0	0.0

BY EXPENDITURE OBJECT	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Debt Service	631.7	665.0	0.0	665.0
Transfers Out	3,374.2	4,264.0	0.0	4,264.0
Agency Total - Appropriated Funds	35,985.5	42,238.6	1,026.2	43,264.8

BY APPROPRIATED FUND	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Capital Improvement Fund	1,000.9	1,001.2	0.0	1,001.2
Game and Fish Fund	31,788.9	35,687.6	485.7	36,173.3
Game/Non-game Fund	113.2	345.8	0.0	345.8
Watercraft Licensing Fund	3,066.3	5,187.8	540.5	5,728.3
Wildlife Endowment Fund	16.2	16.2	0.0	16.2
Agency Total - Appropriated Funds	35,985.5	42,238.6	1,026.2	43,264.8

FOR MORE DETAIL ABOUT EACH FUND SEE THE STATE FUNDS BOOK

Special Line Appropriations

	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Watercraft Grants	0.0	1,000.0	0.0	1,000.0
Agency Total - Appropriated Funds	0.0	1,000.0	0.0	1,000.0

Non - Appropriated Funds Expenditures

	FY 2016 Actual	FY 2017 Exp. Plan	FY 2018 Net Change	FY 2018 Exec. Rec.
Arizona Game & Fish Commission Heritage	8,036.6	11,805.1	(22.5)	11,782.6
Arizona Wildlife Conservation Fund	6,377.1	7,978.1	(50.8)	7,927.3
Firearms Safety and Ranges Fund	24.0	0.0	0.0	0.0
Game & Fish Conservation Development Fund	1,231.4	1,007.4	0.0	1,007.4
Game & Fish Federal Revolving	42,491.1	45,890.3	(1,840.1)	44,050.2
Game & Fish Publications Revolving	149.5	149.5	0.0	149.5
Game & Fish Trust	3,238.3	2,890.3	0.0	2,890.3
Game & Fish Wildlife Theft Prevention	163.2	198.7	0.0	198.7
Game and Fish Big Game Permit	0.0	241.8	(241.8)	0.0
Game And Fish Federal Duck Stamps	0.0	120.4	(120.4)	0.0
Game and Fish Kaibab Co-op	0.0	114.0	(114.0)	0.0
Game and Fish Special Stamp Collection Fund-For CA	0.0	41.3	(41.3)	0.0
Indirect Cost Recovery Fund	4,910.5	6,971.6	0.0	6,971.6
Off-Highway Vehicle Recreation	1,971.6	2,163.3	(282.1)	1,881.2
Wildlife Conservation Enterprise Fund	742.1	525.2	0.0	525.2
Agency Total - Non-Appropriated Funds	69,335.4	80,097.0	(2,713.0)	77,384.0

FOR MORE DETAIL ABOUT EACH FUND SEE THE STATE FUNDS BOOK

Federal Funds Expenditures

	FY 2016 Actual	FY 2017 Exp. Plan	FY 2018 Exp. Plan
Agency Total	40,172.2	40,745.2	30,833.6

These are the Federal Expenditures reported by the agencies and, in most cases, are included in the Appropriated or Non-Appropriated Funds expenditures listed above.

Link to the [ALL FEDERAL GRANTS FOR THIS AGENCY ARE DISPLAYED IN THE FEDERAL FUNDS REPORT](#)

The Executive recommends a lump-sum appropriation to the agency with special lines.

Department of Gaming

The Department of Gaming is responsible for enforcing Arizona's gambling laws. This includes enforcement of Arizona's illegal gambling laws (A.R.S. Section 5-602.J); regulating and monitoring tribal compliance with the Tribal-State gaming compacts including their responsibilities concerning the nature, extent, and conduct of gaming activities; public health, safety, and welfare, and other operational requirements. The Department also conducts background investigations of all prospective gaming employees, management contractors, providers of gaming services, and manufacturers and distributors of gaming devices in order to ensure that unsuitable individuals or companies are not involved in Arizona's gaming industry. On July 3, 2015, the Department of Racing consolidated into the Department of Gaming. The Division of Racing regulates the pari-mutuel horse and greyhound racing industries as well as all professional boxing and mixed martial arts contests in Arizona.

Link to the **AGENCY'S WEBSITE** <http://www.azgaming.gov>

All numbers representing dollars are expressed in thousands.

Agency Budget Summary

	FY 2016 Actual	FY 2017 Exp.Plan	FY 2018 Net Change	FY 2018 Exec. Rec.
General Fund	1,779.5	1,979.5	(200.0)	1,779.5
Other Appropriated Funds	13,671.1	16,318.7	0.0	16,318.7
Non-Appropriated Funds	1,783.9	1,370.0	30.3	1,400.3
Agency Total	17,234.5	19,668.2	(169.7)	19,498.5

Baseline Recommendations

Remove FY 2017 One-time Appropriations

In FY 2017, the Department received \$200,000 in one-time funding from the General Fund for the Arizona Breeders' Award program. The Executive Recommendation, as a technical adjustment, removes the one-time FY 2017 appropriation.

Funding	FY 2018
General Fund	(200.0)
Issue Total	(200.0)

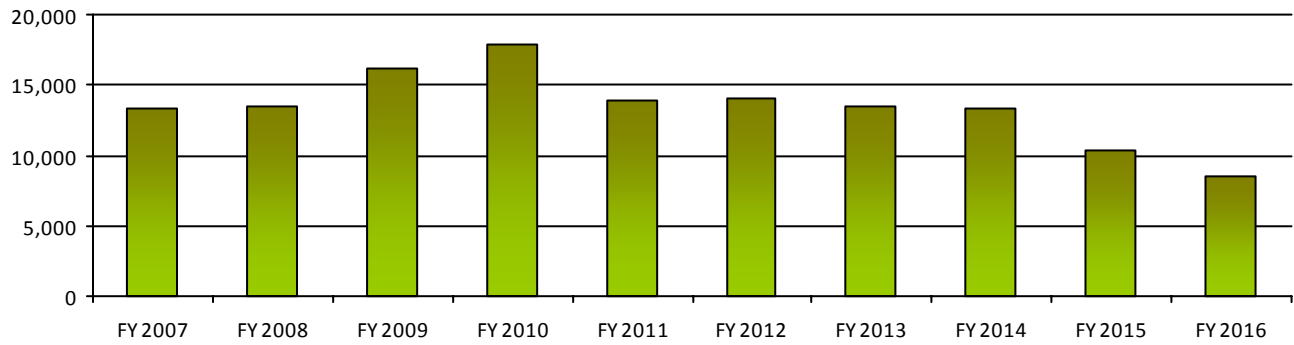
Adjustments for risk management charges and retirement contributions for this agency are not incorporated into the totals shown here. They are listed separated with adjustments for all state agencies immediately following the Capital Projects section. Funding for these adjustments is recommended as part of the total Executive Budget.

Performance Measures

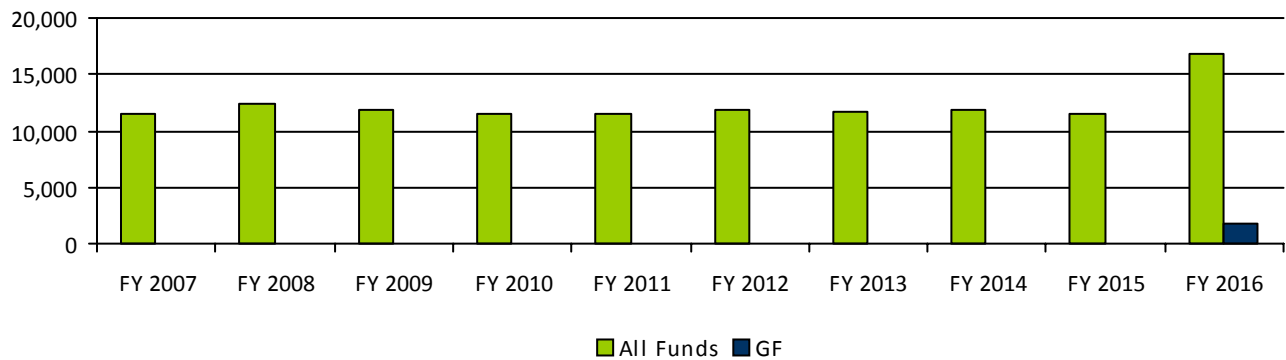
	FY 2015 Actual	FY 2016 Actual	FY 2017 Expected	FY 2018 Expected
Percent of total horse racing licensees with disciplinary action	9.3	0	9.2	0
Percent of temporary certifications issued within 20 days	96	98	95	98
Total number of days elapsed from receipt of completed application to the issuance of temporary certification	2.4	2	5	5

Link to the **AGENCY'S STRATEGIC PLAN**

Number of Gaming Machines Inspected and Certified



Agency Expenditures (in \$1,000s)



Recommended State Appropriations

BY PROGRAM	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Certification	1,622.7	2,081.8	0.0	2,081.8
County Fair Racing	1,779.5	1,779.5	0.0	1,779.5
Division of Racing	2,468.2	3,086.0	(200.0)	2,886.0
Enforcement	9,580.2	11,350.9	0.0	11,350.9
Agency Total - Appropriated Funds	15,450.6	18,298.2	(200.0)	18,098.2

BY EXPENDITURE OBJECT	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Personal Services	6,311.7	7,751.6	0.0	7,751.6
ERE Amount	2,508.8	2,753.5	0.0	2,753.5
Prof. And Outside Services	1,797.2	3,550.4	0.0	3,550.4
Travel - In State	294.4	296.7	0.0	296.7
Travel - Out of State	50.6	55.0	0.0	55.0
Other Operating Expenses	2,600.6	1,841.5	(200.0)	1,641.5
Equipment	105.6	266.3	0.0	266.3
Transfers Out	1,781.7	1,783.2	0.0	1,783.2

Agency Total - Appropriated Funds	15,450.6	18,298.2	(200.0)	18,098.2
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BY APPROPRIATED FUND	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
General Fund	1,779.5	1,979.5	(200.0)	1,779.5
Arizona Benefits Fund	9,280.2	11,050.9	0.0	11,050.9
Lottery Fund	300.0	300.0	0.0	300.0
Permanent Tribal-State Compact Fund	1,622.7	2,081.8	0.0	2,081.8
Racing Regulation Fund	2,468.2	2,886.0	0.0	2,886.0
Agency Total - Appropriated Funds	15,450.6	18,298.2	(200.0)	18,098.2

FOR MORE DETAIL ABOUT EACH FUND SEE THE STATE FUNDS BOOK

Special Line Appropriations

	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Additional Operating Expenses	0.0	800.4	0.0	800.4
Casino Operations Certification	1,622.7	2,081.8	0.0	2,081.8
County Fairs Livestock and Agricultural Promotion	1,779.5	1,779.5	0.0	1,779.5
Division of Racing	0.0	200.0	(200.0)	0.0
Problem Gambling	1,987.8	2,285.2	0.0	2,285.2
Agency Total - Appropriated Funds	5,390.0	7,146.9	(200.0)	6,946.9

Non - Appropriated Funds Expenditures

	FY 2016 Actual	FY 2017 Exp. Plan	FY 2018 Net Change	FY 2018 Exec. Rec.
Breeders Award Fund	37.6	29.0	0.0	29.0
DPS - FBI Fingerprinting	30.8	35.9	(5.6)	30.3
Greyhound Adoption Program Fund	2.7	2.3	0.0	2.3
IGA and ISA Fund	1,691.7	1,320.0	0.0	1,320.0
Mixed Martial Arts Fund	18.4	18.2	0.0	18.2
Racing Investigation Fund	2.7	0.5	0.0	0.5
Agency Total - Non-Appropriated Funds	1,783.9	1,405.9	(5.6)	1,400.3

FOR MORE DETAIL ABOUT EACH FUND SEE THE STATE FUNDS BOOK

The Executive recommends a lump-sum appropriation to the agency with special lines.

Geological Survey

Link to the **AGENCY'S WEBSITE** <http://www.azgs.az.gov/>

All numbers representing dollars are expressed in thousands.

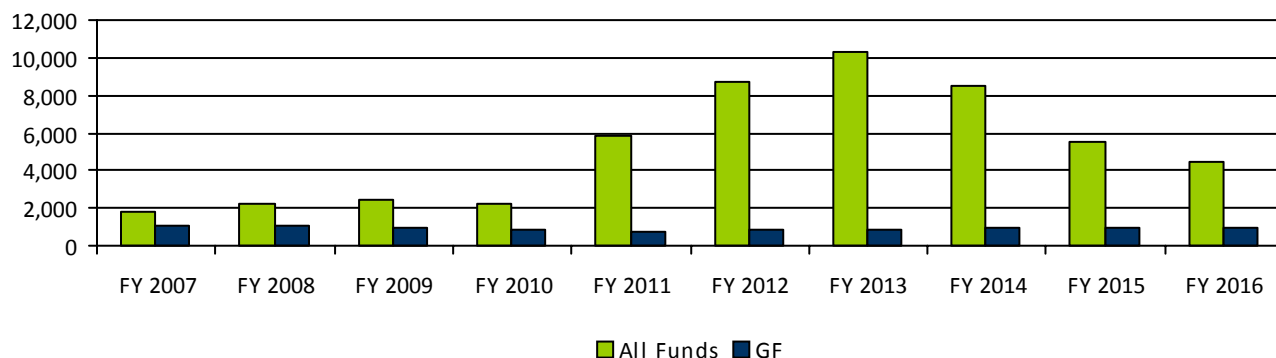
Agency Budget Summary

	FY 2016 Actual	FY 2017 Exp.Plan	FY 2018 Net Change	FY 2018 Exec. Rec.
General Fund	936.8	0.0	0.0	0.0
Non-Appropriated Funds	3,482.7	0.0	0.0	0.0
Agency Total	4,419.5	0.0	0.0	0.0

Adjustments for risk management charges and retirement contributions for this agency are not incorporated into the totals shown here. They are listed separated with adjustments for all state agencies immediately following the Capital Projects section. Funding for these adjustments is recommended as part of the total Executive Budget.

Agency Expenditures

(in \$1,000s)



Recommended State Appropriations

BY PROGRAM	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Arizona Geological Survey	936.8	0.0	0.0	0.0
Agency Total - Appropriated Funds	936.8	0.0	0.0	0.0

BY EXPENDITURE OBJECT	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Personal Services	501.0	0.0	0.0	0.0
ERE Amount	170.2	0.0	0.0	0.0
Prof. And Outside Services	3.8	0.0	0.0	0.0
Travel - In State	13.5	0.0	0.0	0.0
Other Operating Expenses	233.6	0.0	0.0	0.0
Equipment	14.7	0.0	0.0	0.0
Agency Total - Appropriated Funds	936.8	0.0	0.0	0.0

BY APPROPRIATED FUND	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
General Fund	936.8	0.0	0.0	0.0
Agency Total - Appropriated Funds	936.8	0.0	0.0	0.0

FOR MORE DETAIL ABOUT EACH FUND SEE THE STATE FUNDS BOOK

Non - Appropriated Funds Expenditures

	FY 2016 Actual	FY 2017 Exp. Plan	FY 2018 Net Change	FY 2018 Exec. Rec.
Federal Grant	2,349.9	0.0	0.0	0.0
Geological Survey Fund	642.3	0.0	0.0	0.0
Indirect Cost Recovery Fund	490.5	0.0	0.0	0.0
Agency Total - Non-Appropriated Funds	3,482.7	0.0	0.0	0.0

FOR MORE DETAIL ABOUT EACH FUND SEE THE STATE FUNDS BOOK

The Executive recommends a lump-sum appropriation to the agency.

Office of the Governor

Link to the **AGENCY'S WEBSITE** <http://www.azgovernor.gov/>

All numbers representing dollars are expressed in thousands.

Agency Budget Summary

	FY 2016 Actual	FY 2017 Exp.Plan	FY 2018 Net Change	FY 2018 Exec. Rec.
General Fund	6,031.6	6,849.9	0.0	6,849.9
Non-Appropriated Funds	24,012.5	30,442.1	(567.2)	29,874.9
Agency Total	30,044.1	37,292.0	(567.2)	36,724.8

Adjustments for risk management charges and retirement contributions for this agency are not incorporated into the totals shown here. They are listed separated with adjustments for all state agencies immediately following the Capital Projects section. Funding for these adjustments is recommended as part of the total Executive Budget.

Recommended State Appropriations

BY PROGRAM	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Governor's Office	6,031.6	6,849.9	0.0	6,849.9
Agency Total - Appropriated Funds	6,031.6	6,849.9	0.0	6,849.9

BY EXPENDITURE OBJECT	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Personal Services	3,627.2	4,261.9	0.0	4,261.9
ERE Amount	1,211.0	1,488.0	0.0	1,488.0
Prof. And Outside Services	149.8	20.0	0.0	20.0
Travel - In State	18.8	39.3	0.0	39.3
Travel - Out of State	70.2	85.2	0.0	85.2
Other Operating Expenses	851.3	937.0	0.0	937.0
Equipment	91.9	18.5	0.0	18.5
Transfers Out	11.4	0.0	0.0	0.0
Agency Total - Appropriated Funds	6,031.6	6,849.9	0.0	6,849.9

BY APPROPRIATED FUND	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
General Fund	6,031.6	6,849.9	0.0	6,849.9
Agency Total - Appropriated Funds	6,031.6	6,849.9	0.0	6,849.9

FOR MORE DETAIL ABOUT EACH FUND SEE THE STATE FUNDS BOOK

Non - Appropriated Funds Expenditures

	FY 2016 Actual	FY 2017 Exp. Plan	FY 2018 Net Change	FY 2018 Exec. Rec.
County Fairs, Livestock and Agricultural Promotion Fund	1,781.6	1,773.4	0.0	1,773.4
Drug Treatment and Education Fund	5,295.2	5,088.0	0.0	5,088.0
Federal Grant	13,804.6	21,219.3	(567.2)	20,652.1
Governor's Endowment Partnership Fund	473.6	44.7	0.0	44.7
IGA and ISA Fund	504.4	510.8	0.0	510.8
Indirect Cost Recovery Fund	1,149.1	1,539.4	0.0	1,539.4
Oil Overcharge Fund	732.5	0.0	0.0	0.0
Prevention of Child Abuse	271.5	266.5	0.0	266.5
Agency Total - Non-Appropriated Funds	24,012.5	30,442.1	(567.2)	29,874.9

FOR MORE DETAIL ABOUT EACH FUND SEE THE STATE FUNDS BOOK

Federal Funds Expenditures

	FY 2016 Actual	FY 2017 Exp. Plan	FY 2018 Exp. Plan
Agency Total	13,804.6	21,219.3	20,652.2

These are the Federal Expenditures reported by the agencies and, in most cases, are included in the Appropriated or Non-Appropriated Funds expenditures listed above.

Link to the [***ALL FEDERAL GRANTS FOR THIS AGENCY ARE DISPLAYED IN THE FEDERAL FUNDS REPORT***](#)

Governor's Office of Strategic Planning and Budgeting

Link to the **AGENCY'S WEBSITE** <http://azospb.gov/>

All numbers representing dollars are expressed in thousands.

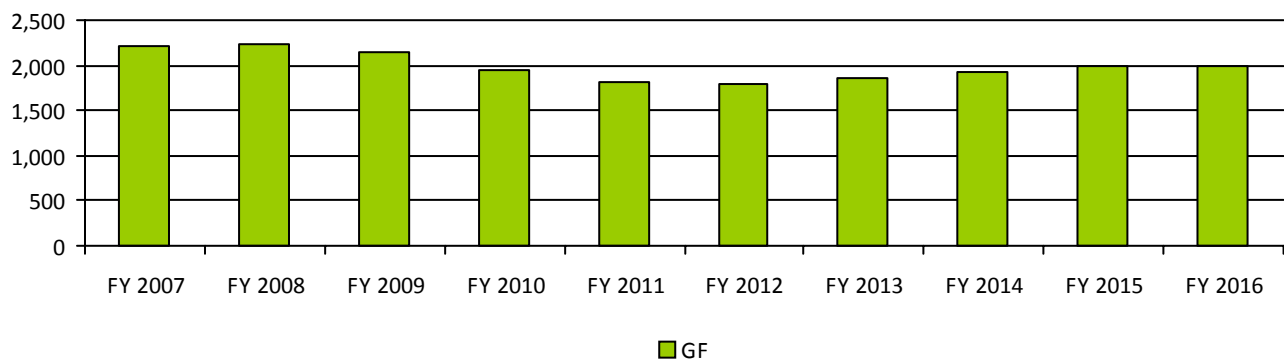
Agency Budget Summary

	FY 2016 Actual	FY 2017 Exp.Plan	FY 2018 Net Change	FY 2018 Exec. Rec.
General Fund	1,993.9	1,994.0	0.0	1,994.0
Agency Total	1,993.9	1,994.0	0.0	1,994.0

Adjustments for risk management charges and retirement contributions for this agency are not incorporated into the totals shown here. They are listed separated with adjustments for all state agencies immediately following the Capital Projects section. Funding for these adjustments is recommended as part of the total Executive Budget.

Agency Expenditures

(in \$1,000s)



Recommended State Appropriations

BY PROGRAM	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Office of Strategic Planning and Budgeting	1,993.9	1,994.0	0.0	1,994.0
Agency Total - Appropriated Funds	1,993.9	1,994.0	0.0	1,994.0

BY EXPENDITURE OBJECT	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Personal Services	1,330.6	1,266.0	0.0	1,266.0
ERE Amount	465.7	438.3	0.0	438.3
Prof. And Outside Services	156.5	88.0	0.0	88.0
Travel - Out of State	1.6	1.6	0.0	1.6
Other Operating Expenses	39.5	200.0	0.0	200.0
Equipment	0.0	0.1	0.0	0.1
Agency Total - Appropriated Funds	1,993.9	1,994.0	0.0	1,994.0

BY APPROPRIATED FUND	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
General Fund	1,993.9	1,994.0	0.0	1,994.0
Agency Total - Appropriated Funds	1,993.9	1,994.0	0.0	1,994.0

FOR MORE DETAIL ABOUT EACH FUND SEE THE STATE FUNDS BOOK

The Executive recommends a lump-sum appropriation to the agency.

Department of Health Services

The Arizona Department of Health Services is a state government agency dedicated to promoting, protecting, and improving the health and wellness of individuals and communities in Arizona. In 1974 The Arizona Department of Health Services (ADHS) was created by consolidating several agencies into a single department with a variety of responsibilities. These areas included maternal and child health programs, communicable disease control, laboratory services, environmental health, behavioral health services and other programs to protect public health and safety.

Today ADHS is responsible for state-wide public health services, including the Arizona State Laboratory, epidemiology & disease control, emergency medical services/trauma, public health emergency preparedness & response, public health statistics, vital records, border health, children with special health care needs, health systems development, minority health, chronic disease prevention & nutrition, oral health, tobacco education, and women's & children's health; Arizona State Hospital, including adult civil services, adult forensic services, and the Arizona Community & Protection Treatment Center; and the licensing and certification of health care and child care facilities.

Link to the **AGENCY'S WEBSITE** <http://www.azdhs.gov/>

All numbers representing dollars are expressed in thousands.

Agency Budget Summary

	FY 2016 Actual	FY 2017 Exp.Plan	FY 2018 Net Change	FY 2018 Exec. Rec.
General Fund	597,792.8	86,551.7	0.0	86,551.7
Other Appropriated Funds	94,030.9	52,867.3	(597.1)	52,270.2
Non-Appropriated Funds	2,451,189.8	324,352.6	34,215.5	358,568.1
Agency Total	3,143,013.5	463,771.6	33,618.4	497,390.0

Main Points of Executive Recommendations

	FY 2017	FY 2018
Severe Combined Immunodeficiency Testing	0.0	513.0
Public Health Emergency Funding	0.0	500.0
Enhancing the State Loan Repayment Program	0.0	350.0
Enhancing Patient Safety	0.0	320.0
Continue One-time Alzheimer's Research Funding	0.0	0.0
Arizona State Hospital Fund Cash Shortfall	3,800.0	(1,800.0)

Major Executive Initiatives and Funding Recommendations

Severe Combined Immunodeficiency Testing

The Department operates the newborn screening program, which screens blood samples from newborns for thirty serious health disorders. Nearly 100% of newborns in Arizona are screened during the first screening.

Severe Combined Immunodeficiency (SCID) is a fatal disorder in which an infant fails to develop an immune system, although treatment that occurs within the first 3.5 months results in survival rates as high as 94%. In Arizona, approximately 2-4 newborns are born with SCID each year. Currently, the Centers for Disease Control

and Prevention (CDC), which publishes the Recommended Uniform Screening Panel as a guide for best practices in newborn screening, recommends screening for SCID using a test costing \$6.00 per screen.

The Department’s newborn screening program does not currently screen for SCID; however, the Department on advisement from the State’s Newborn Screening Advisory Committee has conditionally adopted the test provided that funding is available to recover the cost of the test. To date, the existing fee of \$30 has been insufficient to cover the cost of performing the SCID test, but increasing the statutory cap by \$6.00 would allow the program to charge a sufficient amount to cover the cost of the SCID test.

To allow the Department to fund screening for SCID, the Executive recommends an increase of \$513,000, which will fund the SCID test for a forecasted 85,500 births in FY 2018 estimated at \$6.00 per screening. The Executive also recommends accompanying legislation that will raise the minimum fee for the first-time screening of newborns from \$30 to \$36.

Funding	FY 2018
Newborn Screening Program Fund	513.0
Issue Total	513.0

Public Health Emergency Funding

The Department receives \$16.7 million in federal funding for public health emergency planning and response, approximately 66% of which is transferred to counties. Given the rapid rise and spread of such global health diseases as Zika, having the authority to spend monies quickly can help mitigate the spread of a disease. If the Department’s federal resources are exhausted, it would have no dedicated source of funding for a rapid response to a public health emergency.

To ensure the immediate availability of resources in the event of a public health emergency, the Executive recommends an ongoing appropriation of \$500,000 from the Indirect Cost Fund, to be used only in the event of a public health emergency declaration by the Governor. According to the Department, this amount could fund response services for a week to a month, depending on the emergency.

Funding	FY 2018
DHS - Indirect Cost Fund	500.0
Issue Total	500.0

Enhancing the State Loan Repayment Program

According to the Department's April 2016 report, an estimated 2.8 million Arizona residents are living in areas of primary health care shortages, and 2.3 million are living in areas of dental care shortages. To eliminate those shortages, which occur primarily in the state's rural areas, Arizona needs an estimated 1,036 full-time medical providers: 416 primary care, 416 dentists, and 204 psychiatrists.

The Department operates a Student Loan Repayment Program for physicians, dentists, pharmacists, advance practice providers and behavioral health providers who agree to practice for a minimum of two years in areas of Arizona that have shortages of medical professionals. Physicians and dentists can receive up to a maximum of \$65,000 in student loan subsidies for the first two years of service and \$35,000 for subsequent years of services. Advance practice providers, pharmacists and behavioral health providers can receive a maximum of \$50,000 for the first two years of service and \$25,000 for subsequent years of service.

In FY 2017, the program has 38 practitioners receiving an average award of \$22,400. In the most recent application cycle, the Department received 30 qualifying applications. It made only seven awards, rejecting the 23 other applications due to lack of funding.

To pay for the program, the Department uses \$650,000 from the Emergency Medical Services fund and \$200,000 in federal grant funds. With additional state match, the Department could apply for up to \$1 million in federal funding.

To enhance the Student Loan Repayment program, the Executive recommends an ongoing appropriation of \$350,000 from the Indirect Cost Fund. This additional appropriation will allow the Department to apply for the full \$1 million in federal matching funds and, depending on the amount of federal funding received, expand the program up to 51 participants.

Funding	FY 2018
DHS - Indirect Cost Fund	350.0
Issue Total	350.0

Enhancing Patient Safety

A 2015 licensing survey by the Centers for Medicare and Medicaid Services revealed issues at the Arizona State Hospital that could adversely affect patient safety and cause the State to be cited for hospital deficiencies. Specifically, the Department was advised to correct issues related to the existence of ligature points on patient beds and in patient bathrooms, which present an opportunity for patients to harm themselves.

To avoid deficiency citations, the Executive recommends a one-time appropriation of \$320,000 from the State Hospital Land Earnings Fund to fund new bed, shower and faucet fixtures that will enhance the safety of patient rooms.

Funding	FY 2018
DHS State Hospital Land Earnings Fund	320.0
Issue Total	320.0

Continue One-time Alzheimer's Research Funding

According to the Arizona Alzheimer's Consortium, more than 120,000 people in Arizona suffer from Alzheimer's disease. There is no known cure for Alzheimer's, and many organizations are dedicated to finding one.

In FY 2017, the Department was appropriated \$2,125,000 for Alzheimer's disease research: \$2 million from the Health Research Account of the Tobacco Tax and Health Care Fund (TTHCF), and \$125,000 from the General Fund. Of the \$2 million from the TTHCF, \$1 million is ongoing and \$1 million is a one-time appropriation, meaning that the baseline budget for FY 2018 would remove the \$1 million one-time funding appropriated in FY 2017 and lower the overall amount of funding for Alzheimer's disease research.

To continue the same level of funding in FY 2018, the Executive recommends a one-time appropriation of \$1 million from the TTHCF for Alzheimer's disease research.

Funding	FY 2018
Health Research Fund	0.0
Issue Total	0.0

Arizona State Hospital Fund Cash Shortfall

The Arizona State Hospital (ASH) is primarily funded through the General Fund and the Arizona State Hospital Fund (ASH Fund). In FY 2017, 84% of the total ASH appropriation is from the General Fund, 13% is from the ASH Fund, and 3% is from a combination of smaller funding streams that include the State Hospital Land Earnings Fund.

Revenues deposited into the ASH Fund are collected from counties and from AHCCCS, the State's Medicaid program. The Department can bill counties for 100% of the daily cost of care for Restoration to Competency patients and 31% of the daily cost of care for Sexually Violent Persons. The Department can also bill Medicaid for a maximum of 30 days for patients ages 21 to 64, but there is no limit on the number of Medicaid days for patients under age 22 or over age 65.

From FY 2011 to FY 2015, revenues to the ASH Fund from counties and AHCCCS averaged 58% of the annual appropriation from the ASH Fund. Because annual revenues are insufficient to fully fund the annual appropriation, the Department has been using the balance in the ASH Fund to fund operations. At the beginning of FY 2016, the balance in the ASH Fund dropped to \$599,400, and Laws 2016, Chapter 117 (the General Appropriations Act) transferred \$2.4 million from the Health Services Lottery Fund to the ASH Fund to help address an estimated \$2.4 million cash shortfall.

For FY 2017, revenues will again be insufficient to provide necessary funding for current operations, and the Department estimates a cash shortfall of \$3.8 million. To address the cash shortfall in FY 2017, the Executive is recommending a one-time balance transfer from the Indirect Cost Fund.

For FY 2018, the Department estimates a cash shortfall of \$5.3 million. To address this cash shortfall, the Executive recommends the following solutions:

- (a) reallocating \$2.8 million in General Fund monies from the DHS operating budget to the ASH Operating special line item (SLI), while increasing by \$1 million the Indirect Cost Fund appropriation to the operating budget;
- (b) requiring the Department to transfer \$1.3 million from the Health Services Lottery Fund to the ASH Fund; and
- (c) continuing the \$1.2 million AHCCCS transfer from the Non-Medicaid Seriously Mentally Ill Services SLI.

In total, as the Department continues to research more permanent solutions, these solutions will reallocate \$5.3 million for ASH in FY 2018.

Funding	FY 2018
General Fund	0.0
The Arizona State Hospital Fund	(2,800.0)
DHS - Indirect Cost Fund	1,000.0
Issue Total	(1,800.0)

Baseline Recommendations

Remove FY 2017 One-time Appropriations

The Department's FY 2017 appropriation included a one-time appropriation of \$230,100 from the Land Earnings Fund to purchase security equipment and a one-time appropriation of \$250,000 from the Disease Control Research Fund for Pediatric Autoimmune Neurological Disorder research. The Executive Recommendation, as a technical adjustment, removes those one-time FY 2017 appropriations.

Funding	FY 2018
Disease Control Research Fund	(250.0)
DHS State Hospital Land Earnings Fund	(230.1)
Issue Total	(480.1)

Supplemental Recommendations

Arizona State Hospital Fund Cash Shortfall

The Executive recommends a \$3.8 million balance transfer in FY 2017, from the Indirect Cost Fund to the Arizona State Hospital Fund, to address a cash shortfall at the Arizona State Hospital and allow the Department to fund current operations.

Funding	FY 2017
General Fund	0.0
The Arizona State Hospital Fund	0.0
DHS - Indirect Cost Fund	3,800.0
Issue Total	3,800.0

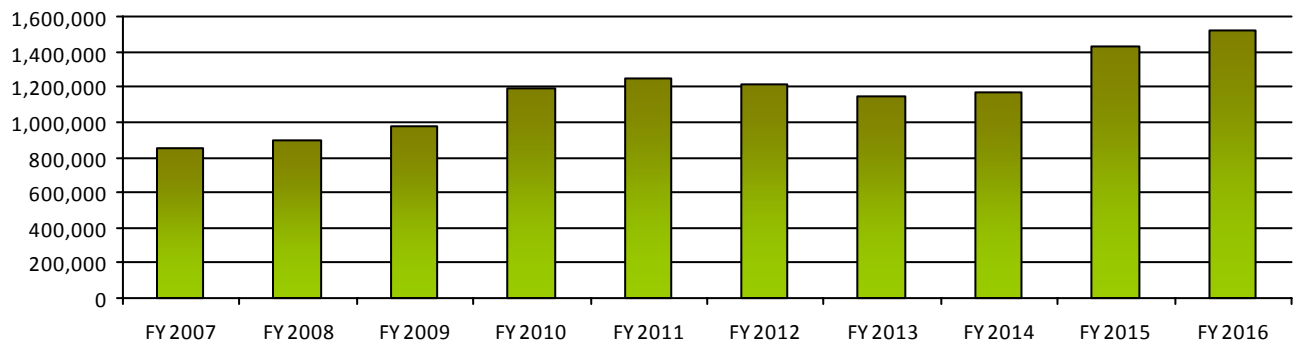
Adjustments for risk management charges and retirement contributions for this agency are not incorporated into the totals shown here. They are listed separated with adjustments for all state agencies immediately following the Capital Projects section. Funding for these adjustments is recommended as part of the total Executive Budget.

Performance Measures

	FY 2015 Actual	FY 2016 Actual	FY 2017 Expected	FY 2018 Expected
Percent of Probable Zika Cases Provided Prevention Services	0	0	100	0
Overall Licensing Application Processing Time (in days)	0	0	45	0
Immunization rate among 2-year old children	79	79	n/a	n/a

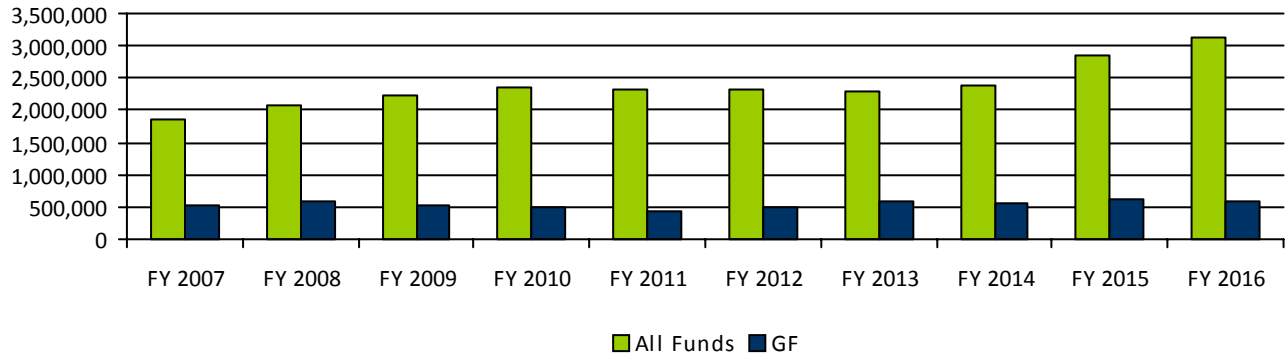
Link to the [AGENCY'S STRATEGIC PLAN](#)

Title XIX/P204- BHS Enrollment



Agency Expenditures

(in \$1,000s)



Recommended State Appropriations

BY PROGRAM	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Administration	48,154.9	49,053.2	(1,800.0)	47,253.2
Arizona State Hospital	67,622.3	71,254.8	89.9	71,344.7
Behavioral Health	561,406.8	0.0	0.0	0.0
Public Health	14,639.8	19,111.0	1,113.0	20,224.0
Agency Total - Appropriated Funds	691,823.7	139,419.0	(597.1)	138,821.9

BY EXPENDITURE OBJECT	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Personal Services	55,944.7	55,258.3	0.0	55,258.3
ERE Amount	22,416.9	22,022.9	0.0	22,022.9
Prof. And Outside Services	13,445.9	15,360.3	0.0	15,360.3
Travel - In State	465.6	517.1	0.0	517.1
Travel - Out of State	53.0	87.2	0.0	87.2
Aid to Others	105,296.7	11,945.6	100.0	12,045.6
Other Operating Expenses	24,298.6	30,082.0	(697.1)	29,384.9
Equipment	486.9	1,955.1	0.0	1,955.1
Capital Outlay	78.6	0.0	0.0	0.0
Transfers Out	469,336.8	2,190.5	0.0	2,190.5
Agency Total - Appropriated Funds	691,823.7	139,419.0	(597.1)	138,821.9

BY APPROPRIATED FUND	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
General Fund	597,792.8	86,551.7	0.0	86,551.7
Capital Outlay Stabilization Fund	1,513.9	1,559.9	0.0	1,559.9
Child Care and Development Fund	828.8	872.3	0.0	872.3
Child Fatality Review Fund	94.9	94.7	0.0	94.7
DHS - Indirect Cost Fund	8,030.6	8,546.1	1,850.0	10,396.1
DHS State Hospital Land Earnings Fund	601.4	880.1	89.9	970.0

BY APPROPRIATED FUND	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Disease Control Research Fund	0.0	250.0	(250.0)	0.0
Emergency Medical Services Operating Fund	4,810.4	5,357.9	0.0	5,357.9
Environmental Lab License Revolving Fund	695.9	924.2	0.0	924.2
Health Research Fund	2,496.3	4,000.0	0.0	4,000.0
Health Services Licenses Fund	8,751.8	9,232.3	0.0	9,232.3
Newborn Screening Program Fund	6,040.8	7,130.1	513.0	7,643.1
Nursing Care Institution Protection Fund	22.0	138.2	0.0	138.2
Substance Abuse Services - Alcohol Fund	900.0	0.0	0.0	0.0
Substance Abuse Services Fund	1,350.2	0.0	0.0	0.0
The Arizona State Hospital Fund	8,814.2	9,562.0	(2,800.0)	6,762.0
Tobacco Tax Hlth Care Fund MNMI Account Fund	47,966.7	700.0	0.0	700.0
Vital Records Electronic Systems Fund	1,113.0	3,619.5	0.0	3,619.5
Agency Total - Appropriated Funds	691,823.7	139,419.0	(597.1)	138,821.9

FOR MORE DETAIL ABOUT EACH FUND SEE THE STATE FUNDS BOOK

Special Line Appropriations

	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Adult Cystic Fibrosis	105.2	105.2	0.0	105.2
AIDS Reporting & Surveillance	990.1	1,000.0	0.0	1,000.0
Alzheimer's Disease Research	1,125.0	2,125.0	0.0	2,125.0
ASH-Operating	57,589.6	60,715.7	89.9	60,805.6
Biomedical Research Support	1,496.3	2,000.0	0.0	2,000.0
Breast and Cervical Cancer Screening	984.4	1,369.4	0.0	1,369.4
Crisis Services	16,176.3	0.0	0.0	0.0
Emergency Medical Services Local Allocation	399.0	442.0	0.0	442.0
Folic Acid	387.2	400.0	0.0	400.0
High Risk Perinatal Services	1,887.7	2,543.4	0.0	2,543.4
Medicaid Behavioral Health-Comprehensive Medical and Dental Program	54,380.4	0.0	0.0	0.0
Medicaid Behavioral Health-Prop 204	103,420.5	0.0	0.0	0.0
Medicaid Behavioral Health-Traditional	278,988.4	0.0	0.0	0.0
Medicaid Special Insurance Premium Payments	8,715.0	0.0	0.0	0.0
Medicare Clawback Payments	14,228.6	0.0	0.0	0.0
Newborn Screening Program	5,609.0	6,697.3	513.0	7,210.3
Nursing Care Special Projects	22.0	100.0	0.0	100.0
Pediatric Neurological Autoimmune Disorder	0.0	250.0	(250.0)	0.0
Poison Control Centers	828.2	990.0	0.0	990.0
Prop 204 Administration	2,011.0	0.0	0.0	0.0
Renal and Dental Care Nutrition Supplements	225.0	300.0	0.0	300.0
Renal/Nonrenal Disease Management	46.4	198.0	0.0	198.0
Restoration to Competency	897.1	900.0	0.0	900.0
Seriously Mentally Ill (non-TXIX)	78,279.4	0.0	0.0	0.0
Sexually Violent Persons	9,135.6	9,639.1	0.0	9,639.1
Supported Housing	5,207.2	0.0	0.0	0.0
Tuberculosis Provider Care and Control	534.3	590.7	0.0	590.7
Agency Total - Appropriated Funds	643,668.8	90,365.8	352.9	90,718.7

Non - Appropriated Funds Expenditures

	FY 2016 Actual	FY 2017 Exp. Plan	FY 2018 Net Change	FY 2018 Exec. Rec.
Breast/Cervical Cancer Plate Fund	(167.3)	704.0	(325.4)	378.6
DHS Donations	322.6	239.1	0.0	239.1
DHS Internal Services	4.4	4.3	0.0	4.3
Disease Control Research Fund	2,638.2	2,576.1	0.0	2,576.1
Federal Grant	275,068.5	211,603.0	0.0	211,603.0
Health Research Fund	3,280.8	8,729.3	0.0	8,729.3
Health Services Lottery Fund	9,805.2	8,509.3	1,300.0	9,809.3
Interagency Service Agreement BHS	2,012,681.9	0.0	35,000.0	35,000.0
Intergovernmental Agreement for County BHS	60,878.1	0.0	0.0	0.0
Intergovernmental and Interagency Service Agreement	16,803.7	16,802.6	0.0	16,802.6
Medical Marijuana Fund	8,294.9	11,110.6	0.0	11,110.6
Medical Student Loan Fund	29.3	187.2	(59.1)	128.1
Oral Health Fund	155.8	237.0	0.0	237.0
Risk Assessment Fund	37.3	60.0	0.0	60.0
Seriously Mentally Ill Housing Trust Fund	1,764.1	0.0	0.0	0.0
Smoke-Free Arizona Fund	2,731.9	3,076.0	0.0	3,076.0
Statewide Donations	3.1	1.7	0.0	1.7
Tobacco Tax and Health Care Fund	17,099.9	21,220.0	(1,000.0)	20,220.0
WIC Rebates	39,757.5	38,592.4	0.0	38,592.4
Agency Total - Non-Appropriated Funds	2,451,189.8	323,652.6	34,915.5	358,568.1

FOR MORE DETAIL ABOUT EACH FUND SEE THE STATE FUNDS BOOK

Federal Funds Expenditures

	FY 2016 Actual	FY 2017 Exp. Plan	FY 2018 Exp. Plan
Agency Total	313,745.8	253,200.8	252,499.6

These are the Federal Expenditures reported by the agencies and, in most cases, are included in the Appropriated or Non-Appropriated Funds expenditures listed above.

Link to the [**ALL FEDERAL GRANTS FOR THIS AGENCY ARE DISPLAYED IN THE FEDERAL FUNDS REPORT**](#)

The Executive recommends a modified lump-sum appropriation by program with special lines.

Governor's Office of Highway Safety

The Governor's Office of Highway Safety develops the Arizona Highway Safety Plan (HSP) through annual problem identification and analysis of traffic records, citations, convictions, judicial outcome, incarcerations, assessments, screening, treatment, prevention, and surveys. The Office serves as a means for the reduction of traffic crashes, deaths, injuries, and property damage resulting from crashes on public roads by developing, promoting, and implementing effective education and enforcement programs geared towards ending preventable crashes and reducing economic costs associated with vehicle use and highway travel.

Link to the **AGENCY'S WEBSITE** <http://www.azgohs.gov/>

All numbers representing dollars are expressed in thousands.

Agency Budget Summary

	FY 2016 Actual	FY 2017 Exp.Plan	FY 2018 Net Change	FY 2018 Exec. Rec.
Non-Appropriated Funds	11,654.4	11,373.7	0.0	11,373.7
Agency Total	11,654.4	11,373.7	0.0	11,373.7

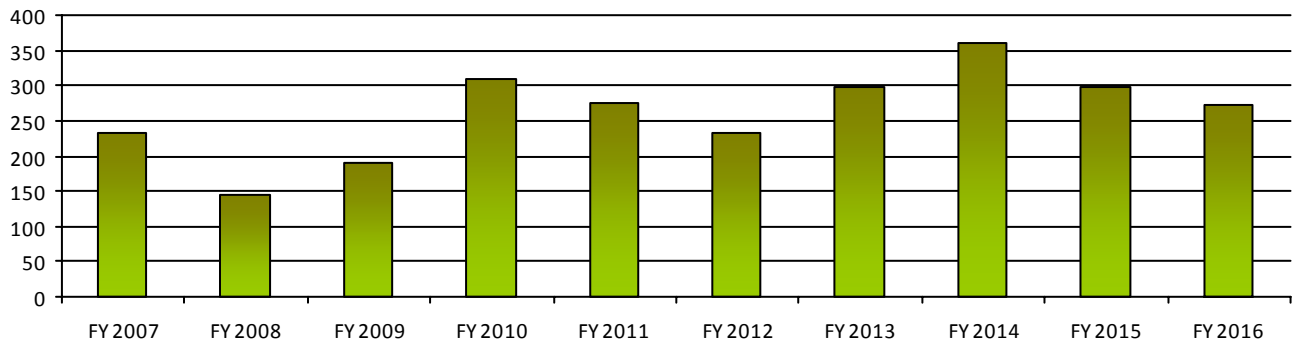
Adjustments for risk management charges and retirement contributions for this agency are not incorporated into the totals shown here. They are listed separated with adjustments for all state agencies immediately following the Capital Projects section. Funding for these adjustments is recommended as part of the total Executive Budget.

Performance Measures

	FY 2015 Actual	FY 2016 Actual	FY 2017 Expected	FY 2018 Expected
To decrease serious traffic injuries to 4,000	4117	4,100	3,950	3,800

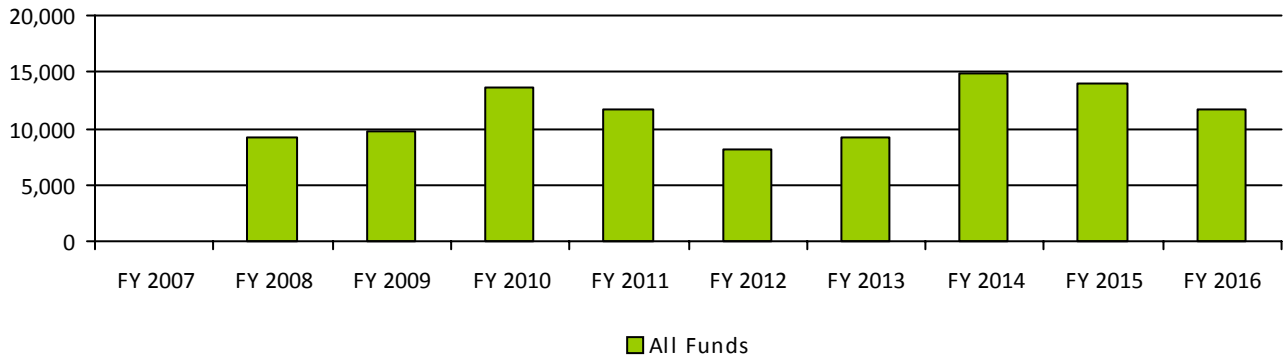
Link to the **AGENCY'S STRATEGIC PLAN**

Contracts written and monitored



Agency Expenditures

(in \$1,000s)



Before FY 2008, expenditures for the Governor's Office of Highway Safety were included as part of the Department of Public Safety's operating budget.

Non - Appropriated Funds Expenditures

	FY 2016 Actual	FY 2017 Exp. Plan	FY 2018 Net Change	FY 2018 Exec. Rec.
Conferences, Workshops and Other Education	25.9	26.0	0.0	26.0
DUI Abatement	1,922.3	1,900.5	0.0	1,900.5
Federal Grant	9,258.9	9,006.4	0.0	9,006.4
IGA and ISA Fund	447.4	440.8	0.0	440.8
Agency Total - Non-Appropriated Funds	11,654.4	11,373.7	0.0	11,373.7

FOR MORE DETAIL ABOUT EACH FUND SEE THE STATE FUNDS BOOK

Federal Funds Expenditures

	FY 2016 Actual	FY 2017 Exp. Plan	FY 2018 Exp. Plan
Agency Total	9,258.9	9,469.7	9,469.7

These are the Federal Expenditures reported by the agencies and, in most cases, are included in the Appropriated or Non-Appropriated Funds expenditures listed above.

Link to the [ALL FEDERAL GRANTS FOR THIS AGENCY ARE DISPLAYED IN THE FEDERAL FUNDS REPORT](#)

Arizona Historical Society

The Arizona Historical Society (AHS) is a membership and government supported, nonprofit, state agency. It is governed by a membership-elected board, representing each county in the state. Museums are located in Flagstaff, Tempe, Tucson, and Yuma. The Society museums maintain an extensive library and archival collections used by a diverse general audience. The Society produces the Journal of Arizona History and various historical books. The AHS Board develops the biennial budget, authorizes, and approves all expenditures. The Administrative Division provides finance, budget, personnel, and management support to each of the divisions. AHS certifies and supports 73 local historical societies in preserving and disseminating Arizona history. The Society also supports other board-approved community activities.

Link to the **AGENCY'S WEBSITE** <http://www.arizonahistoricalsociety.org/>

All numbers representing dollars are expressed in thousands.

Agency Budget Summary

	FY 2016 Actual	FY 2017 Exp.Plan	FY 2018 Net Change	FY 2018 Exec. Rec.
General Fund	3,157.2	2,722.9	0.0	2,722.9
Non-Appropriated Funds	1,264.6	1,171.4	(34.7)	1,136.7
Agency Total	4,421.8	3,894.3	(34.7)	3,859.6

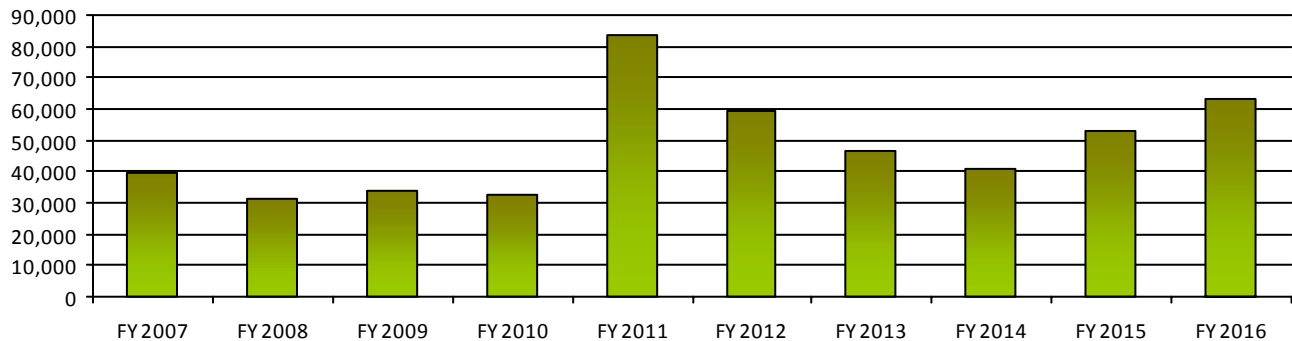
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Performance Measures

	FY 2015 Actual	FY 2016 Actual	FY 2017 Expected	FY 2018 Expected
Public program attendance	101,000	95,000	100,000	100,000
Number of museum visitors and researchers	52,910	63,076	65,000	70,000
Number of volunteer hours	35,500	30,000	32,500	33,000

Link to the **AGENCY'S STRATEGIC PLAN**

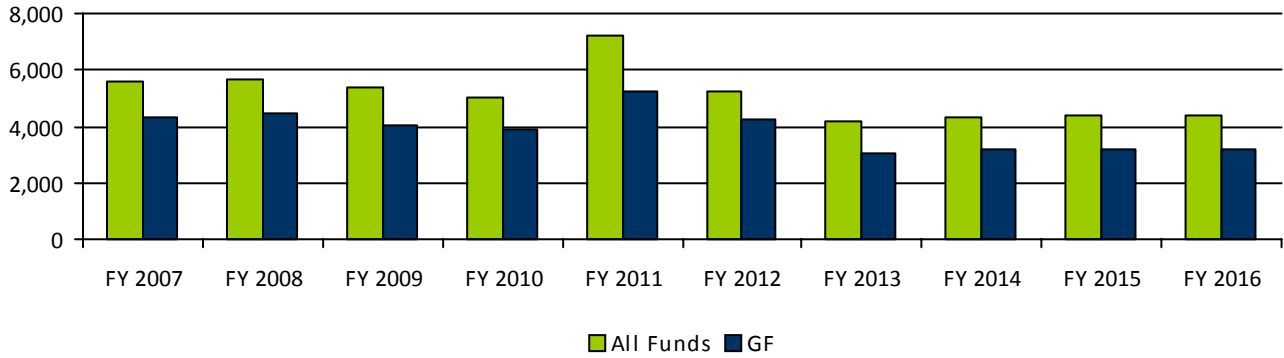
Museum Attendance



Attendance numbers for FY 2011 and FY 2012 include the attendance from the Centennial Museum. Operation of the museum was changed from the Arizona Department of Mines and Mineral Resources to the Arizona Historical Society in 2011.

Agency Expenditures

(in \$1,000s)



\$1.7 million was appropriated in FY 2011 for the purpose of paying a one-time lease purchase balloon payment for the Papago Park Museum. In FY 2012, operations of the Centennial Museum, were transferred from the Department of Mines and Mineral Resources to the Arizona Historical Society.

Recommended State Appropriations

BY PROGRAM	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Arizona Historical Society	3,157.2	2,722.9	0.0	2,722.9
Agency Total - Appropriated Funds	3,157.2	2,722.9	0.0	2,722.9

BY EXPENDITURE OBJECT	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Personal Services	1,508.9	1,518.1	0.0	1,518.1
ERE Amount	635.2	653.9	0.0	653.9
Prof. And Outside Services	73.0	72.1	0.0	72.1
Aid to Others	41.7	41.7	0.0	41.7
Other Operating Expenses	898.4	437.1	0.0	437.1
Agency Total - Appropriated Funds	3,157.2	2,722.9	0.0	2,722.9

BY APPROPRIATED FUND	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
General Fund	3,157.2	2,722.9	0.0	2,722.9
Agency Total - Appropriated Funds	3,157.2	2,722.9	0.0	2,722.9

FOR MORE DETAIL ABOUT EACH FUND SEE THE STATE FUNDS BOOK

Special Line Appropriations

	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Centennial Museum	428.2	0.0	0.0	0.0
Field Services and Grants	66.0	66.0	0.0	66.0
Papago Park	544.4	544.3	0.0	544.3
Agency Total - Appropriated Funds	1,038.6	610.3	0.0	610.3

Non - Appropriated Funds Expenditures

	FY 2016 Actual	FY 2017 Exp. Plan	FY 2018 Net Change	FY 2018 Exec. Rec.
Historical Society Preservation/Restoration	42.9	41.2	0.0	41.2
Non Expendable Trust Fund	29.4	24.0	(6.0)	18.0
Permanent AZ Historical Society Revolving	571.6	606.3	2.8	609.1
Statewide Donations	531.1	499.9	(31.5)	468.4
Statewide Special Plates Fund	89.6	0.0	0.0	0.0
Agency Total - Non-Appropriated Funds	1,264.6	1,171.4	(34.7)	1,136.7

FOR MORE DETAIL ABOUT EACH FUND SEE THE STATE FUNDS BOOK

The Executive recommends a lump-sum appropriation to the agency.

Prescott Historical Society of Arizona

The Prescott Historical Society operates the Sharlot Hall Museum, which was founded in 1928 and is located on the grounds of the first territorial governor's residence and offices. The nearly four acre landscaped campus features eleven exhibit buildings, including four restored historic structures-- the territorial Governor's Mansion (1864), Fort Misery (1864), the Fremont House (1875), and the Victorian-era Bashford House (1877). The Lawler Exhibit Center (1977) hosts both permanent and changing exhibits, an historic theater, and storage of extensive historic and prehistoric objects. A large Archive Library (1993), houses several hundred thousand images and documents. A new, approximately, million dollar facility constructed with non-State of Arizona funds was completed in March 2013, and a new admissions building, also financed entirely with privately-donated funds was added in April, 2014. The Bob Stump VA Medical Center hosts a branch museum which interprets the history of Fort Whipple. Public programs include the annual Folk Arts Fair, Prescott Indian Art Market, Folk Music Festival, Frontier Christmas, Western History Symposium, periodic musical and theatrical historical productions, living history interpretations in both indoor and outdoor settings, heritage gardens, lecture series, education tours, and outreach opportunities for children and adults.

Link to the **AGENCY'S WEBSITE** <http://www.sharlot.org/>

All numbers representing dollars are expressed in thousands.

Agency Budget Summary

	FY 2016 Actual	FY 2017 Exp. Plan	FY 2018 Net Change	FY 2018 Exec. Rec.
General Fund	807.4	824.5	0.0	824.5
Non-Appropriated Funds	605.1	829.8	0.0	829.8
Agency Total	1,412.5	1,654.3	0.0	1,654.3

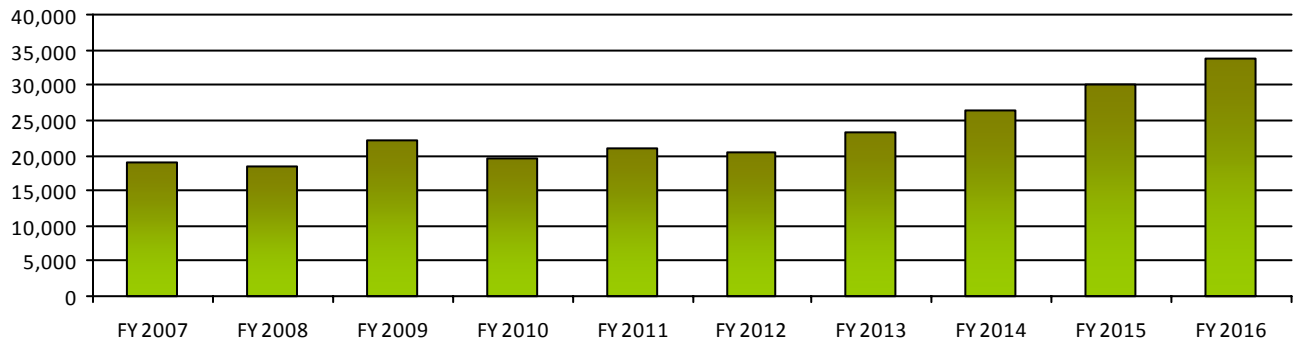
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Performance Measures

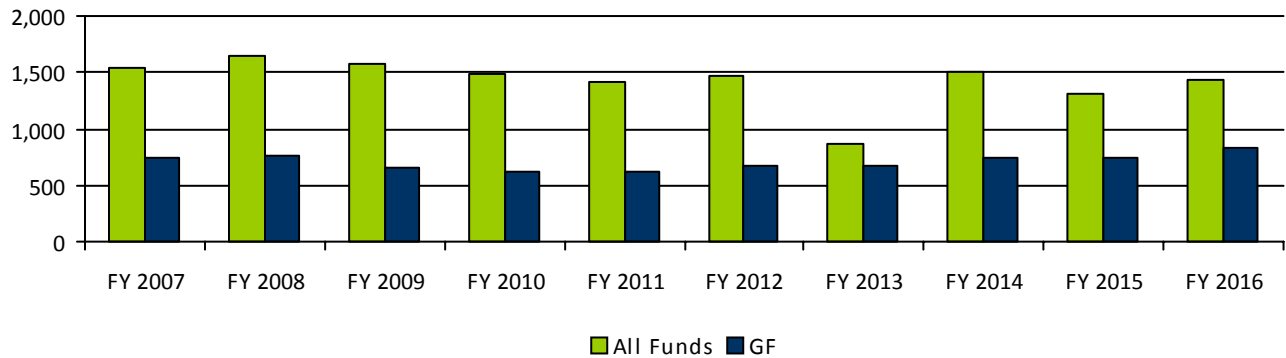
	FY 2015 Actual	FY 2016 Actual	FY 2017 Expected	FY 2018 Expected
Number of people served (includes museum, festival, and theatre attendees; and researchers)	30,000	33,900	34,000	35,000
Percent of museum clients pleased with service	95	98	95	95
Number of volunteer hours	23,000	25,000	25,000	25,000
Capital campaign dollars raised to build new square footage (in thousands)	207	470	750	750

Link to the **AGENCY'S STRATEGIC PLAN**

Museum Attendance



Agency Expenditures (in \$1,000s)



Recommended State Appropriations

BY PROGRAM	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Sharlot Hall Museum	807.4	824.5	0.0	824.5
Agency Total - Appropriated Funds	807.4	824.5	0.0	824.5

BY EXPENDITURE OBJECT	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Personal Services	489.8	507.8	0.0	507.8
ERE Amount	232.5	241.1	0.0	241.1
Prof. And Outside Services	1.0	20.0	0.0	20.0
Other Operating Expenses	47.7	55.6	0.0	55.6
Capital Outlay	36.4	0.0	0.0	0.0
Agency Total - Appropriated Funds	807.4	824.5	0.0	824.5

BY APPROPRIATED FUND	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
General Fund	807.4	824.5	0.0	824.5

Agency Total - Appropriated Funds	807.4	824.5	0.0	824.5
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FOR MORE DETAIL ABOUT EACH FUND SEE THE STATE FUNDS BOOK

Non - Appropriated Funds Expenditures

	FY 2016 Actual	FY 2017 Exp. Plan	FY 2018 Net Change	FY 2018 Exec. Rec.
Sharlot Hall Historical Society 501	605.1	829.8	0.0	829.8
Agency Total - Non-Appropriated Funds	605.1	829.8	0.0	829.8

FOR MORE DETAIL ABOUT EACH FUND SEE THE STATE FUNDS BOOK

The Executive recommends a lump-sum appropriation to the agency.

Department of Homeland Security

The Department administers federal grants to State and local agencies to prevent or reduce Arizona's vulnerability from terrorist attacks.

Link to the **AGENCY'S WEBSITE** <http://www.azdohs.gov/>

All numbers representing dollars are expressed in thousands.

Agency Budget Summary

	FY 2016 Actual	FY 2017 Exp.Plan	FY 2018 Net Change	FY 2018 Exec. Rec.
Non-Appropriated Funds	23,484.3	30,561.1	0.0	30,561.1
Agency Total	23,484.3	30,561.1	0.0	30,561.1

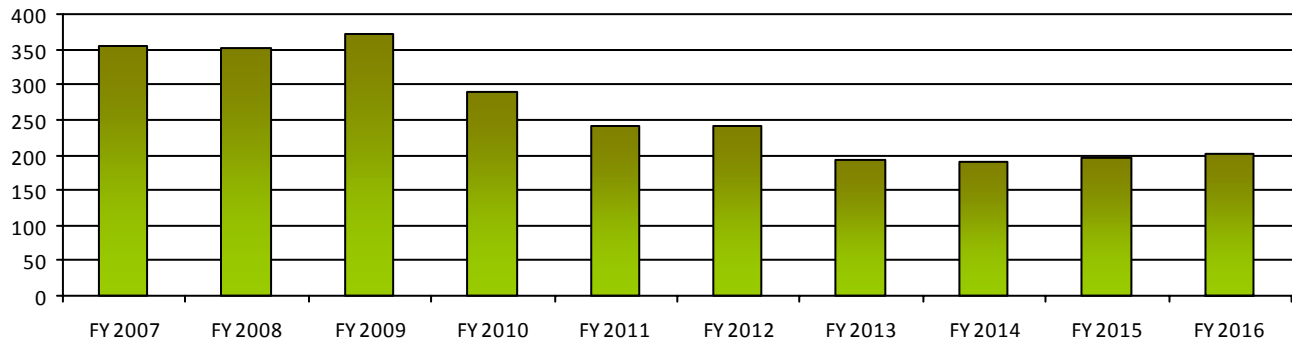
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Performance Measures

	FY 2015 Actual	FY 2016 Actual	FY 2017 Expected	FY 2018 Expected
Comply with all federal mandates for the efficient allocation of federal dollars in advance of suspense dates	100	100	100	0

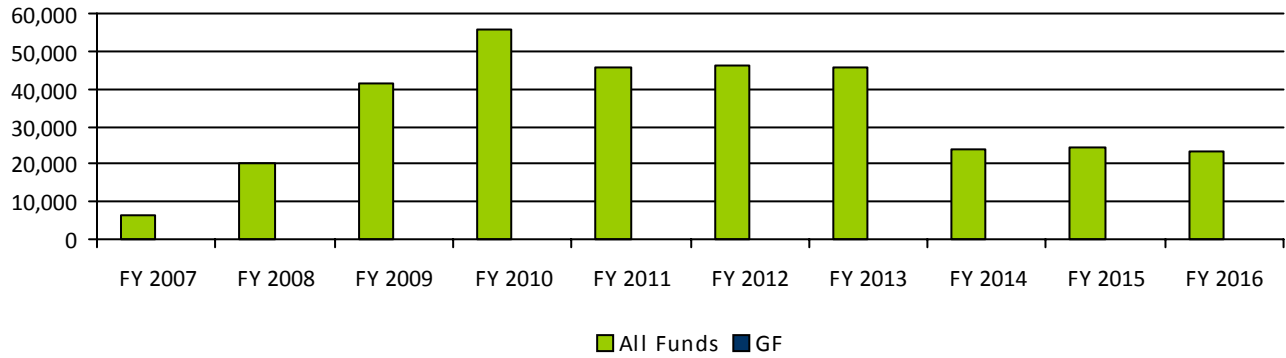
Link to the **AGENCY'S STRATEGIC PLAN**

Number of Grant Projects



Agency Expenditures

(in \$1,000s)



Prior to FY 2008, the functions of the Department of Homeland Security were performed by the Department of Emergency and Military Affairs.

Non - Appropriated Funds Expenditures

	FY 2016 Actual	FY 2017 Exp. Plan	FY 2018 Net Change	FY 2018 Exec. Rec.
Federal Grant	23,484.3	30,561.1	0.0	30,561.1
Agency Total - Non-Appropriated Funds	23,484.3	30,561.1	0.0	30,561.1

FOR MORE DETAIL ABOUT EACH FUND SEE THE STATE FUNDS BOOK

Federal Funds Expenditures

	FY 2016 Actual	FY 2017 Exp. Plan	FY 2018 Exp. Plan
Agency Total	22,730.3	30,547.6	13,676.4

These are the Federal Expenditures reported by the agencies and, in most cases, are included in the Appropriated or Non-Appropriated Funds expenditures listed above.

Link to the [**ALL FEDERAL GRANTS FOR THIS AGENCY ARE DISPLAYED IN THE FEDERAL FUNDS REPORT**](#)

Board of Homeopathic Medical Examiners

The Board of Homeopathic and Integrated Medicine Examiners regulates the practice of homeopathic medicine in Arizona. The Board reviews and examines the education, experience, and background of applicants to determine if they possess the qualifications required by law to practice homeopathic medicine and any of the subspecialties within the scope of practice. The Board conducts investigations into complaints against physicians and holds hearings, taking disciplinary action as necessary to protect the public safety. The Board also registers homeopathic medical assistants that work under the direct supervision of licensed homeopathic physicians.

Link to the **AGENCY'S WEBSITE** <http://www.azhomeopathbd.az.gov>

All numbers representing dollars are expressed in thousands.

Agency Budget Summary

	FY 2016 Actual	FY 2017 Exp.Plan	FY 2018 Net Change	FY 2018 Exec. Rec.
Other Appropriated Funds	74.3	103.0	(15.7)	87.3
Agency Total	74.3	103.0	(15.7)	87.3

Major Executive Initiatives and Funding Recommendations

Reduce FY 2018 Appropriation

The Board has seen a steadily decreasing number of licensees, from 240 in FY 2007 to 115 in FY 2016, and a corresponding decline in revenues. The Executive recommends aligning the Board's appropriation with expected revenue.

Funding	FY 2018
Homeopathic Medical Examiners Fund	(15.7)
Issue Total	(15.7)

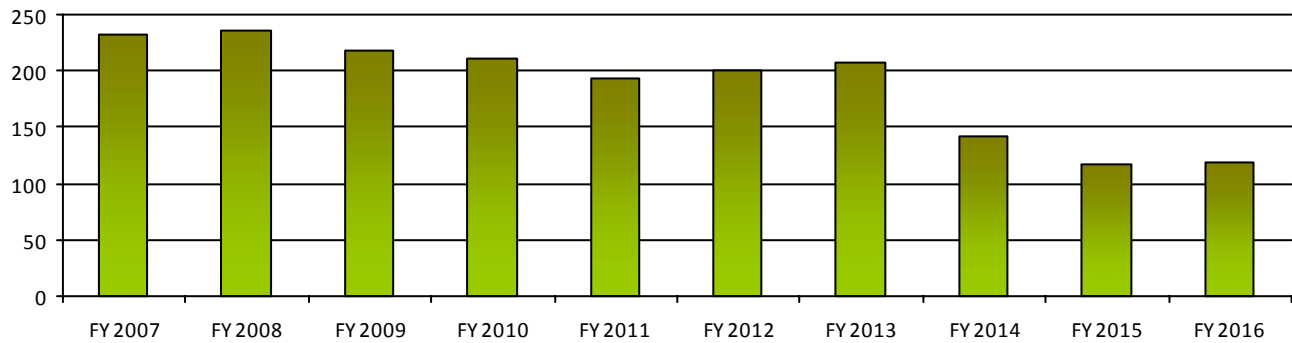
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Performance Measures

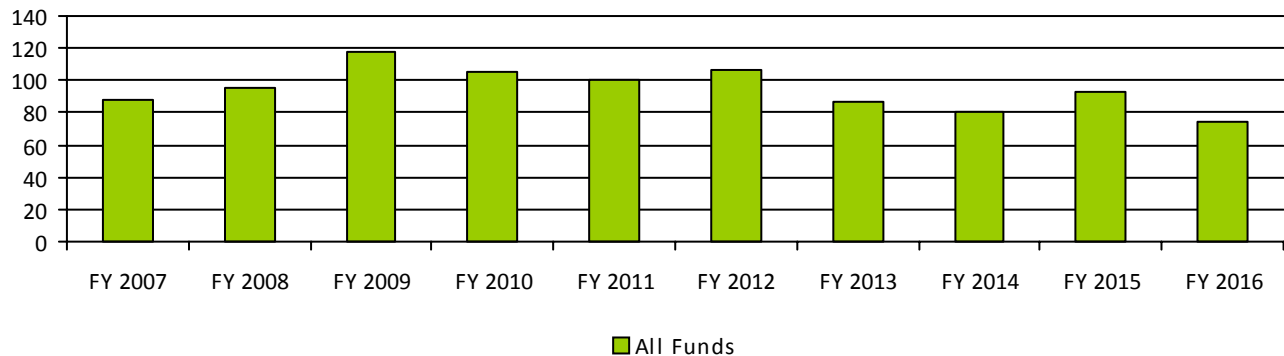
	FY 2015 Actual	FY 2016 Actual	FY 2017 Expected	FY 2018 Expected
Number of licenses renewed	117	107	114	114
Number of complaints or inquiries received	5	8	7	8

Link to the **AGENCY'S STRATEGIC PLAN**

Licenses Eligible for Renewal



Agency Expenditures (in \$1,000s)



Recommended State Appropriations

BY PROGRAM	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Licensing and Regulation	74.3	103.0	(15.7)	87.3
Agency Total - Appropriated Funds	74.3	103.0	(15.7)	87.3

BY EXPENDITURE OBJECT	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Personal Services	34.3	47.5	(12.8)	34.7
ERE Amount	20.6	27.9	(2.9)	25.0
Prof. And Outside Services	1.0	1.8	0.0	1.8
Travel - In State	1.4	2.4	0.0	2.4
Other Operating Expenses	17.0	23.4	0.0	23.4
Agency Total - Appropriated Funds	74.3	103.0	(15.7)	87.3

BY APPROPRIATED FUND	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Homeopathic Medical Examiners Fund	74.3	103.0	(15.7)	87.3

Agency Total - Appropriated Funds	74.3	103.0	(15.7)	87.3
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FOR MORE DETAIL ABOUT EACH FUND SEE THE STATE FUNDS BOOK

The Executive recommends a lump-sum appropriation to the agency.

Department of Housing

The Arizona Department of Housing provides housing and community revitalization to benefit the people of Arizona by addressing unique and changing housing needs in this state. The Department primarily administers federal funding to promote housing and community development activities as well as provides expertise and technical assistance to address these issues. The Department works as a funding and financing pass-through agency, with community partners providing the bulk of the hands-on assistance in actually delivering the programs and resources entrusted to the agency. ADOH's partners include local governments, including counties, cities, and towns, tribal governments, public housing authorities, non-profit social service agencies, and for-profit and non-profit housing developers. The Department also regulates the manufactured housing industry.

Link to the **AGENCY'S WEBSITE** <http://www.azhousing.gov/>

All numbers representing dollars are expressed in thousands.

Agency Budget Summary

	FY 2016 Actual	FY 2017 Exp. Plan	FY 2018 Net Change	FY 2018 Exec. Rec.
General Fund	0.0	811.4	(811.4)	0.0
Other Appropriated Funds	318.5	318.5	0.0	318.5
Non-Appropriated Funds	99,602.5	103,830.0	7,813.4	111,643.4
Agency Total	99,921.0	104,959.9	7,002.0	111,961.9

Main Points of Executive Recommendations

	FY 2017	FY 2018
Self-funding for Office of Manufactured Housing	0.0	(811.4)

Major Executive Initiatives and Funding Recommendations

Self-funding for Office of Manufactured Housing

Laws 2016, Chapter 128 transferred the Office of Manufactured Housing (OMH) from the Department of Fire, Building, and Life Safety to the Department of Housing, effective June 30, 2016. OMH was responsible for licensing industry stakeholders, such as manufacturers and retailers, as well as inspecting manufactured housing plants and manufactured housing after installation. Licensing and inspection fees are deposited directly into the General Fund, and the Department is appropriated \$811,400 from the General Fund to carry out those functions.

Licensing and inspection caseloads are directly related to changes in the industry. From 2012 to 2015, growth in Arizona manufactured housing production averaged 15%, increasing inspection caseloads. Meanwhile, the appropriated level limits the Department's ability to hire inspectors.

To allow the Department to respond more efficiently to industry growth, the Executive recommends depositing OMH's FY 2018 estimated revenues of \$977,800 into the non-appropriated Housing Program Fund, instead of the General Fund, and eliminating the Department's General Fund appropriation. With this deposit, the Department will have adequate revenue in the Housing Program Fund to meet the current inspection caseload and respond quickly to increased demand.

Funding

General Fund

FY 2018

(811.4)

Issue Total

(811.4)

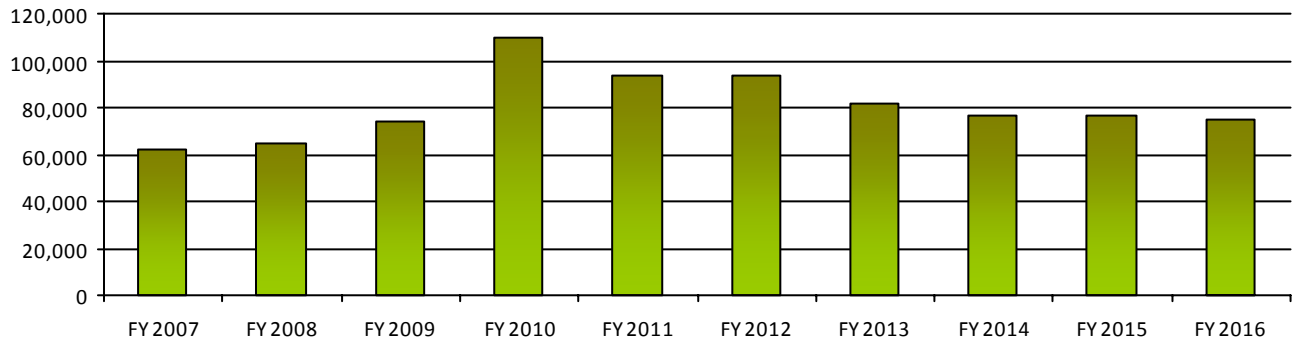
Adjustments for risk management charges and retirement contributions for this agency are not incorporated into the totals shown here. They are listed separated with adjustments for all state agencies immediately following the Capital Projects section. Funding for these adjustments is recommended as part of the total Executive Budget.

Performance Measures

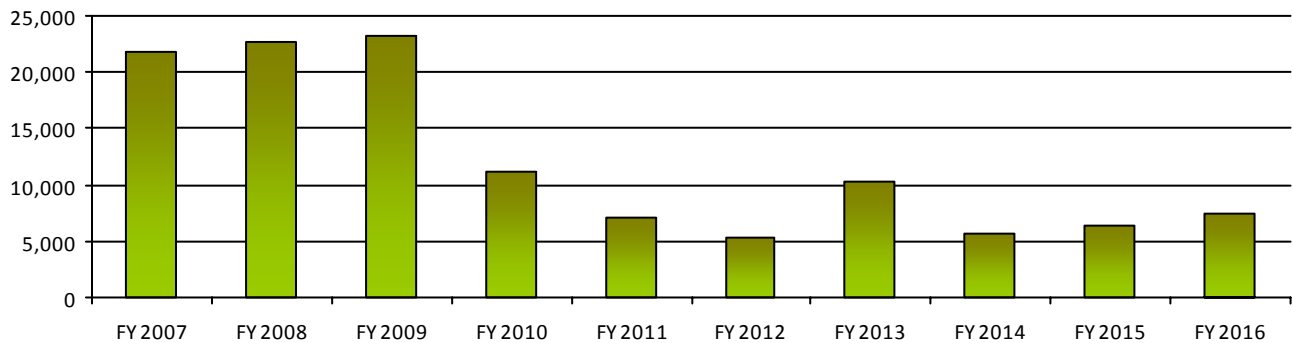
	FY 2015 Actual	FY 2016 Actual	FY 2017 Expected	FY 2018 Expected
Number of low-income rental units funded annually.	0	0	1,325	0
Total number of affordable rental units assisted/produced	10,839	10,504	n/a	n/a

Link to the [AGENCY'S STRATEGIC PLAN](#)

Federal Grant Projects Administered

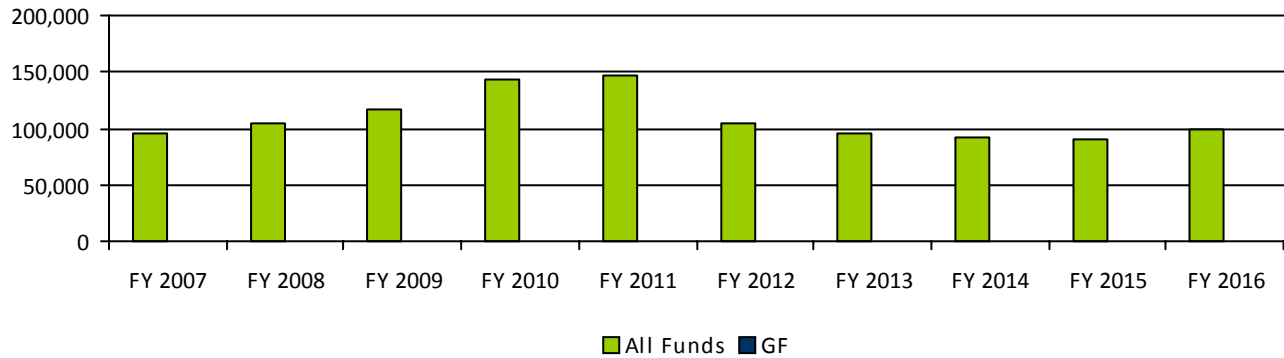


State Grant Projects Administered



Agency Expenditures

(in \$1,000s)



Recommended State Appropriations

BY PROGRAM	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Department of Housing	318.5	1,129.9	(811.4)	318.5
Agency Total - Appropriated Funds	318.5	1,129.9	(811.4)	318.5

BY EXPENDITURE OBJECT	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Personal Services	173.8	702.5	(503.8)	198.7
ERE Amount	72.5	273.9	(196.4)	77.5
Prof. And Outside Services	5.0	14.7	(11.7)	3.0
Travel - In State	8.0	41.2	(33.7)	7.5
Travel - Out of State	1.7	0.0	0.0	0.0
Other Operating Expenses	46.3	90.9	(61.8)	29.1
Equipment	11.2	6.7	(4.0)	2.7
Agency Total - Appropriated Funds	318.5	1,129.9	(811.4)	318.5

BY APPROPRIATED FUND	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
General Fund	0.0	811.4	(811.4)	0.0
Housing Trust Fund	318.5	318.5	0.0	318.5
Agency Total - Appropriated Funds	318.5	1,129.9	(811.4)	318.5

FOR MORE DETAIL ABOUT EACH FUND SEE THE STATE FUNDS BOOK

Non - Appropriated Funds Expenditures

	FY 2016 Actual	FY 2017 Exp. Plan	FY 2018 Net Change	FY 2018 Exec. Rec.
Arizona Department of Housing Program Fund	10,661.4	5,590.9	1,743.9	7,334.8
Federal Economic Recovery Fund	0.0	0.0	476.9	476.9
Federal Grant	76,317.8	81,748.4	5,583.9	87,332.3
Housing Trust Fund	3,917.0	7,436.3	5,895.4	13,331.7
IGA and ISA Fund	8,706.3	8,914.9	(5,886.7)	3,028.2
Mobile Home Relocation	0.0	139.5	0.0	139.5
Agency Total - Non-Appropriated Funds	99,602.5	103,830.0	7,813.4	111,643.4

FOR MORE DETAIL ABOUT EACH FUND SEE THE STATE FUNDS BOOK

Federal Funds Expenditures

	FY 2016 Actual	FY 2017 Exp. Plan	FY 2018 Exp. Plan
Agency Total	76,317.8	81,748.4	87,806.8

These are the Federal Expenditures reported by the agencies and, in most cases, are included in the Appropriated or Non-Appropriated Funds expenditures listed above.

Link to the [ALL FEDERAL GRANTS FOR THIS AGENCY ARE DISPLAYED IN THE FEDERAL FUNDS REPORT](#)

The Executive recommends a lump-sum appropriation to the agency.

Independent Redistricting Commission

The Independent Redistricting Commission was established with the approval of Proposition 106 by voters in November 2000. The Commission has five members, four of whom are selected by the House and Senate majority and minority leadership. The final member is selected by the other four members and cannot be registered with a political party already represented on the Commission. The five-member Commission is responsible for redrawing Arizona's congressional and legislative district boundaries based on the decennial census.

Link to the **AGENCY'S WEBSITE** <http://www.azredistricting.org>

All numbers representing dollars are expressed in thousands.

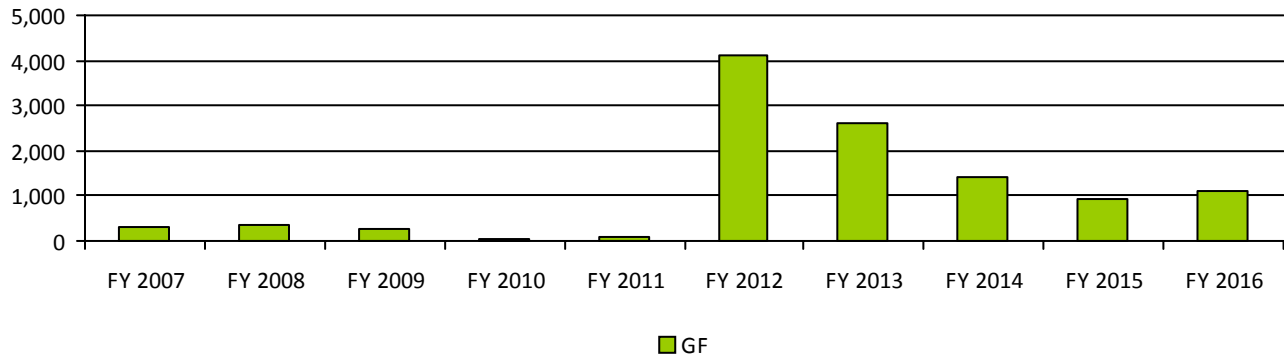
Agency Budget Summary

	FY 2016 Actual	FY 2017 Exp.Plan	FY 2018 Net Change	FY 2018 Exec. Rec.
General Fund	1,093.9	1,115.3	0.0	1,115.3
Agency Total	1,093.9	1,115.3	0.0	1,115.3

Adjustments for risk management charges and retirement contributions for this agency are not incorporated into the totals shown here. They are listed separated with adjustments for all state agencies immediately following the Capital Projects section. Funding for these adjustments is recommended as part of the total Executive Budget.

Agency Expenditures

(in \$1,000s)



Most redistricting expenditures occur immediately following the release of the decennial census.

Recommended State Appropriations

BY PROGRAM	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Independent Redistricting Commission	1,093.9	1,115.3	0.0	1,115.3
Agency Total - Appropriated Funds	1,093.9	1,115.3	0.0	1,115.3

BY EXPENDITURE OBJECT	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Personal Services	250.0	236.5	0.0	236.5
ERE Amount	88.4	88.4	0.0	88.4

BY EXPENDITURE OBJECT	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Prof. And Outside Services	680.6	717.4	0.0	717.4
Travel - In State	0.6	6.0	0.0	6.0
Travel - Out of State	6.9	0.0	0.0	0.0
Other Operating Expenses	63.3	67.0	0.0	67.0
Equipment	4.1	0.0	0.0	0.0
Agency Total - Appropriated Funds	1,093.9	1,115.3	0.0	1,115.3

BY APPROPRIATED FUND	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
General Fund	1,093.9	1,115.3	0.0	1,115.3
Agency Total - Appropriated Funds	1,093.9	1,115.3	0.0	1,115.3

FOR MORE DETAIL ABOUT EACH FUND SEE THE STATE FUNDS BOOK

The Executive recommends a lump-sum appropriation to the agency.

Industrial Commission of Arizona

The Industrial Commission of Arizona (ICA) was created in 1925. It oversees the state workers' compensation system. The ICA's role includes employee-related issues such as minimum wage laws, occupational safety and health, youth employment laws, resolution of wage related disputes, vocational rehabilitation of injured workers, and providing workers' compensation benefits to claimants of uninsured employers, and bankrupt self-insured employers.

Link to the **AGENCY'S WEBSITE** <http://www.ica.state.az.us/>

All numbers representing dollars are expressed in thousands.

Agency Budget Summary

	FY 2016 Actual	FY 2017 Exp.Plan	FY 2018 Net Change	FY 2018 Exec. Rec.
Other Appropriated Funds	19,136.3	19,881.3	0.0	19,881.3
Non-Appropriated Funds	20,017.2	20,967.1	0.0	20,967.1
Agency Total	39,153.5	40,848.4	0.0	40,848.4

Major Executive Initiatives and Funding Recommendations

Modernization of Claims Division Computer System

The Industrial Commission (ICA) is responsible for ensuring that Arizona workers' compensation claims are processed in accordance with the provisions of Chapter 6 of A.R.S. Title 23. This responsibility primarily rests with the ICA Claims Division.

To meet this responsibility, in 1991 the Claims Division deployed a customized system to manage claims and documents. In the 25 years since the system was implemented, business and technology have evolved significantly, and electronic submission of claims has become routine and generally expected. However, due to the age of the Claims Division's system, it cannot accept claims information electronically, forcing ICA customers to manually file over two million documents each year. Further, ICA's system cannot operate on a modern network, and frequent outages cause significant delays in processing claims.

Further enhancement of the system is no longer a practical option, as key vendors are either no longer available or have discontinued support for the obsolete programming.

In order to provide essential claims-processing services, the ICA must replace the current Claims Division system. The new system will significantly improve efficiency and accuracy in functional areas, and it will capture vital metrics for the State regarding risk factors associated with work-related injuries. Most important, it will give insurance carriers, self-insured employers and third-party claims administrators the ability to electronically submit claims-processing information.

The Executive recommends a one-time increase of \$1,017,400 in FY 2018 to fund the modernization of the claims processing system.

Funding	FY 2018
Industrial Commission Admin Fund	0.0
Issue Total	0.0

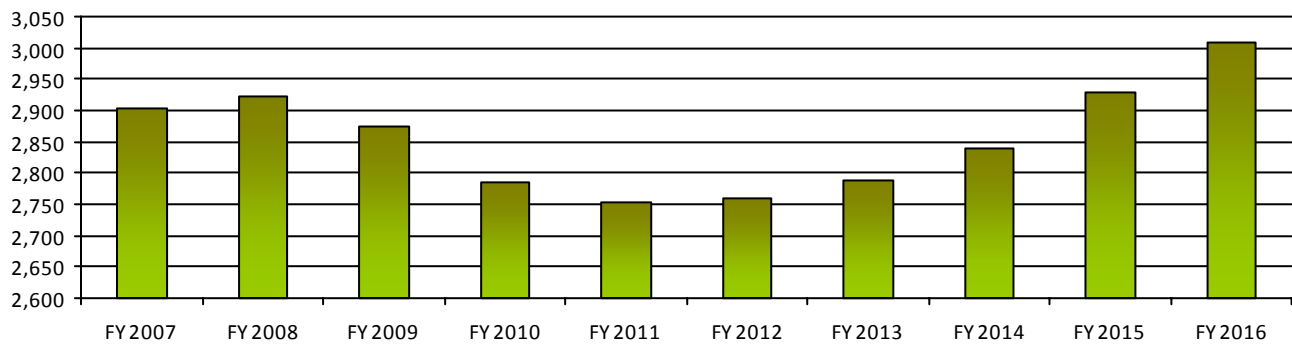
Adjustments for risk management charges and retirement contributions for this agency are not incorporated into the totals shown here. They are listed separated with adjustments for all state agencies immediately following the Capital Projects section. Funding for these adjustments is recommended as part of the total Executive Budget.

Performance Measures

	FY 2015 Actual	FY 2016 Actual	FY 2017 Expected	FY 2018 Expected
Number of workers' compensation claims notified (processed). End of year validation: Calculate % reduction and adjust for change in FY17 # of Arizona workers as compared to same calculation for FY16.	0	74,357	72,870	0
Number of days from case submission to issuance of ALJ Awards.	0	19	20	0
Percent of substantive Awards issued each month within 60 days of case submission divided by total number of substantive Awards issued each month.	0	94	100	0

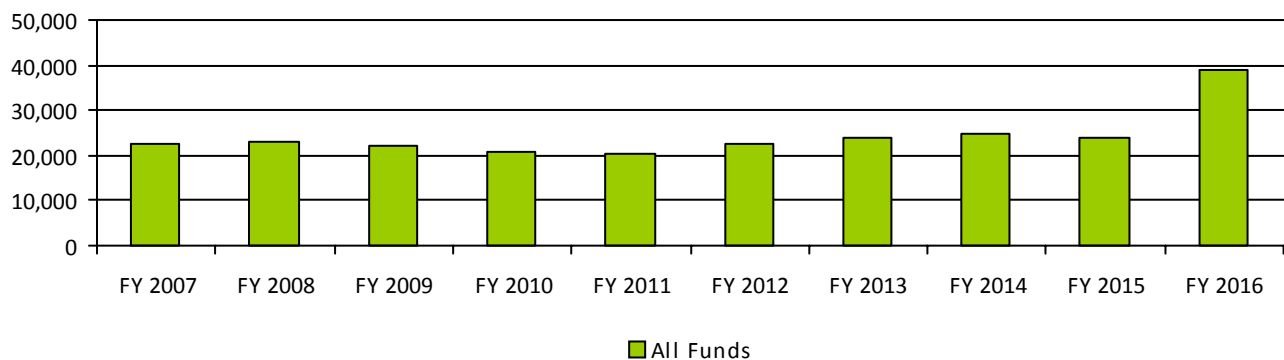
Link to the [AGENCY'S STRATEGIC PLAN](#)

Total Arizona Workforce (thousands)



Agency Expenditures

(in \$1,000s)



Recommended State Appropriations

BY PROGRAM	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Administration	4,873.5	5,083.5	0.0	5,083.5
Administrative Law Judge	4,949.2	5,107.5	0.0	5,107.5

BY PROGRAM	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
ADOSH	3,721.1	3,837.1	0.0	3,837.1
Claims	2,947.9	2,880.8	0.0	2,880.8
Labor	747.4	761.3	0.0	761.3
Legal Counsel	1,199.5	1,413.6	0.0	1,413.6
Occupational Safety and Health Administration(OSHA) Review Board	3.4	3.4	0.0	3.4
Special Fund	694.3	794.1	0.0	794.1
Agency Total - Appropriated Funds	19,136.3	19,881.3	0.0	19,881.3

BY EXPENDITURE OBJECT	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Personal Services	9,169.8	9,851.6	0.0	9,851.6
ERE Amount	3,678.5	3,985.6	0.0	3,985.6
Prof. And Outside Services	2,002.4	2,109.9	0.0	2,109.9
Travel - In State	178.0	153.7	0.0	153.7
Travel - Out of State	46.2	53.7	0.0	53.7
Other Operating Expenses	3,651.4	3,938.4	0.0	3,938.4
Equipment	239.1	12.5	0.0	12.5
Transfers Out	170.9	(224.1)	0.0	(224.1)
Agency Total - Appropriated Funds	19,136.3	19,881.3	0.0	19,881.3

BY APPROPRIATED FUND	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Industrial Commission Admin Fund	19,136.3	19,881.3	0.0	19,881.3
Agency Total - Appropriated Funds	19,136.3	19,881.3	0.0	19,881.3

FOR MORE DETAIL ABOUT EACH FUND SEE THE STATE FUNDS BOOK

Non - Appropriated Funds Expenditures

	FY 2016 Actual	FY 2017 Exp. Plan	FY 2018 Net Change	FY 2018 Exec. Rec.
Federal Grant	2,935.8	3,160.3	0.0	3,160.3
Industrial Commission Revolving Fund	77.9	145.0	0.0	145.0
Payment Card Clearing Fund	0.2	0.0	0.0	0.0
Special Fund	17,003.3	17,661.8	0.0	17,661.8
Agency Total - Non-Appropriated Funds	20,017.2	20,967.1	0.0	20,967.1

FOR MORE DETAIL ABOUT EACH FUND SEE THE STATE FUNDS BOOK

Federal Funds Expenditures

	FY 2016 Actual	FY 2017 Exp. Plan	FY 2018 Exp. Plan
Agency Total	2,935.8	3,160.3	3,160.3

These are the Federal Expenditures reported by the agencies and, in most cases, are included in the Appropriated or Non-Appropriated Funds expenditures listed above.

Link to the [**ALL FEDERAL GRANTS FOR THIS AGENCY ARE DISPLAYED IN THE FEDERAL FUNDS REPORT**](#)

The Executive recommends a lump-sum appropriation to the agency.

Department of Insurance

The Arizona Department of Insurance ("ADOI") is Arizona's state government agency dedicated to overseeing the financial solvency of insurance companies and protecting insurance consumers through administering insurance laws, responding to the needs of insurance purchasers, and stimulating the insurance market by encouraging competition. ADOI was established as an independent agency in 1954. Continued positive economic development of the insurance market through insurers and licensed insurance professionals depends upon Arizona insurance consumers having confidence in the industry's strength. The ADOI licenses insurance companies ("insurers"), insurance professionals (such as insurance producers, adjusters, surplus lines brokers), and a variety of other insurance-related entities, ensuring that only individuals and business entities that meet qualifications established in Arizona law are allowed to engage in insurance business in Arizona; monitors and promotes the financial soundness of insurers operating in Arizona and makes sure that insurers deliver on the promises they make in their insurance contracts with consumers; protects insurance consumers against unfair and illegal marketing, underwriting, and claims handling; assists consumers with insurance-related questions and problems; investigates insurance fraud (which inflates the cost of insurance); oversees the development of the captive insurance industry; and, annually collects insurance premium taxes, license fees, and other revenues that benefit the General Fund.

Link to the **AGENCY'S WEBSITE** <http://www.azinsurance.gov/>

All numbers representing dollars are expressed in thousands.

Agency Budget Summary

	FY 2016 Actual	FY 2017 Exp.Plan	FY 2018 Net Change	FY 2018 Exec. Rec.
General Fund	5,036.4	5,824.3	0.0	5,824.3
Non-Appropriated Funds	19,532.7	20,405.0	8,325.7	28,730.7
Agency Total	24,569.1	26,229.3	8,325.7	34,555.0

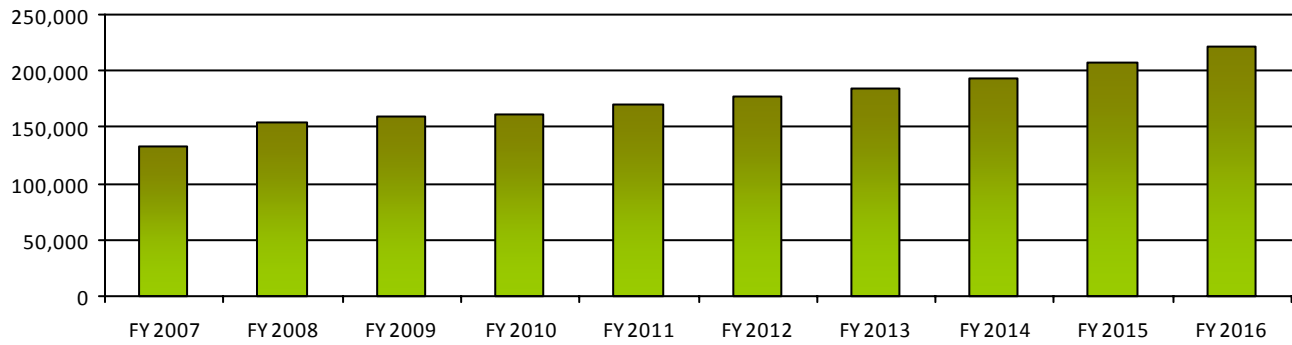
Adjustments for risk management charges and retirement contributions for this agency are not incorporated into the totals shown here. They are listed separated with adjustments for all state agencies immediately following the Capital Projects section. Funding for these adjustments is recommended as part of the total Executive Budget.

Performance Measures

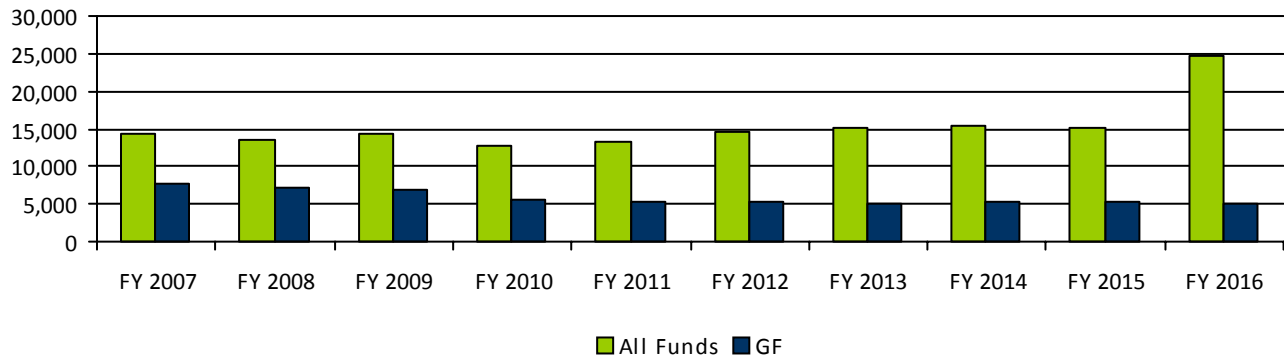
	FY 2015 Actual	FY 2016 Actual	FY 2017 Expected	FY 2018 Expected
Percentage of insurance professional license/renewal applications submitted online	0	90.4	91.0	91.5
Average calendar days required to render a decision on an insurance professional license application/renewal application from date received to date decision rendered (lead time).	4.7	2.1	2.2	2.2

Link to the **AGENCY'S STRATEGIC PLAN**

Total Producers Licensed on June 30



Agency Expenditures (in \$1,000s)



Recommended State Appropriations

BY PROGRAM	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Consumer Support	1,884.9	2,314.8	0.0	2,314.8
Fraud Investigation and Deterrence	907.6	1,179.6	0.0	1,179.6
Licensing	583.6	466.4	0.0	466.4
Policy and Administration	1,171.9	1,449.5	0.0	1,449.5
Premium Tax Collections and Analysis	247.0	253.2	0.0	253.2
Solvency Regulation	241.4	160.8	0.0	160.8
Agency Total - Appropriated Funds	5,036.4	5,824.3	0.0	5,824.3

BY EXPENDITURE OBJECT	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Personal Services	2,855.0	3,475.1	0.0	3,475.1
ERE Amount	1,150.2	1,340.2	0.0	1,340.2
Prof. And Outside Services	248.9	314.0	0.0	314.0
Travel - In State	24.7	21.3	0.0	21.3
Travel - Out of State	2.6	1.1	0.0	1.1
Other Operating Expenses	679.8	666.2	0.0	666.2

BY EXPENDITURE OBJECT	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Equipment	75.2	6.4	0.0	6.4
Agency Total - Appropriated Funds	5,036.4	5,824.3	0.0	5,824.3

BY APPROPRIATED FUND	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
General Fund	5,036.4	5,824.3	0.0	5,824.3
Agency Total - Appropriated Funds	5,036.4	5,824.3	0.0	5,824.3

FOR MORE DETAIL ABOUT EACH FUND SEE THE STATE FUNDS BOOK

Non - Appropriated Funds Expenditures

	FY 2016 Actual	FY 2017 Exp. Plan	FY 2018 Net Change	FY 2018 Exec. Rec.
Arizona Property & Casualty Insurance Guaranty	12,911.6	12,944.8	0.0	12,944.8
Assessment Fund for Voluntary Plans Fund	72.4	0.5	0.0	0.5
Captive Insurance Fund	210.2	398.6	0.0	398.6
Federal Grant	333.8	836.0	(669.9)	166.1
Financial Surveillance Fund	263.3	586.9	0.0	586.9
Health Care Appeals Fund	262.8	308.8	0.0	308.8
IGA and ISA Between State Agencies	0.6	4.4	(4.4)	0.0
Insurance Examiners Revolving	4,347.8	4,159.9	0.0	4,159.9
Life and Disability Insurance Guaranty	1,105.3	1,083.4	9,000.0	10,083.4
Receivership Liquidation	24.9	81.7	0.0	81.7
Agency Total - Non-Appropriated Funds	19,532.7	20,405.0	8,325.7	28,730.7

FOR MORE DETAIL ABOUT EACH FUND SEE THE STATE FUNDS BOOK

Federal Funds Expenditures

	FY 2016 Actual	FY 2017 Exp. Plan	FY 2018 Exp. Plan
Agency Total	333.8	836.1	166.1

These are the Federal Expenditures reported by the agencies and, in most cases, are included in the Appropriated or Non-Appropriated Funds expenditures listed above.

Link to the [ALL FEDERAL GRANTS FOR THIS AGENCY ARE DISPLAYED IN THE FEDERAL FUNDS REPORT](#)

The Executive recommends a lump-sum appropriation to the agency.

Judiciary

The Arizona Judicial Branch is an integrated, but decentralized, judicial system implementing its constitutional and statutory responsibilities throughout all levels of government - state, county, and city. The Judicial Branch consists of the Supreme Court, Court of Appeals, Superior Court, and limited jurisdiction (municipal and justice of peace) courts. The Arizona Constitution provides for the administrative supervision over all courts to rest with the Chief Justice of the Supreme Court. The Administrative Office of the Courts is charged with assisting the Chief Justice in discharging his/her administrative duties. The Arizona Judicial Council, created in 1990, assists the Supreme Court and the Chief Justice in developing and implementing policies and procedures designed to accomplish the integration of the court system pursuant to the Court's constitutional mandate.

Link to the **AGENCY'S WEBSITE** <http://www.azcourts.gov/>

All numbers representing dollars are expressed in thousands.

Agency Budget Summary

	FY 2016 Actual	FY 2017 Exp.Plan	FY 2018 Net Change	FY 2018 Exec. Rec.
General Fund	105,787.0	113,017.7	(2,305.1)	110,712.6
Other Appropriated Funds	31,632.6	41,162.1	150.0	41,312.1
Non-Appropriated Funds	23,066.5	29,441.8	(189.2)	29,252.6
Agency Total	160,486.1	183,621.6	(2,344.3)	181,277.3

Main Points of Executive Recommendations

	FY 2017	FY 2018
Partial Reversal of FY 2018 Fund Transfer	0.0	0.0
Court Appointed Special Advocate Fund (CASA) Increase	0.0	400.0
Adult Standard Probation Growth	0.0	783.8

Major Executive Initiatives and Funding Recommendations

Partial Reversal of FY 2018 Fund Transfer

The 2016 General Appropriations Act (Laws 2016, Chapter 117) requires the Judiciary to transfer a total of \$3 million to the General Fund by June 30, 2018. Of that total, \$400,000 is required to be transferred from the Supreme Court's Court Appointed Special Advocate Fund (CASA) and \$1,850,000 is required to be transferred from the Superior Court's Juvenile Delinquent Reduction Fund (JDRF).

CASA receives 30% of the State Lottery unclaimed prize monies and is used to train community volunteers appointed by a judge to advocate for abused and neglected children in juvenile court proceedings. JDRF receives revenue mainly from General Fund allocations and is used for juvenile probation programs aimed at reducing the number of repeat juvenile offenders. Programs include treatment, testing, and independent living programs.

In addition to funding juvenile probation programs, JDRF supports 12.5 Foster Care Review Board (FCRB) administrative staff positions. Foster Care Review Boards are comprised of volunteer members who review the case of each child in out-of-home placement at least once every six months and provide recommendations to juvenile judges. Administrative staff are necessary to support the FCRB review process. Past fund transfers have depleted JDRF, and, if the FY 2018 enacted fund transfer is left in place, it is no longer a sustainable option to

fund the 12.5 FTE positions from JDRF.

Recognizing the critical functions of CASA and JDRF in protecting and improving the lives of vulnerable youth, the Executive recommends reversing \$2,250,000 of the FY 2018 enacted fund transfers. General Fund revenue projections have been adjusted accordingly.

Funding	FY 2018
General Fund	0.0
Issue Total	0.0

Court Appointed Special Advocate Fund (CASA) Increase

Court Appointed Special Advocates (CASA) are volunteers appointed by juvenile court judges to represent in court the needs and interests of abused and neglected children. Primary responsibilities of CASA volunteers include gathering and reviewing documents, preparing court reports, attending court hearings to represent the child's needs, recommending available services to the child and the child's family, and informing the court of any major developments within the family. Ultimately, CASA volunteers foster positive, stable relationships with Arizona's most vulnerable youth and are an important source of support.

The CASA program is administered by the Administrative Office of the Courts, and funding is provided from the Supreme Court's Court Appointed Special Advocate Fund. Funding is dedicated for training CASA volunteers, who are required to complete 30 hours of pre-service training before becoming involved in a child's case.

In an effort to further protect Arizona children and families and to allow the Judiciary to spend additional monies remaining in the fund after the reversal of the enacted CASA fund transfer (see issue above), the Executive recommends an ongoing increase to the Supreme Court's CASA Fund, which will provide more training and educational opportunities for CASA volunteers.

Funding	FY 2018
Court Appointed Special Advocate Fund	400.0
Issue Total	400.0

Court of Appeals - Division I Staff

Division I, which includes Maricopa County, has experienced a substantial increase in dependency case and family court appeals. In the last four years, the number of juvenile appeals has increased by 66%, and the number of family appeals has increased by 23%. Continued growth in appeals cases is expected, with additional surge funding provided to both the Superior Court and the Attorney General in FY 2017 to help process dependency cases.

To effectively process juvenile and family appeals, Division I relies heavily on both staff attorneys and deputy clerks. Staff attorneys provide general support to judges, and deputy clerks assist with case processing.

The Executive recommends additional funding to fill a staff attorney position and deputy clerk position. Filling these positions will allow Division I to keep up with an increasing number of juvenile and family appeals and better serve Arizona children and families.

Funding	FY 2018
General Fund	148.8
Issue Total	148.8

Court of Appeals - Division II Staff

An Auditor General report issued July 2016 faulted the Court of Appeals – Division II for failing to properly separate cash-receipt responsibilities, which increased the likelihood of theft or misuse of court cash. The report pointed to the limited number of financial staff as the cause for failing to separate responsibilities.

The Executive recommends additional funding to fill a finance manager position, which will ensure proper cash-receipt separation and other procedures at Division II.

Funding	FY 2018
General Fund	87.2
Issue Total	87.2

Special Water Master Increase

The Office of Special Water Master, created in 1990, employs a Water Master to handle the adjudication process for water rights cases relating to the Gila River and Little Colorado River systems. In FY 2016, the Judiciary reduced the Water Master position from 40 hours per week to 30 hours because of General Fund budget constraints.

The Judiciary expects the Water Master’s workload to increase by FY 2018 for several reasons, including the following: (1) adjudication proceedings regarding water rights on the Hopi Reservation have begun; (2) three major water trials will occur in the next 18 months; and (3) the Special Master has issued an order to complete the adjudication of more than 500 water claims asserted by ranchers, homeowners, and the state and federal governments.

To keep pace with increasing water rights cases, the Executive recommends additional funding to upgrade the Water Master position to a full-time, 40-hour-per-week position.

Funding	FY 2018
General Fund	30.7
Issue Total	30.7

Additional Justice Chamber FTE Positions

The 2016 General Appropriations Act (Laws 2016, Chapter 117) includes two FTE positions for the creation of two Supreme Court justice positions. Each Supreme Court chamber consists of one justice, one judicial assistant, and two law clerks.

The FY 2017 appropriation provided enough funding to cover all positions from the date of hire, but the appropriated FTE counts did not include the two judicial assistant positions and four law clerk positions.

The Executive recommends increasing the Supreme Court FTE count by six, to accurately reflect the FTE staff positions necessary to expand the Supreme Court.

Funding	FY 2018
General Fund	0.0
Issue Total	0.0

Baseline Recommendations

Adult Standard Probation Growth

The number of probationers on Adult Standard Probation increased over 6% in both FY 2015 and FY 2016. The number of probationers is driven by two primary factors: probation sentences and probation tail sentences. A

probation tail requires an individual to complete a term of probation under the supervision of the Superior Court after finishing their incarceration sentence with the Arizona Department of Corrections (ADOC). With a rising number of individuals sentenced with probation tails, similar growth is anticipated in FY 2017 and FY 2018.

A.R.S. § 12-251(a) prohibits a probation officer from supervising more than 65 adult standard probationers. Current court appropriations fund a maximum of 16,250 adult standard probationers. Based on historical data, the Judiciary anticipates that the number of probationers will increase to 17,485 (7.6%) by the end of FY 2018.

In order to maintain probation caseload ratios as required by law and appropriate supervision levels to ensure public safety, an increase of 1,235 adult standard probationers requires funding for 19 additional probation officers.

Probation is a less expensive option when compared to incarceration. The Department of Corrections calculates the average cost of incarceration to be \$65 per inmate per day, while the Judiciary calculates the average cost of adult standard probation to be \$3.69 per offender per day. It is fiscally prudent to fund probation growth, rather than reach capacity and send probation-qualifying offenders to prison or jail simply because of a lack of probation funding.

Accordingly, the Executive recommends funding for 19 Adult Standard Probation Officers, which will increase capacity to identify and address individual offender needs and work toward correcting criminal behavior, ultimately lowering recidivism rates.

Funding	FY 2018
General Fund	783.8
Issue Total	783.8

Annualized Funding for Supreme Court Expansion

Laws 2016, Chapter 333 increased the number of Supreme Court justices from five to seven. The 2016 General Appropriations Act (Laws 2016, Chapter 117) provided \$500,000 General Fund as partial-year funding for the addition of two new justices and their staffs, effective January 1, 2017.

In FY 2018, the Judiciary will need additional General Fund funding for the two new justices and their staffs for a full fiscal year. The Executive recommends \$400,200 ongoing to annualize funding for the expansion of the Supreme Court.

Funding	FY 2018
General Fund	400.2
Issue Total	400.2

Judicial Salary Increase

The 2016 General Appropriations Act (Laws 2016, Chapter 117) includes \$100,000 General Fund to implement the first portion of a 3% salary increase for judges. Judges will receive a 1.5% salary increase in 2017 and another 1.5% salary increase in 2018. As required by A.R.S. § 41-1904, judges' salaries must be established on the first Monday in January, which causes the 3% raise to span two calendar years and three fiscal years.

In FY 2018, the Judiciary will need additional funding from the General Fund for the second portion of the 3% judicial raise. The Executive recommends an increase of \$192,900 ongoing for this purpose.

In FY 2019, the Judiciary will need an additional \$97,600 for the final portion of the 3% judicial pay raise.

Funding	FY 2018
General Fund	192.9
Issue Total	192.9

Remove One-Time Appropriation for the Dependency Surge

In FY 2017, the Judiciary received \$3 million one-time to address the dependency case backlog and increase the Court's ability to process dependency cases in a timely manner. The Executive Recommendation, as a technical adjustment, removes the one-time FY 2017 appropriation.

Funding	FY 2018
General Fund	(3,000.0)
Issue Total	(3,000.0)

Remove One-Time Appropriation for WAAS Equipment

In FY 2017, the Judiciary received \$948,700 one-time for an upgrade to the Wide Area Application Services (WAAS) equipment, expanding data transmission capacity and speed on the Court's statewide network. The Executive recommendation, as a technical adjustment, removes the one-time FY 2017 appropriation.

Funding	FY 2018
General Fund	(948.7)
Issue Total	(948.7)

Remove One-Time Appropriation for Felony Pretrial Intervention Program

In FY 2017, the Judiciary received \$250,000 one-time as pass-through monies to Maricopa County's Felony Pretrial Intervention Program, administered by the Maricopa County Attorney's Office. The Executive Recommendation, as a technical adjustment, removes the one-time FY 2017 appropriation.

Funding	FY 2018
Health Services Lottery Fund	(250.0)
Issue Total	(250.0)

Adjustments for risk management charges and retirement contributions for this agency are not incorporated into the totals shown here. They are listed separated with adjustments for all state agencies immediately following the Capital Projects section. Funding for these adjustments is recommended as part of the total Executive Budget.

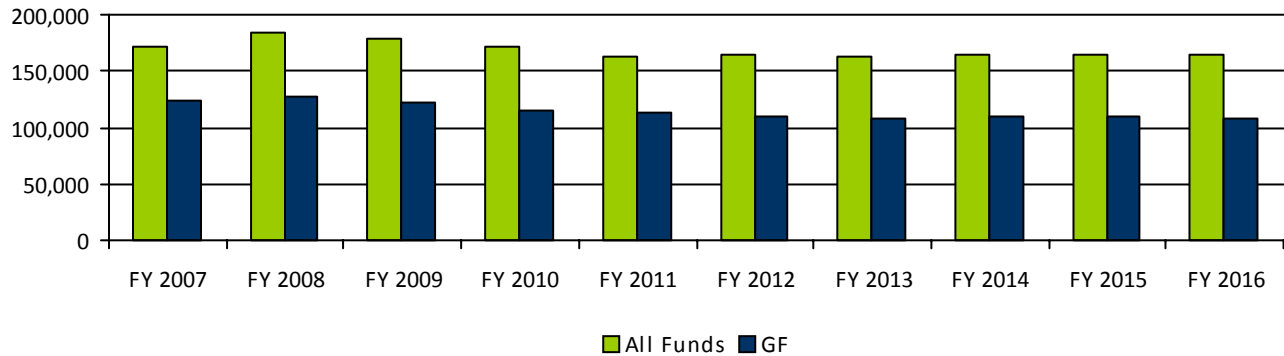
Performance Measures

	FY 2015 Actual	FY 2016 Actual	FY 2017 Expected	FY 2018 Expected
Internal and external users connected to the Arizona Judicial Information Network	9,212	9,243	9,250	9,250
Percent of all of the courts that have automated case and cash management systems	100	100	100	100
Average days drug case processing	76	80	0	0

Link to the [AGENCY'S STRATEGIC PLAN](#)

Agency Expenditures

(in \$1,000s)



Recommended State Appropriations

BY PROGRAM	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Administrative Supervision - Supreme	4,796.5	4,826.3	0.0	4,826.3
Adult and Juvenile Drug Court	993.6	993.6	0.0	993.6
Adult Probation Services - Superior	27,853.9	29,968.9	783.8	30,752.7
Automation	16,517.0	20,926.4	(948.7)	19,977.7
Commission on Judicial Conduct	504.9	498.6	0.0	498.6
County Reimbursement	187.9	437.9	(250.0)	187.9
Court Assistance - Supreme	1,489.6	2,734.0	0.0	2,734.0
Court of Appeals - Division I	9,965.4	9,963.9	191.9	10,155.8
Court of Appeals - Division II	4,326.7	4,316.5	105.7	4,422.2
Family Services - Supreme	6,850.2	10,092.4	(2,600.0)	7,492.4
Judicial Compensation - Superior	8,104.9	8,288.5	0.0	8,288.5
Judicial Nominations & Performance Review	412.1	409.1	0.0	409.1
Justices and Support - Supreme	4,234.9	4,653.0	420.5	5,073.5
Juvenile Probation Services - Superior	38,655.1	41,389.7	0.0	41,389.7
Probation Centralized Services	2,944.7	3,458.0	0.0	3,458.0
Regulatory Activities - Supreme	752.5	1,202.1	0.0	1,202.1
Special Master - Superior	111.3	160.0	30.7	190.7
State Aid	4,484.1	5,648.5	0.0	5,648.5
Superior Court Operating Budget	4,234.3	4,212.4	111.0	4,323.4
Agency Total - Appropriated Funds	137,419.6	154,179.8	(2,155.1)	152,024.7

BY EXPENDITURE OBJECT	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Personal Services	36,745.1	37,904.8	593.1	38,497.9
ERE Amount	13,341.2	14,069.6	0.0	14,069.6
Prof. And Outside Services	612.8	2,018.3	0.0	2,018.3
Travel - In State	800.6	761.8	0.0	761.8
Travel - Out of State	91.2	81.9	0.0	81.9
Aid to Others	73,056.4	79,683.4	(2,466.2)	77,217.2
Other Operating Expenses	12,636.4	18,711.3	(282.0)	18,429.3
Equipment	49.9	948.7	0.0	948.7
Cost Allocation	86.0	0.0	0.0	0.0
Agency Total - Appropriated Funds	137,419.6	154,179.8	(2,155.1)	152,024.7

BY APPROPRIATED FUND	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
General Fund	105,787.0	113,017.7	(2,305.1)	110,712.6
Confidential Intermediary Fund	294.2	488.9	0.0	488.9
Court Appointed Special Advocate Fund	2,681.2	2,943.2	400.0	3,343.2
Defensive Driving Fund	3,193.4	4,198.5	0.0	4,198.5
Drug Treatment and Education Fund	500.2	502.9	0.0	502.9
Health Services Lottery Fund	0.0	250.0	(250.0)	0.0
Judicial Collection - Enhancement Fund	16,289.6	20,033.1	0.0	20,033.1
State Aid to Courts Fund	2,399.8	2,945.1	0.0	2,945.1
Supreme Court CJEF Disbursements Fund	6,274.2	9,800.4	0.0	9,800.4
Agency Total - Appropriated Funds	137,419.6	154,179.8	(2,155.1)	152,024.7

FOR MORE DETAIL ABOUT EACH FUND SEE THE STATE FUNDS BOOK

Special Line Appropriations

	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Adult and Juvenile Drug Court	993.6	993.6	0.0	993.6
Adult Intensive Probation	10,197.7	10,366.9	0.0	10,366.9
Adult Standard Probation	15,781.1	16,864.2	783.8	17,648.0
Automation	16,517.0	19,977.7	0.0	19,977.7
Automation - WAAS Upgrade	0.0	948.7	(948.7)	0.0
Centralized Service Payments	2,944.7	3,458.0	0.0	3,458.0
Commission on Judicial Conduct	504.9	498.6	0.0	498.6
Community Punishment	1,407.9	2,310.3	0.0	2,310.3
County Reimbursement - Post Conviction Relief	90.0	90.0	0.0	90.0
County Reimbursement - State Grand Jury	97.9	97.9	0.0	97.9
Court Appointed Special Advocate	2,600.9	2,862.9	0.0	2,862.9
Dependency Surge Funding	0.0	3,000.0	(3,000.0)	0.0
Domestic Relations	610.4	613.4	0.0	613.4
Family Counseling	490.8	500.0	0.0	500.0
Felony Pretrial Intervention	0.0	250.0	(250.0)	0.0
Foster Care Review Board	3,204.3	3,178.5	0.0	3,178.5
Interstate Compact - Adult Probation	467.2	427.5	0.0	427.5
Judges Compensation	8,104.9	8,288.5	0.0	8,288.5
Judicial Nominations & Performance Review	412.1	409.1	0.0	409.1
Juvenile Crime Reduction Fund	1,559.4	3,308.0	0.0	3,308.0
Juvenile Diversion Consequences	8,039.3	8,157.8	0.0	8,157.8
Juvenile Intensive Probation	5,272.3	5,612.4	0.0	5,612.4
Juvenile Standard Probation	3,355.5	3,850.6	0.0	3,850.6
Juvenile Treatment Services	19,937.8	19,960.9	0.0	19,960.9
Model Court Program	434.6	437.6	0.0	437.6
Special Master Stream Adjudication	111.3	160.0	30.7	190.7
State Aid - Case Processing Assistance Fund	2,084.3	2,703.4	0.0	2,703.4
State Aid - State Aid to Courts	2,399.8	2,945.1	0.0	2,945.1
Agency Total - Appropriated Funds	107,619.7	122,271.6	(3,384.2)	118,887.4

Non - Appropriated Funds Expenditures

	FY 2016 Actual	FY 2017 Exp. Plan	FY 2018 Net Change	FY 2018 Exec. Rec.
Alternative Dispute Resolution	217.6	241.5	0.0	241.5
Arizona Lengthy Trial Fund	691.0	516.2	0.0	516.2
Community Punishment Program Fines Fund	0.0	125.0	0.0	125.0
County Public Defender Training Fund	591.4	704.6	0.0	704.6
Court Reporters Fund	94.9	94.2	12.0	106.2
Drug and Gang Enforcement Fund	0.0	1,057.9	0.0	1,057.9
Drug Treatment and Education Fund	3,923.2	4,195.6	0.0	4,195.6
Grants and Special Revenues	17,468.1	19,350.1	0.0	19,350.1
Juvenile Delinquent Reduction	(1,167.3)	2,955.5	0.0	2,955.5
Supreme Court CJEF Disbursements	1,247.6	0.0	0.0	0.0
Agency Total - Non-Appropriated Funds	23,066.5	29,240.6	12.0	29,252.6

FOR MORE DETAIL ABOUT EACH FUND SEE THE STATE FUNDS BOOK

Federal Funds Expenditures

	FY 2016 Actual	FY 2017 Exp. Plan	FY 2018 Exp. Plan
Agency Total	3,307.5	1,612.6	1,514.4

These are the Federal Expenditures reported by the agencies and, in most cases, are included in the Appropriated or Non-Appropriated Funds expenditures listed above.

Link to the [**ALL FEDERAL GRANTS FOR THIS AGENCY ARE DISPLAYED IN THE FEDERAL FUNDS REPORT**](#)

Department of Juvenile Corrections

The Arizona Department of Juvenile Corrections (ADJC) is responsible for juveniles adjudicated delinquent and committed by the juvenile courts. The Department is responsible for the management of the state's secure juvenile facilities and the development and provision of services to juvenile offenders, including rehabilitation, treatment, and education.

Link to the **AGENCY'S WEBSITE** <http://www.azdjcc.gov/>

All numbers representing dollars are expressed in thousands.

Agency Budget Summary

	FY 2016 Actual	FY 2017 Exp.Plan	FY 2018 Net Change	FY 2018 Exec. Rec.
General Fund	25,357.3	24,180.4	0.0	24,180.4
Other Appropriated Funds	15,982.0	16,479.8	0.0	16,479.8
Non-Appropriated Funds	1,364.1	1,324.3	0.0	1,324.3
Agency Total	42,703.4	41,984.5	0.0	41,984.5

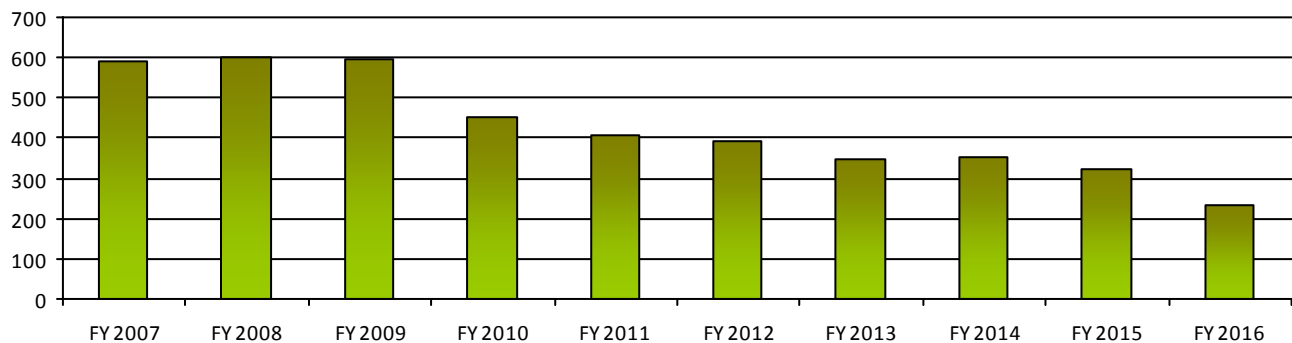
Adjustments for risk management charges and retirement contributions for this agency are not incorporated into the totals shown here. They are listed separated with adjustments for all state agencies immediately following the Capital Projects section. Funding for these adjustments is recommended as part of the total Executive Budget.

Performance Measures

	FY 2015 Actual	FY 2016 Actual	FY 2017 Expected	FY 2018 Expected
Percent of paroled youth productively involved in education or employment activities or programs	0	66.5	73.2	73.2

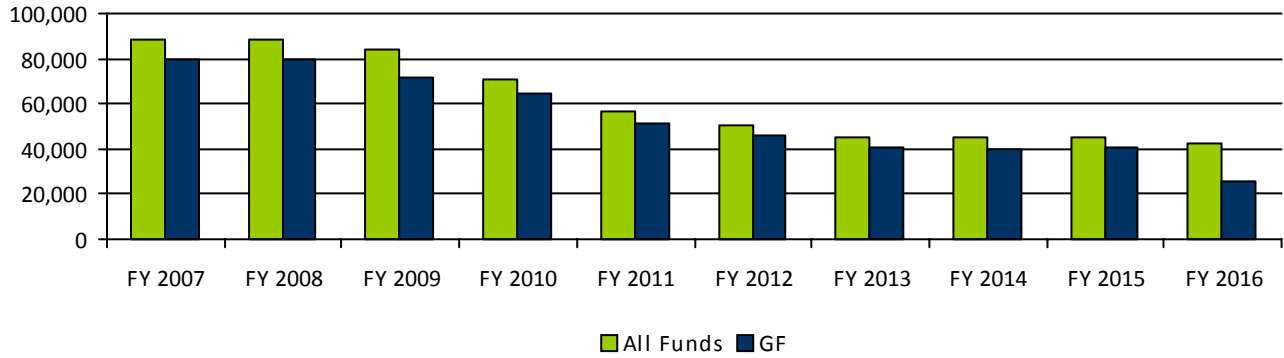
Link to the **AGENCY'S STRATEGIC PLAN**

Average Daily Population



Agency Expenditures

(in \$1,000s)



Recommended State Appropriations

BY PROGRAM	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Administration	7,121.0	9,842.5	0.0	9,842.5
Housing	24,418.4	19,855.4	0.0	19,855.4
Rehabilitation	9,799.9	10,962.3	0.0	10,962.3
Agency Total - Appropriated Funds	41,339.3	40,660.2	0.0	40,660.2

BY EXPENDITURE OBJECT	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Personal Services	22,833.7	20,299.9	0.0	20,299.9
ERE Amount	12,930.7	9,598.3	0.0	9,598.3
Prof. And Outside Services	1,003.0	979.4	0.0	979.4
Travel - In State	125.7	119.9	0.0	119.9
Travel - Out of State	10.0	9.5	0.0	9.5
Other Operating Expenses	3,527.7	7,686.7	0.0	7,686.7
Equipment	908.5	866.5	0.0	866.5
Capital Outlay	0.0	1,100.0	0.0	1,100.0
Agency Total - Appropriated Funds	41,339.3	40,660.2	0.0	40,660.2

BY APPROPRIATED FUND	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
General Fund	25,357.3	24,180.4	0.0	24,180.4
Juvenile Corrections CJEF Dist Fund	499.3	1,631.5	0.0	1,631.5
Local Cost Sharing Fund	12,000.0	11,260.0	0.0	11,260.0
State Charitable, Penal and Reformatory Land Fund	1,972.9	2,000.1	0.0	2,000.1
State Education Fund for Committed Youth Fund	1,509.8	1,588.2	0.0	1,588.2
Agency Total - Appropriated Funds	41,339.3	40,660.2	0.0	40,660.2

FOR MORE DETAIL ABOUT EACH FUND SEE THE STATE FUNDS BOOK

Non - Appropriated Funds Expenditures

	FY 2016 Actual	FY 2017 Exp. Plan	FY 2018 Net Change	FY 2018 Exec. Rec.
Department of Juvenile Corrections Fund	63.7	40.8	0.0	40.8
Employee Recognition Fund	0.8	0.8	0.0	0.8
Federal Grant	1,226.9	1,224.6	0.0	1,224.6
State Ed Sys for Committed Youth Class	55.6	55.6	0.0	55.6
Statewide Donations	17.1	2.5	0.0	2.5
Agency Total - Non-Appropriated Funds	1,364.1	1,324.3	0.0	1,324.3

FOR MORE DETAIL ABOUT EACH FUND SEE THE STATE FUNDS BOOK

Federal Funds Expenditures

	FY 2016 Actual	FY 2017 Exp. Plan	FY 2018 Exp. Plan
Agency Total	1,226.8	1,206.6	1,206.6

These are the Federal Expenditures reported by the agencies and, in most cases, are included in the Appropriated or Non-Appropriated Funds expenditures listed above.

Link to the [**ALL FEDERAL GRANTS FOR THIS AGENCY ARE DISPLAYED IN THE FEDERAL FUNDS REPORT**](#)

The Executive recommends a lump-sum appropriation to the agency.

Land Department

The State Land Department was established in 1915 to manage the State Trust lands on behalf of the thirteen beneficiaries of that Trust, as established by the State Enabling Act and State Constitution. Each of the approximately 9.2 million acres of land is assigned to one of the beneficiaries, the largest of which is the State's common schools. The Department works to sustain the long-term value for the Trust's beneficiaries by administering, selling, and leasing the State's Trust lands and natural products. The Department also administers the State's Natural Resource Conservation District Program, which involves funding and technical assistance for 32 districts across the State. The Department provides navigability studies to the State's Navigable Streambed Adjudication Commission and staffs the Governor-appointed State Land Board of Appeals. The Commissioner serves as the State Cartographer and Surveyor-General. The Department provides statewide geological information system services including development and sharing of data layers through the Arizona Land Resources Information System program.

Link to the **AGENCY'S WEBSITE** <http://www.azland.gov/>

All numbers representing dollars are expressed in thousands.

Agency Budget Summary

	FY 2016 Actual	FY 2017 Exp.Plan	FY 2018 Net Change	FY 2018 Exec. Rec.
General Fund	12,401.8	12,491.4	801.9	13,293.3
Other Appropriated Funds	1,866.9	4,797.4	2,450.0	7,247.4
Non-Appropriated Funds	1,673.3	986.0	(15.0)	971.0
Agency Total	15,942.0	18,274.8	3,236.9	21,511.7

Main Points of Executive Recommendations

	FY 2017	FY 2018
Detailed Studies of Assets	0.0	1,500.0
Digitization Projects	0.0	950.0
Central Arizona Project Water Fees	224.5	801.9

Major Executive Initiatives and Funding Recommendations

Professional Services Contracts

The Department's market demands often require specialized studies involving GIS data, site cleanup, trespass mitigation, and market data. The Executive recommends a one-time appropriation to contract out the performance of specialized studies.

Funding	FY 2018
Trust Land Management Fund	250.0
Issue Total	250.0

Re-assess Federal Permits

The federal government requires the issuance of a 404 permit prior to land development.

Hydrology studies in high-value master-planned areas show that the data on the record may be inaccurate. The Department needs to perform the studies associated with the relevant 404 permits to ensure the value of Trust

Land is maintained.

The Executive recommends a one-time appropriation to provide the additional studies.

Funding	FY 2018
Trust Land Management Fund	750.0
Issue Total	750.0

Rights of Way Digitization

Land Trust lands encompass 7,500 complex legal descriptions that should be converted into digital GIS layers, to allow for the accurate prioritization of land use rights and to help mitigate legal exposure.

Recognizing that the agency is insufficiently staffed to complete conversion internally, the Executive recommends a one-time appropriation to contract out an update the Department's GIS layers to reflect current statutes.

Funding	FY 2018
Trust Land Management Fund	450.0
Issue Total	450.0

Survey Assets

More thoroughly assessing factors that impact the value of Land Trust property is not viable at the Department's current appropriation level. Engineering, hydrology, infrastructure, and market research studies have the potential to increase the property value of Land Trust lands, if resources such as minerals are found.

The Executive recommends a one-time appropriation to provide additional studies for Land Trust lands.

Funding	FY 2018
Trust Land Management Fund	500.0
Issue Total	500.0

Workflow Digitization

The Department uses a paper-based system to process Land Trust use applications, billing defaults, cancellations and purchase orders. In FY 2017, the Department determined how to migrate these processes to a digital system.

The Executive recommends a one-time appropriation to digitize the Department's paper-based system.

Funding	FY 2018
Trust Land Management Fund	500.0
Issue Total	500.0

Baseline Recommendations

CAP Water Rights Fees

The Department holds rights to an allotment of 32,076 acre-feet of Central Arizona Project (CAP) water that benefits State Trust lands. The Department is responsible for capital charges on those rights. The rate for FY 2018 was provisionally set in June 2016, and the final rate will be set in June 2017.

The Executive recommends an ongoing appropriation to cover the Central Arizona Project fees at their current rate of \$49/acre foot. This total of \$1,571,700 is \$801,900 higher than the agency's appropriation for the fee. The agency is required to pay these fees annually.

If a parcel of land that contains water rights is sold, all historically accumulated capital fees paid on the water rights, with interest and administrative fees, are paid by the land buyer and deposited into the General Fund.

Funding	FY 2018
General Fund	801.9
Issue Total	801.9

Supplemental Recommendations

CAP Water Rights Fees

The Department holds rights to an allotment of 32,076 acre-feet of Central Arizona Project (CAP) water that benefits State Trust lands. The Department is responsible for capital charges on those rights. The rate for FY 2017 was provisionally set in June 2015, and the final rate will be set in June 2016.

The Executive recommends a supplemental appropriation to cover the Central Arizona Project fees at their current rate of \$31 per acre-foot. The total of \$994,400 is \$224,500 higher than the agency's appropriation for the fee. The agency is required to pay these fees annually.

If a parcel of land that contains water rights is sold, all historically accumulated capital fees paid on the water rights, with interest and administrative fees, are paid by the land buyer and deposited into the General Fund.

Funding	FY 2017
General Fund	224.5
Issue Total	224.5

Legal Costs

The Executive recommends a one-time appropriation for legal costs and project evaluations and studies associated with the State Land Trust.

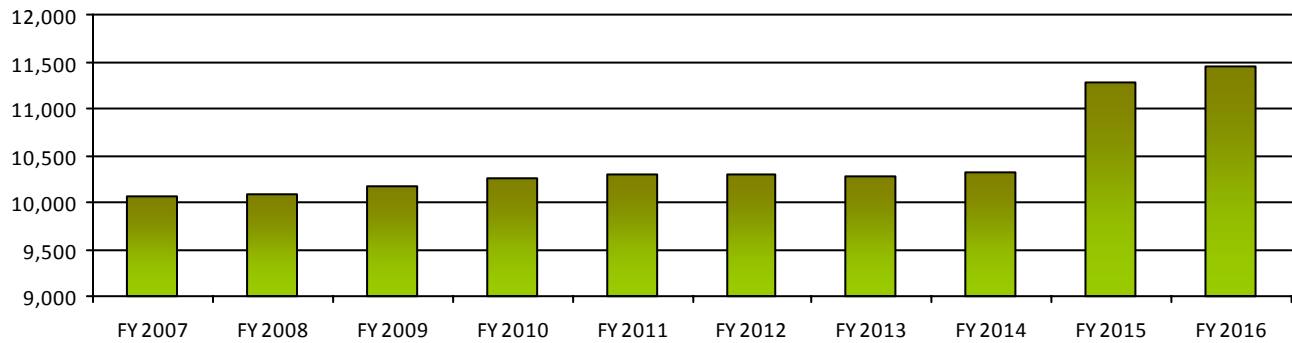
Funding	FY 2017
Trust Land Management Fund	490.0
Issue Total	490.0

Adjustments for risk management charges and retirement contributions for this agency are not incorporated into the totals shown here. They are listed separated with adjustments for all state agencies immediately following the Capital Projects section. Funding for these adjustments is recommended as part of the total Executive Budget.

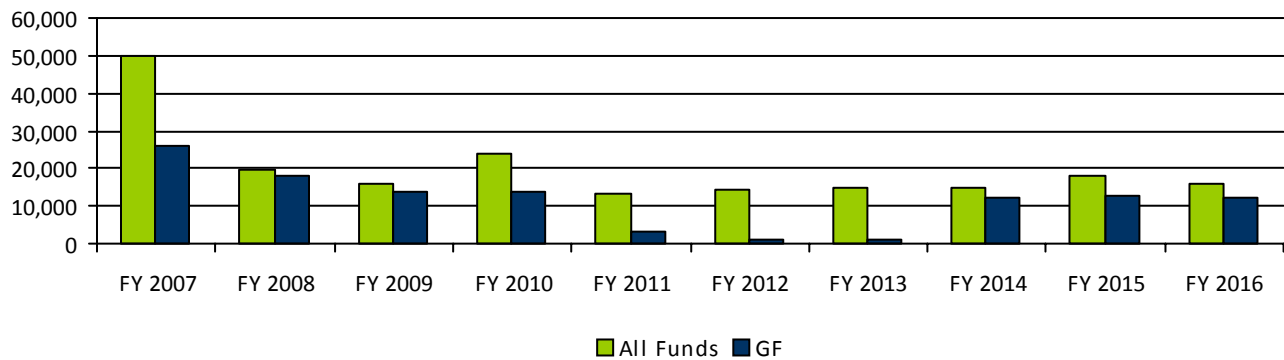
Performance Measures

	FY 2015 Actual	FY 2016 Actual	FY 2017 Expected	FY 2018 Expected
Permanent (Sales & Royalty) Receipts (in millions)	0	101.5	0	0
Expendable (Rental/Lease) Receipts (in millions)	0	51.9	0	0
	<i>Link to the AGENCY'S STRATEGIC PLAN</i>			

Number of Leases



Agency Expenditures (in \$1,000s)



Recommended State Appropriations

BY PROGRAM	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Outside Assistance and Grants	731.8	841.8	0.0	841.8
Trust Management and Revenue Generation	13,536.9	16,447.0	3,251.9	19,698.9
Agency Total - Appropriated Funds	14,268.7	17,288.8	3,251.9	20,540.7

BY EXPENDITURE OBJECT	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Personal Services	6,283.6	7,191.2	0.0	7,191.2
ERE Amount	2,449.1	3,019.0	0.0	3,019.0
Prof. And Outside Services	987.4	2,093.4	2,450.0	4,543.4
Travel - In State	82.3	100.0	0.0	100.0
Travel - Out of State	10.2	20.0	0.0	20.0
Aid to Others	540.0	650.0	0.0	650.0
Other Operating Expenses	3,776.0	3,785.2	801.9	4,587.1
Equipment	117.6	180.0	0.0	180.0
Transfers Out	22.5	250.0	0.0	250.0

Agency Total - Appropriated Funds	14,268.7	17,288.8	3,251.9	20,540.7
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BY APPROPRIATED FUND	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
General Fund	12,401.8	12,491.4	801.9	13,293.3
Due Diligence Fund	0.0	500.0	0.0	500.0
Environmental Special Plate Fund	150.0	260.5	0.0	260.5
Trust Land Management Fund	1,716.9	4,036.9	2,450.0	6,486.9
Agency Total - Appropriated Funds	14,268.7	17,288.8	3,251.9	20,540.7

FOR MORE DETAIL ABOUT EACH FUND SEE THE STATE FUNDS BOOK

Special Line Appropriations

	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
CAP User Fees	737.7	769.9	801.9	1,571.8
Due diligence Fund	0.0	500.0	0.0	500.0
Natural Resource Conservation Districts	540.0	650.0	0.0	650.0
Streambed Navigability Litigation	0.0	220.0	0.0	220.0
Agency Total - Appropriated Funds	1,277.7	2,139.9	801.9	2,941.8

Non - Appropriated Funds Expenditures

	FY 2016 Actual	FY 2017 Exp. Plan	FY 2018 Net Change	FY 2018 Exec. Rec.
Federal Grant	36.9	15.0	(15.0)	0.0
Land Clearance Fund	918.0	100.0	0.0	100.0
Off-highway Vehicle Recreation Fund	390.3	345.0	0.0	345.0
Resource Analysis Revolving	109.9	150.0	0.0	150.0
State Land Department Fund	217.6	375.0	0.0	375.0
Statewide Employee Recognition Gifts/Donations	0.6	1.0	0.0	1.0
Agency Total - Non-Appropriated Funds	1,673.3	986.0	(15.0)	971.0

FOR MORE DETAIL ABOUT EACH FUND SEE THE STATE FUNDS BOOK

Federal Funds Expenditures

	FY 2016 Actual	FY 2017 Exp. Plan	FY 2018 Exp. Plan
Agency Total	36.9	15.0	0.0

These are the Federal Expenditures reported by the agencies and, in most cases, are included in the Appropriated or Non-Appropriated Funds expenditures listed above.

Link to the [ALL FEDERAL GRANTS FOR THIS AGENCY ARE DISPLAYED IN THE FEDERAL FUNDS REPORT](#)

The Executive recommends a lump-sum appropriation to the agency with special lines.

Auditor General

The Auditor General is appointed by the Joint Legislative Audit Committee and approved by a concurrent resolution of the Legislature. By law, the Auditor General is required to express an opinion on the financial statements of audited entities, and determine compliance with applicable federal and Arizona laws and conduct comprehensive performance audits (or reviews) of state agencies and the programs they administer. In addition, the Auditor General is required to conduct performance audits of school districts and monitor the percentage of dollars spent in the classroom.

Link to the **AGENCY'S WEBSITE** <http://www.azauditor.gov/>

All numbers representing dollars are expressed in thousands.

Agency Budget Summary

	FY 2016 Actual	FY 2017 Exp.Plan	FY 2018 Net Change	FY 2018 Exec. Rec.
General Fund	17,933.3	18,066.5	0.0	18,066.5
Non-Appropriated Funds	1,956.3	1,960.3	0.0	1,960.3
Agency Total	19,889.6	20,026.8	0.0	20,026.8

Adjustments for risk management charges and retirement contributions for this agency are not incorporated into the totals shown here. They are listed separated with adjustments for all state agencies immediately following the Capital Projects section. Funding for these adjustments is recommended as part of the total Executive Budget.

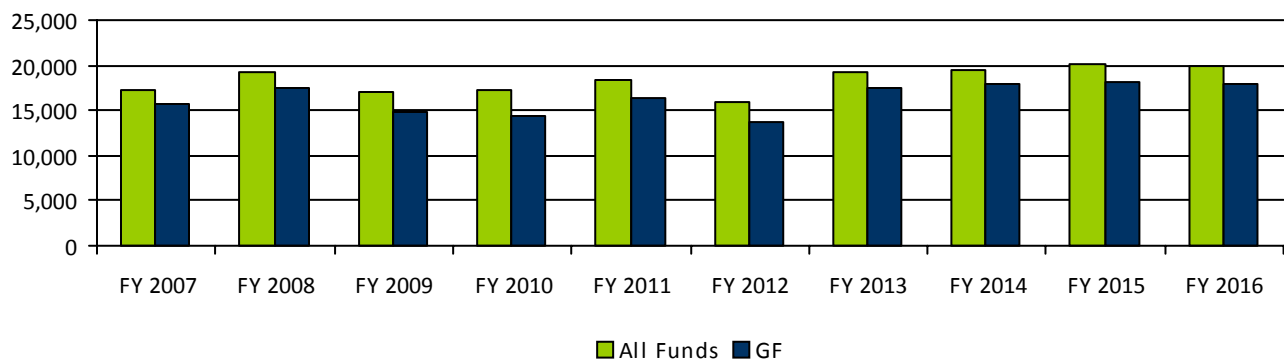
Performance Measures

	FY 2015 Actual	FY 2016 Actual	FY 2017 Expected	FY 2018 Expected
Percentage of administrative recommendations implemented or adopted within two years for performance audits	84	98	90	90
Percentage of single audit recommendations implemented or adopted within one year for financial audits	58	72	75	75
Percentage of legislative recommendations implemented or adopted within two years	100	100	60	60

Link to the **AGENCY'S STRATEGIC PLAN**

Agency Expenditures

(in \$1,000s)



Recommended State Appropriations

BY PROGRAM	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Auditor General	17,933.3	18,066.5	0.0	18,066.5
Agency Total - Appropriated Funds	17,933.3	18,066.5	0.0	18,066.5

BY EXPENDITURE OBJECT	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Personal Services	11,235.8	11,235.8	0.0	11,235.8
ERE Amount	4,210.6	4,142.6	0.0	4,142.6
Prof. And Outside Services	499.1	699.1	0.0	699.1
Travel - In State	290.8	290.8	0.0	290.8
Travel - Out of State	4.5	4.5	0.0	4.5
Other Operating Expenses	1,125.2	1,126.4	0.0	1,126.4
Equipment	567.3	567.3	0.0	567.3
Agency Total - Appropriated Funds	17,933.3	18,066.5	0.0	18,066.5

BY APPROPRIATED FUND	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
General Fund	17,933.3	18,066.5	0.0	18,066.5
Agency Total - Appropriated Funds	17,933.3	18,066.5	0.0	18,066.5

FOR MORE DETAIL ABOUT EACH FUND SEE THE STATE FUNDS BOOK

Non - Appropriated Funds Expenditures

	FY 2016 Actual	FY 2017 Exp. Plan	FY 2018 Net Change	FY 2018 Exec. Rec.
Audit Services	1,956.3	1,960.3	0.0	1,960.3
Agency Total - Non-Appropriated Funds	1,956.3	1,960.3	0.0	1,960.3

FOR MORE DETAIL ABOUT EACH FUND SEE THE STATE FUNDS BOOK

House of Representatives

Link to the **AGENCY'S WEBSITE** <http://www.azhouse.gov>

All numbers representing dollars are expressed in thousands.

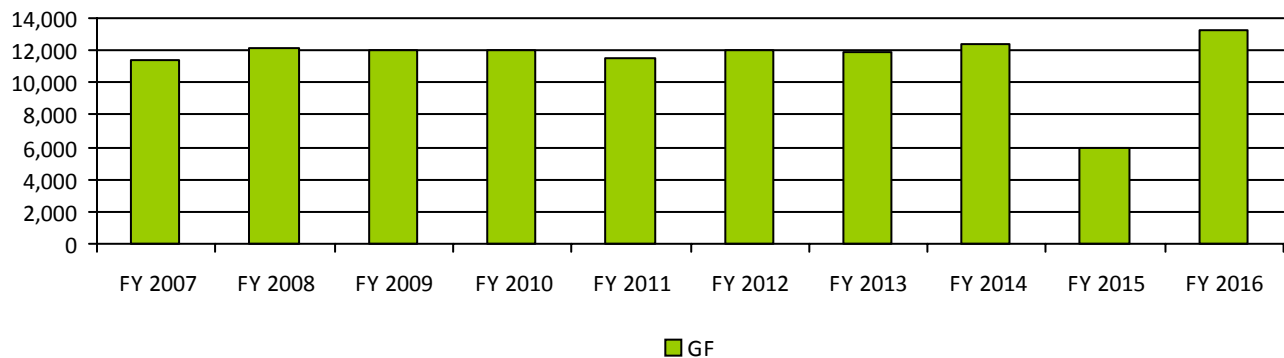
Agency Budget Summary

	FY 2016 Actual	FY 2017 Exp.Plan	FY 2018 Net Change	FY 2018 Exec. Rec.
General Fund	13,265.6	13,201.5	0.0	13,201.5
Agency Total	13,265.6	13,201.5	0.0	13,201.5

Adjustments for risk management charges and retirement contributions for this agency are not incorporated into the totals shown here. They are listed separated with adjustments for all state agencies immediately following the Capital Projects section. Funding for these adjustments is recommended as part of the total Executive Budget.

Agency Expenditures

(in \$1,000s)



Recommended State Appropriations

BY PROGRAM	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
House of Representatives	13,265.6	13,201.5	0.0	13,201.5
Agency Total - Appropriated Funds	13,265.6	13,201.5	0.0	13,201.5

BY EXPENDITURE OBJECT	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Personal Services	8,103.7	0.0	0.0	0.0
ERE Amount	3,453.7	0.0	0.0	0.0
Prof. And Outside Services	108.8	0.0	0.0	0.0
Travel - In State	647.8	0.0	0.0	0.0
Travel - Out of State	560.6	0.0	0.0	0.0
Other Operating Expenses	342.2	13,201.5	0.0	13,201.5
Equipment	48.8	0.0	0.0	0.0
Agency Total - Appropriated Funds	13,265.6	13,201.5	0.0	13,201.5

BY APPROPRIATED FUND	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
General Fund	13,265.6	13,201.5	0.0	13,201.5
Agency Total - Appropriated Funds	13,265.6	13,201.5	0.0	13,201.5

FOR MORE DETAIL ABOUT EACH FUND SEE THE STATE FUNDS BOOK

Joint Legislative Budget Committee

Link to the **AGENCY'S WEBSITE** <http://www.azleg.gov/jlbc.htm>

All numbers representing dollars are expressed in thousands.

Agency Budget Summary

	FY 2016 Actual	FY 2017 Exp.Plan	FY 2018 Net Change	FY 2018 Exec. Rec.
General Fund	2,490.9	2,488.3	0.0	2,488.3
Agency Total	2,490.9	2,488.3	0.0	2,488.3

Adjustments for risk management charges and retirement contributions for this agency are not incorporated into the totals shown here. They are listed separated with adjustments for all state agencies immediately following the Capital Projects section. Funding for these adjustments is recommended as part of the total Executive Budget.

Agency Expenditures

(in \$1,000s)

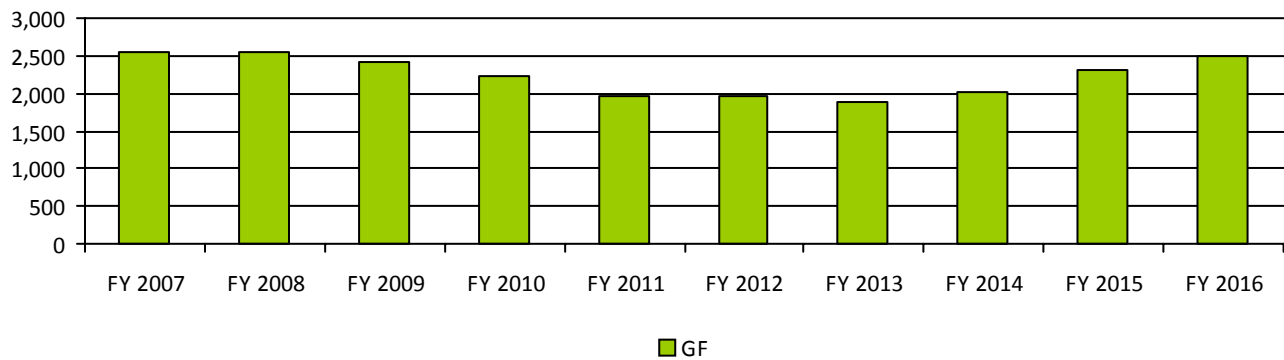


Chart displays all expenditures during each time period regardless of the year for which the appropriation was made.

Recommended State Appropriations

BY PROGRAM	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Joint Legislative Budget Committee	2,490.9	2,488.3	0.0	2,488.3
Agency Total - Appropriated Funds	2,490.9	2,488.3	0.0	2,488.3

BY EXPENDITURE OBJECT	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Personal Services	1,661.8	1,661.8	0.0	1,661.8
ERE Amount	604.0	601.3	0.0	601.3
Prof. And Outside Services	125.0	125.0	0.0	125.0
Travel - In State	0.5	0.5	0.0	0.5
Other Operating Expenses	97.6	97.7	0.0	97.7
Equipment	2.0	2.0	0.0	2.0
Agency Total - Appropriated Funds	2,490.9	2,488.3	0.0	2,488.3

BY APPROPRIATED FUND	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
General Fund	2,490.9	2,488.3	0.0	2,488.3
Agency Total - Appropriated Funds	2,490.9	2,488.3	0.0	2,488.3

FOR MORE DETAIL ABOUT EACH FUND SEE THE STATE FUNDS BOOK

Legislative Council

Link to the **AGENCY'S WEBSITE** <http://www.azleg.gov/>

All numbers representing dollars are expressed in thousands.

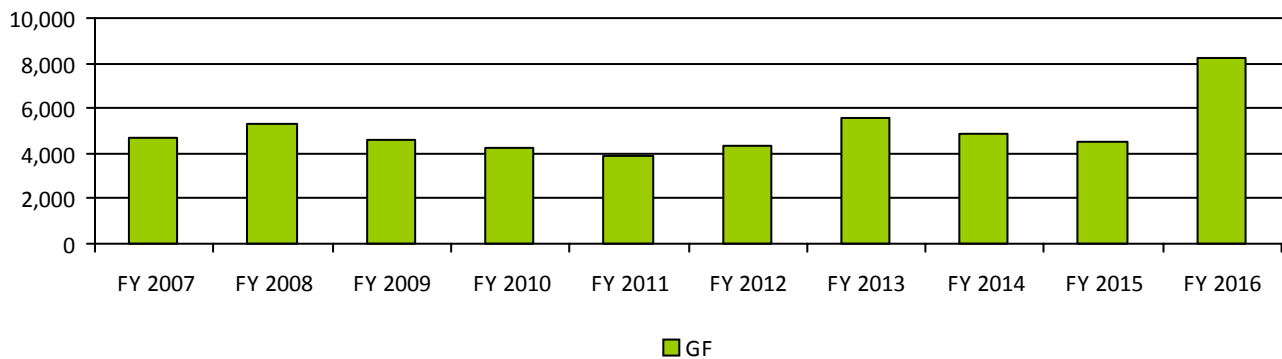
Agency Budget Summary

	FY 2016 Actual	FY 2017 Exp.Plan	FY 2018 Net Change	FY 2018 Exec. Rec.
General Fund	8,233.3	8,215.4	0.0	8,215.4
Other Appropriated Funds	0.0	250.0	(250.0)	0.0
Agency Total	8,233.3	8,465.4	(250.0)	8,215.4

Adjustments for risk management charges and retirement contributions for this agency are not incorporated into the totals shown here. They are listed separated with adjustments for all state agencies immediately following the Capital Projects section. Funding for these adjustments is recommended as part of the total Executive Budget.

Agency Expenditures

(in \$1,000s)



Recommended State Appropriations

BY PROGRAM	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Legislative Council	8,233.3	8,465.4	(250.0)	8,215.4
Agency Total - Appropriated Funds	8,233.3	8,465.4	(250.0)	8,215.4

BY EXPENDITURE OBJECT	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Personal Services	3,399.1	3,399.8	0.0	3,399.8
ERE Amount	1,170.4	1,151.0	0.0	1,151.0
Prof. And Outside Services	60.3	310.3	(250.0)	60.3
Other Operating Expenses	353.1	353.9	0.0	353.9
Equipment	3,250.4	3,250.4	0.0	3,250.4
Agency Total - Appropriated Funds	8,233.3	8,465.4	(250.0)	8,215.4

BY APPROPRIATED FUND	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
General Fund	8,233.3	8,215.4	0.0	8,215.4
Telecom for the Deaf Fund	0.0	250.0	(250.0)	0.0
Agency Total - Appropriated Funds	8,233.3	8,465.4	(250.0)	8,215.4

FOR MORE DETAIL ABOUT EACH FUND SEE THE STATE FUNDS BOOK

Special Line Appropriations

	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Hearing Loop Installation	0.0	250.0	(250.0)	0.0
Ombudsman Citizens Aide Office	825.6	822.9	0.0	822.9
Agency Total - Appropriated Funds	825.6	1,072.9	(250.0)	822.9

Senate

Link to the **AGENCY'S WEBSITE** <http://www.azsenate.gov/>

All numbers representing dollars are expressed in thousands.

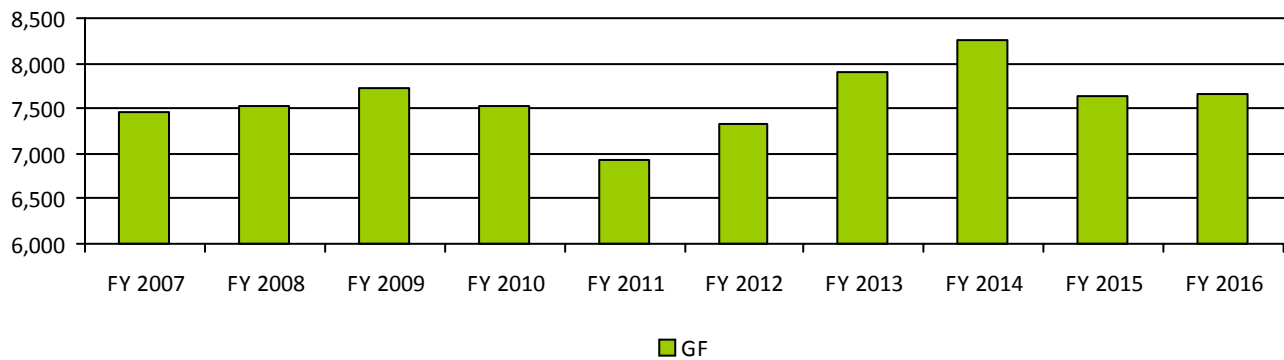
Agency Budget Summary

	FY 2016 Actual	FY 2017 Exp.Plan	FY 2018 Net Change	FY 2018 Exec. Rec.
General Fund	7,654.7	9,408.5	0.0	9,408.5
Agency Total	7,654.7	9,408.5	0.0	9,408.5

Adjustments for risk management charges and retirement contributions for this agency are not incorporated into the totals shown here. They are listed separated with adjustments for all state agencies immediately following the Capital Projects section. Funding for these adjustments is recommended as part of the total Executive Budget.

Agency Expenditures

(in \$1,000s)



Recommended State Appropriations

BY PROGRAM	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Senate	7,654.7	9,408.5	0.0	9,408.5
Agency Total - Appropriated Funds	7,654.7	9,408.5	0.0	9,408.5

BY EXPENDITURE OBJECT	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Personal Services	5,000.0	0.0	0.0	0.0
ERE Amount	2,108.4	0.0	0.0	0.0
Prof. And Outside Services	36.2	9,408.5	0.0	9,408.5
Travel - In State	354.3	0.0	0.0	0.0
Other Operating Expenses	155.8	0.0	0.0	0.0
Agency Total - Appropriated Funds	7,654.7	9,408.5	0.0	9,408.5

BY APPROPRIATED FUND	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
General Fund	7,654.7	9,408.5	0.0	9,408.5
Agency Total - Appropriated Funds	7,654.7	9,408.5	0.0	9,408.5

FOR MORE DETAIL ABOUT EACH FUND SEE THE STATE FUNDS BOOK

Department of Liquor Licenses and Control

The Department regulates all businesses dealing with spirituous liquor. The Department reviews and investigates complaints, police reports, and civil violations regarding licensees. The Department investigates all allegations against licensees, whether criminal or civil, and in collaboration with the Attorney General's Office, prosecutes before civil and criminal courts. Further, the Department educates youth to reduce underage drinking.

Link to the **AGENCY'S WEBSITE** <http://www.azliquor.gov/>

All numbers representing dollars are expressed in thousands.

Agency Budget Summary

	FY 2016 Actual	FY 2017 Exp.Plan	FY 2018 Net Change	FY 2018 Exec. Rec.
General Fund	41.7	0.0	0.0	0.0
Other Appropriated Funds	2,892.2	3,007.4	190.5	3,197.9
Non-Appropriated Funds	1,155.8	947.9	0.0	947.9
Agency Total	4,089.7	3,955.3	190.5	4,145.8

Main Points of Executive Recommendations

	FY 2017	FY 2018
Maintenance for New Licensing System	0.0	130.0
Training for New Licensing System	0.0	60.5

Major Executive Initiatives and Funding Recommendations

Maintenance for New Licensing System

The Department's new licensing system is scheduled to go online in August 2017. At that time, the Department will be required by contract to pay an annual operations and maintenance fee to the IT vendor.

The Executive recommends funding to cover annual operations and maintenance costs for the new licensing system.

Funding	FY 2018
Liquor Licenses Fund	130.0
Issue Total	130.0

Extend Lapsing Date of Appropriation

The Department continues to work toward replacing its outdated licensing system, a project that began in FY 2015. The Department has spending authority of \$1 million from two appropriations – \$626,700 in FY 2015 and \$400,000 in FY 2016 – that lapse at the end of FY 2017.

As the new licensing system is not scheduled to be operational until August 2017, it is necessary to extend the lapsing date for the existing appropriation. The Executive recommends extending the lapsing date of the existing FY 2015 and FY 2017 appropriations for this project through the end of FY 2018.

Funding	FY 2018
Liquor Licenses Fund	0.0
Issue Total	0.0

Training for New Licensing System

Due to the complexity of the Department’s new licensing system, two types of training are required to realize its best use: end-user training and enablement training.

End-user training seeks to best prepare all agency staff on the new e-licensing system by providing training direct from the vendor. Enablement training will provide deeper programming knowledge to two to four Department personnel for the purpose of making material changes to the software itself, in order to keep the system current and adaptive to Legislative and process changes.

The Executive recommends a one-time appropriation for end-user and enablement training.

Funding	FY 2018
Liquor Licenses Fund	60.5
Issue Total	60.5

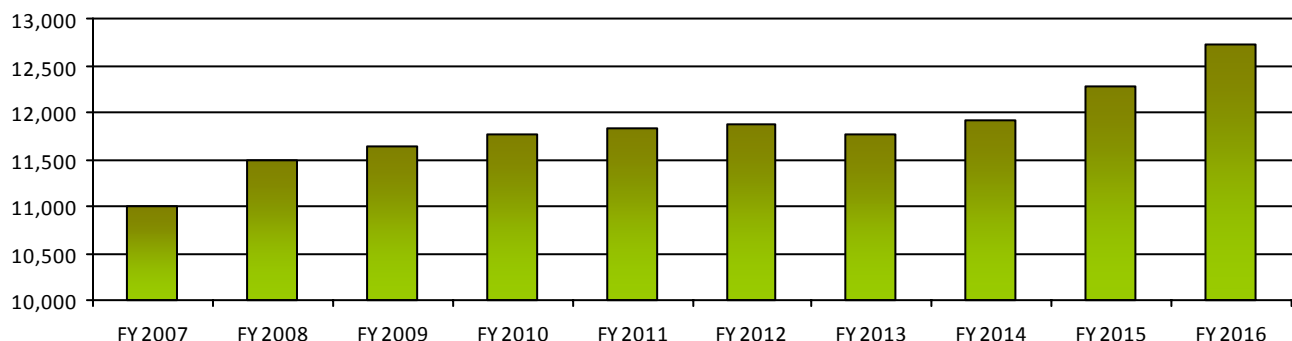
Adjustments for risk management charges and retirement contributions for this agency are not incorporated into the totals shown here. They are listed separated with adjustments for all state agencies immediately following the Capital Projects section. Funding for these adjustments is recommended as part of the total Executive Budget.

Performance Measures

	FY 2015 Actual	FY 2016 Actual	FY 2017 Expected	FY 2018 Expected
To increase the number of on line services	0	0	0	0

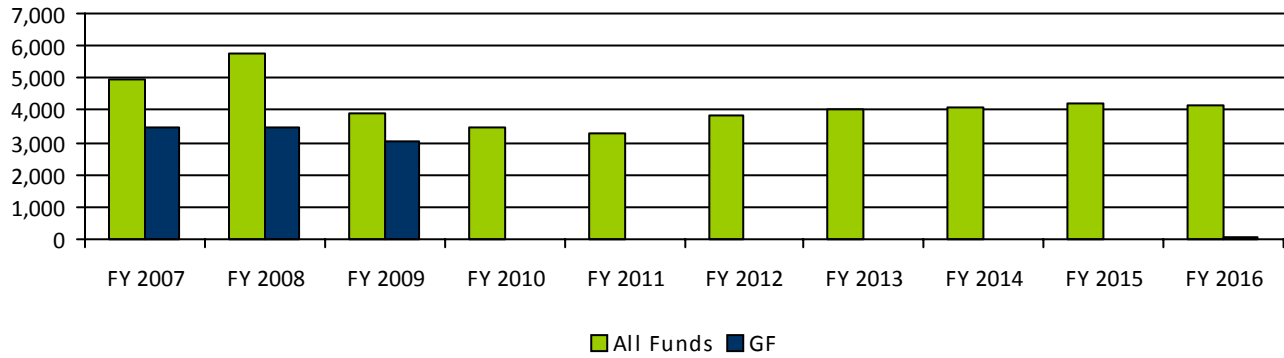
Link to the [AGENCY'S STRATEGIC PLAN](#)

Number of Active Licenses



Agency Expenditures

(in \$1,000s)



Recommended State Appropriations

BY PROGRAM	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Administration	1,107.2	973.1	190.5	1,163.6
Investigations	1,148.2	1,288.2	0.0	1,288.2
Licensing	678.5	746.1	0.0	746.1
Agency Total - Appropriated Funds	2,933.9	3,007.4	190.5	3,197.9

BY EXPENDITURE OBJECT	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Personal Services	1,488.6	1,522.7	0.0	1,522.7
ERE Amount	773.1	786.0	0.0	786.0
Prof. And Outside Services	149.6	40.4	60.5	100.9
Travel - In State	87.8	110.4	0.0	110.4
Travel - Out of State	0.0	3.3	0.0	3.3
Other Operating Expenses	458.0	544.6	130.0	674.6
Transfers Out	(23.2)	0.0	0.0	0.0
Agency Total - Appropriated Funds	2,933.9	3,007.4	190.5	3,197.9

BY APPROPRIATED FUND	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
General Fund	41.7	0.0	0.0	0.0
Liquor Licenses Fund	2,892.2	3,007.4	190.5	3,197.9
Agency Total - Appropriated Funds	2,933.9	3,007.4	190.5	3,197.9

FOR MORE DETAIL ABOUT EACH FUND SEE THE STATE FUNDS BOOK

Special Line Appropriations

	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Licensing Replacement System	30.6	0.0	0.0	0.0
Agency Total - Appropriated Funds	30.6	0.0	0.0	0.0

Non - Appropriated Funds Expenditures

	FY 2016 Actual	FY 2017 Exp. Plan	FY 2018 Net Change	FY 2018 Exec. Rec.
Anti-Racketeering Revolving Fund	(7.8)	13.7	0.0	13.7
Federal Grant	82.4	0.0	0.0	0.0
Liquor License Special Collections	1,081.2	934.2	0.0	934.2
Agency Total - Non-Appropriated Funds	1,155.8	947.9	0.0	947.9

FOR MORE DETAIL ABOUT EACH FUND SEE THE STATE FUNDS BOOK

Federal Funds Expenditures

	FY 2016 Actual	FY 2017 Exp. Plan	FY 2018 Exp. Plan
Agency Total	80.1	0.0	0.0

These are the Federal Expenditures reported by the agencies and, in most cases, are included in the Appropriated or Non-Appropriated Funds expenditures listed above.

Link to the [ALL FEDERAL GRANTS FOR THIS AGENCY ARE DISPLAYED IN THE FEDERAL FUNDS REPORT](#)

The Executive recommends a lump-sum appropriation to the agency.

Lottery Commission

The Arizona Lottery was established to maximize net revenue dedicated to various beneficiaries assigned through a statutory distribution formula. An advisory Commission and an Executive Director, both appointed by the Governor, oversee operations. The Lottery sells tickets through a licensed retailer network to provide players with innovative, entertaining, and rewarding games of chance.

Link to the **AGENCY'S WEBSITE** <http://arizonalottery.com/>

All numbers representing dollars are expressed in thousands.

Agency Budget Summary

	FY 2016 Actual	FY 2017 Exp. Plan	FY 2018 Net Change	FY 2018 Exec. Rec.
Other Appropriated Funds	97,520.4	113,437.8	6,579.3	120,017.1
Non-Appropriated Funds	1,305,883.4	1,325,554.8	54,441.2	1,379,996.0
Agency Total	1,403,403.8	1,438,992.6	61,020.5	1,500,013.1

Main Points of Executive Recommendations

	FY 2017	FY 2018
Digital Transformation	0.0	3,497.4

Major Executive Initiatives and Funding Recommendations

Digital Transformation

The Lottery Commission's system of record cannot accept new retailer licensing applications online. Further, the system is not integrated with the Lottery's customer relationship management (CRM) system, meaning that transferring information between the two IT systems requires the use of another software application, such as Microsoft Access or Excel. This creates redundant work, is inefficient, and is prone to error when transferring information between the two systems.

The Executive recommends a two-year non-lapsing appropriation of \$3.2 million for an integrated CRM system, an upgrade to the Lottery's current system of record, and a hardware refresh. The Executive also recommends \$264,800 to fund 3.0 FTE IT systems analysts to maintain and improve upon the Lottery's IT systems once they are integrated. To fund the cost of the IT projects and the new staff, the Executive recommends a reduction, from 3.6% to 3.05%, in the percentage appropriated for the printing costs of Lottery Tickets. This cost has not exceeded 2.75% over the past four fiscal years.

Funding	FY 2018
Lottery Fund	3,497.4
Issue Total	3,497.4

Baseline Recommendations

Expense Adjustments

Appropriations for printing costs, charitable tab tickets, on-line vendor fees, and retailer commissions are appropriated as a percentage of sales. In FY 2016, the Lottery recorded revenues of \$871 million. In FY 2018, the

Executive forecasts revenue growth of 4% over FY 2017, with revenues projected to be \$912.6 million. As revenues change, appropriations for these spending areas must change accordingly.

Funding	FY 2018
Lottery Fund	3,081.9
Issue Total	3,081.9

Supplemental Recommendations

Expense Adjustments

Appropriations for printing costs, charitable tab tickets, on-line vendor fees, and retailer commissions are appropriated as a percentage of sales. In FY 2016, the Lottery recorded revenues of \$871 million. In FY 2017, the Executive forecasts revenue growth of 0.75% over FY 2016, with revenues projected to be \$877.5 million. As revenues change, appropriations for these spending areas must change accordingly.

Funding	FY 2017
Lottery Fund	2,992.5
Issue Total	2,992.5

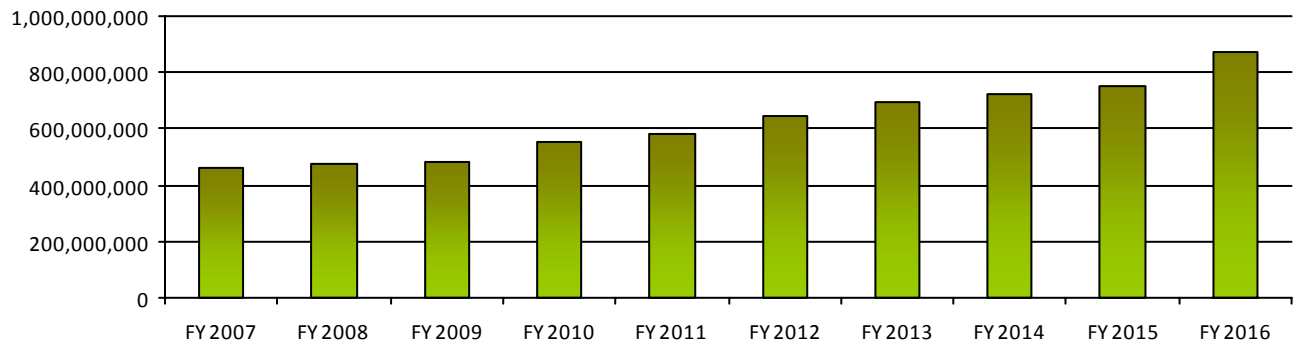
Adjustments for risk management charges and retirement contributions for this agency are not incorporated into the totals shown here. They are listed separated with adjustments for all state agencies immediately following the Capital Projects section. Funding for these adjustments is recommended as part of the total Executive Budget.

Performance Measures

	FY 2015 Actual	FY 2016 Actual	FY 2017 Expected	FY 2018 Expected
Dollar amount of instant ticket sales (in millions)	547.2	590.7	628.0	0
Dollar amount of draw game sales (in millions)	202.8	274.2	242.0	0
Percent of lottery ticket sales distributed to state beneficiaries	23.5	22.2	23.0	0

Link to the [AGENCY'S STRATEGIC PLAN](#)

Total Combined Sales



Recommended State Appropriations

BY PROGRAM	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Lottery	97,520.4	113,437.8	6,579.3	120,017.1
Agency Total - Appropriated Funds	97,520.4	113,437.8	6,579.3	120,017.1

BY EXPENDITURE OBJECT	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Personal Services	3,765.8	4,812.0	190.5	5,002.5
ERE Amount	1,584.4	1,693.3	74.3	1,767.6
Prof. And Outside Services	11,967.9	11,149.4	1,635.0	12,784.4
Travel - In State	241.4	271.6	0.0	271.6
Travel - Out of State	20.5	16.8	0.0	16.8
Other Operating Expenses	79,402.4	95,494.7	4,152.1	99,646.8
Equipment	103.8	0.0	527.4	527.4
Transfers Out	434.2	0.0	0.0	0.0
Agency Total - Appropriated Funds	97,520.4	113,437.8	6,579.3	120,017.1

BY APPROPRIATED FUND	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Lottery Fund	97,520.4	113,437.8	6,579.3	120,017.1
Agency Total - Appropriated Funds	97,520.4	113,437.8	6,579.3	120,017.1

FOR MORE DETAIL ABOUT EACH FUND SEE THE STATE FUNDS BOOK

Special Line Appropriations

	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Advertising	9,748.4	15,500.0	0.0	15,500.0
Charitable Instant Tab Commissions	1,157.2	1,215.8	153.1	1,368.9
On-Line Vendor Fees	9,343.3	8,062.6	2,510.2	10,572.8
Retailer Commissions	57,032.6	56,633.9	4,050.2	60,684.1
Tickets	13,317.6	23,671.8	(3,631.6)	20,040.2
Agency Total - Appropriated Funds	90,599.1	105,084.1	3,081.9	108,166.0

Non - Appropriated Funds Expenditures

	FY 2016 Actual	FY 2017 Exp. Plan	FY 2018 Net Change	FY 2018 Exec. Rec.
Lottery - Prize Fund	554,970.0	565,095.8	22,603.8	587,699.6
Lottery Fund	750,913.4	760,782.6	31,513.8	792,296.4
Agency Total - Non-Appropriated Funds	1,305,883.4	1,325,878.4	54,117.6	1,379,996.0

Forecasted changes to non-appropriated expenditures can be attributed to Lottery sales and revenue forecasts. As sales increase, prizes and beneficiary distributions also increase.

FOR MORE DETAIL ABOUT EACH FUND SEE THE STATE FUNDS BOOK

The Executive recommends a lump-sum appropriation to the agency with special lines.

Massage Therapy

The Board regulates individuals who engage in the practice of massage therapy and conducts investigations and hearings on complaints relating to incompetence, sexual activity, and unprofessional conduct.

Link to the **AGENCY'S WEBSITE** <http://www.massageboard.az.gov/>

All numbers representing dollars are expressed in thousands.

Agency Budget Summary

	FY 2016 Actual	FY 2017 Exp.Plan	FY 2018 Net Change	FY 2018 Exec. Rec.
Other Appropriated Funds	425.0	470.1	(9.0)	461.1
Agency Total	425.0	470.1	(9.0)	461.1

Main Points of Executive Recommendations

	FY 2017	FY 2018
Ongoing IT Maintenance	0.0	6.0

Major Executive Initiatives and Funding Recommendations

IT Maintenance

In FY17 the Board received funding for an online licensing system which is now operational. The Executive recommends \$6,000 in additional funding for the maintenance contract for the online licensing system.

Funding	FY 2018
Massage Therapy Board Fund	6.0
Issue Total	6.0

Remove FY 2017 One-time Appropriations

The Board's FY 2017 appropriation included funding of \$15,000 for an on-line licensing system. The Executive Recommendation, as a technical adjustment, removes the one-time FY 2017 appropriation.

Funding	FY 2018
Massage Therapy Board Fund	(15.0)
Issue Total	(15.0)

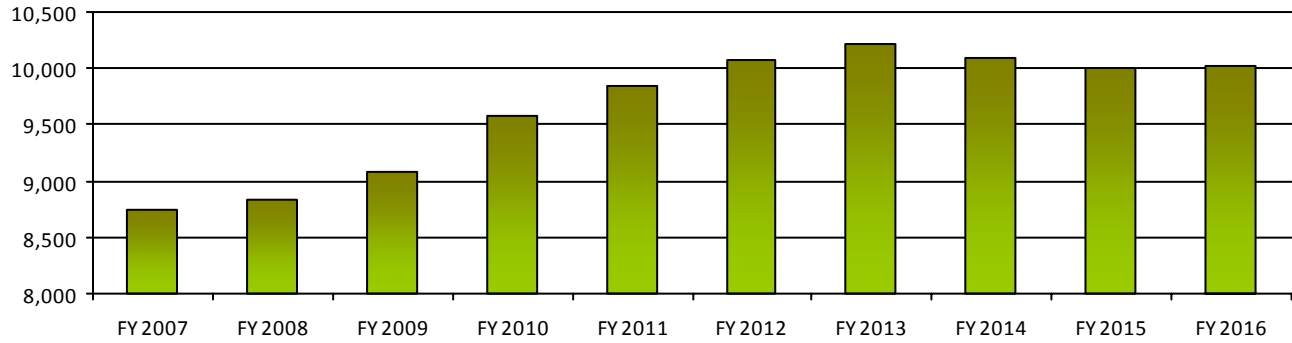
Adjustments for risk management charges and retirement contributions for this agency are not incorporated into the totals shown here. They are listed separated with adjustments for all state agencies immediately following the Capital Projects section. Funding for these adjustments is recommended as part of the total Executive Budget.

Performance Measures

	FY 2015 Actual	FY 2016 Actual	FY 2017 Expected	FY 2018 Expected
Massage therapy applications received for initial licensure and biennial renewal.	4,829	4,796	4,800	4,800
Average number of days to resolve a massage therapy complaint	126	112	110	110

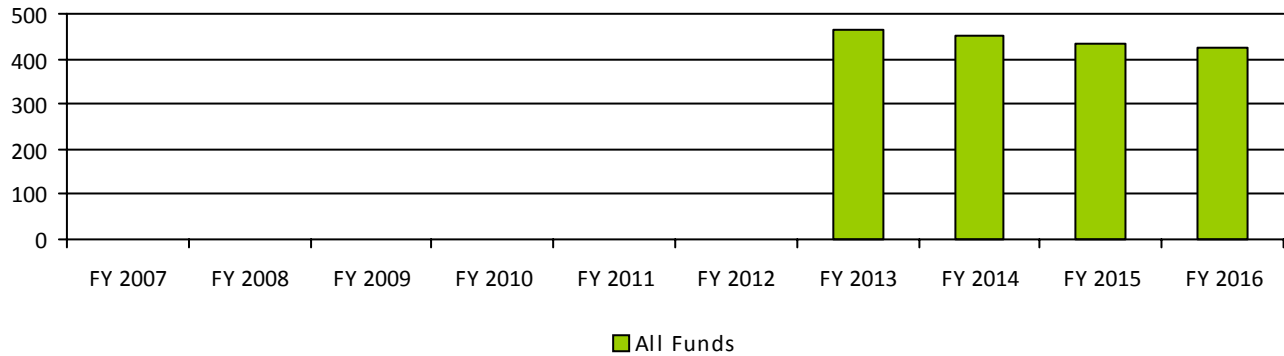
Link to the **AGENCY'S STRATEGIC PLAN**

Number of licensees



Agency Expenditures

(in \$1,000s)



Before FY 2013, the Massage Therapy Board was part of the Naturopathic Physicians Board of Medical Examiners.

Recommended State Appropriations

BY PROGRAM	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Board of Massage Therapy	425.0	470.1	(9.0)	461.1
Agency Total - Appropriated Funds	425.0	470.1	(9.0)	461.1

BY EXPENDITURE OBJECT	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Personal Services	199.9	241.1	0.0	241.1
ERE Amount	79.3	101.4	0.0	101.4
Prof. And Outside Services	33.8	34.1	(15.0)	19.1
Travel - In State	0.5	3.7	0.0	3.7
Other Operating Expenses	109.1	87.4	6.0	93.4
Equipment	2.4	2.4	0.0	2.4
Agency Total - Appropriated Funds	425.0	470.1	(9.0)	461.1

BY APPROPRIATED FUND	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Massage Therapy Board Fund	425.0	470.1	(9.0)	461.1
Agency Total - Appropriated Funds	425.0	470.1	(9.0)	461.1

FOR MORE DETAIL ABOUT EACH FUND SEE THE STATE FUNDS BOOK

Medical Board

The Agency staff supports two Boards – the Arizona Medical Board, which licenses and regulates allopathic physicians (“MDs”), and the Arizona Regulatory Board of Physician Assistants, which licenses and regulates physician assistants. The Agency processes applications for licenses, handles public complaints against licensees, and disseminates information pertaining to licensees and the regulatory process. The two Boards determine and administer disciplinary action in the event of proven violations of their respective practice acts. Together, the Boards regulate over 25,000 licensees.

Link to the **AGENCY'S WEBSITE** <http://www.azmd.gov/>

All numbers representing dollars are expressed in thousands.

Agency Budget Summary

	FY 2016 Actual	FY 2017 Exp.Plan	FY 2018 Net Change	FY 2018 Exec. Rec.
Other Appropriated Funds	6,472.3	6,463.6	320.4	6,784.0
Non-Appropriated Funds	0.0	0.0	0.0	10.0
Agency Total	6,472.3	6,463.6	320.4	6,794.0

Major Executive Initiatives and Funding Recommendations

Licensing and Investigations Staff and Consultants

With consistent growth in the number of licensed medical professionals, demand for licensing services and the number of adjudication cases have also increased. The Board considers open investigations and days to completion to be the benchmarks for service efficiency and regularly monitors those numbers. In five years, the number of open investigations has nearly doubled, from 349 cases in FY 2011 to 634 in FY 2016. The number of days open is also up, from 115 in FY 2011 to 176 in FY 2016.

A.R.S. § 32-1405 (c) (21) requires the Executive Director to submit all patient complaints regarding standard of care to a medical consultant for review. To efficiently address this workflow, the Board employs full-time Internal Medical Consultants, trained physicians who are generally qualified to handle the majority of investigations.

When an investigation involves the practice of a medical specialty, the Board must retain a qualified consultant from a pool of Outside Medical Consultants, who are paid \$150 per case and receive credit toward continuing education. As a consequence of that low level of compensation, some cases can wait months before a consultant with an applicable area of expertise is identified and secured.

The Executive recommends an increase for FY 2018 to fund an Internal Medical Consultant, two additional licensing or support staff, and proposed compensation changes for Outside Medical Consultants.

Funding	FY 2018
Medical Examiners Board Fund	320.4
Issue Total	320.4

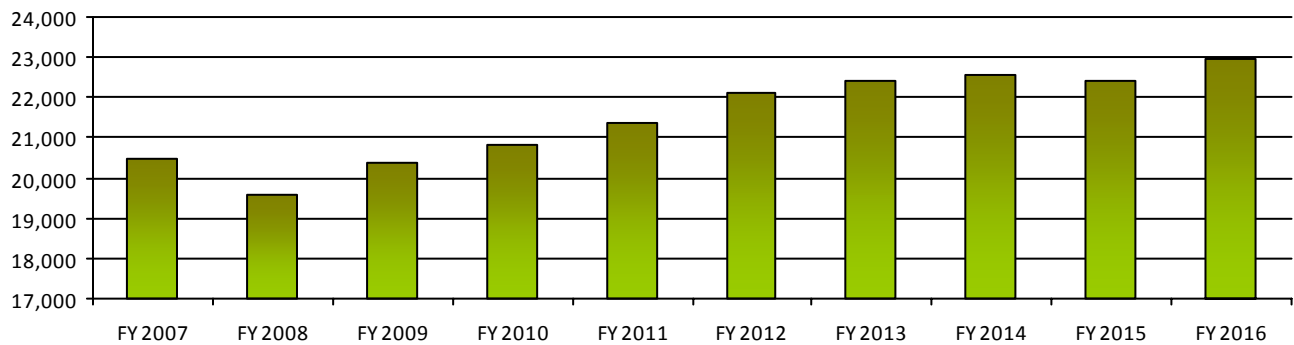
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Performance Measures

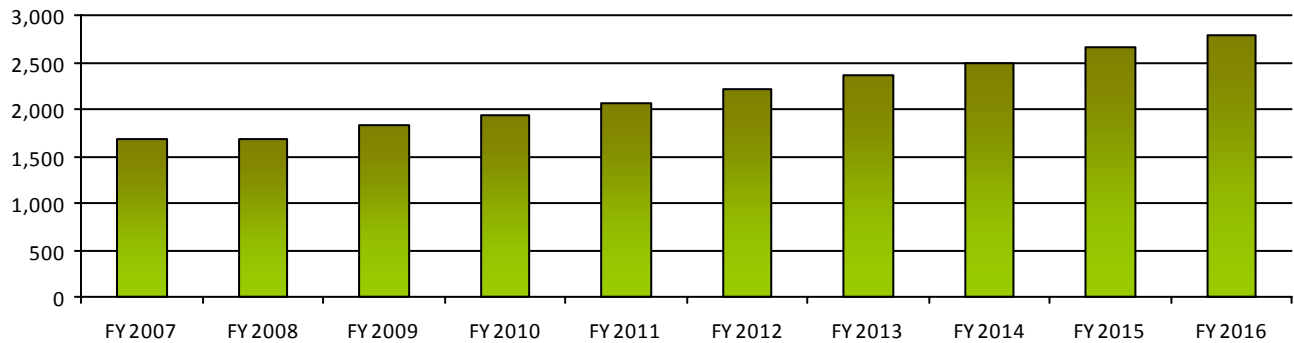
	FY 2015 Actual	FY 2016 Actual	FY 2017 Expected	FY 2018 Expected
Average number of days to process an initial medical doctor license upon receipt of completed application	15	9	7	7
Average number of days to complete a medical doctor investigation	151	176	155	155
Average number of days to complete a physician assistant investigation	124	154	140	140
Average score of agency-wide customer service satisfaction surveys (scale of 1-8)	7.0	7.3	7.5	7.5

Link to the [AGENCY'S STRATEGIC PLAN](#)

Number of MD Licenses

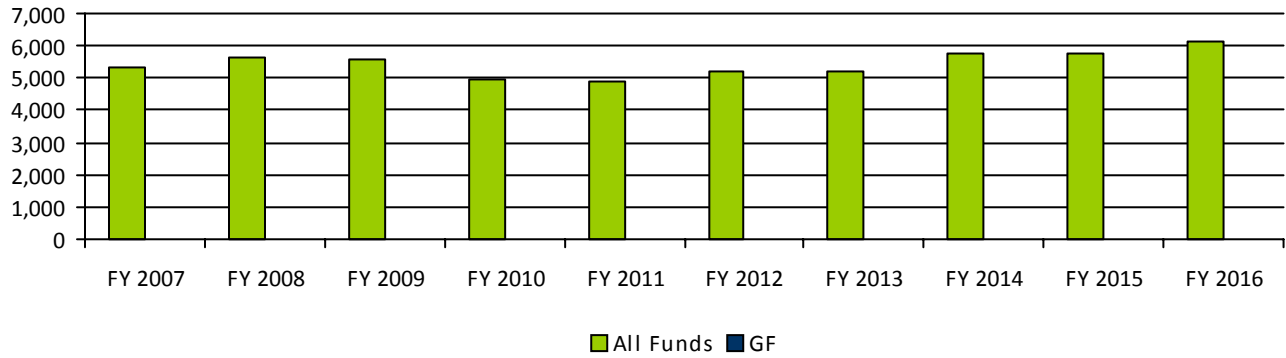


Number of PA Licenses



Agency Expenditures

(in \$1,000s)



Recommended State Appropriations

BY PROGRAM	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Licensing, Regulation, & Rehabilitation	6,472.3	6,463.6	320.4	6,784.0
Agency Total - Appropriated Funds	6,472.3	6,463.6	320.4	6,784.0

BY EXPENDITURE OBJECT	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Personal Services	2,875.5	3,112.9	166.0	3,278.9
ERE Amount	984.3	1,151.1	36.3	1,187.4
Prof. And Outside Services	1,015.4	973.6	80.2	1,053.8
Travel - In State	19.9	22.5	0.0	22.5
Travel - Out of State	22.3	29.0	2.0	31.0
Food	0.4	1.0	0.0	1.0
Other Operating Expenses	1,247.8	877.2	22.4	899.6
Equipment	287.2	276.3	13.5	289.8
Transfers Out	19.5	20.0	0.0	20.0
Agency Total - Appropriated Funds	6,472.3	6,463.6	320.4	6,784.0

BY APPROPRIATED FUND	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Medical Examiners Board Fund	6,472.3	6,463.6	320.4	6,784.0
Agency Total - Appropriated Funds	6,472.3	6,463.6	320.4	6,784.0

FOR MORE DETAIL ABOUT EACH FUND SEE THE STATE FUNDS BOOK

Non - Appropriated Funds Expenditures

	FY 2016 Actual	FY 2017 Exp. Plan	FY 2018 Net Change	FY 2018 Exec. Rec.
Statewide Donations	0.0	0.0	0.0	10.0
Agency Total - Non-Appropriated Funds	0.0	0.0	0.0	10.0

FOR MORE DETAIL ABOUT EACH FUND SEE THE STATE FUNDS BOOK

The Executive recommends a lump-sum appropriation to the agency.

Mine Inspector

The State Mine Inspector is a statewide elected constitutional officer and the director of the Office of the State Mine Inspector. The Office enforces statutes, rules and regulations applicable to mine safety, health, explosives, and land reclamation. The Office inspects the health and safety conditions and practices at active mining operations, investigates mine accidents, employee and public complaints, and conducts federally-certified miner and instructor safety training.

The Office administers reclamation financial assurance and enforces the Mined Land Reclamation laws, rules, and regulations for the restoration of disturbed lands to a safe and stable environmental condition. The Office promotes public safety regarding abandoned mines by "Stay Out Stay Alive" promotions, presentations, and publications. The Office conducts complaint investigations, issues mine owner compliance notifications, and identifies, assesses, and secures mine safety hazards. The Office also issues permits, licenses, and certificates for elevators and electrical connections and monitors the manufacturing, storing, selling, transferring, and disposal of all explosives or blasting agents.

Link to the **AGENCY'S WEBSITE** <http://www.asmi.az.gov>

All numbers representing dollars are expressed in thousands.

Agency Budget Summary

	FY 2016 Actual	FY 2017 Exp.Plan	FY 2018 Net Change	FY 2018 Exec. Rec.
General Fund	1,161.9	1,212.5	0.0	1,212.5
Other Appropriated Funds	30.3	112.9	0.0	112.9
Non-Appropriated Funds	573.2	409.2	0.0	409.2
Agency Total	1,765.4	1,734.6	0.0	1,734.6

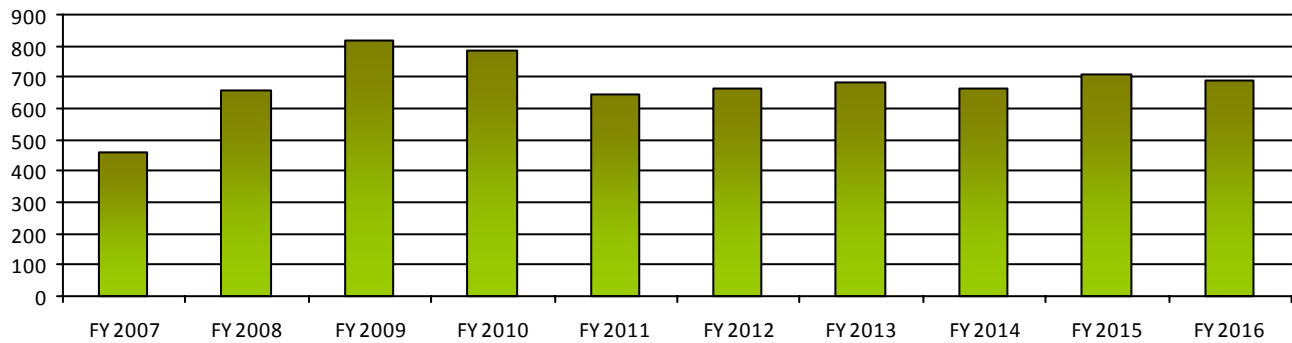
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Performance Measures

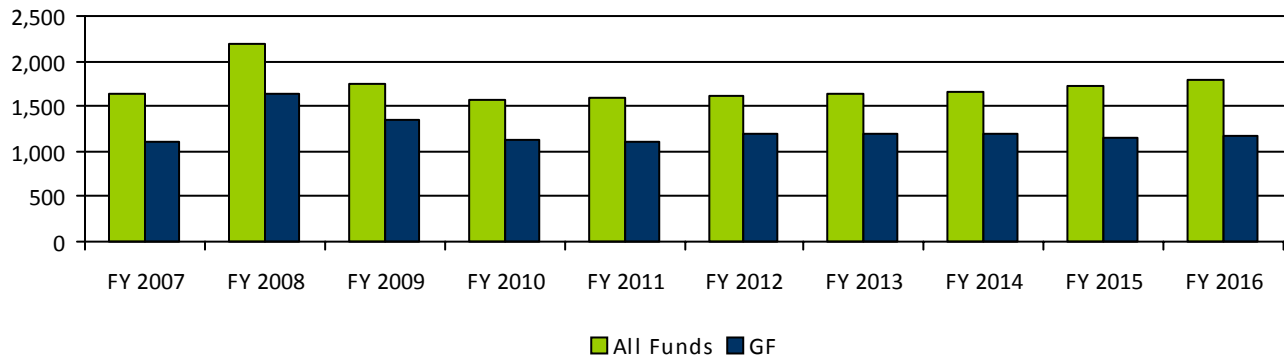
	FY 2015 Actual	FY 2016 Actual	FY 2017 Expected	FY 2018 Expected
Number of reportable (lost time) mine accidents	151	139	139	139
Number of abandoned mine openings secured	1	45	70	70
Number of annual mined land reclamation compliance reviews	194	207	207	207

Link to the **AGENCY'S STRATEGIC PLAN**

Number of Safety Inspections Completed



Agency Expenditures (in \$1,000s)



Recommended State Appropriations

BY PROGRAM	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Abandoned Mines Inventory	186.8	194.7	0.0	194.7
Mined Land Reclamation	30.3	112.9	0.0	112.9
Mining Safety Enforcement	975.1	1,017.8	0.0	1,017.8
Agency Total - Appropriated Funds	1,192.2	1,325.4	0.0	1,325.4

BY EXPENDITURE OBJECT	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Personal Services	559.2	687.1	0.0	687.1
ERE Amount	253.3	250.0	0.0	250.0
Prof. And Outside Services	44.1	90.0	0.0	90.0
Travel - In State	86.4	76.8	0.0	76.8
Travel - Out of State	1.9	5.0	0.0	5.0
Other Operating Expenses	208.4	211.0	0.0	211.0
Equipment	39.1	5.5	0.0	5.5
Agency Total - Appropriated Funds	1,192.2	1,325.4	0.0	1,325.4

BY APPROPRIATED FUND	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
General Fund	1,161.9	1,212.5	0.0	1,212.5
Aggregate Mining Reclamation Fund	30.3	112.9	0.0	112.9
Agency Total - Appropriated Funds	1,192.2	1,325.4	0.0	1,325.4

FOR MORE DETAIL ABOUT EACH FUND SEE THE STATE FUNDS BOOK

Special Line Appropriations

	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Abandoned Mines Safety Fund Deposit	186.8	194.7	0.0	194.7
Aggregate Mined Land Reclamation	30.3	112.9	0.0	112.9
Agency Total - Appropriated Funds	217.1	307.6	0.0	307.6

Non - Appropriated Funds Expenditures

	FY 2016 Actual	FY 2017 Exp. Plan	FY 2018 Net Change	FY 2018 Exec. Rec.
Abandoned Mine Safety	13.1	15.0	0.0	15.0
Federal Education and Training Fund	83.4	45.2	0.0	45.2
Federal Grant	476.7	349.0	0.0	349.0
Agency Total - Non-Appropriated Funds	573.2	409.2	0.0	409.2

FOR MORE DETAIL ABOUT EACH FUND SEE THE STATE FUNDS BOOK

Federal Funds Expenditures

	FY 2016 Actual	FY 2017 Exp. Plan	FY 2018 Exp. Plan
Agency Total	480.0	377.8	72.4

These are the Federal Expenditures reported by the agencies and, in most cases, are included in the Appropriated or Non-Appropriated Funds expenditures listed above.

Link to the [**ALL FEDERAL GRANTS FOR THIS AGENCY ARE DISPLAYED IN THE FEDERAL FUNDS REPORT**](#)

The Executive recommends a lump-sum appropriation to the agency.

Naturopathic Physicians Board of Medical Examiners

The Board issues licenses and certificates to applicants who meet the requirements of Arizona law for naturopathic medicine, including issuing specialty certificates and certificates to dispense. Further, the Board certifies naturopathic students to engage in clinical training programs, naturopathic assistants, and graduates who participate in postdoctoral training programs. The Board conducts investigations and hearings into allegations of medical incompetence and unprofessional conduct.

Link to the **AGENCY'S WEBSITE** <http://www.aznd.gov/>

All numbers representing dollars are expressed in thousands.

Agency Budget Summary

	FY 2016 Actual	FY 2017 Exp.Plan	FY 2018 Net Change	FY 2018 Exec. Rec.
Other Appropriated Funds	163.7	184.2	(4.0)	180.2
Agency Total	163.7	184.2	(4.0)	180.2

Major Executive Initiatives and Funding Recommendations

Remove FY 2017 One-time Appropriations

The Board's FY 2017 appropriation included one-funding of \$4,000 to purchase laptops for Board meetings. The Executive recommendation, as a technical adjustment, removes the one-time FY 2017 appropriation.

Funding	FY 2018
Naturopathic Board Fund	(4.0)
Issue Total	(4.0)

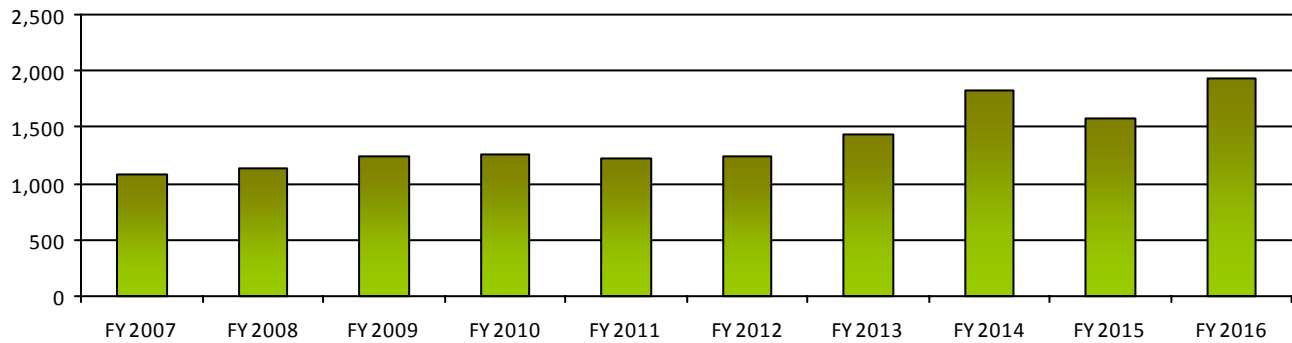
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Performance Measures

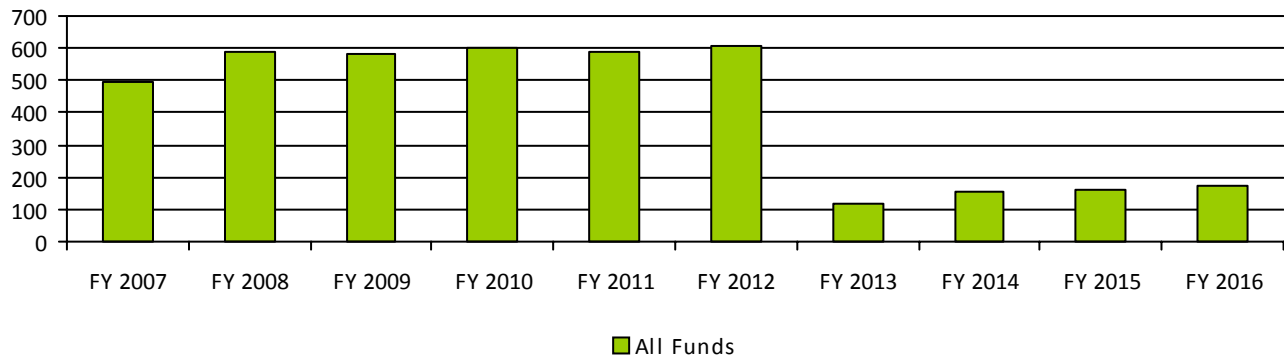
	FY 2015 Actual	FY 2016 Actual	FY 2017 Expected	FY 2018 Expected
Active physician licenses	955	960	965	965
Complaints received against licensed or certified persons	27	33	33	33
Complaints resolved in same fiscal year	23	33	25	25

Link to the **AGENCY'S STRATEGIC PLAN**

Number of Naturopathic Medicine Licenses/Certificates Issued



Agency Expenditures (in \$1,000s)



The data through FY 2012 combines expenditures from the Board and the Board of Massage Therapy

Recommended State Appropriations

BY PROGRAM	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Naturopathic Licensing and Regulation	163.7	184.2	(4.0)	180.2
Agency Total - Appropriated Funds	163.7	184.2	(4.0)	180.2

BY EXPENDITURE OBJECT	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Personal Services	98.1	98.9	0.0	98.9
ERE Amount	40.7	47.4	0.0	47.4
Prof. And Outside Services	0.6	4.3	0.0	4.3
Travel - In State	1.2	2.0	0.0	2.0
Other Operating Expenses	23.1	31.6	0.0	31.6
Equipment	0.0	0.0	(4.0)	(4.0)
Agency Total - Appropriated Funds	163.7	184.2	(4.0)	180.2

BY APPROPRIATED FUND	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Naturopathic Board Fund	163.7	184.2	(4.0)	180.2
Agency Total - Appropriated Funds	163.7	184.2	(4.0)	180.2

FOR MORE DETAIL ABOUT EACH FUND SEE THE STATE FUNDS BOOK

The Executive recommends a lump-sum appropriation to the agency.

Navigable Stream Adjudication Commission

The Commission is charged with gathering evidence, holding hearings, and making determinations regarding navigability of the 39,039 streams and rivers in Arizona as of February 14, 1912.

Part of this is to respond to issues raised by the Arizona Court of Appeals and returned to the Commission for additional hearings regarding specific topics. These hearings relate to five rivers, only, (NOTE: There were six rivers but two rivers were consolidated into a single case) and it is clear that parties involved in these cases consider the present proceedings being held by the Commission as the final hearings by virtue of the length of the present hearings (9 days of hearings regarding the Gila River, and 23 days of testimony regarding the Salt River as examples).

Link to the **AGENCY'S WEBSITE** <http://www.ansac.az.gov/>

All numbers representing dollars are expressed in thousands.

Agency Budget Summary

	FY 2016 Actual	FY 2017 Exp. Plan	FY 2018 Net Change	FY 2018 Exec. Rec.
General Fund	121.3	124.0	0.0	124.0
Other Appropriated Funds	170.9	200.0	0.0	200.0
Agency Total	292.2	324.0	0.0	324.0

Baseline Recommendations

Attorney and Hearing Related Services.

The Executive recommends a one-time continuation of the Commission's FY 2017 \$200,000 appropriation for Attorney and Hearing-Related Services. This appropriation will allow the agency to contract for legal services in order to represent the State's interests in general streams adjudication, for which there are five pending cases.

Funding	FY 2018
Arizona Water Banking Fund	0.0
Issue Total	0.0

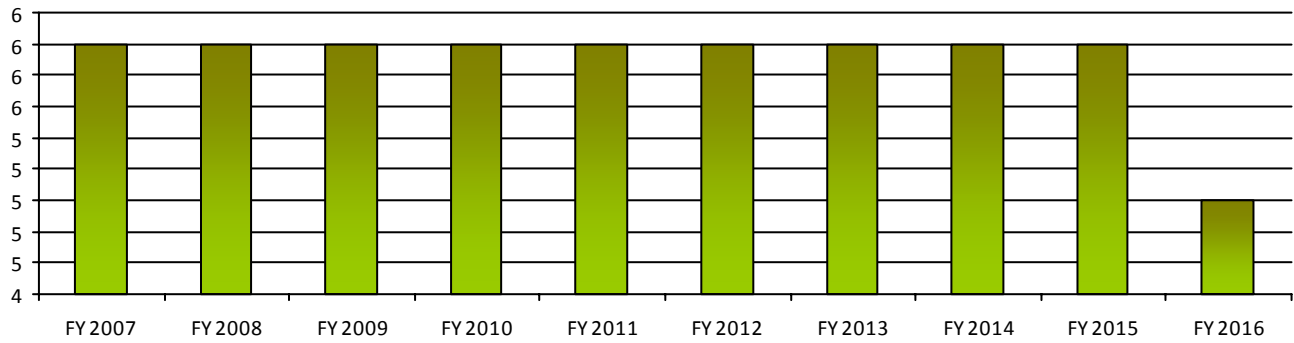
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Performance Measures

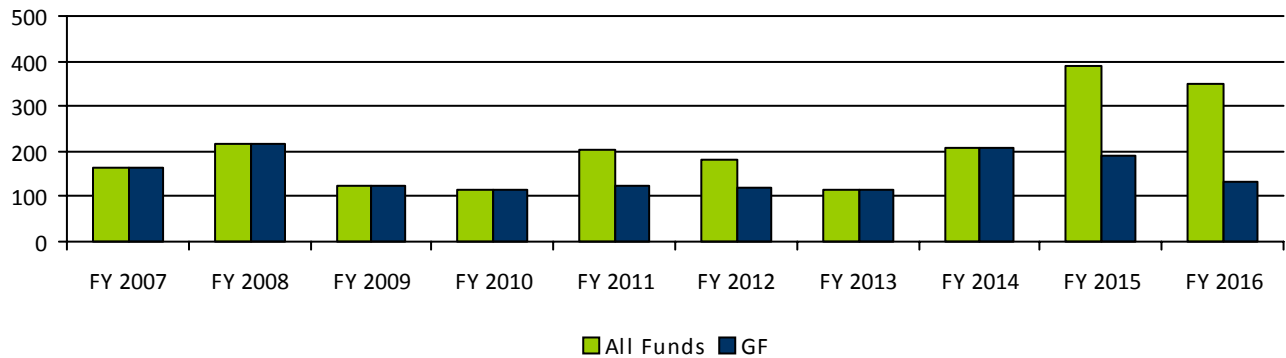
	FY 2015 Actual	FY 2016 Actual	FY 2017 Expected	FY 2018 Expected
Number of Arizona rivers and streams adjudicated, including the necessity to alter and ratify remaining reports that comport with information requested by courts.	0	0	5	0
Number of final reports approved by Commission	0	0	5	0

Link to the **AGENCY'S STRATEGIC PLAN**

Remand Case Hearings from Court of Appeals - 6 cases



Agency Expenditures (in \$1,000s)



Recommended State Appropriations

BY PROGRAM	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Stream Adjudication	292.2	324.0	0.0	324.0
Agency Total - Appropriated Funds	292.2	324.0	0.0	324.0

BY EXPENDITURE OBJECT	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Personal Services	70.0	70.0	0.0	70.0
ERE Amount	24.0	24.0	0.0	24.0
Prof. And Outside Services	168.9	196.1	0.0	196.1
Travel - In State	2.0	3.9	0.0	3.9
Other Operating Expenses	27.3	28.4	0.0	28.4
Equipment	0.0	1.6	0.0	1.6
Agency Total - Appropriated Funds	292.2	324.0	0.0	324.0

BY APPROPRIATED FUND	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
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BY APPROPRIATED FUND	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
General Fund	121.3	124.0	0.0	124.0
Arizona Water Banking Fund	170.9	200.0	0.0	200.0
Agency Total - Appropriated Funds	292.2	324.0	0.0	324.0

FOR MORE DETAIL ABOUT EACH FUND SEE THE STATE FUNDS BOOK

The Executive recommends a lump-sum appropriation to the agency.

Board of Nursing

The State Board of Nursing protects the public by assuring that standards of practice are defined and that persons engaged in the practice of nursing are competent. It approves individuals for licensure, registration, and certification; approves educational programs for nurses and nursing assistants; investigates complaints concerning licensee and certificate holder compliance with the law; and determines and administers disciplinary actions in the event of proven violations of the Nurse Practice Act.

Link to the **AGENCY'S WEBSITE** <http://www.azbn.gov>

All numbers representing dollars are expressed in thousands.

Agency Budget Summary

	FY 2016 Actual	FY 2017 Exp.Plan	FY 2018 Net Change	FY 2018 Exec. Rec.
Other Appropriated Funds	4,701.8	4,784.8	20.0	4,804.8
Non-Appropriated Funds	414.3	414.7	0.0	414.7
Agency Total	5,116.1	5,199.5	20.0	5,219.5

Baseline Recommendations

Server Relocation Plan

In relocating the Board's offices from 4747 N. 7th St., Phoenix, to 1740 W. Adams St., the Department of Administration will facilitate and fund the majority of the processes involved. However, the Board will require additional funding to relocate 21 servers housed at its offices. The Executive recommends an increase of \$20,000 in one-time funding for costs associated with moving the Board's servers.

Funding	FY 2018
Nursing Board Fund	20.0
Issue Total	20.0

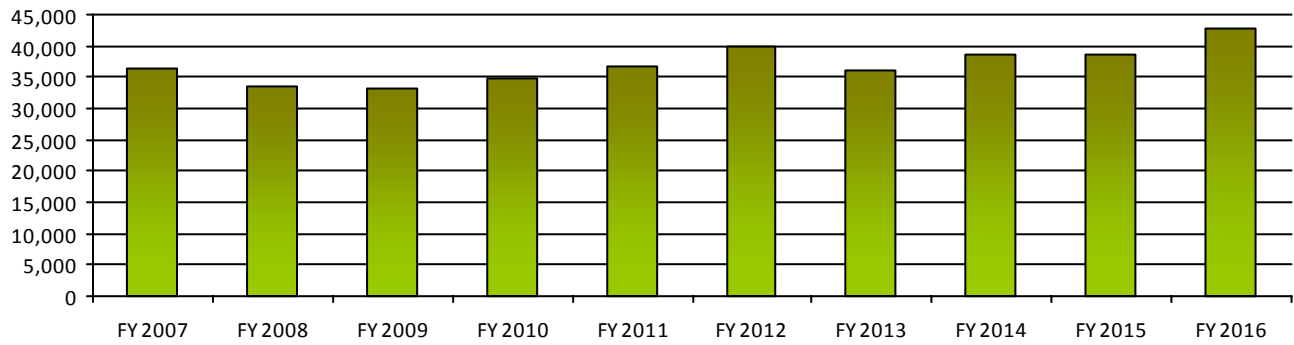
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Performance Measures

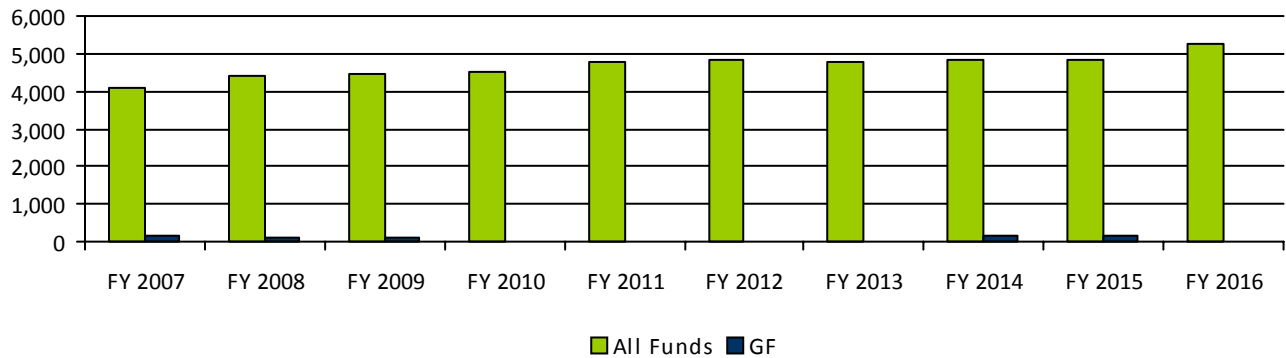
	FY 2015 Actual	FY 2016 Actual	FY 2017 Expected	FY 2018 Expected
Total licensees Registered Nurses and Licensed Practical Nurses	92,468	93,132	93,801	94,470
Total complaints received	1,160	980	1,200	1,200
Total individuals certified as nursing assistants	27,158	27,582	28,013	28,450
Average calendar days from receipt of CNA complaint to resolution	402	361	255	255
Average calendar days from receipt of RN/LPN complaint to resolution	278	279	240	240

Link to the **AGENCY'S STRATEGIC PLAN**

Total Licenses Issued



Agency Expenditures (in \$1,000s)



Recommended State Appropriations

BY PROGRAM	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Licensing and Regulation - RN/LPN	4,701.8	4,276.2	20.0	4,296.2
Nursing Assistant	0.0	508.6	0.0	508.6
Agency Total - Appropriated Funds	4,701.8	4,784.8	20.0	4,804.8

BY EXPENDITURE OBJECT	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Personal Services	2,618.5	2,720.0	0.0	2,720.0
ERE Amount	973.4	1,031.2	0.0	1,031.2
Prof. And Outside Services	374.7	341.7	20.0	361.7
Travel - In State	3.8	10.0	0.0	10.0
Travel - Out of State	6.5	8.0	0.0	8.0
Other Operating Expenses	635.1	603.4	0.0	603.4
Equipment	53.9	42.3	0.0	42.3
Transfers Out	35.9	28.2	0.0	28.2
Agency Total - Appropriated Funds	4,701.8	4,784.8	20.0	4,804.8

BY APPROPRIATED FUND	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Nursing Board Fund	4,701.8	4,784.8	20.0	4,804.8
Agency Total - Appropriated Funds	4,701.8	4,784.8	20.0	4,804.8

FOR MORE DETAIL ABOUT EACH FUND SEE THE STATE FUNDS BOOK

Non - Appropriated Funds Expenditures

	FY 2016 Actual	FY 2017 Exp. Plan	FY 2018 Net Change	FY 2018 Exec. Rec.
Federal Grant	414.3	414.7	0.0	414.7
Agency Total - Non-Appropriated Funds	414.3	414.7	0.0	414.7

FOR MORE DETAIL ABOUT EACH FUND SEE THE STATE FUNDS BOOK

Federal Funds Expenditures

	FY 2016 Actual	FY 2017 Exp. Plan	FY 2018 Exp. Plan
Agency Total	414.3	415.1	414.7

These are the Federal Expenditures reported by the agencies and, in most cases, are included in the Appropriated or Non-Appropriated Funds expenditures listed above.

Link to the [ALL FEDERAL GRANTS FOR THIS AGENCY ARE DISPLAYED IN THE FEDERAL FUNDS REPORT](#)

The Executive recommends a lump-sum appropriation to the agency.

Nursing Care Ins. Admin. Examiners

The Board evaluates and processes initial applications and renewals from individuals seeking nursing home administrator licenses and assisted living facility manager certificates. Since both administrators and managers are required by law to meet continuing education requirements, the Board also approves continuing education programs. The Board approves, renews, and regulates assisted living facility manager and caregiver training programs. The Board investigates complaints received from the public or the Department of Health Services and imposes disciplinary action on licensees or certificate holders when necessary. All Board functions are accomplished through a fee-financed program of examination, licensure, and regulation.

Link to the **AGENCY'S WEBSITE** <http://www.aznciaboard.us>

All numbers representing dollars are expressed in thousands.

Agency Budget Summary

	FY 2016 Actual	FY 2017 Exp.Plan	FY 2018 Net Change	FY 2018 Exec. Rec.
Other Appropriated Funds	379.5	445.4	0.0	445.4
Agency Total	379.5	445.4	0.0	445.4

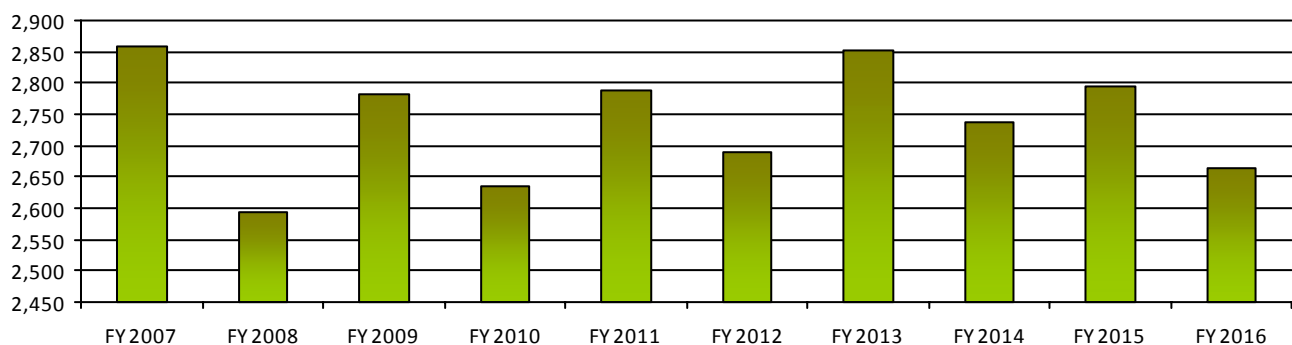
Adjustments for risk management charges and retirement contributions for this agency are not incorporated into the totals shown here. They are listed separated with adjustments for all state agencies immediately following the Capital Projects section. Funding for these adjustments is recommended as part of the total Executive Budget.

Performance Measures

	FY 2015 Actual	FY 2016 Actual	FY 2017 Expected	FY 2018 Expected
Number of complaint and application investigations conducted	69	93	95	95
Number of new and existing licenses	3,026	2,924	3,000	3,010
Average calendar days to renew a license	3	1	4	4

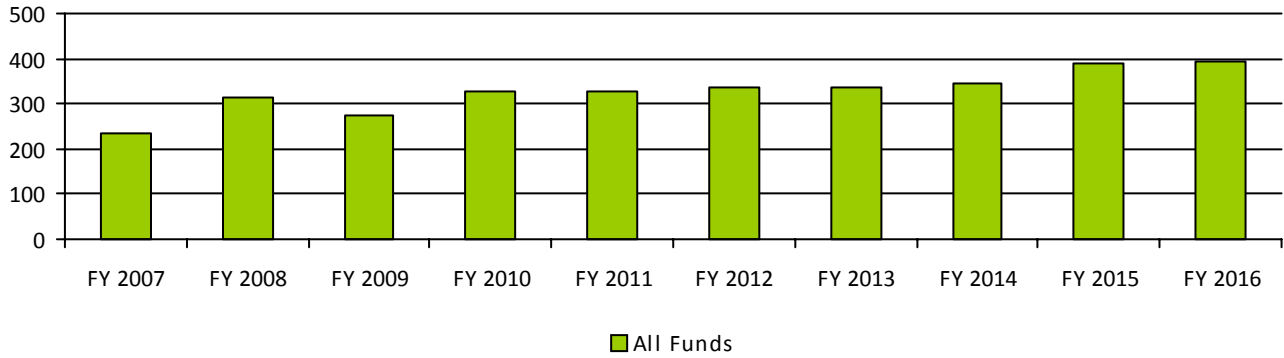
Link to the **AGENCY'S STRATEGIC PLAN**

Number of Licensees



Agency Expenditures

(in \$1,000s)



Recommended State Appropriations

BY PROGRAM	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Licensing and Regulation	379.5	445.4	0.0	445.4
Agency Total - Appropriated Funds	379.5	445.4	0.0	445.4

BY EXPENDITURE OBJECT	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Personal Services	243.0	247.0	0.0	247.0
ERE Amount	92.6	98.0	0.0	98.0
Prof. And Outside Services	5.0	8.0	0.0	8.0
Travel - In State	3.9	7.0	0.0	7.0
Travel - Out of State	1.3	4.0	0.0	4.0
Other Operating Expenses	24.2	75.4	0.0	75.4
Equipment	9.5	6.0	0.0	6.0
Agency Total - Appropriated Funds	379.5	445.4	0.0	445.4

BY APPROPRIATED FUND	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Nursing Care Institution Admin/ACHMC Fund	379.5	445.4	0.0	445.4
Agency Total - Appropriated Funds	379.5	445.4	0.0	445.4

FOR MORE DETAIL ABOUT EACH FUND SEE THE STATE FUNDS BOOK

The Executive recommends a lump-sum appropriation to the agency.

Board of Occupational Therapy Examiners

The Board of Occupational Therapy Examiners is a regulatory board that issues and renews over 3,000 licenses for occupational therapists and occupational therapy assistants. By law, the Board requires that each applicant meet minimum standards of education, experience, and competency. The Board also receives and investigates complaints, takes appropriate disciplinary action, and responds to inquiries from consumers as to the license status of occupational therapy professionals.

Link to the **AGENCY'S WEBSITE** <http://www.ot.az.gov/>

All numbers representing dollars are expressed in thousands.

Agency Budget Summary

	FY 2016 Actual	FY 2017 Exp.Plan	FY 2018 Net Change	FY 2018 Exec. Rec.
Other Appropriated Funds	169.2	170.7	50.0	220.7
Agency Total	169.2	170.7	50.0	220.7

Major Executive Initiatives and Funding Recommendations

Statewide e-Licensing System

The process to review applications and issue licenses at many State agencies, including the Board of Occupational Therapy Examiners, is in need of modernization. The Arizona Strategic Enterprise and Technology Office within the Department of Administration, with engagement from stakeholders at State agencies, has issued a request for proposals to implement a statewide e-licensing system. This system will be more secure than agency-developed applications and will be adapted to the specific information requirements of each State agency, while providing customers a consistent user experience.

The final cost of the system will be known once a vendor is selected in early 2017. However, pending issuance of the contract and finalization of the cost estimate, the Executive recommends appropriating \$40,000 from the Occupational Therapy Fund to the Automation Projects Fund in FY 2018 for the development of an e-licensing system. This amount will be adjusted when the system's costs are finalized.

Funding	FY 2018
Occupational Therapy Fund	40.0
Issue Total	40.0

New Multi-Function Printer

In regulating the hundreds of occupational therapists throughout Arizona, the Board requires a functioning printer to facilitate day-to-day operations such as processing licenses, conducting meetings, and addressing complaints. The Board's printer was purchased in 2008 and requires frequent maintenance. The Executive recommends one-time funding for the purchase of a new multi-function printer.

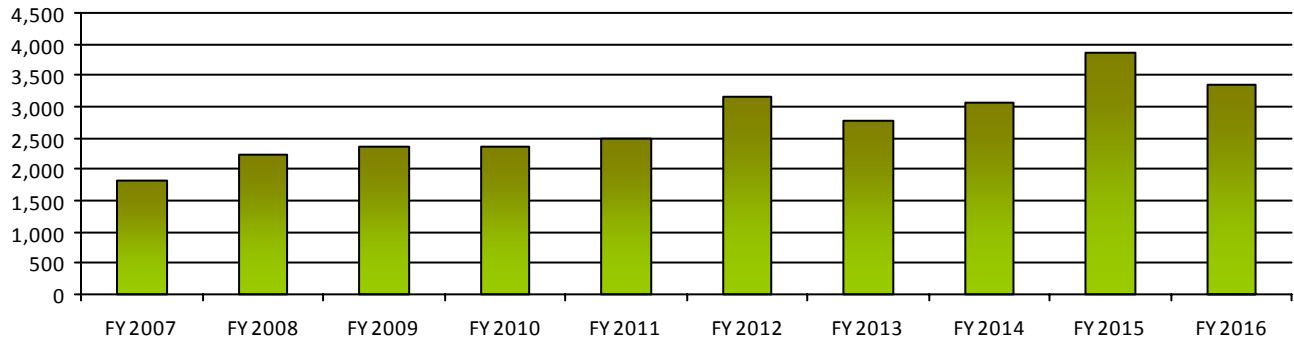
Funding	FY 2018
Occupational Therapy Fund	10.0
Issue Total	10.0

Adjustments for risk management charges and retirement contributions for this agency are not incorporated into the totals shown here. They are listed separated with adjustments for all state agencies immediately following the Capital Projects section. Funding for these adjustments is recommended as part of the total Executive Budget.

Performance Measures

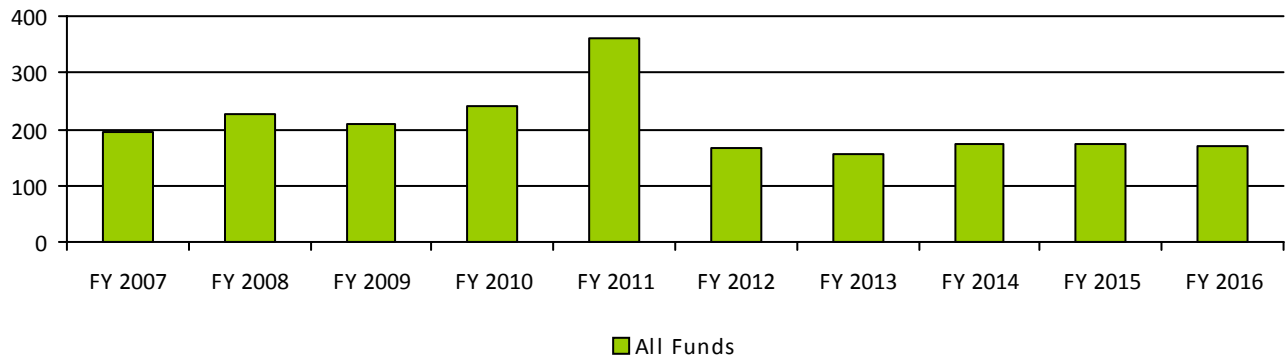
	FY 2015 Actual	FY 2016 Actual	FY 2017 Expected	FY 2018 Expected
Number of individuals licensed as occupational therapists	2,103	2,155	2,208	2,263
Number of occupational therapy complaints received	5	9	10	11
<i>Link to the AGENCY'S STRATEGIC PLAN</i>				

Number of Licensees



Agency Expenditures

(in \$1,000s)



Expenditures from Athletic Training Fund are included in agency expenditures prior to FY 2012.

Recommended State Appropriations

BY PROGRAM	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Licensing and Regulation	169.2	170.7	50.0	220.7
Agency Total - Appropriated Funds	169.2	170.7	50.0	220.7

BY EXPENDITURE OBJECT	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Personal Services	97.1	91.0	0.0	91.0
ERE Amount	42.5	46.1	0.0	46.1
Prof. And Outside Services	0.3	0.0	0.0	0.0

BY EXPENDITURE OBJECT	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Travel - In State	0.5	1.3	0.0	1.3
Other Operating Expenses	28.8	30.3	40.0	70.3
Equipment	0.0	2.0	10.0	12.0
Agency Total - Appropriated Funds	169.2	170.7	50.0	220.7

BY APPROPRIATED FUND	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Occupational Therapy Fund	169.2	170.7	50.0	220.7
Agency Total - Appropriated Funds	169.2	170.7	50.0	220.7

FOR MORE DETAIL ABOUT EACH FUND SEE THE STATE FUNDS BOOK

The Executive recommends a lump-sum appropriation to the agency.

Board of Dispensing Opticians

The Board of Dispensing Opticians licenses professionals to practice in the field of opticianry, and licenses optical establishments. This Board is distinguished from the Board of Optometry, which regulates optometrists, whereas dispensing opticians fill orders for and fit persons with corrective eyewear. The Board of Dispensing Opticians accepts complaints against licensees, and unlicensed entities, investigates, and adjudicates.

Link to the **AGENCY'S WEBSITE** <http://www.do.az.gov>

All numbers representing dollars are expressed in thousands.

Agency Budget Summary

	FY 2016 Actual	FY 2017 Exp.Plan	FY 2018 Net Change	FY 2018 Exec. Rec.
Other Appropriated Funds	119.4	140.0	24.0	164.0
Agency Total	119.4	140.0	24.0	164.0

Major Executive Initiatives and Funding Recommendations

Statewide e-Licensing System

The process to review applications and issue licenses at many State agencies, including the Board of Dispensing Opticians, is in need of modernization. The Arizona Strategic Enterprise and Technology Office within the Department of Administration, with engagement from stakeholders at State agencies, has issued a request for proposals to implement a statewide e-licensing system. This system will be more secure than agency-developed applications and will be adapted to the specific information requirements of each State agency, while providing customers a consistent user experience.

The final cost of the system will be known once a vendor is selected in early 2017. However, pending issuance of the contract and finalization of the cost estimate, the Executive recommends appropriating \$24,000 from Dispensing Opticians Board Fund to the Automation Projects Fund in FY 2018 for the development of an e-licensing system. This amount will be adjusted when the system's costs are finalized.

Funding	FY 2018
Dispensing Opticians Board Fund	24.0
Issue Total	24.0

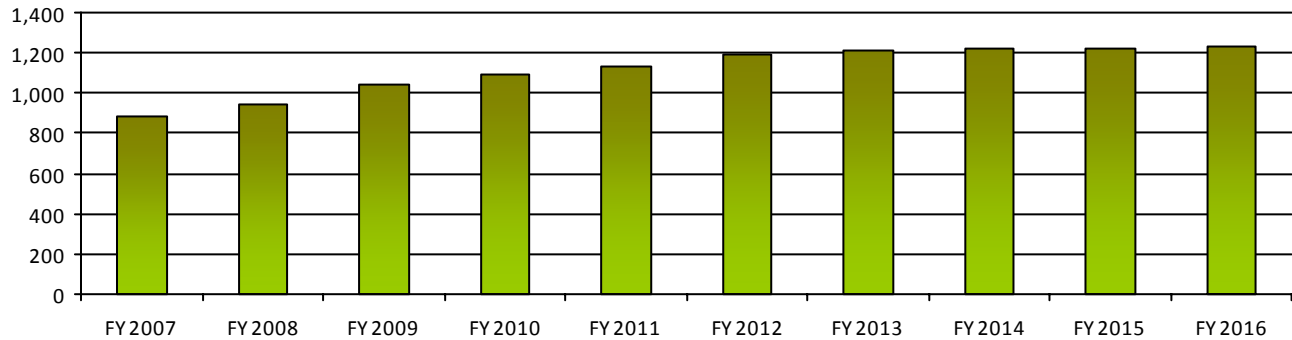
Adjustments for risk management charges and retirement contributions for this agency are not incorporated into the totals shown here. They are listed separated with adjustments for all state agencies immediately following the Capital Projects section. Funding for these adjustments is recommended as part of the total Executive Budget.

Performance Measures

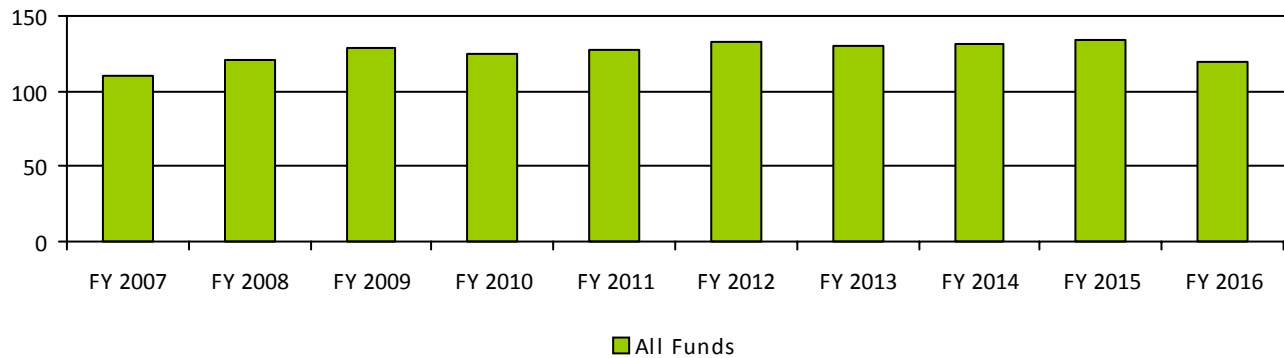
	FY 2015 Actual	FY 2016 Actual	FY 2017 Expected	FY 2018 Expected
Optician licenses issued	35	59	50	50
Establishment renewal applications processed	362	392	395	395
Complaints about licensees received and investigated	1	15	5	5
Number of days from receipt of complaint until completion	116	81	60	60

Link to the **AGENCY'S STRATEGIC PLAN**

Number of Licensees



Agency Expenditures (in \$1,000s)



Recommended State Appropriations

BY PROGRAM	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Licensing and Regulation	119.4	140.0	24.0	164.0
Agency Total - Appropriated Funds	119.4	140.0	24.0	164.0

BY EXPENDITURE OBJECT	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Personal Services	69.8	70.5	0.0	70.5
ERE Amount	28.4	29.7	0.0	29.7
Prof. And Outside Services	0.2	0.5	0.0	0.5
Travel - In State	8.8	8.8	0.0	8.8
Travel - Out of State	1.6	1.8	0.0	1.8
Other Operating Expenses	10.6	28.7	24.0	52.7
Agency Total - Appropriated Funds	119.4	140.0	24.0	164.0

BY APPROPRIATED FUND	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Dispensing Opticians Board Fund	119.4	140.0	24.0	164.0

Agency Total - Appropriated Funds	119.4	140.0	24.0	164.0
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FOR MORE DETAIL ABOUT EACH FUND SEE THE STATE FUNDS BOOK

The Executive recommends a lump-sum appropriation to the agency.

Board of Optometry

The Arizona State Board of Optometry examines, licenses, and regulates the profession of Optometric Doctors. In addition, the Board registers out-of-state replacement contact lens dispensers. The Board investigates complaints alleging violations of the Optometric Practice Act and takes administrative regulatory action when required.

Link to the **AGENCY'S WEBSITE** <http://www.optometry.az.gov/>

All numbers representing dollars are expressed in thousands.

Agency Budget Summary

	FY 2016 Actual	FY 2017 Exp.Plan	FY 2018 Net Change	FY 2018 Exec. Rec.
Other Appropriated Funds	204.0	210.1	50.0	260.1
Agency Total	204.0	210.1	50.0	260.1

Major Executive Initiatives and Funding Recommendations

Increasing Investigation Costs

Over the last two years, the number of Board complaints regarding online dispensing companies has soared, from 25 in FY 2015 to 3,261 in FY 2017. The Board is required to investigate all complaints that it receives, and the increased costs associated with the sudden jump in complaints.

The Executive recommends an increase of \$10,000 in FY 2018 to cover the increased costs associated with higher caseloads.

Funding	FY 2018
Board of Optometry Fund	10.0
Issue Total	10.0

Statewide e-Licensing System

The process to review applications and issue licenses at many State agencies, including the Board of Optometry, is in need of modernization. The Arizona Strategic Enterprise and Technology Office within the Department of Administration, with engagement from stakeholders at State agencies, has issued a request for proposals to implement a statewide e-licensing system. This system will be more secure than agency-developed applications and will be adapted to the specific information requirements of each State agency, while providing customers a consistent user experience.

The final cost of the system will be known once a vendor is selected in early 2017. However, pending issuance of the contract and finalization of the cost estimate, the Executive recommends appropriating \$40,000 from Board of Optometry Fund to the Automation Projects Fund in FY 2018 for the development of an e-licensing system. This amount will be adjusted when the system's costs are finalized.

Funding	FY 2018
Board of Optometry Fund	40.0
Issue Total	40.0

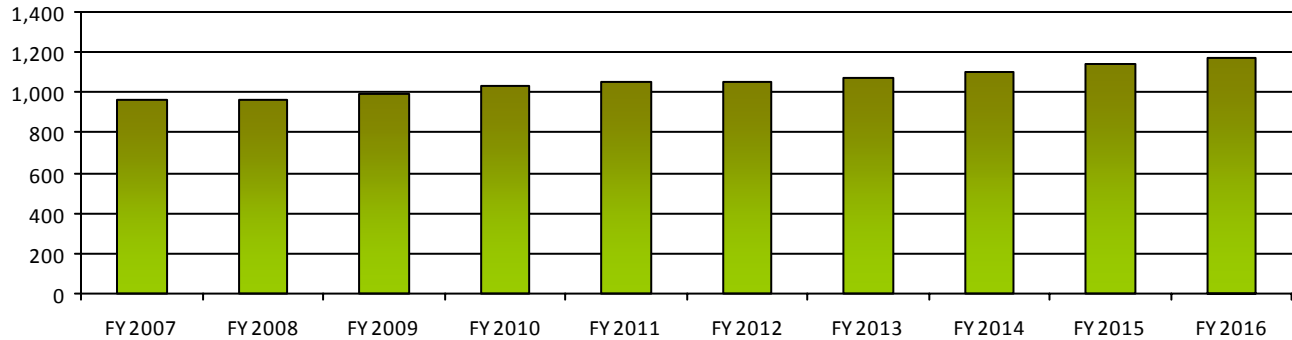
Adjustments for risk management charges and retirement contributions for this agency are not incorporated into the totals shown here. They are listed separated with adjustments for all state agencies immediately following the Capital Projects section. Funding for these adjustments is recommended as part of the total Executive Budget.

Performance Measures

	FY 2015 Actual	FY 2016 Actual	FY 2017 Expected	FY 2018 Expected
Active licensees	1,153	1,171	1,175	1,171
Total number of complaints received	25	74	60	60
Total number of disciplinary actions	1	0	3	0

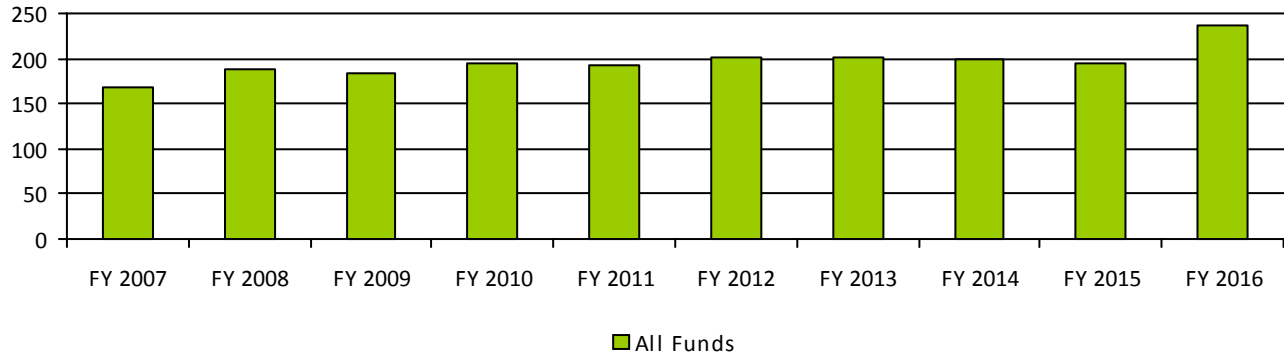
Link to the [AGENCY'S STRATEGIC PLAN](#)

Number of Licensees



Agency Expenditures

(in \$1,000s)



Recommended State Appropriations

BY PROGRAM	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Licensing and Regulation	204.0	210.1	50.0	260.1
Agency Total - Appropriated Funds	204.0	210.1	50.0	260.1

BY EXPENDITURE OBJECT	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Personal Services	118.0	113.4	0.0	113.4
ERE Amount	41.0	41.0	0.0	41.0
Travel - In State	1.4	1.5	0.0	1.5

BY EXPENDITURE OBJECT	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Travel - Out of State	3.0	3.0	0.0	3.0
Other Operating Expenses	40.6	51.2	10.0	61.2
Capital Outlay	0.0	0.0	40.0	40.0
Agency Total - Appropriated Funds	204.0	210.1	50.0	260.1

BY APPROPRIATED FUND	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Board of Optometry Fund	204.0	210.1	50.0	260.1
Agency Total - Appropriated Funds	204.0	210.1	50.0	260.1

FOR MORE DETAIL ABOUT EACH FUND SEE THE STATE FUNDS BOOK

The Executive recommends a lump-sum appropriation to the agency.

Board of Osteopathic Examiners

The Board of Osteopathic Examiners regulates osteopathic physicians in the State of Arizona. The Board is responsible for the licensure of osteopathic physicians and residents, the enforcement of standards of practice, and the review and adjudication of complaints.

Link to the **AGENCY'S WEBSITE** <http://www.azdo.gov/>

All numbers representing dollars are expressed in thousands.

Agency Budget Summary

	FY 2016 Actual	FY 2017 Exp.Plan	FY 2018 Net Change	FY 2018 Exec. Rec.
Other Appropriated Funds	756.2	940.5	(35.0)	905.5
Agency Total	756.2	940.5	(35.0)	905.5

Baseline Recommendations

Increase in IT Software Expenses

In regulating Arizona's approximately 3,000 osteopathic physicians, the Board utilizes an online licensing system. The Board's contract with its licensing system vendor calls for an increase in the price per user in FY 2018. The Executive recommends funding for the increased costs associated with the Board's licensing system.

Funding	FY 2018
Osteopathic Examiners Board Fund	4.0
Issue Total	4.0

Remove FY 2017 One-time Appropriations

In FY 2017, the Board received one-time funding of \$39,000: \$33,000 for the purchase of IT equipment, and \$6,000 for one-time installation expenses associated with its database and licensing system. The Executive Recommendation, as a technical adjustment, removes the one-time FY 2017 appropriation.

Funding	FY 2018
Osteopathic Examiners Board Fund	(39.0)
Issue Total	(39.0)

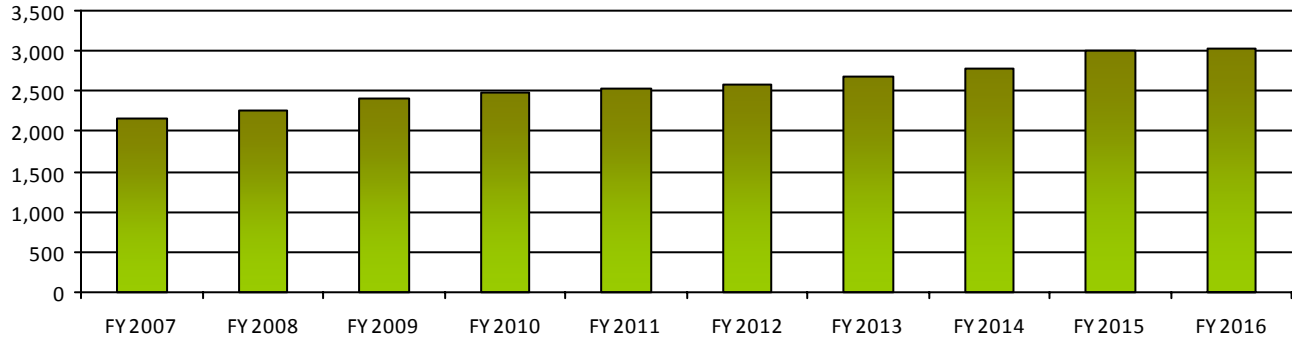
Adjustments for risk management charges and retirement contributions for this agency are not incorporated into the totals shown here. They are listed separated with adjustments for all state agencies immediately following the Capital Projects section. Funding for these adjustments is recommended as part of the total Executive Budget.

Performance Measures

	FY 2015 Actual	FY 2016 Actual	FY 2017 Expected	FY 2018 Expected
Administration as percent of total cost	7	7	7	8
Customer satisfaction rating (1-8)	5	5	5	5
Average days to issue new license	25	22	20	20
Number of new and existing licenses	2,992	3,017	3,150	3200
Complaints investigated	325	297	300	300
Average calendar days to resolve a complaint	296	263	250	240

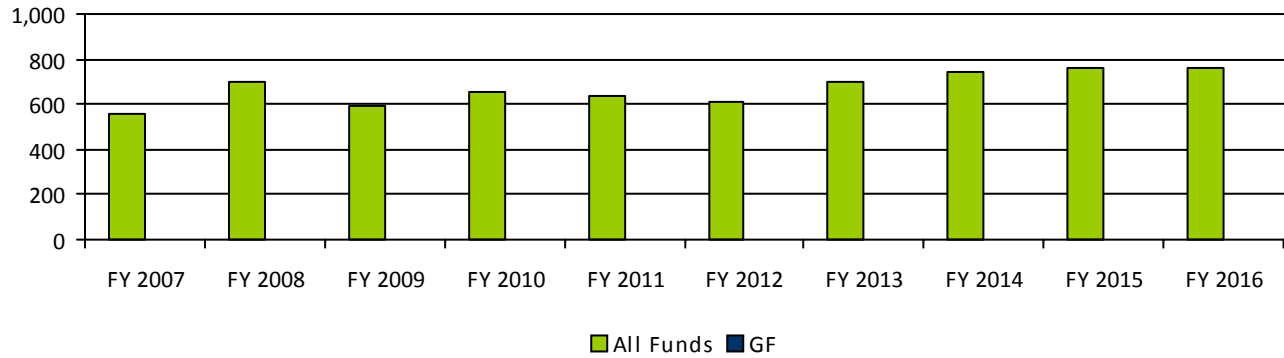
Link to the **AGENCY'S STRATEGIC PLAN**

Number of Licensees



Agency Expenditures

(in \$1,000s)



Recommended State Appropriations

BY PROGRAM	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Licensing and Regulation	756.2	940.5	(35.0)	905.5
Agency Total - Appropriated Funds	756.2	940.5	(35.0)	905.5

BY EXPENDITURE OBJECT	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Personal Services	356.2	415.2	0.0	415.2
ERE Amount	133.5	169.0	0.0	169.0
Prof. And Outside Services	134.2	158.7	0.0	158.7
Travel - In State	2.8	3.0	0.0	3.0
Travel - Out of State	3.8	5.0	0.0	5.0
Other Operating Expenses	112.2	155.1	(2.0)	153.1
Equipment	12.7	33.0	(33.0)	0.0
Transfers Out	0.8	1.5	0.0	1.5
Agency Total - Appropriated Funds	756.2	940.5	(35.0)	905.5

BY APPROPRIATED FUND	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Osteopathic Examiners Board Fund	756.2	940.5	(35.0)	905.5
Agency Total - Appropriated Funds	756.2	940.5	(35.0)	905.5

FOR MORE DETAIL ABOUT EACH FUND SEE THE STATE FUNDS BOOK

The Executive recommends a lump-sum appropriation to the agency.

Parks Board

The Arizona State Parks Board was created in 1957 by the legislature to enhance the economies of rural Arizona while also protecting Arizona’s most precious historic and natural resources that now attract more than 2.6 million visitors each year, one-half of which are typically visitors to the state. Arizona State Parks developed, and in collaboration with partners, manages 34 State Parks and Natural Areas and provides safe and enjoyable facilities and programs throughout the state. There are over 65,000 acres of State Park property for the public to enjoy.

Arizona State Parks serves as an economic engine to the State of Arizona. Rural economies depend on open, well-kept and well-staffed state parks. Other agency programs include the State Historic Preservation Office, which is responsible for the identification, evaluation and protection of Arizona’s prehistoric and historic heritage resources and compliance with federal and state laws. The agency also coordinates outdoor recreation & cultural preservation grant programs and statewide resource planning, public involvement and educational opportunities through partnerships for public purposes. Arizona State Parks is comprised of the Director’s Office and three divisions: Park Development and Operations, Partnerships and Grant and Administrative Services.

Link to the **AGENCY'S WEBSITE** <http://azstateparks.com/>

All numbers representing dollars are expressed in thousands.

Agency Budget Summary

	FY 2016 Actual	FY 2017 Exp.Plan	FY 2018 Net Change	FY 2018 Exec. Rec.
General Fund	423.0	0.0	0.0	0.0
Other Appropriated Funds	12,652.6	15,986.9	(12,836.9)	3,150.0
Non-Appropriated Funds	16,842.2	23,698.2	2,834.3	26,532.5
Agency Total	29,917.8	39,685.1	(10,002.6)	29,682.5

Main Points of Executive Recommendations

	FY 2017	FY 2018
Revenue Fund Flexibility	0.0	0.0
Major Maintenance and Emergency Repairs	1,500.0	0.0

Major Executive Initiatives and Funding Recommendations

Revenue Fund Flexibility

Nearly all of Arizona’s 34 State parks are located in rural areas and serve as important economic assets for nearby communities. A 2014 Northern Arizona University study estimated the economic impact of State parks to be \$226 million, representing a six-fold return on agency spending. In FY 2016, visitor fees from the parks generated \$16 million in revenue to the State Parks Revenue Fund (SPRF), an increase of 18% since FY 2014. However, appropriation authority has remained at \$12.8 million. The growing revenue at Parks is a testament to an overall improving economy, increased travel, and strong agency leadership.

In FY 2016, revenues exceeded projections by about \$1.5 million. The operating costs incurred by this unanticipated record-breaking traffic and revenue were not included in the appropriation base. This has created a cash flow problem for the agency that will require an FY 2017 supplemental and several administrative adjustments. This challenge underscores the need for increased flexibility and a shift to fully implement an

enterprise model.

To manage the increasing growth and development successfully, and to position the agency for continued growth and economic development for rural Arizona, the Executive recommends changing the State Parks Revenue Fund to continuously appropriated status starting in FY 2018. This change will allow State Parks to run more like a business and have the flexibility of a full enterprise model, especially as opportunities to invest in revenue-boosting projects arise.

This recommendation will have the effect of immediately freeing up approximately \$17 million for new investment in the State Parks system. Assuming a 6-to-1 return, per the 2014 NAU study, this proposal creates a \$102 million economic impact for the economies of rural Arizona. Further, these investments would be directed into revenue-generating projects that will, in turn, create an even greater impact in future years.

For a more thorough breakdown of the agency's planned capital projects, contingent on a change in SPRF appropriation status, see the "Capital Development" section of this book.

Funding	FY 2018
State Parks Revenue Fund	(12,836.9)
Issue Total	(12,836.9)

Supplemental Recommendations

Major Maintenance and Emergency Repairs

The Executive recommends that a supplemental appropriation from the State Parks Revenue Fund (SPRF) be enacted in FY 2017 to cover major maintenance and emergency repairs expenses. In prior years, major maintenance and emergency repair funding was sourced from the now depleted Land Conservation Fund.

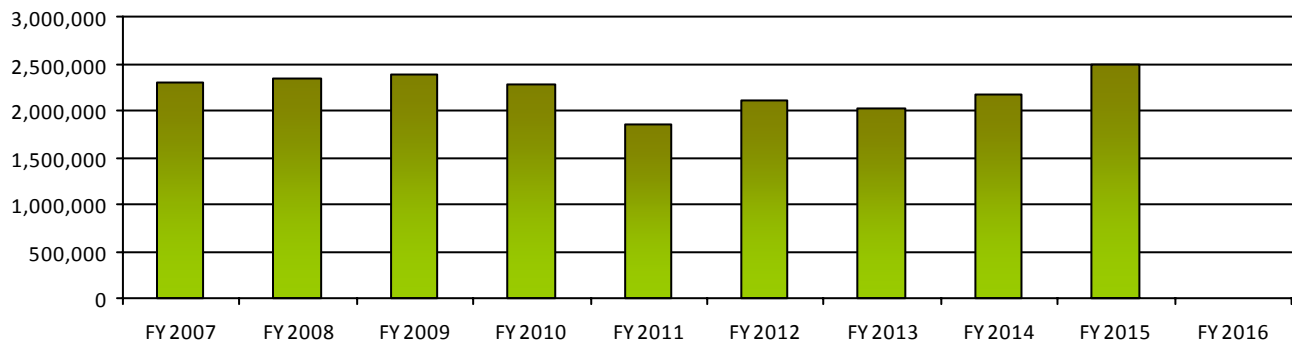
In FY 2016, Parks achieved record-breaking levels of increased visitation, which generated increased revenues. With increased visitation comes increased maintenance costs, necessitating additional SPRF authority to ensure that State Parks remain open and properly functioning. The Department is unable to initiate necessary repairs and maintenance projects until supplemental authority is provided.

With State Parks already on track to exceed FY 2017 SPRF projections, its needs continue to grow. Therefore, the Executive recommends \$1.5 million to ensure that the agency can address its major repair and maintenance needs through the end of the current fiscal year.

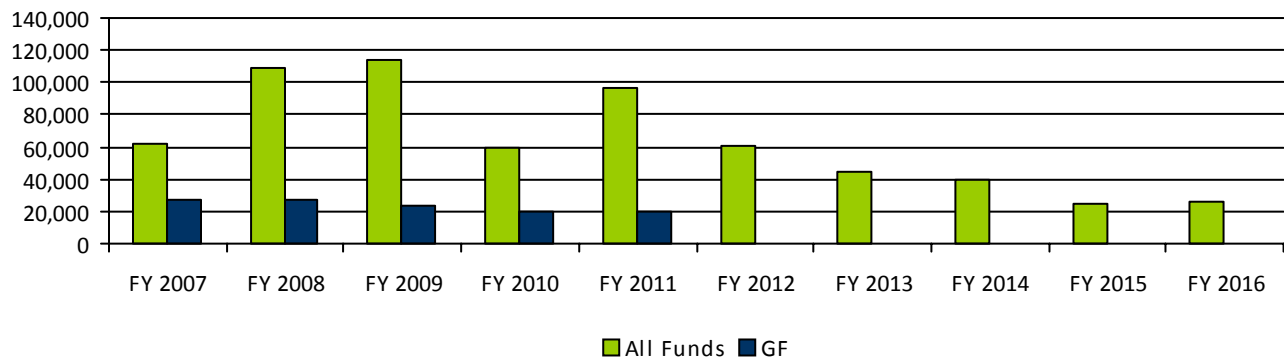
Funding	FY 2017
State Parks Revenue Fund	1,500.0
Issue Total	1,500.0

Adjustments for risk management charges and retirement contributions for this agency are not incorporated into the totals shown here. They are listed separated with adjustments for all state agencies immediately following the Capital Projects section. Funding for these adjustments is recommended as part of the total Executive Budget.

Total Visitation



Agency Expenditures (in \$1,000s)



Recommended State Appropriations

BY PROGRAM	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Administration	68.4	0.0	0.0	0.0
Park Development and Operation	13,004.9	15,986.9	(12,836.9)	3,150.0
Partnerships and Grants	2.3	0.0	0.0	0.0
Agency Total - Appropriated Funds	13,075.6	15,986.9	(12,836.9)	3,150.0

BY EXPENDITURE OBJECT	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Personal Services	5,211.0	5,624.0	(5,624.0)	0.0
ERE Amount	2,414.1	2,584.2	(2,584.2)	0.0
Prof. And Outside Services	213.1	58.4	(58.4)	0.0
Travel - In State	5.9	14.8	(14.8)	0.0
Travel - Out of State	0.2	0.0	0.0	0.0
Food	1.7	1.4	(1.4)	0.0
Other Operating Expenses	3,715.4	5,860.8	(4,360.8)	1,500.0
Equipment	487.5	193.3	(193.3)	0.0
Capital Outlay	1,026.7	1,500.0	0.0	1,500.0

BY EXPENDITURE OBJECT	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Transfers Out	0.0	150.0	0.0	150.0
Agency Total - Appropriated Funds	13,075.6	15,986.9	(12,836.9)	3,150.0

BY APPROPRIATED FUND	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
General Fund	423.0	0.0	0.0	0.0
State Parks Revenue Fund	12,652.6	15,986.9	(12,836.9)	3,150.0
Agency Total - Appropriated Funds	13,075.6	15,986.9	(12,836.9)	3,150.0

FOR MORE DETAIL ABOUT EACH FUND SEE THE STATE FUNDS BOOK

Special Line Appropriations

	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Kartchner Caverns State Park	2,201.2	2,226.3	(2,226.3)	0.0
Yarnell Hill Memorial	423.0	0.0	0.0	0.0
Agency Total - Appropriated Funds	2,624.2	2,226.3	(2,226.3)	0.0

Non - Appropriated Funds Expenditures

	FY 2016 Actual	FY 2017 Exp. Plan	FY 2018 Net Change	FY 2018 Exec. Rec.
Arizona Trail Fund	0.0	75.0	0.0	75.0
Federal Grant	3,118.6	4,332.2	(2,667.5)	1,664.7
Land Conservation Fund	604.1	375.0	(375.0)	0.0
Off-Highway Vehicle Recreation Fund	5,731.6	3,579.2	(475.2)	3,104.0
Partnership Fund	203.4	210.4	0.0	210.4
State Lake Improvement Fund	7,122.2	14,280.0	(6,000.0)	8,280.0
State Parks Donations	62.3	285.0	0.0	285.0
State Parks Revenue Fund	0.0	0.0	12,836.9	12,836.9
Sustainable State Parks and Roads Fund	0.0	75.0	0.0	75.0
Yarnell Hill Memorial Fund	0.0	1.5	0.0	1.5
Agency Total - Non-Appropriated Funds	16,842.2	23,213.3	3,319.2	26,532.5

FOR MORE DETAIL ABOUT EACH FUND SEE THE STATE FUNDS BOOK

Federal Funds Expenditures

	FY 2016 Actual	FY 2017 Exp. Plan	FY 2018 Exp. Plan
Agency Total	3,118.6	4,332.2	1,670.1

These are the Federal Expenditures reported by the agencies and, in most cases, are included in the Appropriated or Non-Appropriated Funds expenditures listed above.

Link to the [ALL FEDERAL GRANTS FOR THIS AGENCY ARE DISPLAYED IN THE FEDERAL FUNDS REPORT](#)

The Executive recommends a lump-sum appropriation to the agency with special lines.

Personnel Board

The State Personnel Board is responsible for hearing and reviewing, via an administrative hearing process, appeals filed by covered state employees who have been dismissed from state service, suspended for more than 80 working hours, or involuntarily demoted resulting from disciplinary action. The Board also hears and reviews complaints filed under the whistleblower statute. Under the direction of the presiding hearing officer, the proceedings are conducted on an informal basis through the taking of direct testimony, the cross examination of witnesses, and the admission of evidence. A record of the proceedings is taken and made available, upon request, to hearing officers, board members, and parties to the appeal. The hearing officer determines the facts based on the evidence presented and makes a recommendation regarding discipline to the Board. Board members are subsequently provided with case information so they may determine whether proper discipline has been imposed.

Link to the **AGENCY'S WEBSITE** <http://www.personnel.az.gov/>

All numbers representing dollars are expressed in thousands.

Agency Budget Summary

	FY 2016 Actual	FY 2017 Exp.Plan	FY 2018 Net Change	FY 2018 Exec. Rec.
Other Appropriated Funds	269.7	375.3	0.0	375.3
Agency Total	269.7	375.3	0.0	375.3

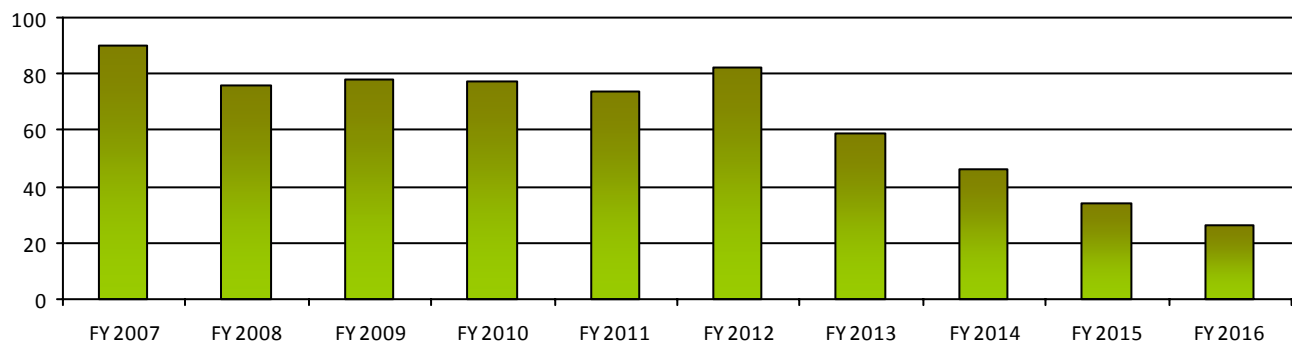
Adjustments for risk management charges and retirement contributions for this agency are not incorporated into the totals shown here. They are listed separated with adjustments for all state agencies immediately following the Capital Projects section. Funding for these adjustments is recommended as part of the total Executive Budget.

Performance Measures

	FY 2015 Actual	FY 2016 Actual	FY 2017 Expected	FY 2018 Expected
Number of appeals/complaints filed	34	26	40	40
Average days from receipt of an appeal/complaint until the Board issues a final order	110	105	115	115
Average cost of an appeal/complaint (dollars)	1,400	1,100	1,100	1,100
Percent of customers rating overall hearing process as good to excellent	100	100	98	98

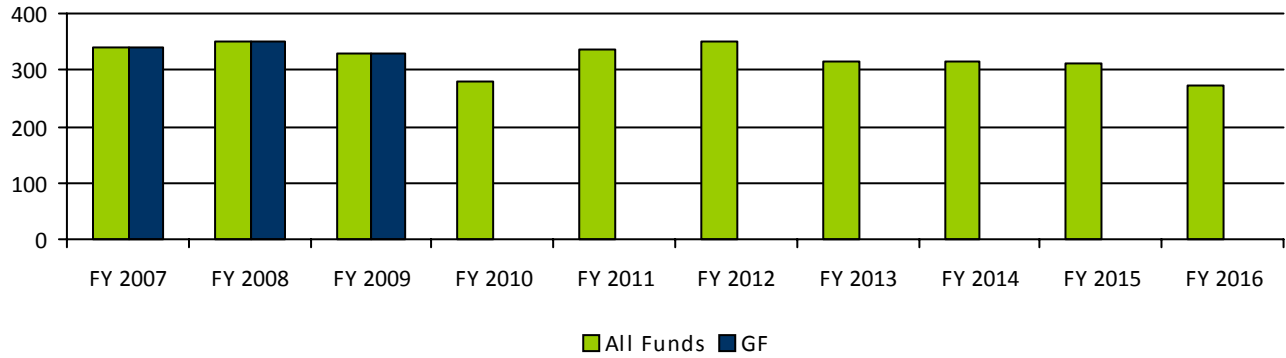
Link to the **AGENCY'S STRATEGIC PLAN**

Number of Appeals/Complaints Filed



Agency Expenditures

(in \$1,000s)



Recommended State Appropriations

BY PROGRAM	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Appeals/Complaints	269.7	375.3	0.0	375.3
Agency Total - Appropriated Funds	269.7	375.3	0.0	375.3

BY EXPENDITURE OBJECT	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Personal Services	113.1	125.0	0.0	125.0
ERE Amount	45.3	45.8	0.0	45.8
Prof. And Outside Services	75.4	162.8	0.0	162.8
Travel - In State	1.3	2.4	0.0	2.4
Other Operating Expenses	31.5	36.6	0.0	36.6
Equipment	3.1	2.7	0.0	2.7
Agency Total - Appropriated Funds	269.7	375.3	0.0	375.3

BY APPROPRIATED FUND	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Personnel Division Fund	269.7	375.3	0.0	375.3
Agency Total - Appropriated Funds	269.7	375.3	0.0	375.3

FOR MORE DETAIL ABOUT EACH FUND SEE THE STATE FUNDS BOOK

The Executive recommends a lump-sum appropriation to the agency.

Office of Pest Management

Link to the **AGENCY'S WEBSITE** <http://www.sb.state.az.us/>

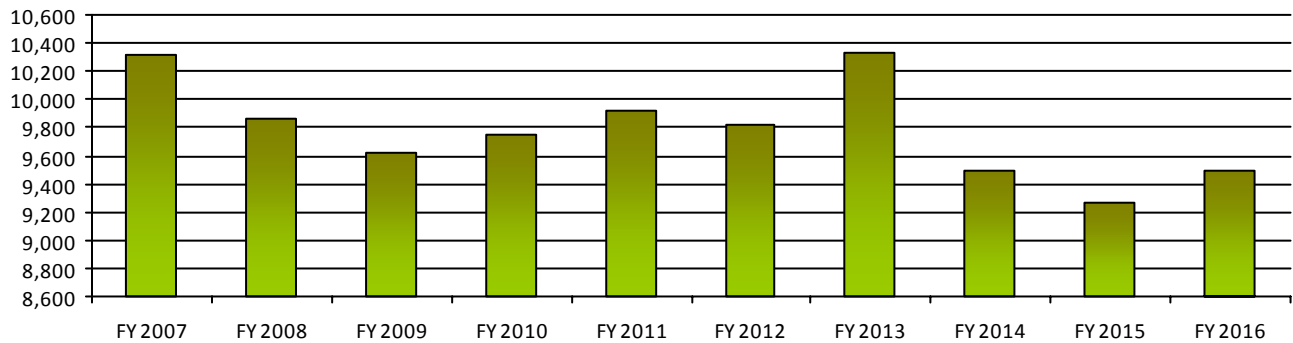
All numbers representing dollars are expressed in thousands.

Agency Budget Summary

	FY 2016 Actual	FY 2017 Exp.Plan	FY 2018 Net Change	FY 2018 Exec. Rec.
Other Appropriated Funds	1,373.6	0.0	0.0	0.0
Non-Appropriated Funds	88.2	0.0	0.0	0.0
Agency Total	1,461.8	0.0	0.0	0.0

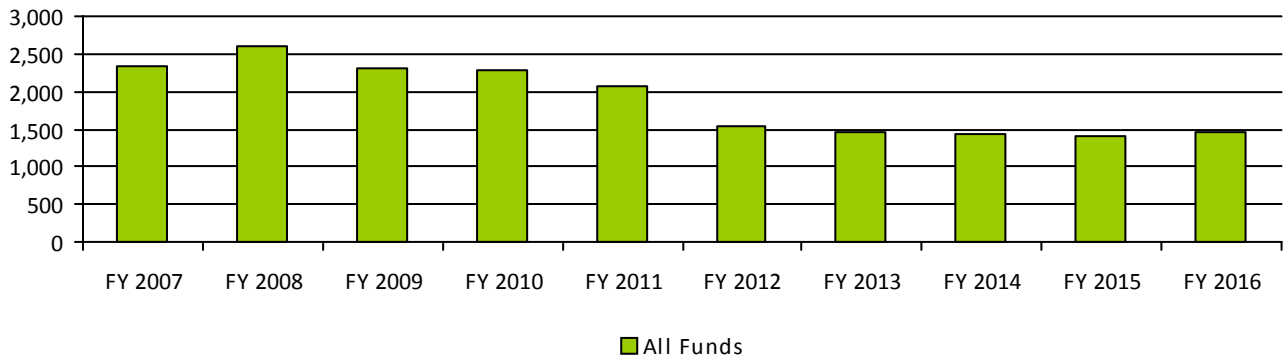
Adjustments for risk management charges and retirement contributions for this agency are not incorporated into the totals shown here. They are listed separated with adjustments for all state agencies immediately following the Capital Projects section. Funding for these adjustments is recommended as part of the total Executive Budget.

Licenses Issued



Agency Expenditures

(in \$1,000s)



Recommended State Appropriations

BY PROGRAM	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Licensing and Regulation	1,373.6	0.0	0.0	0.0
Agency Total - Appropriated Funds	1,373.6	0.0	0.0	0.0

BY EXPENDITURE OBJECT	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Personal Services	768.1	0.0	0.0	0.0
ERE Amount	380.4	0.0	0.0	0.0
Travel - In State	25.4	0.0	0.0	0.0
Other Operating Expenses	198.3	0.0	0.0	0.0
Equipment	0.8	0.0	0.0	0.0
Transfers Out	0.6	0.0	0.0	0.0
Agency Total - Appropriated Funds	1,373.6	0.0	0.0	0.0

BY APPROPRIATED FUND	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Pest Management Fund	1,373.6	0.0	0.0	0.0
Agency Total - Appropriated Funds	1,373.6	0.0	0.0	0.0

FOR MORE DETAIL ABOUT EACH FUND SEE THE STATE FUNDS BOOK

Non - Appropriated Funds Expenditures

	FY 2016 Actual	FY 2017 Exp. Plan	FY 2018 Net Change	FY 2018 Exec. Rec.
Federal Grant	88.2	0.0	0.0	0.0
Agency Total - Non-Appropriated Funds	88.2	0.0	0.0	0.0

FOR MORE DETAIL ABOUT EACH FUND SEE THE STATE FUNDS BOOK

Federal Funds Expenditures

	FY 2016 Actual	FY 2017 Exp. Plan	FY 2018 Exp. Plan
Agency Total	88.2	1.4	0.0

These are the Federal Expenditures reported by the agencies and, in most cases, are included in the Appropriated or Non-Appropriated Funds expenditures listed above.

Link to the [ALL FEDERAL GRANTS FOR THIS AGENCY ARE DISPLAYED IN THE FEDERAL FUNDS REPORT](#)

The Executive recommends a lump-sum appropriation to the agency.

Board of Pharmacy

The Board of Pharmacy has four primary functions. The first is to issue licenses to pharmacists, pharmacy interns and pharmacy technicians. Additionally, it is responsible for issuing permits to pharmacies, stores selling over-the-counter (OTC) products, manufacturers, wholesalers and distributors. The Board also conducts compliance inspections of permitted facilities, and investigates complaints and adjudicates violations of applicable state and federal laws and rules. Lastly, the Board promulgates and reviews state rules and regulations in regard to the industry.

Link to the **AGENCY'S WEBSITE** <http://www.azpharmacy.gov/>

All numbers representing dollars are expressed in thousands.

Agency Budget Summary

	FY 2016 Actual	FY 2017 Exp.Plan	FY 2018 Net Change	FY 2018 Exec. Rec.
Other Appropriated Funds	2,066.6	2,135.2	123.0	2,258.2
Non-Appropriated Funds	976.0	1,123.7	0.0	1,123.7
Agency Total	3,042.5	3,258.9	123.0	3,381.9

Major Executive Initiatives and Funding Recommendations

Prescriber Report Cards

In recent years, opioid misuse, abuse and overdose have reached all-time highs in Arizona. The prescriber controlled-substance report card has the potential to be a highly effective asset in the fight to prevent substance abuse.

A.R.S. § 36-2606 requires each medical practitioner who is licensed under Title 32 and who possesses a DEA license to register with the Controlled Substances Prescription Monitoring Program (CSPMP). This system gives medical professionals access to patient controlled-substance dispensing information to help avoid overprescribing and dangerous combinations of opioids and other controlled substances.

The report card is generated using data from CSPMP but is designed to give the prescriber detailed information regarding his or her prescribing practices. Currently the report cards are generated only at the request of the physician and sent via e-mail or mail. In order to maximize the efficacy of the report cards, the Board proposes creating an electronic report card that can be accessed as a regular component of the CSPMP. The required upgrade to the current system is estimated to cost \$125,000 the first year and \$50,000 in each following year.

The Executive recommends a one-time increase of \$125,000 in FY 2018 and \$50,000 ongoing thereafter.

Funding	FY 2018
Pharmacy Board Fund	125.0
Issue Total	125.0

SB 1460 - Certificate of Free Sale

Laws 2016, Chapter 284 allows the Board to issue Certificates of Free Sale, which serve as evidence that goods, such as food items, nutraceuticals, cosmetics, biologics, or medical devices are legally sold or distributed in the open market, freely without restriction, and approved by regulatory authorities. To issue these certificates, the Board must regularly inspect facilities to ensure ongoing compliance with good manufacturing processes (GMPs) defined by the Food and Drug Administration. To conduct inspections and monitor compliance, the Board proposes hiring a Program Project Specialist and providing seven staff members with needed training at the rate of \$4,000 per staff member.

The Executive recommends a an increase in FY 2018 for the hiring of a Program Project Specialist and a one-time increase in FY 2018 to fund the training of seven individuals.

Funding	FY 2018
Pharmacy Board Fund	83.0
Issue Total	83.0

Rule Writer

In FY 2016 the Legislature passed SB 1283 (Controlled Substances Prescription Monitoring Program) and SB 1460, both of which address issues that require Board action, and which exempt the Board from the moratorium on regulatory rulemaking to allow for program implementation.

The Executive recommends a one-time increase of \$15,000 in FY 2018 to fund rulemaking.

Funding	FY 2018
Pharmacy Board Fund	15.0
Issue Total	15.0

One-time Funding Leave Payout

The Executive recommends a one-time increase of \$24,500 to fund the Annual Leave Payout for an employee who is expected to retire in FY 2018.

Funding	FY 2018
Pharmacy Board Fund	24.5
Issue Total	24.5

Statewide e-Licensing System

The process to review applications and issue licenses at many State agencies, including the Board of Pharmacy, is in need of modernization. The Arizona Strategic Enterprise and Technology Office within the Department of Administration, with engagement from stakeholders at State agencies, has issued a request for proposals to implement a statewide e-licensing system. This system will be more secure than agency-developed applications and will be adapted to the specific information requirements of each State agency, while providing customers a consistent user experience.

The final cost of the system will be known once a vendor is selected in early 2017. However, pending issuance of the contract and finalization of the cost estimate, the Executive recommends transferring the \$100,000 appropriated to the Board of Pharmacy for e-licensing in FY 2017 from the Pharmacy Board Fund to the Automation Projects Fund in FY 2018 for the development of an e-licensing system. This amount will be adjusted when the system's costs are finalized.

Funding	FY 2018
Pharmacy Board Fund	0.0
Issue Total	0.0

Baseline Recommendations

Remove FY 2017 One-time Appropriations

The Board's FY 2017 budget included a one-time appropriation for software related to e-licensing as well as a one-time appropriation for Annual Leave Payout. The Executive Recommendation, as a technical adjustment, removes these one-time FY 2017 appropriations.

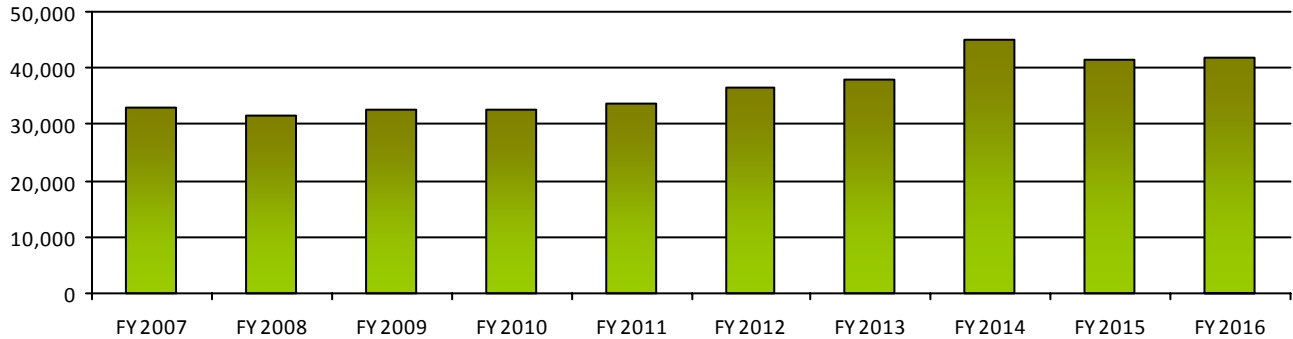
Funding		FY 2018
	Pharmacy Board Fund	(124.5)
Issue Total		(124.5)

Adjustments for risk management charges and retirement contributions for this agency are not incorporated into the totals shown here. They are listed separated with adjustments for all state agencies immediately following the Capital Projects section. Funding for these adjustments is recommended as part of the total Executive Budget.

Performance Measures

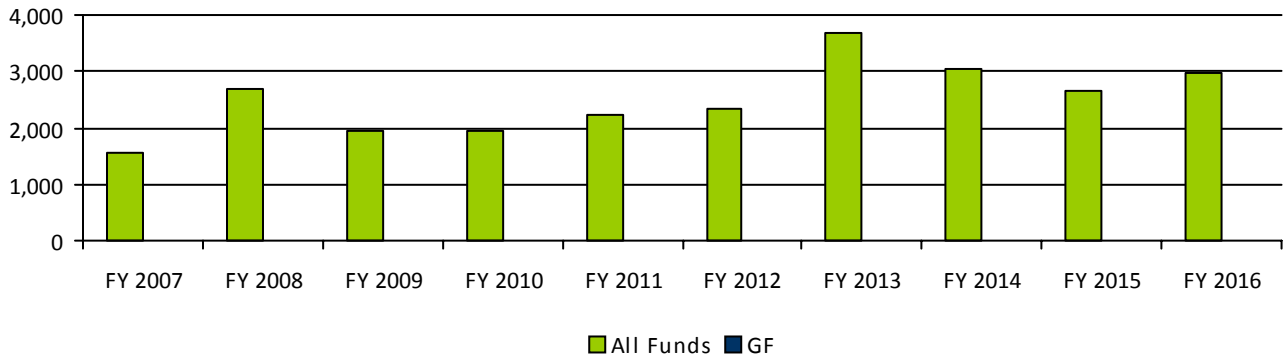
	FY 2015 Actual	FY 2016 Actual	FY 2017 Expected	FY 2018 Expected
Total number of inspections conducted	3950	4,000	4,100	4,100
	<i>Link to the AGENCY'S STRATEGIC PLAN</i>			

Number of Licensees / permits



Agency Expenditures

(in \$1,000s)



Recommended State Appropriations

BY PROGRAM	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Licensing and Regulation	2,066.6	2,135.2	123.0	2,258.2
Agency Total - Appropriated Funds	2,066.6	2,135.2	123.0	2,258.2

BY EXPENDITURE OBJECT	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Personal Services	1,172.1	1,232.6	45.0	1,277.6
ERE Amount	418.2	403.0	10.0	413.0
Prof. And Outside Services	92.8	193.2	43.0	236.2
Travel - In State	42.5	42.5	0.0	42.5
Travel - Out of State	5.1	5.0	0.0	5.0
Other Operating Expenses	333.5	258.9	25.0	283.9
Equipment	2.4	0.0	0.0	0.0
Agency Total - Appropriated Funds	2,066.6	2,135.2	123.0	2,258.2

BY APPROPRIATED FUND	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Pharmacy Board Fund	2,066.6	2,135.2	123.0	2,258.2
Agency Total - Appropriated Funds	2,066.6	2,135.2	123.0	2,258.2

FOR MORE DETAIL ABOUT EACH FUND SEE THE STATE FUNDS BOOK

Special Line Appropriations

	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
One-Time Funding Leave Payout	0.0	20.0	0.0	20.0
Agency Total - Appropriated Funds	0.0	20.0	0.0	20.0

Non - Appropriated Funds Expenditures

	FY 2016 Actual	FY 2017 Exp. Plan	FY 2018 Net Change	FY 2018 Exec. Rec.
Controlled Substance Prescription Monitoring Program	455.2	527.9	0.0	527.9
Pharmacy Board Fund	520.8	595.8	0.0	595.8
Agency Total - Non-Appropriated Funds	976.0	1,123.7	0.0	1,123.7

FOR MORE DETAIL ABOUT EACH FUND SEE THE STATE FUNDS BOOK

Federal Funds Expenditures

	FY 2016 Actual	FY 2017 Exp. Plan	FY 2018 Exp. Plan
Agency Total	0.0	0.0	0.0

These are the Federal Expenditures reported by the agencies and, in most cases, are included in the Appropriated or Non-Appropriated Funds expenditures listed above.

Link to the [ALL FEDERAL GRANTS FOR THIS AGENCY ARE DISPLAYED IN THE FEDERAL FUNDS REPORT](#)

The Executive recommends a lump-sum appropriation to the agency with special lines.

Board of Physical Therapy Examiners

The Board licenses physical therapists, certifies physical therapist assistants, registers physical therapy business entities, investigates and adjudicates complaints, assesses continuing competence, and enforces the standards of practice for the physical therapy profession. The Board also regulates business entities that provide physical therapy services.

Link to the **AGENCY'S WEBSITE** www.ptboard.az.gov

All numbers representing dollars are expressed in thousands.

Agency Budget Summary

	FY 2016 Actual	FY 2017 Exp.Plan	FY 2018 Net Change	FY 2018 Exec. Rec.
Other Appropriated Funds	438.7	484.2	(36.0)	448.2
Agency Total	438.7	484.2	(36.0)	448.2

Major Executive Initiatives and Funding Recommendations

Statewide e-Licensing System

The process to review applications and issue licenses at many State agencies, including the Board of Physical Therapy Examiners, is in need of modernization. The Arizona Strategic Enterprise and Technology Office within the Department of Administration, with engagement from stakeholders at State agencies, has issued a request for proposals to implement a statewide e-licensing system. This system will be more secure than agency-developed applications and will be adapted to the specific information requirements of each State agency, while providing customers a consistent user experience.

The final cost of the system will be known once a vendor is selected in early 2017. However, pending issuance of the contract and finalization of the cost estimate, the Executive recommends appropriating \$40,000 from the Physical Therapy Fund to the Automation Projects Fund in FY 2018 for the development of an e-licensing system. This amount will be adjusted when the system's costs are finalized.

Funding	FY 2018
Physical Therapy Fund	40.0
Issue Total	40.0

Baseline Recommendations

Remove FY 2017 One-time Appropriations

In FY 2017, the Board received one-time appropriations of \$10,000 for the purchase of laptops and \$33,000 for the implementation and annual maintenance of online licensing software. The Board did not expend the online licensing software appropriation due to the pending development of the statewide e-licensing system.

The Executive Recommendation, as a technical adjustment, removes the one-time FY 2017 appropriations.

Funding	FY 2018
Physical Therapy Fund	(43.0)
Issue Total	(43.0)

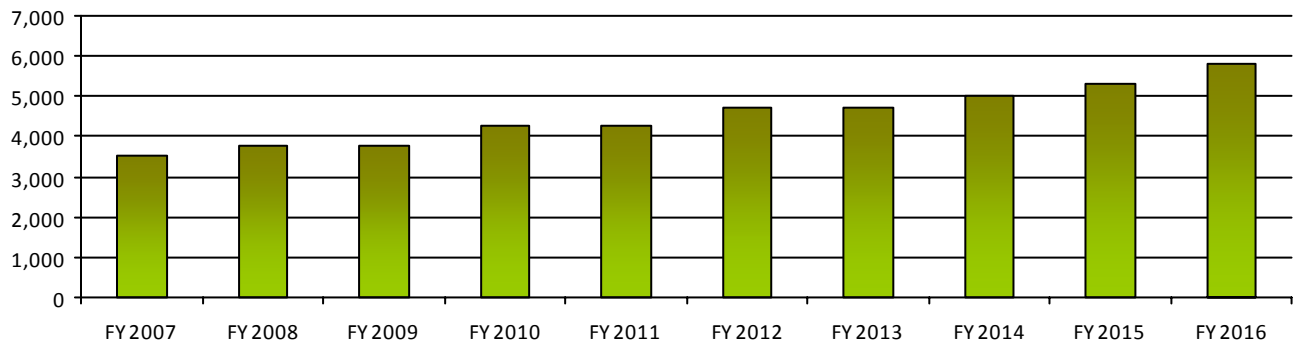
Adjustments for risk management charges and retirement contributions for this agency are not incorporated into the totals shown here. They are listed separated with adjustments for all state agencies immediately following the Capital Projects section. Funding for these adjustments is recommended as part of the total Executive Budget.

Performance Measures

	FY 2015 Actual	FY 2016 Actual	FY 2017 Expected	FY 2018 Expected
Total number of complaints received	61	40	70	70
Number of new licenses or certificates issued	629	665	550	600
Number of licenses/certificates renewed	5,325	0	5,500	0

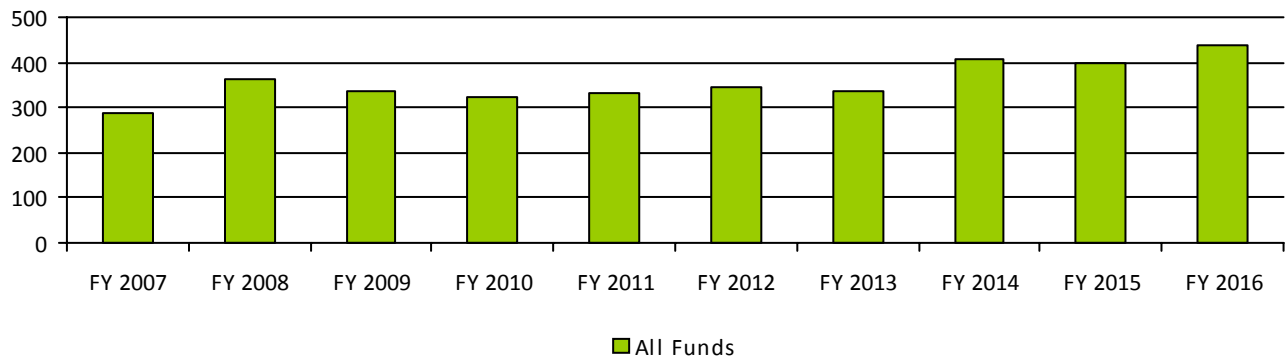
Link to the [AGENCY'S STRATEGIC PLAN](#)

Number of Renewed Licenses



Agency Expenditures

(in \$1,000s)



Recommended State Appropriations

BY PROGRAM	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Licensing and Regulation	438.7	484.2	(36.0)	448.2
Agency Total - Appropriated Funds	438.7	484.2	(36.0)	448.2

BY EXPENDITURE OBJECT	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.

BY EXPENDITURE OBJECT	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Personal Services	194.0	200.8	0.0	200.8
ERE Amount	94.6	102.0	0.0	102.0
Prof. And Outside Services	83.2	76.0	(33.0)	43.0
Travel - In State	0.5	1.5	0.0	1.5
Other Operating Expenses	55.0	91.8	7.0	98.8
Equipment	11.3	12.1	(10.0)	2.1
Agency Total - Appropriated Funds	438.7	484.2	(36.0)	448.2

BY APPROPRIATED FUND	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Physical Therapy Fund	438.7	484.2	(36.0)	448.2
Agency Total - Appropriated Funds	438.7	484.2	(36.0)	448.2

FOR MORE DETAIL ABOUT EACH FUND SEE THE STATE FUNDS BOOK

The Executive recommends a lump-sum appropriation to the agency.

Pioneers' Home

The Arizona Pioneers' Home was established in 1909 by the Territorial government of Arizona as a home for the aged and infirm to repay the faithful and longtime Arizona residents who helped pioneer and build the state. It opened its doors in 1911. In 1929, the scope of the home was broadened to also be Arizona's hospital for disabled miners. The Arizona Pioneers' Home is a continuing care retirement home presently serving 91 Arizona pioneers and disabled miners. The Pioneers' Home employees provide direct nursing care, food service, activities, social services, housekeeping, laundry, maintenance, business and administrative services and support to the residents, and strive to meet state and federal nursing facility standards through modeling best practices. The Home is surveyed each year by the Arizona Department of Health Service's Office of Long Term Care.

Link to the **AGENCY'S WEBSITE** <http://www.azph.gov/>

All numbers representing dollars are expressed in thousands.

Agency Budget Summary

	FY 2016 Actual	FY 2017 Exp.Plan	FY 2018 Net Change	FY 2018 Exec. Rec.
Other Appropriated Funds	5,745.2	6,174.6	318.0	6,492.6
Non-Appropriated Funds	88.4	28.1	0.0	28.1
Agency Total	5,833.6	6,202.7	318.0	6,520.7

Main Points of Executive Recommendations

	FY 2017	FY 2018
Nursing Wage Adjustment	0.0	318.0

Major Executive Initiatives and Funding Recommendations

Nursing Wage Adjustment

The Pioneers' Home has 27 nursing positions and 27 nursing assistant positions. In FY 2016, the turnover rate in those two position categories was, respectively, 44% and 48%. In the same year, the average turnover rate for the entire statewide workforce was 19%, and the average turnover rate for nurses in the southwest region was 27%. Six of the nurses who left the Pioneers' Home went to work for another government health care facility.

To decrease turnover and make compensation at the Home more competitive with neighboring health care facilities, the Executive recommends an average salary adjustment of \$4,770 for the 54.0 FTE nursing and nursing assistant positions, to be paid from the State Charitable Earnings Fund.

Funding	FY 2018
Pioneers' Home State Charitable Earnings Fund	318.0
Issue Total	318.0

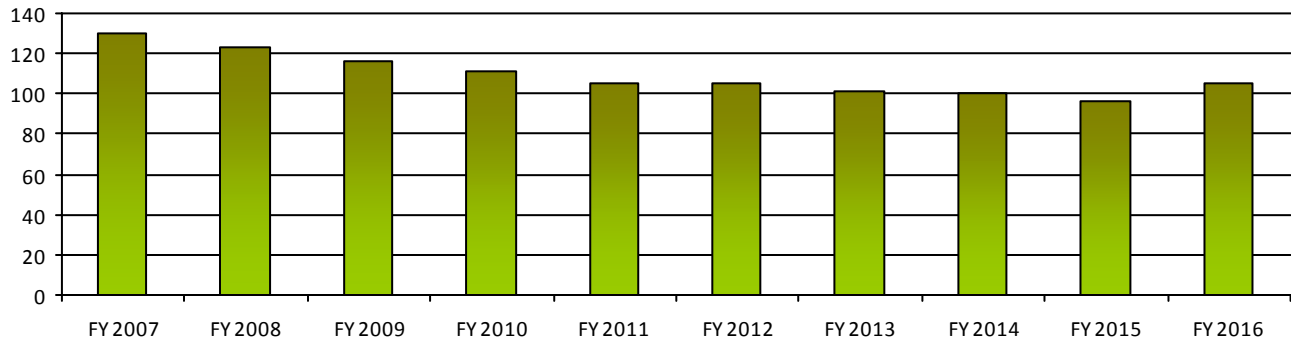
Adjustments for risk management charges and retirement contributions for this agency are not incorporated into the totals shown here. They are listed separated with adjustments for all state agencies immediately following the Capital Projects section. Funding for these adjustments is recommended as part of the total Executive Budget.

Performance Measures

	FY 2015 Actual	FY 2016 Actual	FY 2017 Expected	FY 2018 Expected
Residents rating of good or excellent (percent)	99	98	98	99
Average census	96	98	102	102
Number of citations from inspections	0	2	0	0
Monthly cost per resident (in dollars)	5,200	4,960	5,250	5,250

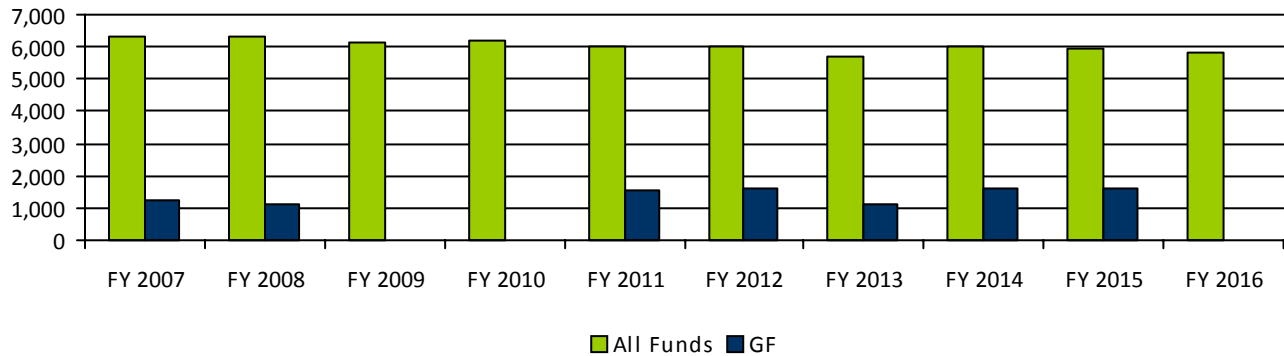
Link to the [AGENCY'S STRATEGIC PLAN](#)

Average number of residents



Agency Expenditures

(in \$1,000s)



Recommended State Appropriations

BY PROGRAM	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Arizona Pioneers' Home	5,745.2	6,174.6	318.0	6,492.6
Agency Total - Appropriated Funds	5,745.2	6,174.6	318.0	6,492.6

BY EXPENDITURE OBJECT	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Personal Services	3,251.1	3,408.7	257.6	3,666.3
ERE Amount	1,605.3	1,652.1	60.4	1,712.5

BY EXPENDITURE OBJECT	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Prof. And Outside Services	87.6	93.3	0.0	93.3
Travel - In State	25.2	25.0	0.0	25.0
Food	194.7	198.5	0.0	198.5
Aid to Others	2.1	2.2	0.0	2.2
Other Operating Expenses	539.0	756.3	0.0	756.3
Equipment	40.2	38.5	0.0	38.5
Agency Total - Appropriated Funds	5,745.2	6,174.6	318.0	6,492.6

BY APPROPRIATED FUND	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Pioneers' Home Miners' Hospital Fund	1,724.7	2,028.9	0.0	2,028.9
Pioneers' Home State Charitable Earnings Fund	4,020.5	4,145.7	318.0	4,463.7
Agency Total - Appropriated Funds	5,745.2	6,174.6	318.0	6,492.6

FOR MORE DETAIL ABOUT EACH FUND SEE THE STATE FUNDS BOOK

Special Line Appropriations

	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Prescription Drugs	136.5	200.0	0.0	200.0
Agency Total - Appropriated Funds	136.5	200.0	0.0	200.0

Non - Appropriated Funds Expenditures

	FY 2016 Actual	FY 2017 Exp. Plan	FY 2018 Net Change	FY 2018 Exec. Rec.
AZ Pioneers' Home - Mine Fund	4.6	13.9	0.0	13.9
Employee Recognition Fund	2.2	2.2	0.0	2.2
Pioneers' Home Cemetery Proceeds	81.6	12.0	0.0	12.0
Agency Total - Non-Appropriated Funds	88.4	28.1	0.0	28.1

FOR MORE DETAIL ABOUT EACH FUND SEE THE STATE FUNDS BOOK

The Executive recommends a modified lump-sum appropriation to the agency with special lines.

Board of Podiatry Examiners

The State Board of Podiatry Examiners licenses and regulates doctors of podiatric medicine who specialize in the diagnosis and treatment of the foot, ankle and lower leg. The Board evaluates the professional competency of podiatrists seeking to be licensed in the State of Arizona. Further, the Board promotes continued competency and fitness by investigating complaints made against practitioners, holding hearings, monitoring the activities of its licensees and enforcing the standards of practice for the podiatric profession as set forth by law.

Link to the **AGENCY'S WEBSITE** <http://www.podiatry.state.az.us/>

All numbers representing dollars are expressed in thousands.

Agency Budget Summary

	FY 2016 Actual	FY 2017 Exp.Plan	FY 2018 Net Change	FY 2018 Exec. Rec.
Other Appropriated Funds	118.6	148.4	24.0	172.4
Agency Total	118.6	148.4	24.0	172.4

Major Executive Initiatives and Funding Recommendations

Statewide e-Licensing System

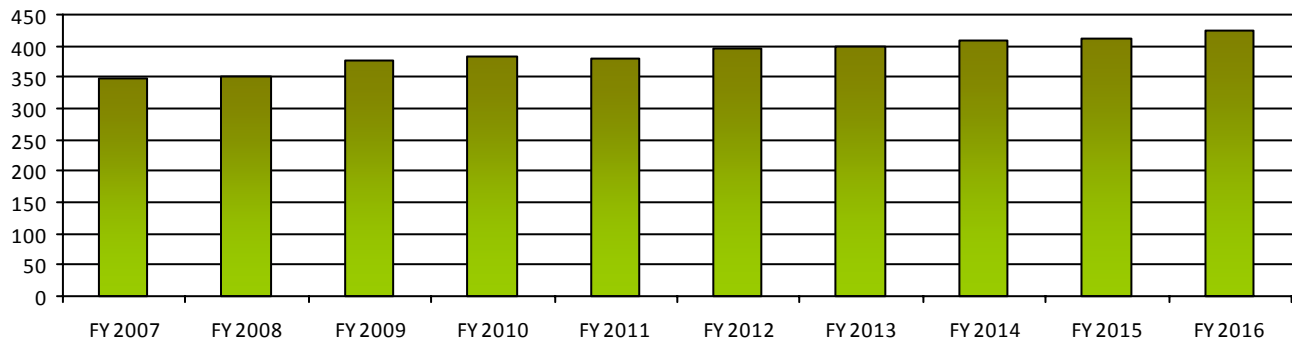
The process to review applications and issue licenses at many State agencies, including the Board of Podiatry Examiners, is in need of modernization. The Arizona Strategic Enterprise and Technology Office within the Department of Administration, with engagement from stakeholders at State agencies, has issued a request for proposals to implement a statewide e-licensing system. This system will be more secure than agency-developed applications and will be adapted to the specific information requirements of each State agency, while providing customers a consistent user experience.

The final cost of the system will be known once a vendor is selected in early 2017. However, pending issuance of the contract and finalization of the cost estimate, the Executive recommends appropriating \$24,000 from the Podiatry Examiners Board Fund to the Automation Projects Fund in FY 2018 for the development of an e-licensing system. This amount will be adjusted when the system's costs are finalized.

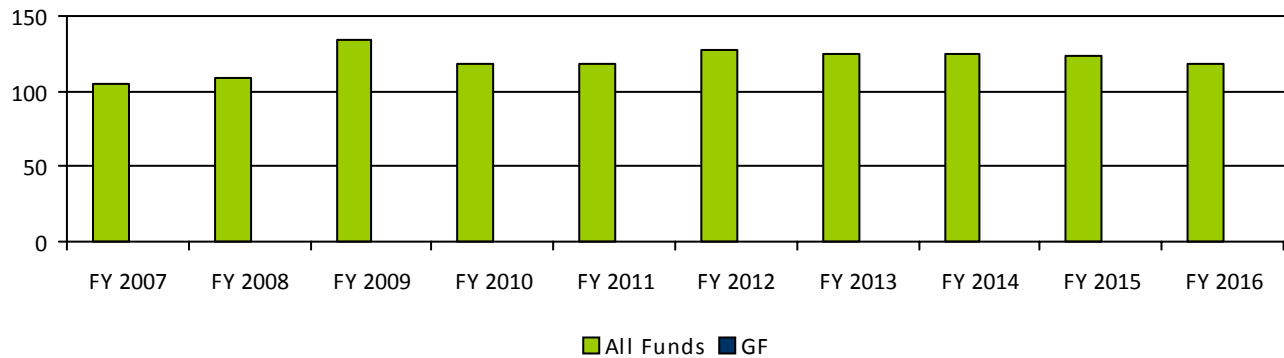
Funding	FY 2018
Podiatry Examiners Board Fund	24.0
Issue Total	24.0

Adjustments for risk management charges and retirement contributions for this agency are not incorporated into the totals shown here. They are listed separated with adjustments for all state agencies immediately following the Capital Projects section. Funding for these adjustments is recommended as part of the total Executive Budget.

Number of Licensees



Agency Expenditures (in \$1,000s)



Recommended State Appropriations

BY PROGRAM	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Licensing and Regulation	118.6	148.4	24.0	172.4
Agency Total - Appropriated Funds	118.6	148.4	24.0	172.4

BY EXPENDITURE OBJECT	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Personal Services	68.7	76.5	0.0	76.5
ERE Amount	24.2	27.9	0.0	27.9
Prof. And Outside Services	10.5	18.0	0.0	18.0
Travel - In State	3.4	5.0	0.0	5.0
Travel - Out of State	0.0	5.0	0.0	5.0
Other Operating Expenses	11.5	16.0	24.0	40.0
Equipment	0.3	0.0	0.0	0.0
Agency Total - Appropriated Funds	118.6	148.4	24.0	172.4

BY APPROPRIATED FUND	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Podiatry Examiners Board Fund	118.6	148.4	24.0	172.4
Agency Total - Appropriated Funds	118.6	148.4	24.0	172.4

FOR MORE DETAIL ABOUT EACH FUND SEE THE STATE FUNDS BOOK

The Executive recommends a lump-sum appropriation to the agency.

Commission for Postsecondary Education

The Arizona Commission for Postsecondary Education (ACPE) comprises sixteen Commissioners, fourteen of whom are Governor appointed. Commissioners represent both public and private postsecondary education and its constituencies. Core responsibilities of the ACPE are related to student financial assistance programs including administration of state grants, scholarships, forgivable loans, and the Arizona Family College Savings (529) Program. The Commission provides timely and effective communication and programs to assist students and their families plan, transition, and succeed in postsecondary education. The Commission offers the single forum where all sectors of postsecondary education dialogue, collaborate, and problem-solve issues of mutual interest.

Link to the **AGENCY'S WEBSITE** <http://www.azhighered.gov/>

All numbers representing dollars are expressed in thousands.

Agency Budget Summary

	FY 2016 Actual	FY 2017 Exp. Plan	FY 2018 Net Change	FY 2018 Exec. Rec.
General Fund	1,396.8	1,396.8	364.7	1,761.5
Other Appropriated Funds	1,299.8	1,534.1	0.0	1,534.1
Non-Appropriated Funds	728.9	1,060.9	650.0	1,710.9
Agency Total	3,425.5	3,991.8	1,014.7	5,006.5

Main Points of Executive Recommendations

	FY 2017	FY 2018
Free Application for Student Aid (FASFA) Completion Initiative	0.0	114.7
Math, Science, and Special Education Teacher Loan Forgiveness Program Increase	0.0	250.0

Major Executive Initiatives and Funding Recommendations

Free Application for Federal Student Aid (FAFSA) Completion Initiative

Over half of Arizona's K-12 students live at or below the poverty level. In order to make postsecondary education a reality for them, obtaining financial aid is critical. That process begins with submitting the Free Application for Federal Student Aid (FAFSA).

In 2014, the U.S. Department of Education announced the FAFSA Completion Initiative, the purpose of which is to provide targeted assistance and individual help to students who have not fully completed the FAFSA. In April 2015, Arizona's FAFSA filing rate for high school seniors was only 24%.

Arizona's full participation in the FAFSA Completion Initiative will make postsecondary education more affordable by attracting federal Pell Grant dollars and ultimately creating greater access to postsecondary opportunities and increasing graduation rates of low-income students.

Additional funding will allow the Commission to upgrade and maintain its database, which will allow for secure FAFSA status reporting to school districts. In addition, 1.0 FTE is necessary to ensure that FAFSA reports are properly prepared and securely transmitted, and to work with high schools in training personnel on using the Commission's database.

To reduce the achievement gap for low-income students, the Executive recommends \$114,700 and 1.0 FTE position for the FAFSA Completion Initiative. Of that amount, \$113,200 is ongoing and \$1,500 is for one-time employee equipment.

Funding	FY 2018
General Fund	114.7
Issue Total	114.7

Math, Science, and Special Education Teacher Loan Forgiveness Program Increase

The Math, Science, and Special Education Teacher Loan Forgiveness Program (MSSE) offers forgivable loans to students who pursue a teaching degree at a postsecondary institution and who agree, upon graduation, to teach math, science or special education at an Arizona public school.

MSSE was created to help Arizona solve both a teacher shortage in specific discipline areas and a teacher retention problem, as novice teachers sometimes leave the profession due to high loan debt and modest pay. Current funding levels allow the Commission to finance approximately 25 students annually.

The Executive recommends \$250,000 in one-time General Fund for the Math, Science, and Special Education Teacher Loan Forgiveness Program to recruit and retain teachers in high-need disciplines. This additional investment allows the Commission to finance a total of approximately 61 students annually, a 144% increase.

Funding	FY 2018
General Fund	250.0
Issue Total	250.0

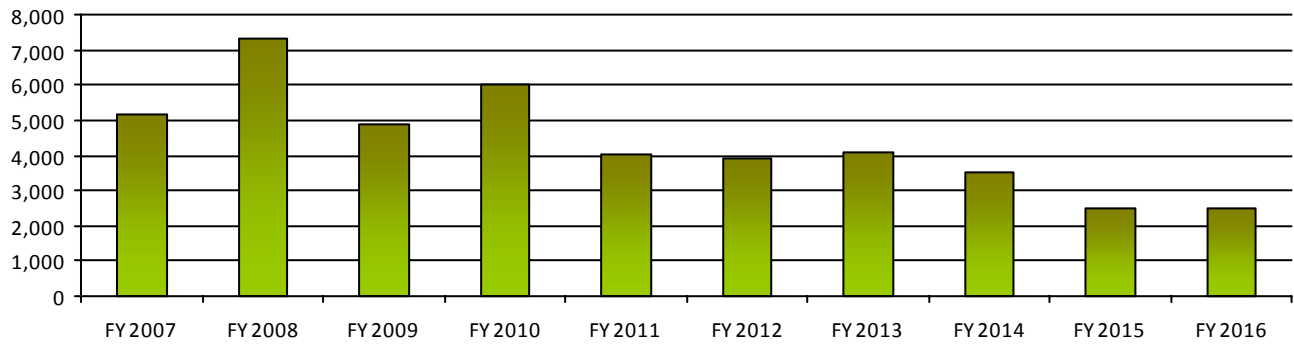
Adjustments for risk management charges and retirement contributions for this agency are not incorporated into the totals shown here. They are listed separated with adjustments for all state agencies immediately following the Capital Projects section. Funding for these adjustments is recommended as part of the total Executive Budget.

Performance Measures

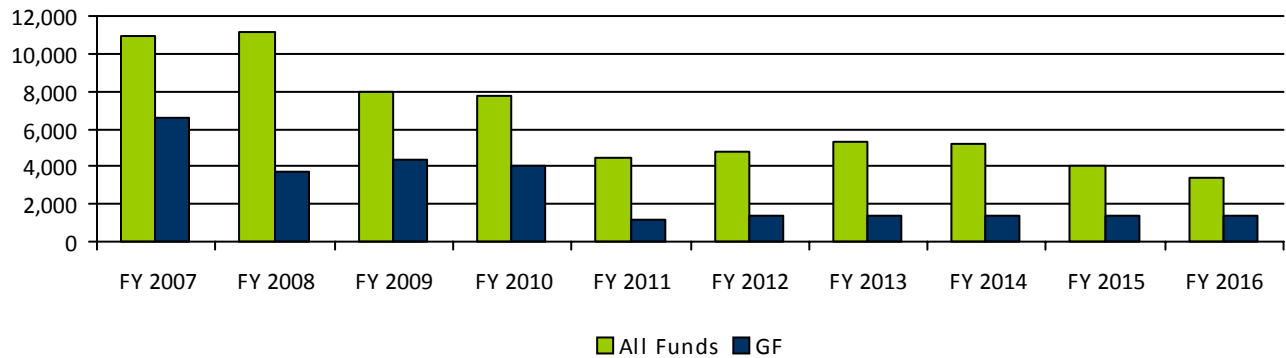
	FY 2015	FY 2016	FY 2017	FY 2018
	Actual	Actual	Expected	Expected
Number of LEAP student awardees	3,241	2,972	3,000	3,000
Number of Arizona Family College Savings Program accounts	77,838	82,057	86,500	86,500
Number of Arizona College & Career Guides distributed	348	481	0	0
Attendees at College Goal Sunday	982	2,743	3,000	3,000

Link to the [AGENCY'S STRATEGIC PLAN](#)

Total Number of Scholarships, Grants, Loans



Agency Expenditures (in \$1,000s)



Recommended State Appropriations

BY PROGRAM	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Postsecondary Commission	2,696.6	2,930.9	364.7	3,295.6
Agency Total - Appropriated Funds	2,696.6	2,930.9	364.7	3,295.6

BY EXPENDITURE OBJECT	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Personal Services	81.6	134.7	40.5	175.2
ERE Amount	34.0	56.6	20.4	77.0
Prof. And Outside Services	23.6	126.1	52.3	178.4
Aid to Others	2,319.5	2,319.5	200.0	2,519.5
Other Operating Expenses	59.7	117.8	50.0	167.8
Equipment	2.2	0.2	1.5	1.7
Transfers Out	176.0	176.0	0.0	176.0
Agency Total - Appropriated Funds	2,696.6	2,930.9	364.7	3,295.6

BY APPROPRIATED FUND	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
General Fund	1,396.8	1,396.8	364.7	1,761.5
Postsecondary Education Fund	1,299.8	1,534.1	0.0	1,534.1
Agency Total - Appropriated Funds	2,696.6	2,930.9	364.7	3,295.6

FOR MORE DETAIL ABOUT EACH FUND SEE THE STATE FUNDS BOOK

Special Line Appropriations

	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
College and Career Guide	2.1	21.3	0.0	21.3
College Goal Sunday (Twelve Plus Partnership)	24.5	130.5	114.7	245.2
Leveraging Educational Assistance Partnership (LEAP)	2,319.5	2,319.5	0.0	2,319.5
Math and Science Teacher Initiative	176.0	176.0	250.0	426.0
Minority Education Policy Analysis Center	49.0	100.0	0.0	100.0
Agency Total - Appropriated Funds	2,571.1	2,747.3	364.7	3,112.0

Non - Appropriated Funds Expenditures

	FY 2016 Actual	FY 2017 Exp. Plan	FY 2018 Net Change	FY 2018 Exec. Rec.
Family College Savings Program Trust Fund	450.1	729.6	0.0	729.6
Federal Grant	15.5	0.0	0.0	0.0
Mathematics, Science and Special Education Teacher Student Loan Fund	181.5	326.0	500.0	826.0
Postsecondary Education Voucher Fund	34.9	22.0	0.0	22.0
Private Donations Fund	46.9	133.3	0.0	133.3
Agency Total - Non-Appropriated Funds	728.9	1,210.9	500.0	1,710.9

FOR MORE DETAIL ABOUT EACH FUND SEE THE STATE FUNDS BOOK

The Executive recommends a lump-sum appropriation by program with special lines.

Power Authority

The Arizona Power Authority (APA) manages Arizona’s allocation of hydroelectric power from the Hoover Dam for the overall benefit of the State. The APA cooperates with federal, state, and non-governmental agencies to address regulatory, environmental, and other matters that impact electric power and water uses of the Colorado river. In addition, the APA serves as an information resource for its customers on topics that impact their electric resources and the utilization of these resources. The Authority may also pursue generation and/or transmission projects that are within the APA’s legislative mandate and are in the best interest of the State of Arizona.

Link to the **AGENCY'S WEBSITE** <http://www.powerauthority.org/>

All numbers representing dollars are expressed in thousands.

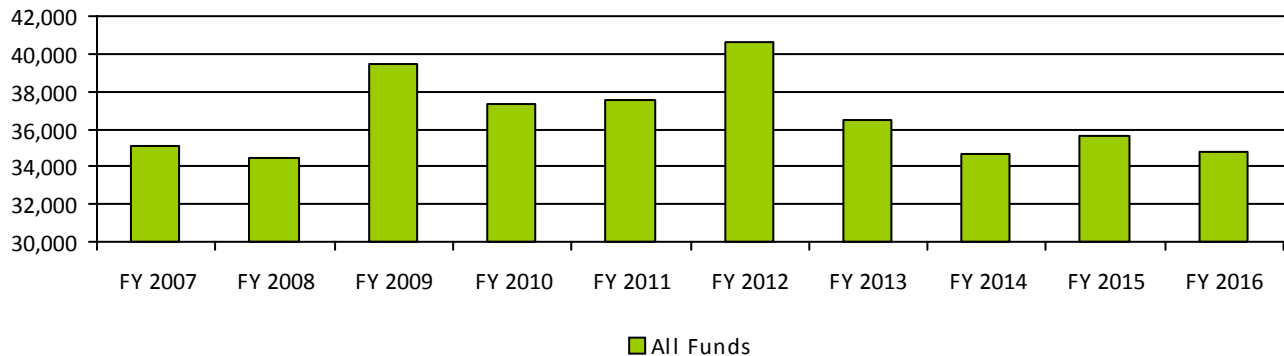
Agency Budget Summary

	FY 2016 Actual	FY 2017 Exp.Plan	FY 2018 Net Change	FY 2018 Exec. Rec.
Non-Appropriated Funds	34,817.7	37,652.0	0.0	37,652.0
Agency Total	34,817.7	37,652.0	0.0	37,652.0

Adjustments for risk management charges and retirement contributions for this agency are not incorporated into the totals shown here. They are listed separated with adjustments for all state agencies immediately following the Capital Projects section. Funding for these adjustments is recommended as part of the total Executive Budget.

Agency Expenditures

(in \$1,000s)



Non - Appropriated Funds Expenditures

	FY 2016 Actual	FY 2017 Exp. Plan	FY 2018 Net Change	FY 2018 Exec. Rec.
APA - General Fund	1,242.4	2,345.4	0.0	2,345.4
Fund Deposits	33,561.7	35,299.6	0.0	35,299.6
Interest Income	13.6	7.0	0.0	7.0
Agency Total - Non-Appropriated Funds	34,817.7	37,652.0	0.0	37,652.0

FOR MORE DETAIL ABOUT EACH FUND SEE THE STATE FUNDS BOOK

Board for Private Postsecondary Education

The Board licenses and regulates 238 private postsecondary educational institutions who serve approximately 398,540 students annually. The Board determines compliance, investigates complaints and violations, and takes disciplinary action. The Board also administers the Student Tuition Recovery Fund, which provides financial restitution to students injured by private postsecondary institutional closures and provides students access to their educational records.

Link to the **AGENCY'S WEBSITE** <http://www.ppse.az.gov/>

All numbers representing dollars are expressed in thousands.

Agency Budget Summary

	FY 2016 Actual	FY 2017 Exp.Plan	FY 2018 Net Change	FY 2018 Exec. Rec.
Other Appropriated Funds	996.2	396.1	90.8	486.9
Non-Appropriated Funds	271.1	277.0	0.0	277.0
Agency Total	1,267.3	673.1	90.8	763.9

Main Points of Executive Recommendations

	FY 2017	FY 2018
Statewide E-Licensing System	0.0	70.0
Annual Leave Payout for Retiring Director	0.0	20.8

Major Executive Initiatives and Funding Recommendations

Statewide E-Licensing System

The process to review applications and issue licenses at many State agencies, including the Private Postsecondary Board, is in need of modernization. The Arizona Strategic Enterprise and Technology Office within the Department of Administration, with engagement from stakeholders at State agencies, has issued a request for proposals to implement a statewide e-licensing system. This system will be more secure than agency-developed applications and will be adapted to the specific information requirements of each State agency, while providing customers a consistent user experience.

The final cost of the system will be known once a vendor is selected in early 2017. However, pending issuance of the contract and finalization of the cost estimate, the Executive recommends appropriating \$70,000 one-time from the Private Postsecondary Education Fund to the Automation Projects Fund in FY 2018 for the development of an e-licensing system. This amount will be adjusted when the system's costs are finalized.

Funding	FY 2018
Private Postsecondary Education Fund	70.0
Issue Total	70.0

Annual Leave Payout for Retiring Director

The Board's Director is planning to retire in FY 2018. The Executive recommends \$20,800 one-time for the retiring Director's Annual Leave Payout.

Funding	FY 2018
Private Postsecondary Education Fund	20.8
Issue Total	20.8

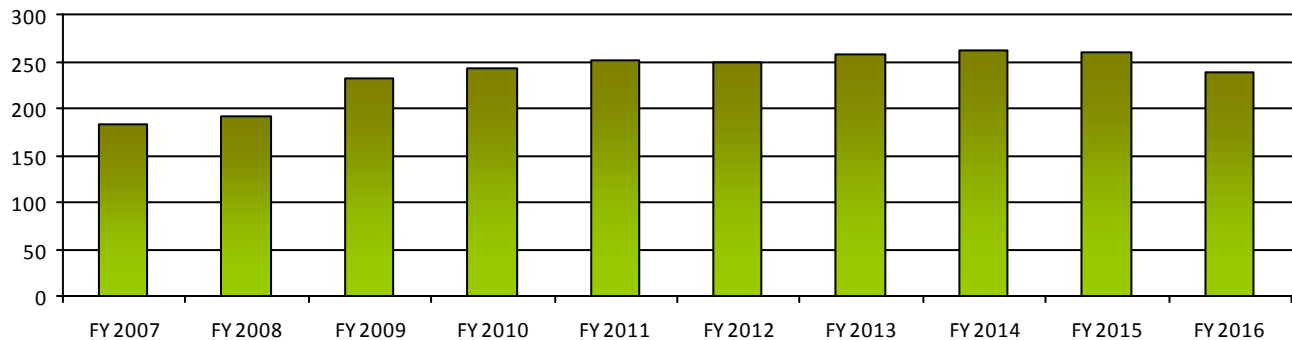
Adjustments for risk management charges and retirement contributions for this agency are not incorporated into the totals shown here. They are listed separated with adjustments for all state agencies immediately following the Capital Projects section. Funding for these adjustments is recommended as part of the total Executive Budget.

Performance Measures

	FY 2015 Actual	FY 2016 Actual	FY 2017 Expected	FY 2018 Expected
Average number of calendar days to pay claims	60	60	60	60
Number of non-student complaints investigated	5	12	15	15
Total number of institutions licensed	260	238	236	240
Number of annual inspections conducted	26	19	22	25
Number of students enrolled in private institutions	590,722	398,540	400,000	410,000
Number of annual student complaints investigated	8	8	10	10

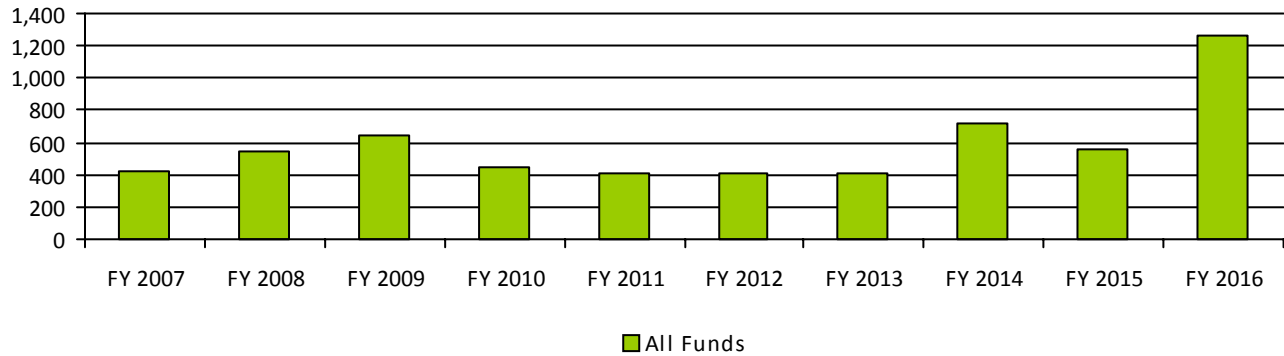
Link to the [AGENCY'S STRATEGIC PLAN](#)

Institutions Licensed



Agency Expenditures

(in \$1,000s)



Recommended State Appropriations

BY PROGRAM	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Licensing and Regulation	996.2	396.1	90.8	486.9
Agency Total - Appropriated Funds	996.2	396.1	90.8	486.9

BY EXPENDITURE OBJECT	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Personal Services	227.7	234.5	17.0	251.5
ERE Amount	80.7	86.2	3.8	90.0
Prof. And Outside Services	24.7	27.4	0.0	27.4
Travel - Out of State	0.5	2.0	0.0	2.0
Other Operating Expenses	59.6	40.2	0.0	40.2
Equipment	3.0	5.8	70.0	75.8
Transfers Out	600.0	0.0	0.0	0.0
Agency Total - Appropriated Funds	996.2	396.1	90.8	486.9

BY APPROPRIATED FUND	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Private Postsecondary Education Fund	996.2	396.1	90.8	486.9
Agency Total - Appropriated Funds	996.2	396.1	90.8	486.9

FOR MORE DETAIL ABOUT EACH FUND SEE THE STATE FUNDS BOOK

Non - Appropriated Funds Expenditures

	FY 2016 Actual	FY 2017 Exp. Plan	FY 2018 Net Change	FY 2018 Exec. Rec.
Student Tuition Recovery	271.1	277.0	0.0	277.0
Agency Total - Non-Appropriated Funds	271.1	277.0	0.0	277.0

FOR MORE DETAIL ABOUT EACH FUND SEE THE STATE FUNDS BOOK

The Executive recommends a lump-sum appropriation to the agency.

Board of Psychologist Examiners

The State Board of Psychologist Examiners licenses and regulates professionals to practice in the fields of psychology and behavior analysis. The Board accepts complaints against licensees, investigates allegations, and administratively adjudicates complaints.

Link to the **AGENCY'S WEBSITE** <http://www.psychboard.az.gov/>

All numbers representing dollars are expressed in thousands.

Agency Budget Summary

	FY 2016 Actual	FY 2017 Exp.Plan	FY 2018 Net Change	FY 2018 Exec. Rec.
Other Appropriated Funds	415.3	475.4	80.1	555.5
Agency Total	415.3	475.4	80.1	555.5

Major Executive Initiatives and Funding Recommendations

Statewide e-Licensing System

The process to review applications and issue licenses at many State agencies, including the Board of Psychologist Examiners, is in need of modernization. The Arizona Strategic Enterprise and Technology Office within the Department of Administration, with engagement from stakeholders at State agencies, has issued a request for proposals to implement a statewide e-licensing system. This system will be more secure than agency-developed applications and will be adapted to the specific information requirements of each State agency, while providing customers a consistent user experience.

The final cost of the system will be known once a vendor is selected in early 2017. However, pending issuance of the contract and finalization of the cost estimate, the Executive recommends appropriating \$80,100 from the Psychologist Examiners Board Fund to the Automation Projects Fund in FY 2018 for the development of an e-licensing system. This amount will be adjusted when the system's costs are finalized.

Funding	FY 2018
Psychologist Examiners Board Fund	80.1
Issue Total	80.1

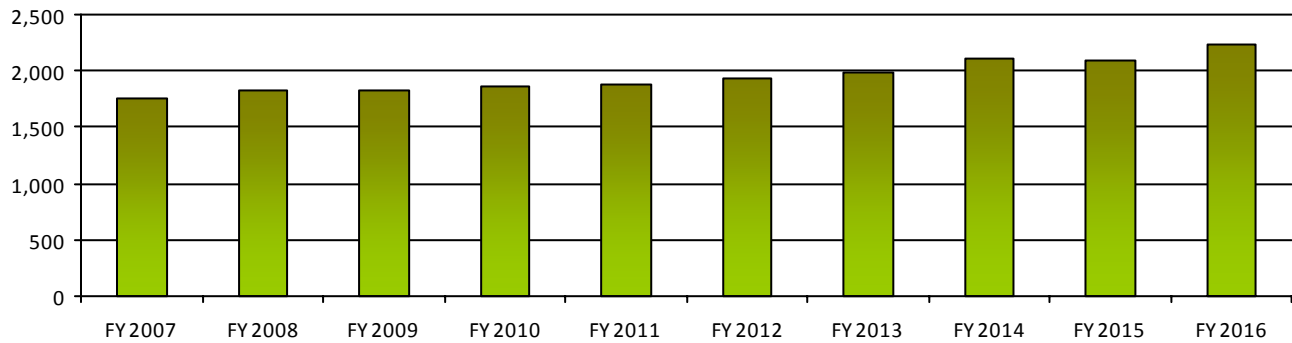
Adjustments for risk management charges and retirement contributions for this agency are not incorporated into the totals shown here. They are listed separated with adjustments for all state agencies immediately following the Capital Projects section. Funding for these adjustments is recommended as part of the total Executive Budget.

Performance Measures

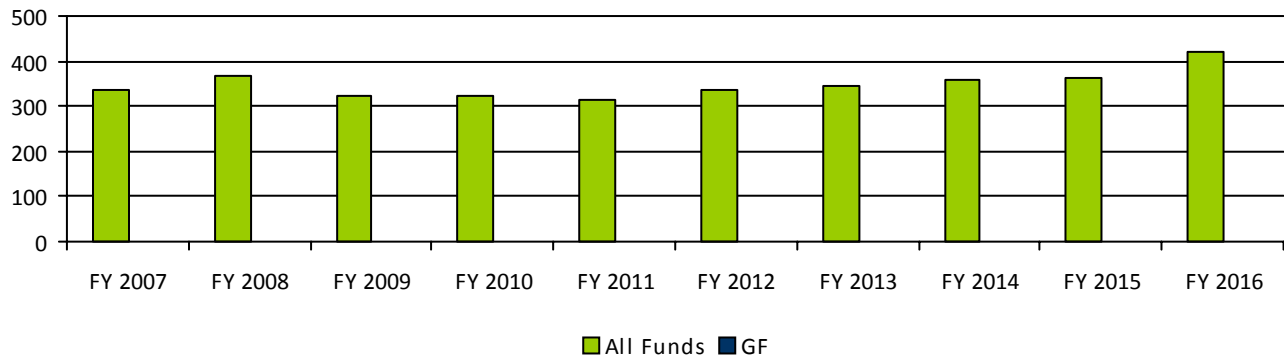
	FY 2015 Actual	FY 2016 Actual	FY 2017 Expected	FY 2018 Expected
Customer satisfaction rating (scale 1-8)	7.4	7.6	7.4	7.4
Number of licensees (active/inactive)	1,932	2,026	2,000	2,070
Number of investigations	58	49	50	50

Link to the **AGENCY'S STRATEGIC PLAN**

Number of Licensees



Agency Expenditures (in \$1,000s)



Recommended State Appropriations

BY PROGRAM	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Behavior Analyst	36.2	44.8	8.0	52.8
Licensing and Regulation	379.1	430.6	72.1	502.7
Agency Total - Appropriated Funds	415.3	475.4	80.1	555.5

BY EXPENDITURE OBJECT	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Personal Services	231.9	234.1	0.0	234.1
ERE Amount	91.9	94.4	0.0	94.4
Prof. And Outside Services	15.0	44.5	80.1	124.6
Travel - In State	8.5	5.5	0.0	5.5
Travel - Out of State	1.0	5.0	0.0	5.0
Other Operating Expenses	66.8	91.9	0.0	91.9
Transfers Out	0.2	0.0	0.0	0.0
Agency Total - Appropriated Funds	415.3	475.4	80.1	555.5

BY APPROPRIATED FUND	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Psychologist Examiners Board Fund	415.3	475.4	80.1	555.5
Agency Total - Appropriated Funds	415.3	475.4	80.1	555.5

FOR MORE DETAIL ABOUT EACH FUND SEE THE STATE FUNDS BOOK

The Executive recommends a lump-sum appropriation to the agency.

Department of Public Safety

The Arizona Department of Public Safety enforces state law with primary responsibility in the areas of traffic safety, criminal interdiction, narcotics, organized crime, auto theft, and specific regulatory functions. Services include homeland security, criminal intelligence, scientific analysis, aviation support, criminal information system, training, and statewide communications. Operational and technical assistance is provided to local and state agencies and other components of the criminal justice community. The Department also promotes and enhances the quality of public safety through cooperative enforcement and community awareness programs.

Link to the **AGENCY'S WEBSITE** <http://www.azdps.gov/>

All numbers representing dollars are expressed in thousands.

Agency Budget Summary

	FY 2016 Actual	FY 2017 Exp.Plan	FY 2018 Net Change	FY 2018 Exec. Rec.
General Fund	91,456.4	121,195.7	(13,953.5)	107,242.2
Other Appropriated Funds	160,179.1	171,389.1	(3,698.6)	167,690.5
Non-Appropriated Funds	62,609.4	109,143.8	(12,001.3)	97,142.5
Agency Total	314,244.9	401,728.6	(29,653.4)	372,075.2

Main Points of Executive Recommendations

	FY 2017	FY 2018
Sexual Assault Kit Testing	0.0	1,200.0
Completion of DPS Pay Package	0.0	1,201.4
Microwave Backbone Replacement	0.0	0.0
Criminal Justice Information System	0.0	0.0
Crime Lab Replacement Equipment	0.0	700.0
In-Car Cameras	0.0	500.0

Major Executive Initiatives and Funding Recommendations

Eliminate Backlog of Untested Sexual Assault Kits

The Department has determined that there are 6,424 untested sexual assault kits in Arizona.

Federal grants of approximately \$6.1 million have already been secured to test about 4,400 of these kits. The \$500,000 appropriated in FY 2017 is expected to cover the cost of testing of approximately 600 kits, leaving approximately 1,400 untested kits.

The Executive recommends a one-time appropriation of \$1.2 million to the Department to eliminate the backlog of untested sexual assault kits in Arizona. The Department will allocate the funds to other agencies as needed to ensure completion of the testing.

Funding	FY 2018
General Fund	1,200.0
Issue Total	1,200.0

Completion of DPS Pay Package

For FY 2017 most of the employees at the Department were appropriated a 3% pay raise: all officers in the Department and all civilian staff in the Highway Patrol Division. No raises were provided for any other Department personnel. This has caused inequity within job classifications and damaged morale in the non-Highway Patrol divisions.

Highway Patrol civilian staff received the raises, but make up only 7% of all civilians in the Department. This inequity among civilian staff across the Department has created an unintended incentive for employees to transfer to the Highway Patrol Division or to avoid leaving that Division.

The Executive recommends funding to complete the 3% pay package for the rest of the Department, which includes any civilian staff that are not part of the Highway Patrol Division.

Funding	FY 2018
Auto Fingerprint Identification Fund	7.4
Parity Compensation Fund	1,173.3
Concealed Weapons Permit Fund	20.7
Issue Total	1,201.4

Microwave Backbone Replacement

The Department's radio towers are utilized by multiple State agencies and local law enforcement agencies, including the Department of Transportation, Department of Corrections, Game and Fish, and State Parks.

The Department is engaged in a multi-year project to replace its aging analog microwave radio transmission system with digital technology. Malfunctions with radio towers create communication problems and safety concerns for the officers and for protecting the public.

Arizona is covered by three separate "loops" of radio towers: a southern loop, a western loop and a northern loop. The loop structure makes it possible for communications to continue if a tower becomes temporarily inoperable, by sending the communication signal in the opposite direction around the loop.

Through partnerships with other State and local law enforcement agencies, Legislative appropriation, and federal grants, substantial work on the project has been completed. Conversion from analog to digital microwave was completed on the southern loop in FY 2011, and the western loop's conversion is expected to be finished by the end of FY 2017.

It is now time to begin work on the northern loop, which remains mostly analog. Conversion of this final loop is estimated to take four to five years to complete, at a cost of \$16 million. The original estimated cost of converting all three loops was estimated to be \$55.7 million.

The Executive recommends appropriating \$2.5 million for this project from the Automation Projects Fund. The Recommendation includes financing the project through a transfer of \$1 million from the Public Safety Equipment Fund and \$1.5 million from the Concealed Carry Weapons Fund to the Automation Projects Fund.

Transfer and appropriation information from the Automation Projects Fund is located in the Department of Administration's Operating Budget Detail.

Funding	FY 2018
Public Safety Equipment Fund	0.0
Concealed Weapons Permit Fund	0.0
Issue Total	0.0

Criminal Justice Information System

The Arizona Criminal Justice Information System (ACJIS) is operated and maintained by DPS but is used by all law enforcement, judicial, and security agencies in Arizona. ACJIS collects, stores and disseminates criminal history records and other related criminal justice information. In addition to law enforcement and judicial uses, ACJIS is used for employment background checks, including background checks for fingerprint clearance cards.

The current system resides in a mainframe computer and is using 30-year-old technology and applications, including Cobol coding. The employees that wrote or have managed the old applications are retiring within the year, and it is almost impossible to hire new people with that skillset. As a result, the system is at risk of statewide failure, which would threaten public safety.

The system should be converted to a modern operating system, which will allow for a more flexible environment for future support and applications. This will also make it much easier to hire programmers who can manage the new system. This conversion is part of an orderly progression of replacing the legacy applications and decommissioning the mainframe system.

The Executive recommends appropriating \$2.3 million for this project from the Automation Projects Fund. The Recommendation includes financing the project through a transfer of \$1.3 million from the Fingerprint Clearance Card Fund and \$1 million from the Concealed Carry Weapons Fund to the Automation Projects Fund.

Transfer and appropriation information from the Automation Projects Fund are located in the Department of Administration's Operating Budget Detail.

Funding	FY 2018
Fingerprint Clearance Card Fund	0.0
Concealed Weapons Permit Fund	0.0
Issue Total	0.0

Crime Lab Replacement Equipment

DPS currently funds crime lab operations from multiple funds, all of which share one source of revenue, the Criminal Justice Enhancement Fund (CJEF). CJEF, which consists of a 47% surcharge on all criminal and civil fines, has significantly declined in the last eight years, declining another 5% from FY 2015 to FY 2016.

Some laboratory equipment is over 15 years old, and parts for lab equipment are often available from the manufacturer for only five years. This has resulted in slower processing times and a shortage of available machines for investigating crimes.

The Executive recommends ongoing funding for fingerprint and other equipment for the crime lab.

Funding	FY 2018
Fingerprint Clearance Card Fund	700.0
Issue Total	700.0

In-Car Cameras

The cameras in some DPS vehicles are past their useful life and should be replaced. It is particularly important for DPS to have working cameras in any vehicle that contains a canine, as video footage of canine-based stops are expected for the safety of both the trooper and the public. The Department currently has 75 in-car camera vehicles with canines.

The Executive recommends a one-time appropriation for 75 in-car cameras for canine trooper vehicles.

Funding	FY 2018
Public Safety Equipment Fund	500.0
Issue Total	500.0

Combine Crime Lab Funds

DPS crime lab operations are supported from multiple funds. Most of these funds, including the Crime Lab Operations Fund, Crime Lab Assessment Fund, DNA Fund, and the Auto Fingerprint Identification Fund, share one source of revenue, the Criminal Justice Enhancement Fund (CJEF).

The Executive recommends combining these funds into one DPS Forensics Fund.

Funding	FY 2018
Crime Laboratory Assessment Fund	0.0
Auto Fingerprint Identification Fund	0.0
DNA Identification System Fund	0.0
Crime Laboratory Operations Fund	0.0
Issue Total	0.0

Eliminate Unfunded FTE Positions

The General Appropriations Act listed 48.0 FTE positions for the Border Strike Force. However, only 37 of those positions were funded, and the number of FTE positions assigned to the Border Strike Force should be corrected. In addition, there is a 0.7 FTE position in the Criminal Investigations Program that is no longer needed and creates difficulties in accounting for the actual number of positions.

The Executive Recommendation recognizes the FTE change as a technical change that does not affect appropriations.

Funding	FY 2018
General Fund	0.0
Arizona Highway Patrol Fund	0.0
Issue Total	0.0

AZPOST Funding

The Arizona Peace Officer Standards and Training Board (AZPOST) is charged with providing services to 165 law enforcement agencies comprised of over 14,500 sworn peace officers, 6,500 correctional officers, eight regional police training academies, and four community college open enrollee academies. Currently, AZPOST is funded only by Criminal Justice Enhancement Fund money (CJEF), which consists of a 47% surcharge on all criminal and civil fines. However, CJEF has significantly declined in the last eight years, declining another 5% from FY 2015 to FY 2016.

As a result, AZPOST has been forced to: eliminate training grants for law enforcement agencies; reduce in-service annual training, such as the Arizona Leadership Program, Field Training Officer certifications, and Firearms Instructor Certification courses; and hold a vacancy rate of 26% in order to stay within the confines of the revenue received.

The Executive recommends authorizing the AZPOST Director to set fees for AZPOST services in order to supplement the declining CJEF revenue.

Funding	FY 2018
General Fund	0.0
Issue Total	0.0

Baseline Recommendations

Remove FY 2017 One-time Appropriations

The Department's FY 2017 appropriation included one-time expenses for certain initiatives. These issues included one-time expenses related to the Moving Truck Program shift from Weights and Measures to DPS, testing approximately 600 untested sexual assault kits, procuring Law Enforcement Virtual Training Equipment, and one-time equipment costs for the Border Strike Force.

The Executive Recommendation, as a technical adjustment, removes these one-time FY 2017 appropriations.

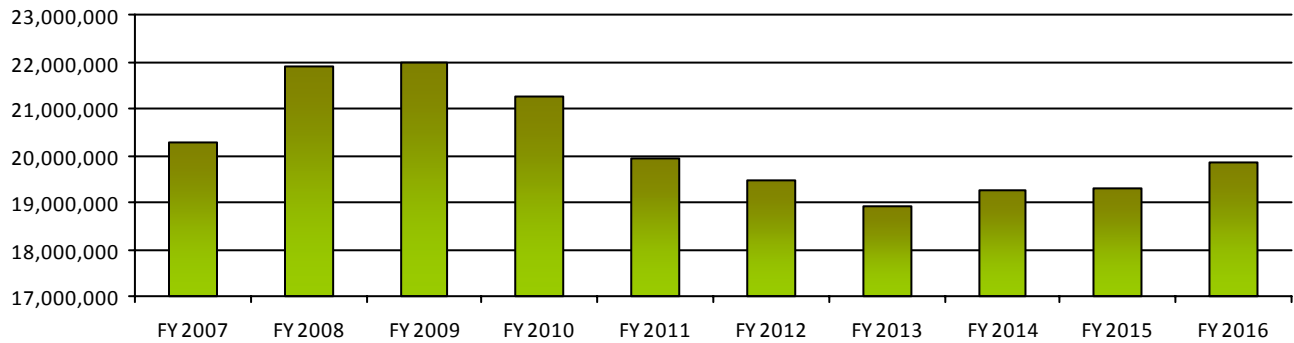
Funding	FY 2018
General Fund	(15,153.5)
Automobile Theft Authority Fund	(3,000.0)
Drug and Gang Prevention Resource Center Fund	(1,000.0)
Concealed Weapons Permit Fund	(2,100.0)
Issue Total	(21,253.5)

Adjustments for risk management charges and retirement contributions for this agency are not incorporated into the totals shown here. They are listed separated with adjustments for all state agencies immediately following the Capital Projects section. Funding for these adjustments is recommended as part of the total Executive Budget.

Performance Measures

	FY 2015	FY 2016	FY 2017	FY 2018
	Actual	Actual	Expected	Expected
Number of highway fatalities.	0	257	228	0
	<i>Link to the AGENCY'S STRATEGIC PLAN</i>			

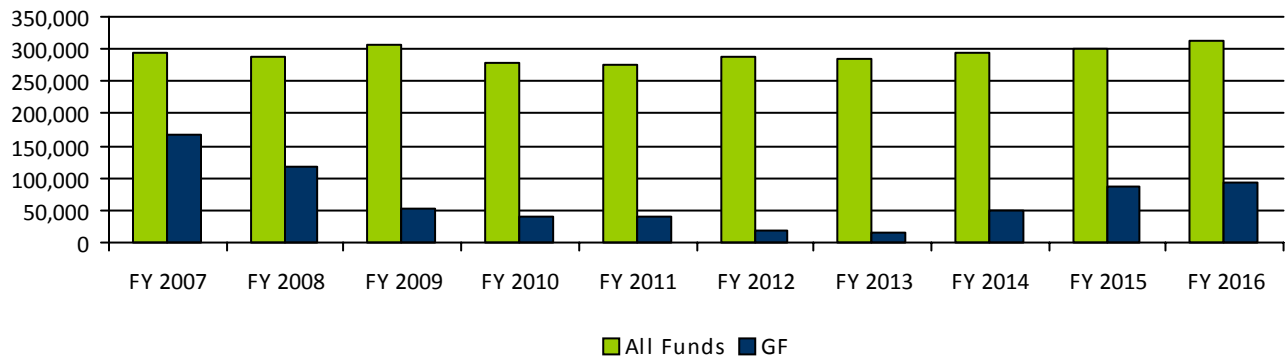
Highway Miles Patrolled



The number of miles driven by Highway Patrol Officers.

Agency Expenditures

(in \$1,000s)



Recommended State Appropriations

BY PROGRAM	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Agency Support	42,214.2	48,729.8	(1,867.8)	46,862.0
Criminal Investigations	54,027.4	82,366.7	(18,004.3)	64,362.4
Highway Patrol	109,348.1	111,733.3	(53.5)	111,679.8
Technical Services	46,045.8	49,755.0	2,273.5	52,028.5
Agency Total - Appropriated Funds	251,635.5	292,584.8	(17,652.1)	274,932.7

BY EXPENDITURE OBJECT	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Personal Services	108,570.4	116,124.6	902.9	117,027.5
ERE Amount	87,485.5	94,146.2	198.5	94,344.7
Prof. And Outside Services	2,501.0	2,868.8	506.5	3,375.3
Travel - In State	677.0	814.2	0.0	814.2
Travel - Out of State	504.5	291.6	0.0	291.6
Aid to Others	5,789.4	5,785.7	0.0	5,785.7
Other Operating Expenses	32,579.0	37,784.6	240.0	38,024.6

BY EXPENDITURE OBJECT	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Equipment	8,940.0	30,070.5	(19,500.0)	10,570.5
Capital Outlay	293.0	682.0	0.0	682.0
Transfers Out	4,295.7	4,016.6	0.0	4,016.6
Agency Total - Appropriated Funds	251,635.5	292,584.8	(17,652.1)	274,932.7

BY APPROPRIATED FUND	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
General Fund	91,456.4	121,195.7	(13,953.5)	107,242.2
Arizona Highway Patrol Fund	20,397.1	24,113.1	0.0	24,113.1
Auto Fingerprint Identification Fund	1,396.6	2,910.2	7.4	2,917.6
Automobile Theft Authority Fund	0.0	3,000.0	(3,000.0)	0.0
Concealed Weapons Permit Fund	1,060.9	3,489.0	(2,079.3)	1,409.7
Crime Laboratory Assessment Fund	772.4	870.2	0.0	870.2
Crime Laboratory Operations Fund	13,136.5	13,597.3	0.0	13,597.3
DNA Identification System Fund	5,068.4	4,969.6	0.0	4,969.6
DPS Criminal Justice Enhancement Fund	2,864.4	2,860.5	0.0	2,860.5
Drug and Gang Prevention Resource Center Fund	0.0	1,000.0	(1,000.0)	0.0
Fingerprint Clearance Card Fund	0.0	0.0	700.0	700.0
Gang and Immigration Intelligence Team Enforcement Mission Fund	4,316.6	2,527.7	0.0	2,527.7
Highway User Revenue Fund	96,409.2	96,006.1	0.0	96,006.1
Motorcycle Safety Fund	205.0	205.0	0.0	205.0
Parity Compensation Fund	2,115.5	2,129.4	1,173.3	3,302.7
Public Safety Equipment Fund	2,072.7	2,893.7	500.0	3,393.7
Risk Management Fund	1,228.1	1,263.7	0.0	1,263.7
Safety Enforcement and Transportation Infrastructure Fund	1,236.5	1,551.8	0.0	1,551.8
State Aid to Indigent Defense Fund	626.0	700.0	0.0	700.0
State Highway Fund	7,273.2	7,301.8	0.0	7,301.8
Agency Total - Appropriated Funds	251,635.5	292,584.8	(17,652.1)	274,932.7

FOR MORE DETAIL ABOUT EACH FUND SEE THE STATE FUNDS BOOK

Special Line Appropriations

	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
ACTIC	1,153.4	1,450.0	0.0	1,450.0
Border Strike Task Force Local Support	0.0	1,261.7	0.0	1,261.7
Border Strike Task Force One-Time	0.0	18,600.0	(18,600.0)	0.0
Border Strike Task Force Ongoing	0.0	6,778.8	4.6	6,783.4
Civil Air Patrol	0.0	150.0	0.0	150.0
GIITEM	23,389.0	22,584.3	52.2	22,636.5
GIITEM Subaccount	2,033.2	2,390.0	0.0	2,390.0
Law Enforcement Officer Virtual Training	0.0	2,100.0	(2,100.0)	0.0
Motor Vehicle Fuel	2,448.7	5,454.6	0.0	5,454.6
Public Safety Equipment	2,072.7	2,890.0	0.0	2,890.0
Sexual Assault Kit Testing	0.0	500.0	700.0	1,200.0
Agency Total - Appropriated Funds	31,097.0	64,159.4	(19,943.2)	44,216.2

Non - Appropriated Funds Expenditures

	FY 2016 Actual	FY 2017 Exp. Plan	FY 2018 Net Change	FY 2018 Exec. Rec.
Board of Fingerprinting Fund	878.9	900.0	0.0	900.0
Capitol Police Towing Fund	2.7	15.0	0.0	15.0
DPS Administration Fund	1,195.1	2,098.0	0.0	2,098.0
DPS Anti-Racketeering	8,165.5	7,562.2	0.0	7,562.2
DPS Licensing Fund	1,229.0	1,199.8	0.0	1,199.8
DPS Peace Officers Training	6,591.4	6,414.5	0.0	6,414.5
DPS Records Processing Fund	5,613.8	5,456.9	0.0	5,456.9
Families of Fallen Police Officers Special Plate Fund	266.5	250.0	0.0	250.0
Federal Grant	21,021.2	65,306.2	(11,267.3)	54,038.9
Fingerprint Clearance Card Fund	5,037.4	5,189.6	0.0	5,189.6
Gang and Immigration Intelligence Team Enforcement Mission Fund	0.0	2,603.4	0.0	2,603.4
IGA and ISA Fund	9,510.2	8,312.0	(734.0)	7,578.0
Indirect Cost Recovery Fund	1,572.1	1,632.2	0.0	1,632.2
Motor Carrier Safety Revolving	1.6	4.0	0.0	4.0
Public Safety Equipment Fund	1,105.3	1,200.0	0.0	1,200.0
Victims Rights Enforcement Fund	418.7	1,000.0	0.0	1,000.0
Agency Total - Non-Appropriated Funds	62,609.4	109,143.8	(12,001.3)	97,142.5

FOR MORE DETAIL ABOUT EACH FUND SEE THE STATE FUNDS BOOK

Federal Funds Expenditures

	FY 2016 Actual	FY 2017 Exp. Plan	FY 2018 Exp. Plan
Agency Total	21,021.2	65,306.2	54,801.5

These are the Federal Expenditures reported by the agencies and, in most cases, are included in the Appropriated or Non-Appropriated Funds expenditures listed above.

Link to the [ALL FEDERAL GRANTS FOR THIS AGENCY ARE DISPLAYED IN THE FEDERAL FUNDS REPORT](#)

The Executive recommends a lump-sum appropriation to the agency with special lines.

Public Safety Personnel Retirement System

PSPRS manages the retirement systems for most law enforcement officers, correctional officers, and elected officials in the State of Arizona.

Link to the **AGENCY'S WEBSITE** www.pspars.com

All numbers representing dollars are expressed in thousands.

Agency Budget Summary

	FY 2016 Actual	FY 2017 Exp.Plan	FY 2018 Net Change	FY 2018 Exec. Rec.
Non-Appropriated Funds	10,763.1	12,804.4	0.0	12,804.4
Agency Total	10,763.1	12,804.4	0.0	12,804.4

Adjustments for risk management charges and retirement contributions for this agency are not incorporated into the totals shown here. They are listed separated with adjustments for all state agencies immediately following the Capital Projects section. Funding for these adjustments is recommended as part of the total Executive Budget.

Non - Appropriated Funds Expenditures

	FY 2016 Actual	FY 2017 Exp. Plan	FY 2018 Net Change	FY 2018 Exec. Rec.
Public Safety Personnel Retirement Fund	10,763.1	12,804.4	0.0	12,804.4
Agency Total - Non-Appropriated Funds	10,763.1	12,804.4	0.0	12,804.4

FOR MORE DETAIL ABOUT EACH FUND SEE THE STATE FUNDS BOOK

Radiation Regulatory Agency

The Arizona Radiation Regulatory Agency provides protection from unnecessary radiation exposure through inspection of radiation sources and their uses, effective response to radiological incidents, environmental sampling, and the certification of those using nuclear medicine technology, those operating x-ray equipment and cosmetic laser technicians.

Link to the **AGENCY'S WEBSITE** <http://www.azrra.gov/>

All numbers representing dollars are expressed in thousands.

Agency Budget Summary

	FY 2016 Actual	FY 2017 Exp.Plan	FY 2018 Net Change	FY 2018 Exec. Rec.
General Fund	1,593.2	1,563.1	0.0	1,563.1
Other Appropriated Funds	816.8	848.1	0.0	848.1
Non-Appropriated Funds	1,385.7	1,165.1	0.0	1,165.1
Agency Total	3,795.7	3,576.3	0.0	3,576.3

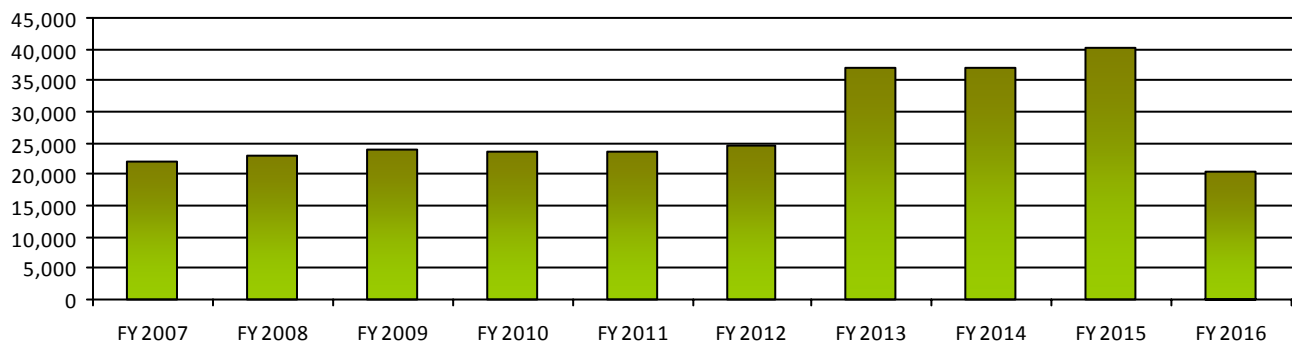
Adjustments for risk management charges and retirement contributions for this agency are not incorporated into the totals shown here. They are listed separated with adjustments for all state agencies immediately following the Capital Projects section. Funding for these adjustments is recommended as part of the total Executive Budget.

Performance Measures

	FY 2015 Actual	FY 2016 Actual	FY 2017 Expected	FY 2018 Expected
Number of radioactive materials inspections	190	159	160	150
Number of environmental sample analyses	1,315	1486	1350	1350
Number of active medical radiologic technologist certificates	8,813	9,226	9,240	9,250
Percent of x-ray tubes overdue for inspection	47	48	41	49

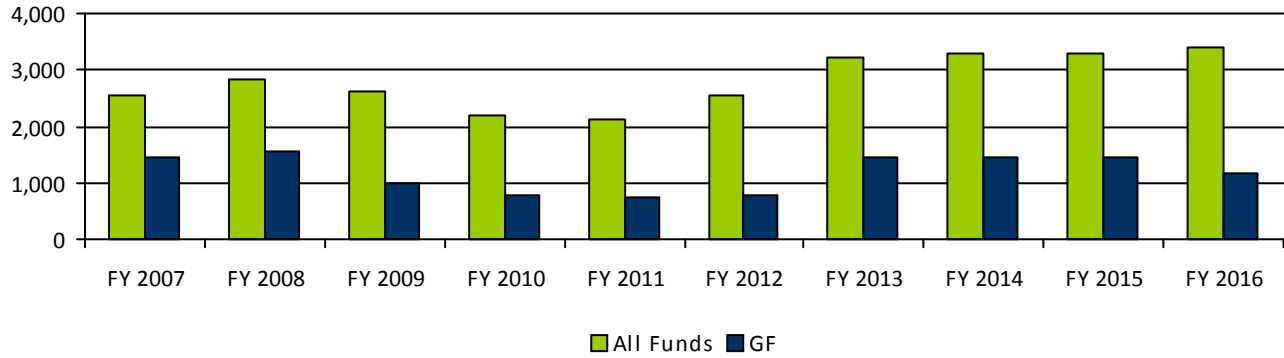
Link to the **AGENCY'S STRATEGIC PLAN**

Total Licenses, Registrations, Certificates Issued



Agency Expenditures

(in \$1,000s)



Recommended State Appropriations

BY PROGRAM	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Emergency Response	456.8	821.4	0.0	821.4
Medical Radiation Technology Board	254.9	304.2	0.0	304.2
Radiation Measurement Laboratory	155.2	110.4	0.0	110.4
Radioactive Materials/Non-Ionizing Radiation	1,060.4	558.3	0.0	558.3
X-Ray Compliance	482.7	616.9	0.0	616.9
Agency Total - Appropriated Funds	2,410.0	2,411.2	0.0	2,411.2

BY EXPENDITURE OBJECT	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Personal Services	867.2	912.4	0.0	912.4
ERE Amount	359.3	380.9	0.0	380.9
Prof. And Outside Services	51.5	39.2	0.0	39.2
Travel - In State	25.3	25.3	0.0	25.3
Travel - Out of State	7.0	7.0	0.0	7.0
Other Operating Expenses	663.0	256.7	0.0	256.7
Equipment	26.9	0.0	0.0	0.0
Transfers Out	409.8	789.7	0.0	789.7
Agency Total - Appropriated Funds	2,410.0	2,411.2	0.0	2,411.2

BY APPROPRIATED FUND	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
General Fund	1,593.2	1,563.1	0.0	1,563.1
Radiation Regulatory Fee Fund	586.4	576.5	0.0	576.5
State Radiologic Technologist Certification Fund	230.4	271.6	0.0	271.6
Agency Total - Appropriated Funds	2,410.0	2,411.2	0.0	2,411.2

FOR MORE DETAIL ABOUT EACH FUND SEE THE STATE FUNDS BOOK

Non - Appropriated Funds Expenditures

	FY 2016 Actual	FY 2017 Exp. Plan	FY 2018 Net Change	FY 2018 Exec. Rec.
Federal Grant	453.9	401.1	0.0	401.1
Laser Safety Fund	59.0	75.4	0.0	75.4
Nuclear Emergency Management	872.8	688.6	0.0	688.6
Agency Total - Non-Appropriated Funds	1,385.7	1,165.1	0.0	1,165.1

FOR MORE DETAIL ABOUT EACH FUND SEE THE STATE FUNDS BOOK

Federal Funds Expenditures

	FY 2016 Actual	FY 2017 Exp. Plan	FY 2018 Exp. Plan
Agency Total	195.5	401.1	401.1

These are the Federal Expenditures reported by the agencies and, in most cases, are included in the Appropriated or Non-Appropriated Funds expenditures listed above.

Link to the [ALL FEDERAL GRANTS FOR THIS AGENCY ARE DISPLAYED IN THE FEDERAL FUNDS REPORT](#)

The Executive recommends a lump-sum appropriation to the agency.

Department of Real Estate

Pursuant to A.R.S. Title 32, Chapter 20 and the Administrative Code Title 4, Chapter 28, the Department regulates real estate licensees (including residential sales, brokers, companies, property managers, and commercial brokers), private cemeteries, and membership camping licensees. The Department also regulates real estate educators and schools, monitoring pre-licensing and continuing education courses to ensure the quality content of courses and the competence of instructors, as well as the quality and timeliness of materials being taught. The Department oversees the administration of licensing examinations as well as the activities of licensees to ensure compliance with the Arizona Revised Statutes and the Commissioner's Rules.

Link to the **AGENCY'S WEBSITE** <http://www.azre.gov/>

All numbers representing dollars are expressed in thousands.

Agency Budget Summary

	FY 2016 Actual	FY 2017 Exp.Plan	FY 2018 Net Change	FY 2018 Exec. Rec.
General Fund	2,551.7	2,994.9	0.0	2,994.9
Non-Appropriated Funds	94.2	178.9	0.0	178.9
Agency Total	2,645.9	3,173.8	0.0	3,173.8

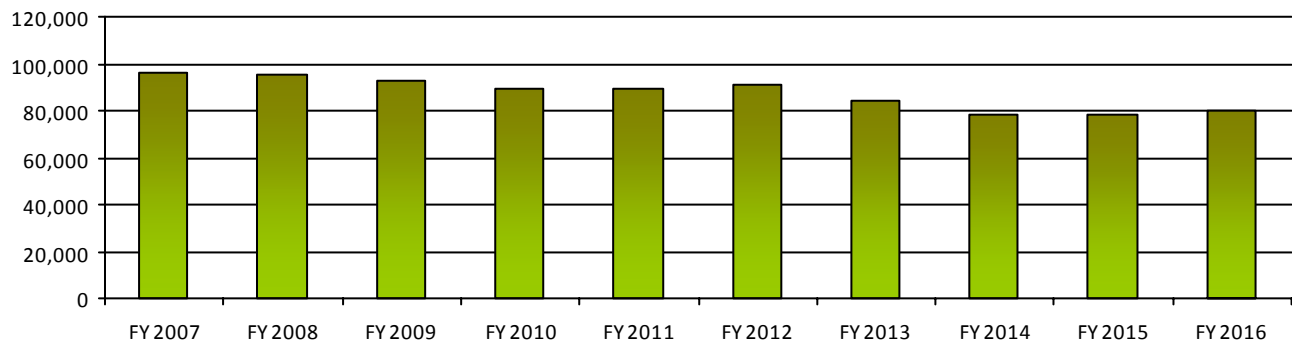
Adjustments for risk management charges and retirement contributions for this agency are not incorporated into the totals shown here. They are listed separated with adjustments for all state agencies immediately following the Capital Projects section. Funding for these adjustments is recommended as part of the total Executive Budget.

Performance Measures

	FY 2015 Actual	FY 2016 Actual	FY 2017 Expected	FY 2018 Expected
Number of real estate licensees	78,038	80,005	81,000	0
Number of subdivision filings received	556	798	800	0
Total real estate applications received	40,978	42,350	N/A	N/A
Average calendar days from receipt of real estate or subdivision complaint to resolution	27	48	N/A	N/A
Total real estate or subdivision complaints investigated	866	692	800	0

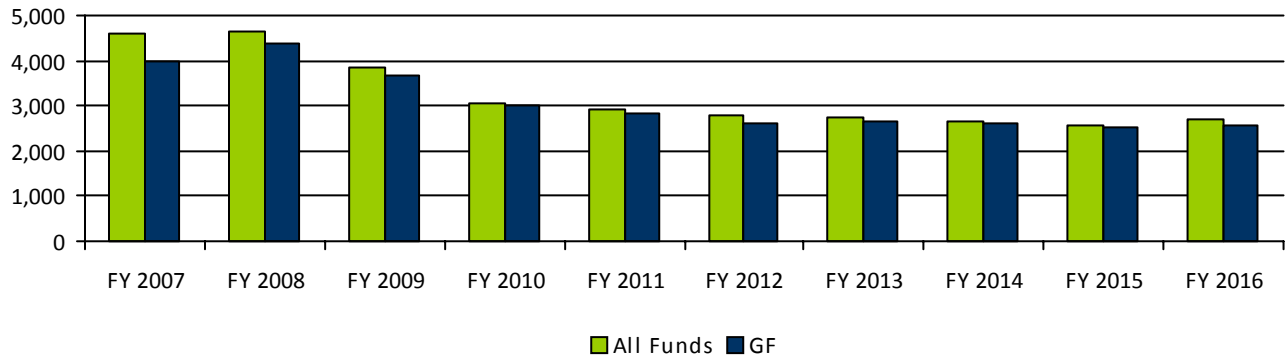
Link to the **AGENCY'S STRATEGIC PLAN**

Number of Licenses



Agency Expenditures

(in \$1,000s)



Recommended State Appropriations

BY PROGRAM	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Licensing and Regulation	2,551.7	2,994.9	0.0	2,994.9
Agency Total - Appropriated Funds	2,551.7	2,994.9	0.0	2,994.9

BY EXPENDITURE OBJECT	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Personal Services	1,410.0	1,612.6	0.0	1,612.6
ERE Amount	549.2	656.2	0.0	656.2
Prof. And Outside Services	94.1	115.0	0.0	115.0
Travel - In State	14.5	15.0	0.0	15.0
Travel - Out of State	3.7	10.0	0.0	10.0
Other Operating Expenses	356.9	498.8	0.0	498.8
Equipment	89.9	87.3	0.0	87.3
Transfers Out	33.4	0.0	0.0	0.0
Agency Total - Appropriated Funds	2,551.7	2,994.9	0.0	2,994.9

BY APPROPRIATED FUND	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
General Fund	2,551.7	2,994.9	0.0	2,994.9
Agency Total - Appropriated Funds	2,551.7	2,994.9	0.0	2,994.9

FOR MORE DETAIL ABOUT EACH FUND SEE THE STATE FUNDS BOOK

Non - Appropriated Funds Expenditures

	FY 2016 Actual	FY 2017 Exp. Plan	FY 2018 Net Change	FY 2018 Exec. Rec.
Condo and Planned Community Hearing Office	0.0	23.5	0.0	23.5
Real Estate Education Revolving	11.0	15.7	0.0	15.7
Real Estate Recovery	83.2	139.7	0.0	139.7
Agency Total - Non-Appropriated Funds	94.2	178.9	0.0	178.9

FOR MORE DETAIL ABOUT EACH FUND SEE THE STATE FUNDS BOOK

The Executive recommends a lump-sum appropriation to the agency.

Residential Utility Consumer Office

The Residential Utility Consumer Office (RUCO) is an agency comprised mainly of attorneys and financial analysts. RUCO participates in matters before the Corporation Commission regarding utility rate increases, renewable energy standards, and Commission rulemaking. RUCO reviews utility financial records, conducts discovery, offers testimony and presents witnesses at evidentiary hearings to argue positions in favor of residential utility ratepayers.

Link to the **AGENCY'S WEBSITE** <http://www.azruco.gov/>

All numbers representing dollars are expressed in thousands.

Agency Budget Summary

	FY 2016 Actual	FY 2017 Exp.Plan	FY 2018 Net Change	FY 2018 Exec. Rec.
Other Appropriated Funds	1,221.9	1,331.4	0.0	1,331.4
Agency Total	1,221.9	1,331.4	0.0	1,331.4

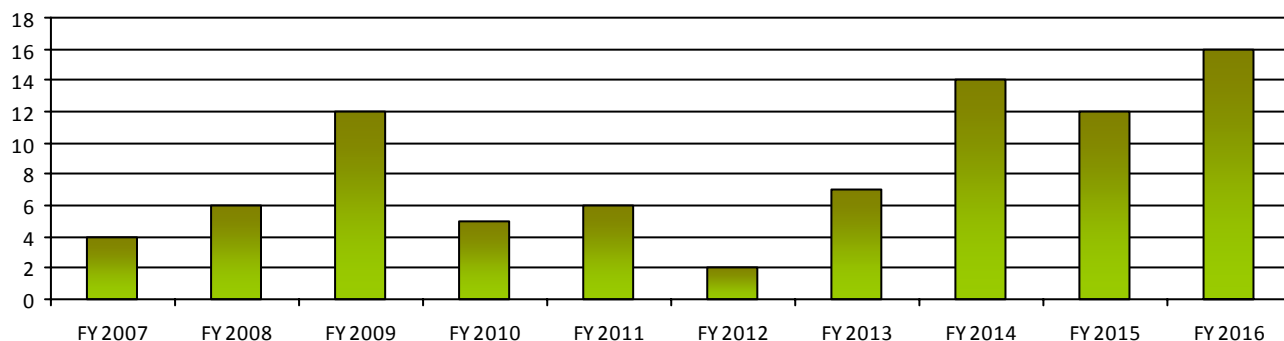
Adjustments for risk management charges and retirement contributions for this agency are not incorporated into the totals shown here. They are listed separated with adjustments for all state agencies immediately following the Capital Projects section. Funding for these adjustments is recommended as part of the total Executive Budget.

Performance Measures

	FY 2015 Actual	FY 2016 Actual	FY 2017 Expected	FY 2018 Expected
Number of cases analyzed	13	17	13	12
RUCO interventions in rate making	12	16	13	12
Customer satisfaction rating for residential utility customers (scale 1-8)	7.5	7.5	7.5	7.5

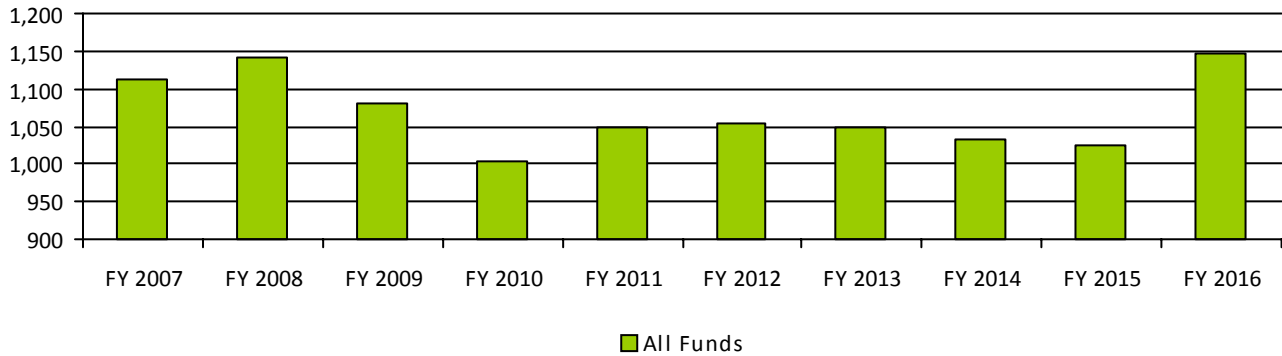
Link to the **AGENCY'S STRATEGIC PLAN**

Number of Interventions in Rate Making



Agency Expenditures

(in \$1,000s)



Recommended State Appropriations

BY PROGRAM	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Ratepayer Representation	1,221.9	1,331.4	0.0	1,331.4
Agency Total - Appropriated Funds	1,221.9	1,331.4	0.0	1,331.4

BY EXPENDITURE OBJECT	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Personal Services	634.6	757.7	0.0	757.7
ERE Amount	232.9	241.9	0.0	241.9
Prof. And Outside Services	158.9	147.4	0.0	147.4
Travel - In State	6.3	8.6	0.0	8.6
Travel - Out of State	9.7	7.0	0.0	7.0
Other Operating Expenses	179.5	168.8	0.0	168.8
Agency Total - Appropriated Funds	1,221.9	1,331.4	0.0	1,331.4

BY APPROPRIATED FUND	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Residential Utility Consumer Office Revolving Fund	1,221.9	1,331.4	0.0	1,331.4
Agency Total - Appropriated Funds	1,221.9	1,331.4	0.0	1,331.4

FOR MORE DETAIL ABOUT EACH FUND SEE THE STATE FUNDS BOOK

Special Line Appropriations

	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Professional Witnesses Appropriation	158.9	145.0	0.0	145.0
Agency Total - Appropriated Funds	158.9	145.0	0.0	145.0

The Executive recommends a lump-sum appropriation to the agency with special lines.

Board of Respiratory Care Examiners

Respiratory Care Practitioners work in therapeutic, surgical, and/or clinical settings to monitor respiration and lung health, as well as to diagnose and treat disorders. The Board of Respiratory Care Examiners regulates the practice of respiratory care in Arizona. The Board examines and licenses respiratory care practitioners based on minimum competency standards set by the Legislature. Additionally, the Board enforces state laws, rules, and regulations set forth to ensure public safety and investigates complaints filed against a member of the professional community.

Link to the **AGENCY'S WEBSITE** <http://rb.az.gov/>

All numbers representing dollars are expressed in thousands.

Agency Budget Summary

	FY 2016 Actual	FY 2017 Exp.Plan	FY 2018 Net Change	FY 2018 Exec. Rec.
Other Appropriated Funds	290.7	300.3	58.0	358.3
Agency Total	290.7	300.3	58.0	358.3

Main Points of Executive Recommendations

	FY 2017	FY 2018
Statewide E-licensing System	0.0	38.5

Major Executive Initiatives and Funding Recommendations

Statewide E-licensing System

The process to review applications and issue licenses at many State agencies, including the Board of Respiratory Care Examiners, is in need of modernization. The Arizona Strategic Enterprise and Technology Office within the Department of Administration, with engagement from stakeholders at State agencies, has issued a request for proposals to implement a statewide e-licensing system. This system will be more secure than agency-developed applications and will be adapted to the specific information requirements of each State agency, while providing customers a consistent user experience.

The final cost of the system will be known once a vendor is selected in early 2017. However, pending issuance of the contract and finalization of the cost estimate, the Executive recommends appropriating \$38,500 from the Board of Respiratory Care Examiners Fund to the Automation Projects Fund in FY 2018 for the development of an e-licensing system. This amount will be adjusted when the system's costs are finalized.

Funding	FY 2018
Board of Respiratory Care Examiners Fund	38.5
Issue Total	38.5

Temporary Caseload Increase

A recent audit of respiratory care attendants correlated with a large increase in investigative cases at the Respiratory Board. From FY 2012 to FY 2015, the average number of cases was 95 per year, ranging from 70 to 120. In FY 2016, that number jumped to 190 cases, and the Board expects that increase to continue in FY 2018, causing a backlog.

The Executive recommends a one-time appropriation to hire temporary personnel to process the increased number of cases.

Funding	FY 2018
Board of Respiratory Care Examiners Fund	19.5
Issue Total	19.5

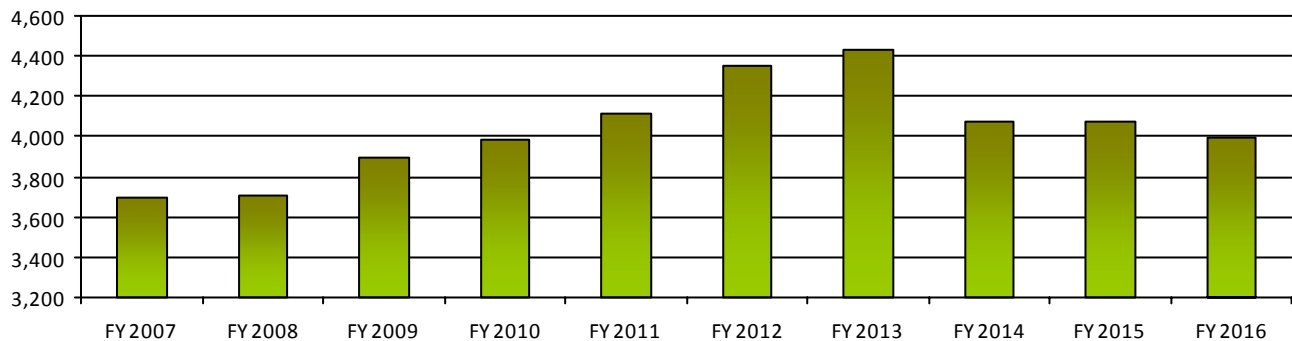
Adjustments for risk management charges and retirement contributions for this agency are not incorporated into the totals shown here. They are listed separated with adjustments for all state agencies immediately following the Capital Projects section. Funding for these adjustments is recommended as part of the total Executive Budget.

Performance Measures

	FY 2015 Actual	FY 2016 Actual	FY 2017 Expected	FY 2018 Expected
Total number of practitioners investigated	126	183	100	100
Average days from receipt of complaint to resolution	60	59	180	180
Total number of applications for permanent licenses	1,766	1,777	1,750	1,750

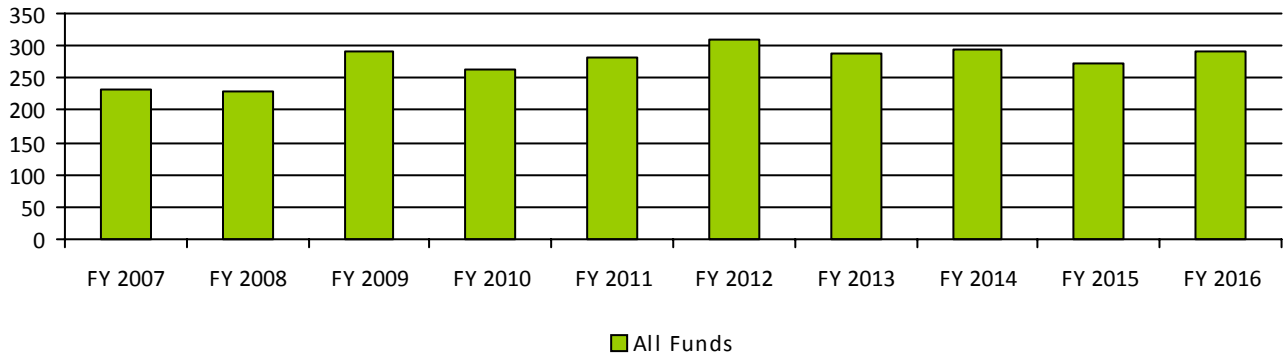
Link to the [AGENCY'S STRATEGIC PLAN](#)

Number of Licensees



Agency Expenditures

(in \$1,000s)



Recommended State Appropriations

BY PROGRAM	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Licensing and Regulation	290.7	300.3	58.0	358.3
Agency Total - Appropriated Funds	290.7	300.3	58.0	358.3

BY EXPENDITURE OBJECT	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Personal Services	168.4	176.5	16.0	192.5
ERE Amount	62.6	62.6	3.5	66.1
Prof. And Outside Services	6.5	6.5	38.5	45.0
Travel - In State	1.1	1.5	0.0	1.5
Travel - Out of State	1.8	2.0	0.0	2.0
Other Operating Expenses	50.3	50.5	0.0	50.5
Equipment	0.0	0.7	0.0	0.7
Agency Total - Appropriated Funds	290.7	300.3	58.0	358.3

BY APPROPRIATED FUND	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Board of Respiratory Care Examiners Fund	290.7	300.3	58.0	358.3
Agency Total - Appropriated Funds	290.7	300.3	58.0	358.3

FOR MORE DETAIL ABOUT EACH FUND SEE THE STATE FUNDS BOOK

The Executive recommends a lump-sum appropriation to the agency.

Arizona State Retirement System

The Arizona State Retirement System provides pension, retiree health insurance, and long-term disability benefits to most public sector employers in Arizona, including state universities and colleges, public school districts, and state and local governments.

Link to the **AGENCY'S WEBSITE** www.azasrs.gov

All numbers representing dollars are expressed in thousands.

Agency Budget Summary

	FY 2016 Actual	FY 2017 Exp.Plan	FY 2018 Net Change	FY 2018 Exec. Rec.
Other Appropriated Funds	24,473.7	27,484.2	(2,600.0)	24,884.2
Non-Appropriated Funds	167,925.6	195,690.0	16,781.0	212,471.0
Agency Total	192,399.3	223,174.2	14,181.0	237,355.2

Major Executive Initiatives and Funding Recommendations

Reduce Long-term Disability Appropriation

The long-term disability program for Arizona State Retirement System members is funded by a payroll contribution split evenly between employer and employee. ASRS contracts with a third-party vendor to administer the long-term disability program. In FY 2017, ASRS awarded a contract to a new administrator, lowering the monthly administrative cost and costs per claims and resulting in estimated total savings of \$300,000. To capture the savings, the Executive recommends removing \$300,000 from the Long-Term Disability Trust Fund appropriation.

Funding	FY 2018
LTD Trust Fund	(300.0)
Issue Total	(300.0)

Reduce Operating Budget Appropriation

Over several fiscal years, ASRS has identified opportunities to modernize and re-engineer its internal processes and systems to make them more efficient and cost effective. Examples of those opportunities include reducing printing, postage, and internal software development and maintenance costs. Through those cost reductions, ASRS has realized \$230,000 in efficiency savings. To capture the savings, the Executive recommends reducing ASRS's operating budget by \$230,000.

Funding	FY 2018
Retirement System Appropriated Fund	(230.0)
Issue Total	(230.0)

Baseline Recommendations

Remove Automation Upgrades Modernization Funding

In FY 2014, the Arizona State Retirement System received the first of four annual appropriations to fund a project to consolidate and upgrade the ASRS business application system. In FY 2017, ASRS received the final appropriation for the project. As the project is on time and on budget, for FY 2018 the Executive recommends removing the appropriation for the project.

Funding

Retirement System Appropriated Fund

FY 2018

(2,070.0)

Issue Total

(2,070.0)

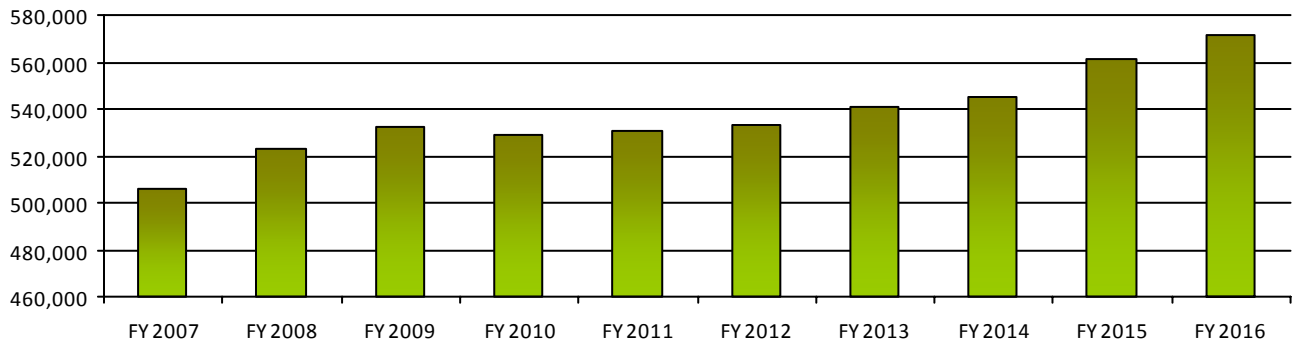
Adjustments for risk management charges and retirement contributions for this agency are not incorporated into the totals shown here. They are listed separated with adjustments for all state agencies immediately following the Capital Projects section. Funding for these adjustments is recommended as part of the total Executive Budget.

Performance Measures

	FY 2015 Actual	FY 2016 Actual	FY 2017 Expected	FY 2018 Expected
Percent of overall member satisfaction with the service purchase process (objective 90%)	88	78	90	90
Percentage of overall member satisfaction with Telephone Service at the Arizona State Retirement System (objective 90%)	97	n/a	90	90
Percentage of investment returns	3.2	0.5	8.0	8.0

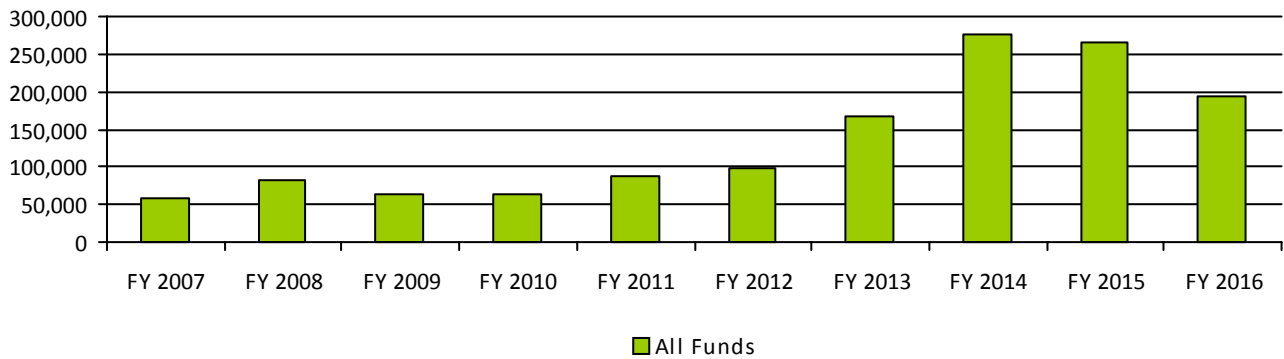
Link to the [AGENCY'S STRATEGIC PLAN](#)

Total Membership



Agency Expenditures

(in \$1,000s)



Recommended State Appropriations

BY PROGRAM	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Administration and Support	4,518.2	4,647.9	0.0	4,647.9
Investment Management	364.1	297.5	0.0	297.5
Member Services	19,591.4	22,538.8	(2,600.0)	19,938.8
Agency Total - Appropriated Funds	24,473.7	27,484.2	(2,600.0)	24,884.2

BY EXPENDITURE OBJECT	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Personal Services	12,929.6	13,025.0	0.0	13,025.0
ERE Amount	4,820.7	5,027.3	0.0	5,027.3
Prof. And Outside Services	3,992.1	6,147.4	(2,370.0)	3,777.4
Travel - In State	30.3	30.0	0.0	30.0
Travel - Out of State	66.3	49.0	0.0	49.0
Other Operating Expenses	2,008.2	2,801.0	(230.0)	2,571.0
Equipment	620.0	389.5	0.0	389.5
Transfers Out	6.5	15.0	0.0	15.0
Agency Total - Appropriated Funds	24,473.7	27,484.2	(2,600.0)	24,884.2

BY APPROPRIATED FUND	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
LTD Trust Fund	2,071.9	2,800.0	(300.0)	2,500.0
Retirement System Appropriated Fund	22,401.8	24,684.2	(2,300.0)	22,384.2
Agency Total - Appropriated Funds	24,473.7	27,484.2	(2,600.0)	24,884.2

FOR MORE DETAIL ABOUT EACH FUND SEE THE STATE FUNDS BOOK

Special Line Appropriations

	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Automation Upgrades (IT Modernization)	558.1	2,070.0	(2,070.0)	0.0
Agency Total - Appropriated Funds	558.1	2,070.0	(2,070.0)	0.0

Non - Appropriated Funds Expenditures

	FY 2016 Actual	FY 2017 Exp. Plan	FY 2018 Net Change	FY 2018 Exec. Rec.
Arizona State Retirement System	167,924.0	195,690.0	16,781.0	212,471.0
LTD Trust Fund	1.6	0.0	0.0	0.0
Agency Total - Non-Appropriated Funds	167,925.6	195,690.0	16,781.0	212,471.0

FOR MORE DETAIL ABOUT EACH FUND SEE THE STATE FUNDS BOOK

The Executive recommends a lump-sum appropriation to the agency.

Department of Revenue

Pursuant to Arizona Revised Statutes Titles 42 and 43, the Department of Revenue administers and enforces the collection of individual and corporate income, transaction privilege, withholding and luxury taxes. The Department oversees the fifteen county assessors in the administration of state property tax laws.

Link to the **AGENCY'S WEBSITE** <http://www.azdor.gov/>

All numbers representing dollars are expressed in thousands.

Agency Budget Summary

	FY 2016 Actual	FY 2017 Exp.Plan	FY 2018 Net Change	FY 2018 Exec. Rec.
General Fund	28,393.7	29,998.3	0.0	29,998.3
Other Appropriated Funds	45,691.1	48,134.9	(1,900.0)	46,234.9
Non-Appropriated Funds	4,695.2	588.0	0.0	588.0
Agency Total	78,780.0	78,721.2	(1,900.0)	76,821.2

Main Points of Executive Recommendations

	FY 2017	FY 2018
Critical Need for Technology Infrastructure	0.0	0.0

Major Executive Initiatives and Funding Recommendations

Critical Need for Technology Infrastructure

Some of the Department's data centers do not meet current power and fire-safety standards, and the equipment they house is at or past the end of its product life cycle. To modernize the Department's infrastructure and ensure the reliable operation of the State's critical tax systems, the Executive recommends funding for new equipment to be co-located at a shared, private sector facility.

The Executive recommends appropriating \$10.0 million for this project from the Automation Projects Fund. The recommendation includes financing the project through a transfer of \$7.0 million from the General Fund and \$3.0 million from the Department's Administrative Fund to the Automation Projects Fund. Transfer and appropriation information from the Automation Projects Fund are located in the Department of Administration's Operating Budget Detail.

The Executive further recommends that any monies remaining in the Automation Projects Fund from the \$1 million appropriated in FY 2017 for an IT systems upgrade feasibility study be reallocated to the support of this project. Any expenditure of funds would be contingent upon favorable review of specific project plans and feasibility study findings by relevant State oversight bodies.

Funding	FY 2018
General Fund	0.0
Issue Total	0.0

Baseline Recommendations

Remove FY 2017 One-time Appropriations

The Department's FY 2017 appropriation included a one-time appropriation from the General Fund to the Veterans' Income Tax Settlement Fund, to pay claims related to the improper withholding of State income tax by the U.S. Department of Defense from the service pay of Native American military service members. The Executive Recommendation, as a technical adjustment, removes the one-time FY 2017 appropriation.

Funding	FY 2018
Veterans' Income Tax Settlement Fund	(1,900.0)
Issue Total	(1,900.0)

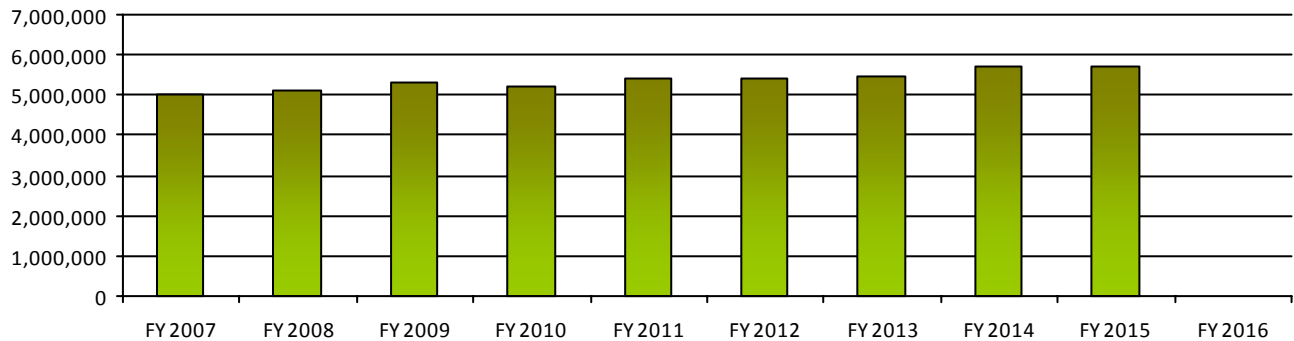
Adjustments for risk management charges and retirement contributions for this agency are not incorporated into the totals shown here. They are listed separated with adjustments for all state agencies immediately following the Capital Projects section. Funding for these adjustments is recommended as part of the total Executive Budget.

Performance Measures

	FY 2015 Actual	FY 2016 Actual	FY 2017 Expected	FY 2018 Expected
Average calendar days to refund total Individual Income tax checks (paper warrants and electronic deposits)	10.22	10.47	0	0

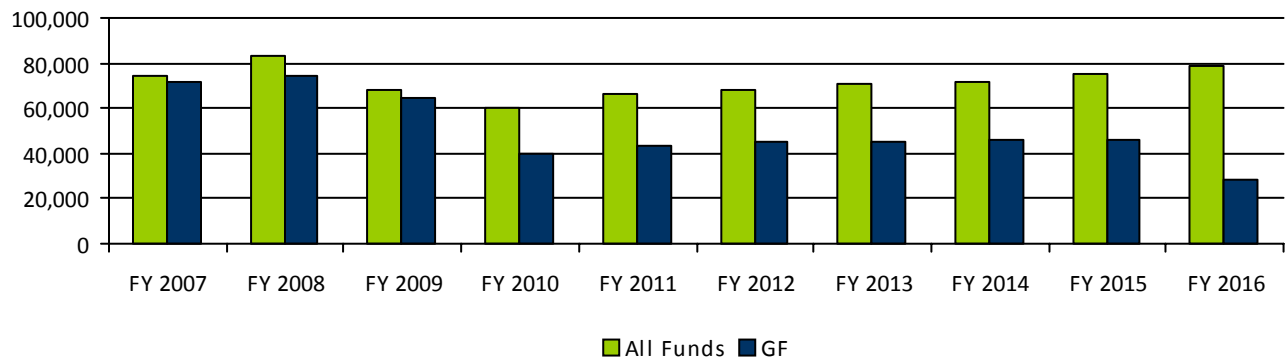
Link to the [AGENCY'S STRATEGIC PLAN](#)

Total Returns Processed



Agency Expenditures

(in \$1,000s)



Recommended State Appropriations

BY PROGRAM	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Agency Support	32,332.3	32,702.6	0.0	32,702.6
Education and Compliance	23,034.9	21,315.4	0.0	21,315.4
Processing	6,215.1	8,386.8	0.0	8,386.8
Service	12,502.5	15,728.4	(1,900.0)	13,828.4
Agency Total - Appropriated Funds	74,084.8	78,133.2	(1,900.0)	76,233.2

BY EXPENDITURE OBJECT	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Personal Services	34,211.2	30,234.4	0.0	30,234.4
ERE Amount	14,393.0	13,000.2	0.0	13,000.2
Prof. And Outside Services	10,603.3	13,171.1	0.0	13,171.1
Travel - In State	142.8	246.8	0.0	246.8
Travel - Out of State	74.9	59.1	0.0	59.1
Other Operating Expenses	12,184.7	15,053.5	(100.0)	14,953.5
Equipment	2,474.8	4,568.1	0.0	4,568.1
Transfers Out	0.0	1,800.0	(1,800.0)	0.0
Agency Total - Appropriated Funds	74,084.8	78,133.2	(1,900.0)	76,233.2

BY APPROPRIATED FUND	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
General Fund	28,393.7	29,998.3	0.0	29,998.3
Department of Revenue Administrative Fund	44,793.6	45,158.7	0.0	45,158.7
DOR Liability Setoff Fund	266.9	397.9	0.0	397.9
Tobacco Tax and Health Care Fund	630.5	678.3	0.0	678.3
Veterans' Income Tax Settlement Fund	0.0	1,900.0	(1,900.0)	0.0
Agency Total - Appropriated Funds	74,084.8	78,133.2	(1,900.0)	76,233.2

FOR MORE DETAIL ABOUT EACH FUND SEE THE STATE FUNDS BOOK

Special Line Appropriations

	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
BRITS Operational Support	7,150.8	7,497.5	0.0	7,497.5
Income tax fraud prevention	0.0	3,150.0	0.0	3,150.0
TPT Information Technology	1,150.4	0.0	0.0	0.0
TPT Simplification	974.9	970.4	0.0	970.4
Unclaimed Property Administration and Audit	1,880.8	1,218.5	0.0	1,218.5
Veterans Income Tax Settlements	0.0	1,900.0	0.0	1,900.0
Agency Total - Appropriated Funds	11,157.0	14,736.4	0.0	14,736.4

Non - Appropriated Funds Expenditures

	FY 2016 Actual	FY 2017 Exp. Plan	FY 2018 Net Change	FY 2018 Exec. Rec.
IGA and ISA Fund	4,690.7	586.0	0.0	586.0
Revenue Publication Revolving	4.5	0.0	0.0	0.0
Statewide Employee Recognition Gifts/Donations	0.0	2.0	0.0	2.0
Agency Total - Non-Appropriated Funds	4,695.2	588.0	0.0	588.0

FOR MORE DETAIL ABOUT EACH FUND SEE THE STATE FUNDS BOOK

The Executive recommends a lump-sum appropriation to the agency with special lines.

School Facilities Board

The School Facilities Board is charged with the administration of four capital programs: a) New School Facilities, b) Building Renewal Grant, c) Preventative Maintenance, and d) Emergency Deficiencies Corrections.

In order to effectively evaluate the State's school capital needs, the Board maintains a facilities database consisting of information reported by each school district that aids the Board in determining the funding level for the construction of new facilities. Through periodic inspections, the Board is mandated to ensure compliance with building adequacy standards and routine preventative maintenance guidelines with respect to the new construction of buildings and maintenance of existing buildings. The Board also administers an Emergency Deficiencies Corrections program in the event that a school district has a serious need for materials, services, construction, or expenses in excess of the district's adopted budget that seriously threatens the functioning of the school district, the preservation or protection of property or public health, safety, and welfare.

Link to the **AGENCY'S WEBSITE** <http://www.azsfb.gov>

All numbers representing dollars are expressed in thousands.

Agency Budget Summary

	FY 2016 Actual	FY 2017 Exp.Plan	FY 2018 Net Change	FY 2018 Exec. Rec.
General Fund	230,378.0	228,094.4	248.4	228,342.8
Non-Appropriated Funds	309,322.3	359,791.1	(39,359.6)	320,431.5
Agency Total	539,700.3	587,885.5	(39,111.2)	548,774.3

Main Points of Executive Recommendations

	FY 2017	FY 2018
New Building Renewal Grants	0.0	17,167.9

Major Executive Initiatives and Funding Recommendations

New Building Renewal Grants

Between 1999 and 2004, the School Facilities Board (SFB) completed deficiency corrections projects totaling \$1.3 billion. As many of these projects are nearing the end of their useful life, SFB has recently seen an increase in school district building renewal requests. From calendar year 2013 to the most-recently completed year (2015), the number of building renewal requests submitted to the SFB more than doubled, from 246 to 577.

The Executive recommends an increase of \$17.2 million General Fund for building renewal at the SFB. This will more than double the \$16.7 million in the base, making a total of \$33.8 million available to the SFB for FY 2018 building renewal.

Funding	FY 2018
General Fund	17,167.9
Issue Total	17,167.9

Baseline Recommendations

New School Facilities Debt

The Executive Recommendation aligns the appropriation with the debt payment schedule for previously authorized new school construction.

Funding	FY 2018
General Fund	(244.9)
Issue Total	(244.9)

New School Facilities Fund

The Executive recommends the removal of (\$1,174,600) for construction funding due to the anticipated completion of the construction of a Benson Unified School District project. The recommendation continues the FY 2017 appropriation of \$23.1 million for two school districts: Agua Fria and Chandler Unified. This second-year appropriation in FY 2018 should allow the completion of those projects.

In March 2017, after all school districts have submitted their capital plans, the SFB will revise its capital plan. If it determines that school districts are in need of additional school space, new school construction funding will be addressed with the Legislature at that time.

Funding	FY 2018
General Fund	(1,174.6)
Issue Total	(1,174.6)

FY 2017 One-time Appropriations

The Executive recommends, as a technical adjustment, removal of \$15 million in one-time FY 2017 appropriation for building renewal and \$500,000 in one-time FY 2017 appropriation for the credit enhancement program transaction costs.

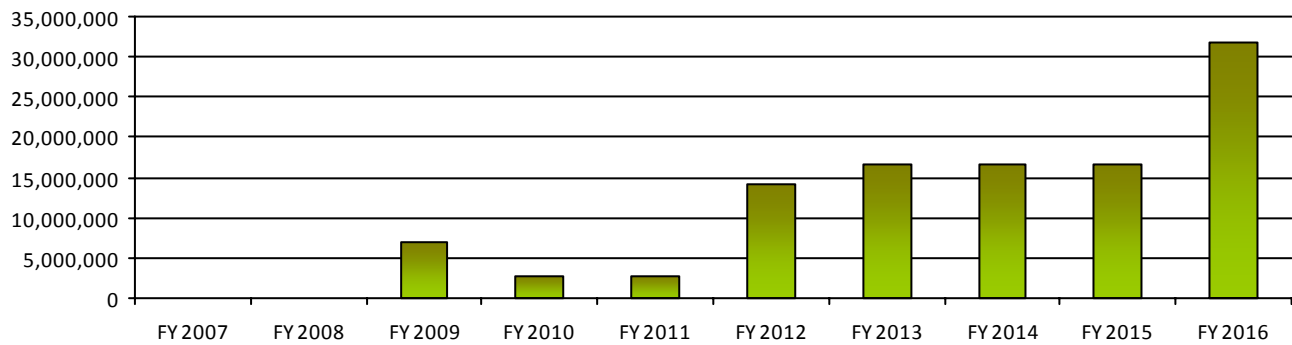
Funding	FY 2018
General Fund	(15,500.0)
Issue Total	(15,500.0)

Adjustments for risk management charges and retirement contributions for this agency are not incorporated into the totals shown here. They are listed separated with adjustments for all state agencies immediately following the Capital Projects section. Funding for these adjustments is recommended as part of the total Executive Budget.

Performance Measures

	FY 2015 Actual	FY 2016 Actual	FY 2017 Expected	FY 2018 Expected
Percent of all school district schools inspected to ensure minimum adequacy guidelines	1	1	NA	NA
Percent of inspected schools determined to have an adequate preventative maintenance program	50	50	NA	NA
Number of new school construction projects completed	0	1	NA	NA
	<i>Link to the AGENCY'S STRATEGIC PLAN</i>			

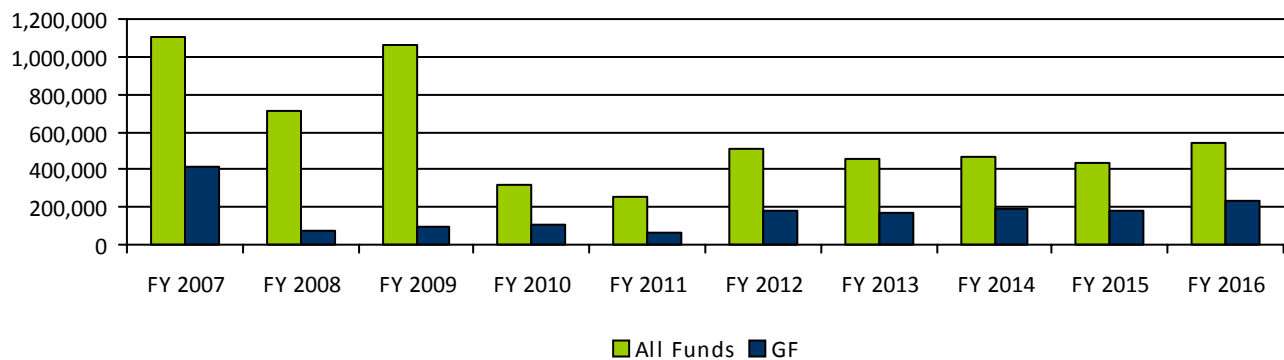
Building Renewal Grants



The Building Renewal Grant program was initiated in FY 2009 as an alternative to the Building Renewal formula. Under this program, the school facilities board distributes monies from the fund based on grant requests from school districts to fund primary building renewal projects.

Agency Expenditures

(in \$1,000s)



Total expenditures include transfers from the General Fund to non-appropriated funds. The combined General Fund transfers and the non-appropriated funds' expenditures cause a double counting of expenditures in some instances.

Recommended State Appropriations

BY PROGRAM	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
School Facilities Board	230,378.0	228,094.4	248.4	228,342.8
Agency Total - Appropriated Funds	230,378.0	228,094.4	248.4	228,342.8

BY EXPENDITURE OBJECT	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Personal Services	785.9	1,031.2	0.0	1,031.2
ERE Amount	273.9	289.5	0.0	289.5
Prof. And Outside Services	143.2	143.7	0.0	143.7
Travel - In State	16.7	20.0	0.0	20.0
Travel - Out of State	0.1	0.0	0.0	0.0
Aid to Others	0.0	500.0	(500.0)	0.0

BY EXPENDITURE OBJECT	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Other Operating Expenses	182.3	182.3	0.0	182.3
Equipment	34.1	0.0	0.0	0.0
Transfers Out	228,941.8	225,927.7	748.4	226,676.1
Agency Total - Appropriated Funds	230,378.0	228,094.4	248.4	228,342.8

BY APPROPRIATED FUND	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
General Fund	230,378.0	228,094.4	248.4	228,342.8
Agency Total - Appropriated Funds	230,378.0	228,094.4	248.4	228,342.8

FOR MORE DETAIL ABOUT EACH FUND SEE THE STATE FUNDS BOOK

Special Line Appropriations

	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Building Renewal	31,667.9	31,667.9	2,167.9	33,835.8
New School Construction	26,149.6	24,253.2	(1,174.6)	23,078.6
New School Facilities Debt	171,109.4	170,006.6	(244.9)	169,761.7
Agency Total - Appropriated Funds	228,926.9	225,927.7	748.4	226,676.1

Non - Appropriated Funds Expenditures

	FY 2016 Actual	FY 2017 Exp. Plan	FY 2018 Net Change	FY 2018 Exec. Rec.
Access Our Best Public Schools Fund	23,900.0	0.0	0.0	0.0
Building Renewal Grant Fund	23,472.4	68,255.0	(36,587.1)	31,667.9
Emergency Deficiencies Correction Fund	716.9	1,353.0	(1,353.0)	0.0
Lease to Own Debt Service	167,956.0	173,038.5	(244.9)	172,793.6
New School Facilities Fund	245.0	26,552.4	(1,174.6)	25,377.8
School Facilities Revenue Bond Debt Service	69,667.0	64,146.2	0.0	64,146.2
State School Trust Revenue Bond Debt Svc	23,365.0	26,446.0	0.0	26,446.0
Agency Total - Non-Appropriated Funds	309,322.3	359,791.1	(39,359.6)	320,431.5

FOR MORE DETAIL ABOUT EACH FUND SEE THE STATE FUNDS BOOK

The Executive recommends a lump-sum appropriation to the agency with special lines.

Department of State - Secretary of State

The Department of State is headed by a publicly elected Secretary of State, who serves as Acting Governor in the absence of the Governor and succeeds the Governor should a vacancy occur. The Secretary of State is the keeper of the Great Seal of the State of Arizona and is also the Chief State Election Officer who administers election functions, including canvass and certification of statewide elections, and coordinates statewide voter registration. The Secretary of State's office receives and records various filings, including Uniform Commercial Code transactions, trademark and trade name registrations, and limited partnership and limited liability partnership filings. The Office also registers lobbyists and accepts periodic lobbyist and campaign finance filings; publishes all official acts of the State of Arizona including laws, the Arizona Administrative Code, and the Arizona Administrative Register; files the notices of the Governor's appointments to State boards and commissions; appoints notaries public; and applies apostilles to all international transactions.

The Arizona State Library, Archives and Public Records division provides general information services as well as research and reference services in the subject areas of law, government, public policy, genealogy, and Arizona. The division administers state and federal grants for public libraries and offers consultant services to both public libraries and government agencies. The division also offers special library and information services for anyone who is unable to read or use standard printed materials as a result of temporary or permanent visual or physical limitations, manages public record archival retention programs, and creates exhibits to educate the public regarding governmental and Arizona history and the legislative process.

Link to the **AGENCY'S WEBSITE** <http://www.azsos.gov/>

All numbers representing dollars are expressed in thousands.

Agency Budget Summary

	FY 2016 Actual	FY 2017 Exp.Plan	FY 2018 Net Change	FY 2018 Exec. Rec.
General Fund	14,586.7	14,969.2	0.0	14,969.2
Other Appropriated Funds	1,259.7	3,681.5	0.0	3,681.5
Non-Appropriated Funds	4,139.0	4,292.2	(15.0)	4,277.2
Agency Total	19,985.4	22,942.9	(15.0)	22,927.9

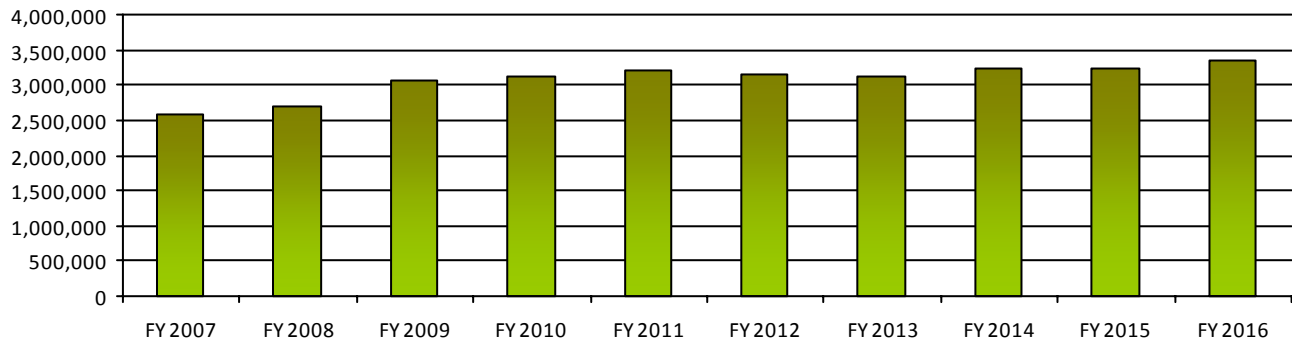
Adjustments for risk management charges and retirement contributions for this agency are not incorporated into the totals shown here. They are listed separated with adjustments for all state agencies immediately following the Capital Projects section. Funding for these adjustments is recommended as part of the total Executive Budget.

Performance Measures

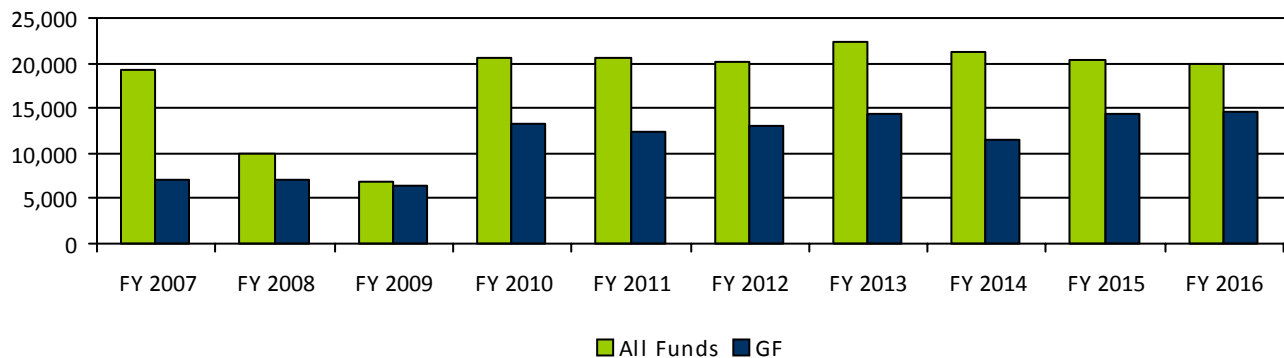
	FY 2015 Actual	FY 2016 Actual	FY 2017 Expected	FY 2018 Expected
Total voter registration	3697900	3,353,309	3,700,000	3,800,000

Link to the **AGENCY'S STRATEGIC PLAN**

Registered Voters As Of January 1



Agency Expenditures (in \$1,000s)



Recommended State Appropriations

BY PROGRAM	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Business Services	889.6	764.2	0.0	764.2
Constitution and Administration	2,410.7	2,425.2	0.0	2,425.2
Election Services	5,060.5	8,299.8	0.0	8,299.8
Library, Archives and Public Records	7,212.4	6,925.8	0.0	6,925.8
Public Services	273.2	235.7	0.0	235.7
Agency Total - Appropriated Funds	15,846.4	18,650.7	0.0	18,650.7

BY EXPENDITURE OBJECT	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Personal Services	5,526.6	5,338.6	0.0	5,338.6
ERE Amount	2,283.7	2,364.6	0.0	2,364.6
Prof. And Outside Services	1,824.1	2,932.5	0.0	2,932.5
Travel - In State	58.9	79.1	0.0	79.1
Travel - Out of State	38.5	31.0	0.0	31.0
Aid to Others	2,113.7	2,266.1	0.0	2,266.1
Other Operating Expenses	3,885.4	5,603.6	0.0	5,603.6

BY EXPENDITURE OBJECT	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Equipment	115.3	35.2	0.0	35.2
Debt Service	0.2	0.0	0.0	0.0
Agency Total - Appropriated Funds	15,846.4	18,650.7	0.0	18,650.7

BY APPROPRIATED FUND	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
General Fund	14,586.7	14,969.2	0.0	14,969.2
Election Systems Improvement Fund	724.6	2,941.1	0.0	2,941.1
Records Services Fund	535.1	740.4	0.0	740.4
Agency Total - Appropriated Funds	15,846.4	18,650.7	0.0	18,650.7

FOR MORE DETAIL ABOUT EACH FUND SEE THE STATE FUNDS BOOK

Special Line Appropriations

	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Election Services	2,553.2	2,719.1	0.0	2,719.1
Help America Vote Act (HAVA)	724.6	2,941.1	0.0	2,941.1
Library Grants-in-aid	526.0	526.0	0.0	526.0
Radio Reading for the Blind	97.0	97.0	0.0	97.0
Agency Total - Appropriated Funds	3,900.8	6,283.2	0.0	6,283.2

Non - Appropriated Funds Expenditures

	FY 2016 Actual	FY 2017 Exp. Plan	FY 2018 Net Change	FY 2018 Exec. Rec.
Address Confidentiality Program Fund	174.0	272.3	0.0	272.3
Data Processing Acquisition Fund	11.1	100.0	0.0	100.0
Election Training Fund	0.6	0.0	0.0	0.0
Federal Grant Fund	3,449.8	3,360.2	0.0	3,360.2
Gift Shop Revolving Fund	119.5	105.7	0.0	105.7
Notary Bond Fund	109.5	99.6	0.0	99.6
State Library Fund	274.5	339.4	0.0	339.4
Agency Total - Non-Appropriated Funds	4,139.0	4,277.2	0.0	4,277.2

FOR MORE DETAIL ABOUT EACH FUND SEE THE STATE FUNDS BOOK

Federal Funds Expenditures

	FY 2016 Actual	FY 2017 Exp. Plan	FY 2018 Exp. Plan
Agency Total	1,250.6	3,467.1	2,941.1

These are the Federal Expenditures reported by the agencies and, in most cases, are included in the Appropriated or Non-Appropriated Funds expenditures listed above.

Link to the [ALL FEDERAL GRANTS FOR THIS AGENCY ARE DISPLAYED IN THE FEDERAL FUNDS REPORT](#)

The Executive recommends a lump-sum appropriation to the agency with special lines.

State Boards Office

The State Boards Office operates within the Department of Administration and offers support services to small agencies in the areas of reception services, budgeting, personnel, accounting, and payroll.

Link to the [AGENCY'S WEBSITE](#)

All numbers representing dollars are expressed in thousands.

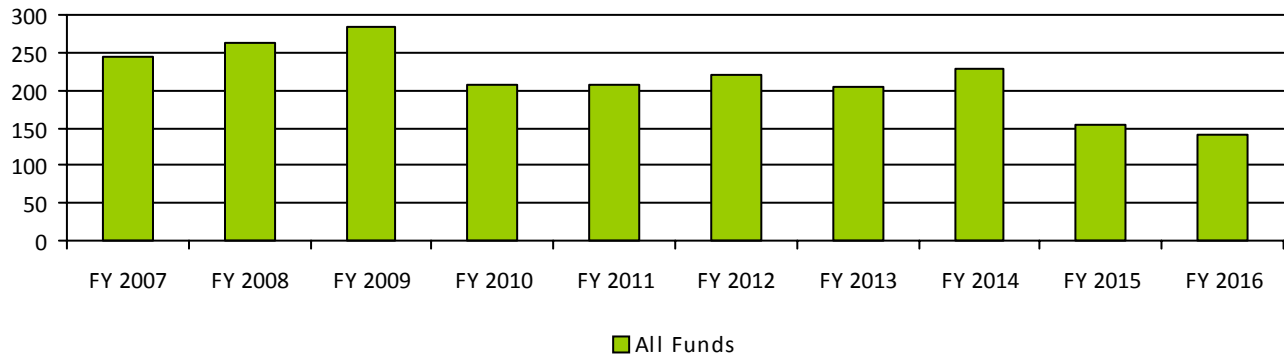
Agency Budget Summary

	FY 2016 Actual	FY 2017 Exp. Plan	FY 2018 Net Change	FY 2018 Exec. Rec.
Other Appropriated Funds	140.6	0.0	0.0	0.0
Agency Total	140.6	0.0	0.0	0.0

Adjustments for risk management charges and retirement contributions for this agency are not incorporated into the totals shown here. They are listed separated with adjustments for all state agencies immediately following the Capital Projects section. Funding for these adjustments is recommended as part of the total Executive Budget.

Agency Expenditures

(in \$1,000s)



Recommended State Appropriations

BY PROGRAM	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Support Services	140.6	0.0	0.0	0.0
Agency Total - Appropriated Funds	140.6	0.0	0.0	0.0

BY EXPENDITURE OBJECT	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Personal Services	76.5	0.0	0.0	0.0
ERE Amount	35.3	0.0	0.0	0.0
Prof. And Outside Services	0.9	0.0	0.0	0.0
Other Operating Expenses	19.8	0.0	0.0	0.0
Equipment	8.1	0.0	0.0	0.0
Agency Total - Appropriated Funds	140.6	0.0	0.0	0.0

BY APPROPRIATED FUND	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Special Services Fund	140.6	0.0	0.0	0.0
Agency Total - Appropriated Funds	140.6	0.0	0.0	0.0

FOR MORE DETAIL ABOUT EACH FUND SEE THE STATE FUNDS BOOK

The Executive recommends a lump-sum appropriation to the agency.

Board of Tax Appeals

The State Board of Tax Appeals hears and decides appeals filed by taxpayers and Arizona municipalities concerning income, transaction privilege, use, luxury, and estate taxes.

Link to the **AGENCY'S WEBSITE** <http://azbota.gov/>

All numbers representing dollars are expressed in thousands.

Agency Budget Summary

	FY 2016 Actual	FY 2017 Exp.Plan	FY 2018 Net Change	FY 2018 Exec. Rec.
General Fund	262.3	266.6	0.0	266.6
Agency Total	262.3	266.6	0.0	266.6

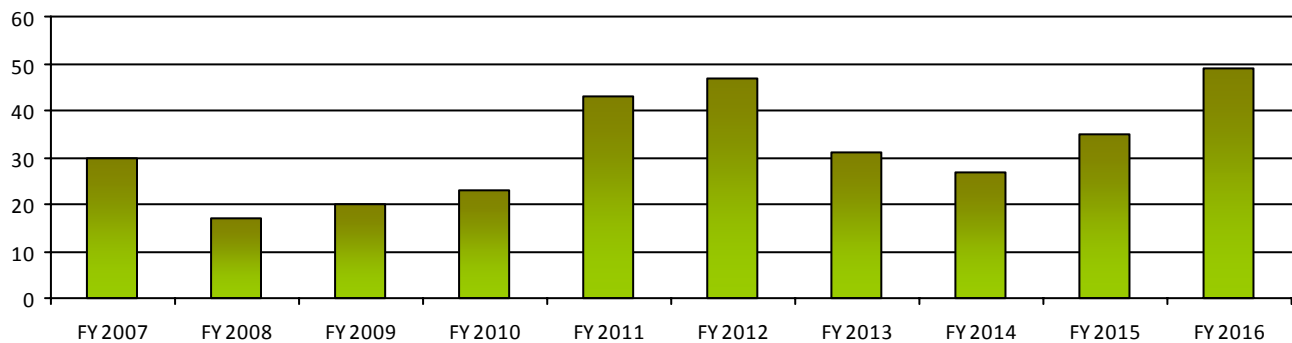
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Performance Measures

	FY 2015 Actual	FY 2016 Actual	FY 2017 Expected	FY 2018 Expected
Caseload processing (and number of issues)	35(91)	49(96)	64(150)	70(160)
Number of tax appeals resolved	16	9	30	35
Number backlogged requiring written decision	5	5	5	5
Number of months to process appeal	9	9	9	9

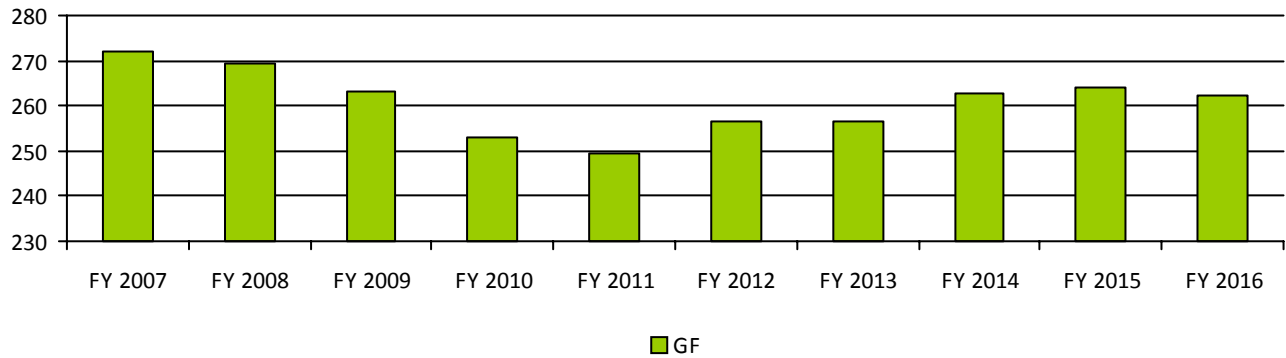
Link to the **AGENCY'S STRATEGIC PLAN**

Number of Tax Appeal Cases



Agency Expenditures

(in \$1,000s)



Recommended State Appropriations

BY PROGRAM	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
State Board of Tax Appeals	262.3	266.6	0.0	266.6
Agency Total - Appropriated Funds	262.3	266.6	0.0	266.6

BY EXPENDITURE OBJECT	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Personal Services	170.5	179.0	0.0	179.0
ERE Amount	48.4	44.6	0.0	44.6
Travel - In State	0.3	0.4	0.0	0.4
Other Operating Expenses	43.1	42.6	0.0	42.6
Agency Total - Appropriated Funds	262.3	266.6	0.0	266.6

BY APPROPRIATED FUND	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
General Fund	262.3	266.6	0.0	266.6
Agency Total - Appropriated Funds	262.3	266.6	0.0	266.6

FOR MORE DETAIL ABOUT EACH FUND SEE THE STATE FUNDS BOOK

The Executive recommends a lump-sum appropriation to the agency.

Board of Technical Registration

The Board regulates the firms and individual practice of alarms services, architects, engineers, geologists, home inspectors, landscape architects, and land surveyors. The Board also has jurisdiction to investigate and discipline the unregistered practice of professions and occupations under its Practice Act.

Link to the **AGENCY'S WEBSITE** <http://www.azbtr.gov/>

All numbers representing dollars are expressed in thousands.

Agency Budget Summary

	FY 2016 Actual	FY 2017 Exp.Plan	FY 2018 Net Change	FY 2018 Exec. Rec.
Other Appropriated Funds	1,986.7	2,916.4	(712.0)	2,204.4
Non-Appropriated Funds	18.3	11.2	0.0	11.2
Agency Total	2,005.0	2,927.6	(712.0)	2,215.6

Main Points of Executive Recommendations

	FY 2017	FY 2018
IT Maintenance	0.0	88.0

Major Executive Initiatives and Funding Recommendations

IT Maintenance

In FY 2017 the Board received funding for an online licensing system that is now operational. The Executive recommends \$88,000 in additional funding for the maintenance contract for the online licensing system.

Funding	FY 2018
Technical Registration Board Fund	88.0
Issue Total	88.0

Remove FY 2017 One-time Appropriations

The Board's FY 2017 appropriation included funding of \$800,000 for an on-line licensing system. The Executive Recommendation, as a technical adjustment, removes the one-time FY 2017 appropriation.

Funding	FY 2018
Technical Registration Board Fund	(800.0)
Issue Total	(800.0)

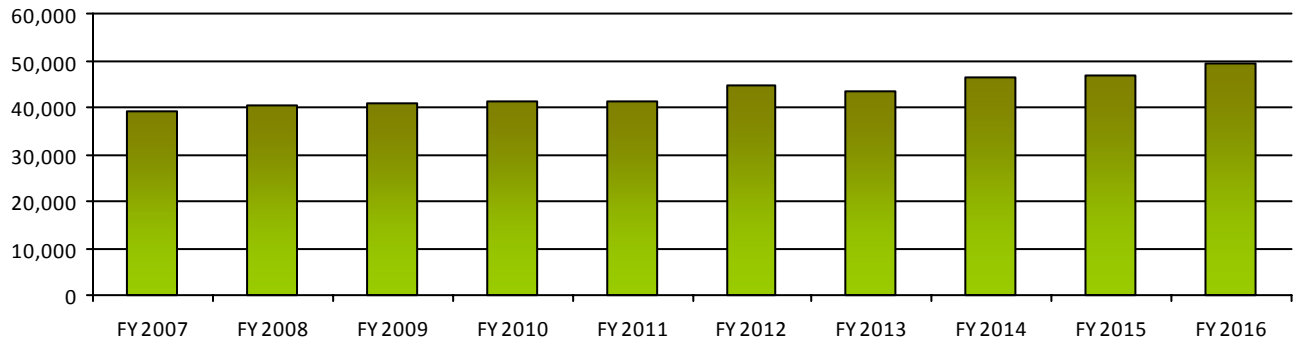
Adjustments for risk management charges and retirement contributions for this agency are not incorporated into the totals shown here. They are listed separated with adjustments for all state agencies immediately following the Capital Projects section. Funding for these adjustments is recommended as part of the total Executive Budget.

Performance Measures

	FY 2015 Actual	FY 2016 Actual	FY 2017 Expected	FY 2018 Expected
Total number of professional licensees	51,965	49,180	53,300	53,300
Percent of persons grading response to request for information as good or better	100	98	100	100
Percent of complaints resolved by informal methods	98	92	95	95
Number of complaints received	140	123	150	155

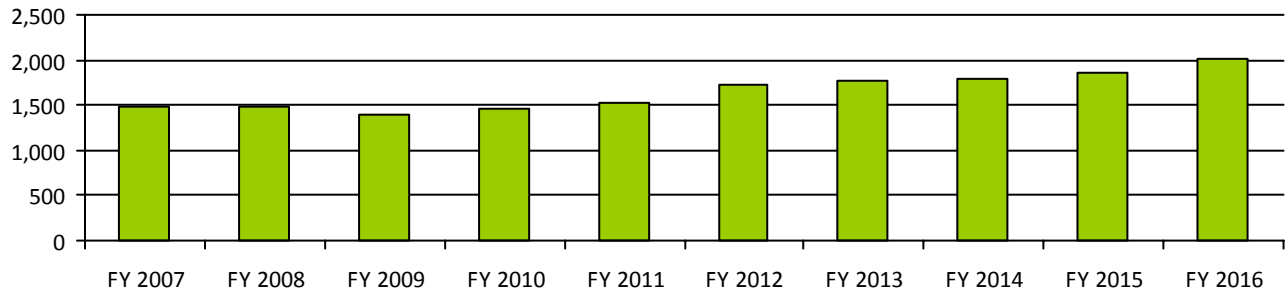
Link to the [AGENCY'S STRATEGIC PLAN](#)

Number of Licensees



Agency Expenditures

(in \$1,000s)



■ All Funds

Recommended State Appropriations

BY PROGRAM	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Licensing and Regulation	1,986.7	2,916.4	(712.0)	2,204.4
Agency Total - Appropriated Funds	1,986.7	2,916.4	(712.0)	2,204.4

BY EXPENDITURE OBJECT	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Personal Services	967.7	1,106.4	0.0	1,106.4
Agency Operating Detail				

BY EXPENDITURE OBJECT	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
ERE Amount	428.5	439.0	0.0	439.0
Prof. And Outside Services	49.8	940.6	(712.0)	228.6
Travel - In State	2.8	5.0	0.0	5.0
Travel - Out of State	17.2	17.2	0.0	17.2
Other Operating Expenses	407.2	408.2	0.0	408.2
Equipment	113.5	0.0	0.0	0.0
Agency Total - Appropriated Funds	1,986.7	2,916.4	(712.0)	2,204.4

BY APPROPRIATED FUND	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Technical Registration Board Fund	1,986.7	2,916.4	(712.0)	2,204.4
Agency Total - Appropriated Funds	1,986.7	2,916.4	(712.0)	2,204.4

FOR MORE DETAIL ABOUT EACH FUND SEE THE STATE FUNDS BOOK

Non - Appropriated Funds Expenditures

	FY 2016 Actual	FY 2017 Exp. Plan	FY 2018 Net Change	FY 2018 Exec. Rec.
Technical Registration Fund	18.3	11.2	0.0	11.2
Agency Total - Non-Appropriated Funds	18.3	11.2	0.0	11.2

FOR MORE DETAIL ABOUT EACH FUND SEE THE STATE FUNDS BOOK

The Executive recommends a lump-sum appropriation to the agency.

Office of Tourism

The Arizona Office of Tourism (AOT) is a state government agency dedicated to developing, implementing, and maintaining marketing programs that keep Arizona top-of-mind as a world-class travel destination. As the only public agency that provides a statewide platform to market Arizona, the local travel and tourism industry relies on AOT to create an umbrella marketing campaign, promoting Arizona as the destination of choice against competitive brands. AOT works closely with public land agencies to promote the magnificent national parks, state parks, public lands and tribal lands that constitute 70% of our state’s geography, which are critically important to our appeal as a leisure destination.

Link to the **AGENCY'S WEBSITE** <http://www.azot.gov/>

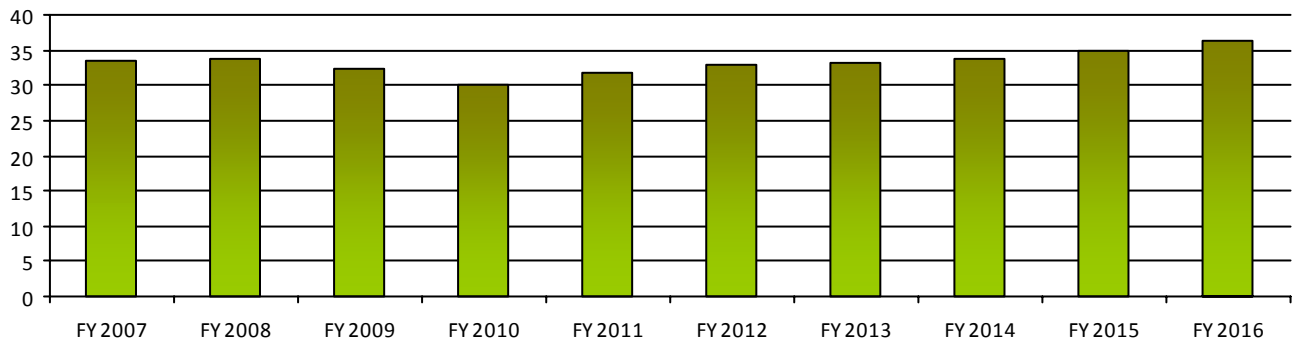
All numbers representing dollars are expressed in thousands.

Agency Budget Summary

	FY 2016 Actual	FY 2017 Exp.Plan	FY 2018 Net Change	FY 2018 Exec. Rec.
General Fund	7,103.7	7,112.0	0.0	7,112.0
Non-Appropriated Funds	20,925.9	21,251.9	1,548.0	22,799.9
Agency Total	28,029.6	28,363.9	1,548.0	29,911.9

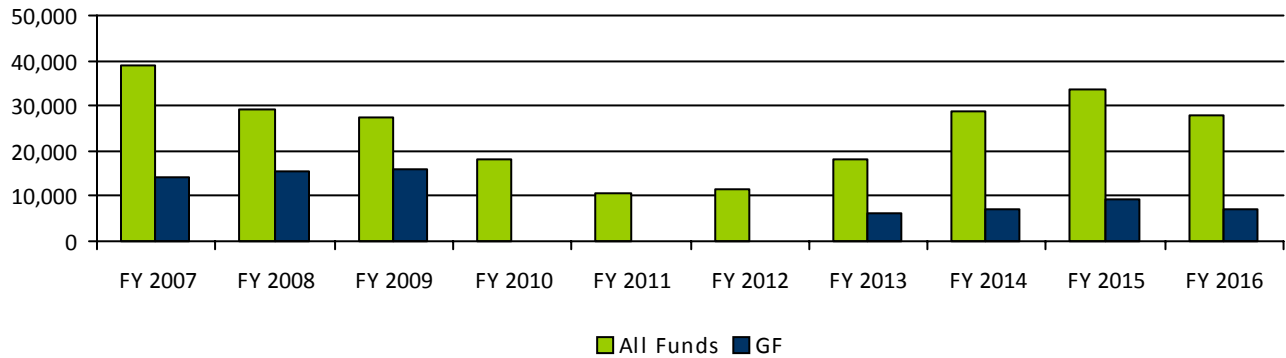
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Domestic Overnight Visitation (millions)



Agency Expenditures

(in \$1,000s)



The Tourism formula funding from the General Fund was suspended in FYs 2010-2012.

Recommended State Appropriations

BY PROGRAM	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Office of Tourism	7,103.7	7,112.0	0.0	7,112.0
Agency Total - Appropriated Funds	7,103.7	7,112.0	0.0	7,112.0

BY EXPENDITURE OBJECT	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Transfers Out	7,103.7	7,112.0	0.0	7,112.0
Agency Total - Appropriated Funds	7,103.7	7,112.0	0.0	7,112.0

BY APPROPRIATED FUND	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
General Fund	7,103.7	7,112.0	0.0	7,112.0
Agency Total - Appropriated Funds	7,103.7	7,112.0	0.0	7,112.0

FOR MORE DETAIL ABOUT EACH FUND SEE THE STATE FUNDS BOOK

Non - Appropriated Funds Expenditures

	FY 2016 Actual	FY 2017 Exp. Plan	FY 2018 Net Change	FY 2018 Exec. Rec.
Tourism Fund	20,925.9	21,251.9	1,548.0	22,799.9
Agency Total - Non-Appropriated Funds	20,925.9	21,251.9	1,548.0	22,799.9

FOR MORE DETAIL ABOUT EACH FUND SEE THE STATE FUNDS BOOK

The Executive recommends a lump-sum appropriation to the agency.

Department of Transportation

The Arizona Department of Transportation (ADOT) is responsible for collecting transportation revenues and for planning, constructing, and maintaining Arizona’s highway infrastructure. In addition, ADOT issues development grants to public airports for improvement projects, and owns and maintains the Grand Canyon National Park Airport.

The Department develops the Arizona Long-Range Transportation Plan, which identifies future needs, solutions, and projects that address transportation in Arizona.

The Motor Vehicle Division provides motor vehicle title and registration services, issuing driver credentials and commercial motor carrier services.

The Department is also responsible for commercial vehicle enforcement, registration compliance, and conducting administrative hearings involving DUI-related offenses and driver license suspension/revocation.

The Department collects fuel taxes, motor carrier fees, motor vehicle registration fees, vehicle license taxes (VLT), and other miscellaneous fees.

Link to the **AGENCY'S WEBSITE** <http://www.azdot.gov/>

All numbers representing dollars are expressed in thousands.

Agency Budget Summary

	FY 2016 Actual	FY 2017 Exp.Plan	FY 2018 Net Change	FY 2018 Exec. Rec.
General Fund	1,249.5	50.4	0.0	50.4
Other Appropriated Funds	491,663.9	373,809.5	9,260.8	383,070.3
Non-Appropriated Funds	2,331,384.2	2,785,429.5	(255,663.1)	2,529,766.4
Agency Total	2,824,297.6	3,159,289.4	(246,402.3)	2,912,887.1

Main Points of Executive Recommendations

	FY 2017	FY 2018
Equipment Replacement	0.0	4,940.0
Driver Safety and Livestock Control	0.0	2,400.0
Grand Canyon Airport Projects	0.0	466.0
Maintenance Recovery Sub-Account	0.0	(2,000.0)
Civil Rights Title VI Compliance	0.0	473.0
Flagstaff P-3 Project	0.0	2,530.0
Highway Maintenance Workload	0.0	451.8

Major Executive Initiatives and Funding Recommendations

Equipment Replacement

As vehicles and equipment age, maintenance costs and downtime increase. The Department maintains over 4,300 vehicles and specialized equipment with a total replacement value of \$290 million. During the recession

and subsequent slow recovery, the Department postponed equipment replacement to conserve resources and, as a result, over \$47 million of vehicles and equipment are currently due for replacement.

In FY 2018, the Department plans to replace 68 light duty vehicles, 16 medium duty trucks, 11 heavy duty trucks, 25 pieces of snow removal equipment, and 52 trailers and other equipment.

The Executive recommends \$4.9 million in additional funding for equipment replacement. The recommended funding will enable ADOT to continue to replace about \$15 million worth of vehicles and equipment per year to reduce maintenance costs and downtime.

Funding	FY 2018
State Highway Fund	4,940.0
Issue Total	4,940.0

Driver Safety & Livestock Control

The Executive recommends \$2.4 million in FY 2018 to repair and maintain highway infrastructure to improve driver safety. The recommended funding consists of \$1.6 million one-time in FY 2018 and \$800,000 of new ongoing funding to repair and maintain cattle guards, the metal grates that allow vehicles, but not livestock, to pass and serve as a livestock barrier at breaks in the Department’s right-of-way fence.

As cattle guards age, the gap between metal grates shifts and the guards may become ineffective or dangerous to highway users. Improperly maintained cattle guards are especially dangerous to bicycles and motorcycles and have caused fatalities.

New ongoing funding of \$800,000 per year will allow ADOT to properly maintain 5% of cattle guards per year and all 12,800 cattle guards within the 20-year lifecycle. In FY 2018, \$2.4 million will be used to repair all cattle guards that the Department has determined to be defective, at an average cost of \$2,500 per location. The estimated cost to repair each location includes \$1,400 for labor and traffic control, \$340 in materials, and \$770 in equipment.

Funding	FY 2018
State Highway Fund	2,400.0
Issue Total	2,400.0

Grand Canyon Airport Projects

In a typical year, between 2,500 and 5,000 aircraft land at Grand Canyon Airport and fail to pay the required landing fees to the State under the airport’s self-reporting system. The Executive recommends \$466,000 for revenue-generating improvements to Grand Canyon Airport, including \$265,000 in one-time projects and \$201,000 in new ongoing funding. The one-time projects include \$75,000 for an airplane monitoring system that is expected to generate \$240,000 to \$481,000 in new annual revenue by capturing landings that do not pay fees under the current system. Additional one-time improvements include security system maintenance and new firefighting equipment. The \$201,000 in ongoing funding will support airplane monitoring, annual runway maintenance, and firefighting equipment.

Funding	FY 2018
State Aviation Fund	466.0
Issue Total	466.0

Maintenance Recovery Sub-Account

The Executive recommends the establishment of a Maintenance Recovery sub-account, consisting of funds that the Department recovers from individuals who are liable for damage to State highway infrastructure. Upon establishment of the new sub-account, the Executive recommends reducing by \$2 million the Department's annual appropriation from the State Highway Fund for maintenance, to account for the repairs that were previously funded from that appropriation.

Funding	FY 2018
State Highway Fund	(2,000.0)
Issue Total	(2,000.0)

Civil Rights Title VI Compliance

The Executive recommends \$473,000 to ensure compliance with the Title VI/Nondiscrimination Plan and Americans with Disabilities Act (ADA) Program Plan required by the Federal Transit Administration (FTA), Federal Aviation Administration (FAA), and National Highway Traffic Safety Administration (NHTSA).

The new funding will allow the Department to engage five contractors to oversee and manage corrective-action plans and ensure compliance. The Department has two contract staff that are focused on compliance, but it is not able to complete sufficient on-site reviews with existing staff. The new contractors will enable the Department to significantly increase on-site reviews and in-person trainings.

Funding	FY 2018
State Highway Fund	473.0
Issue Total	473.0

Flagstaff P-3 Project

The Department entered into a public private partnership (P3) to replace its Flagstaff office with a new facility. Replacing the existing structure, which was built in 1957, is a cost-effective alternative to repairing it. Under the P3, the new facility is expected to be finished in the middle of FY 2018.

The Executive recommends \$2.5 million from the State Highway Fund for technology equipment and furnishings for the new office. The recommended funding consists of \$1.96 million for furniture and workstations, and \$575,000 for security systems, information technology infrastructure, and contingency funds.

Funding	FY 2018
State Highway Fund	2,530.0
Issue Total	2,530.0

Baseline Recommendations

Highway Maintenance Workload

The cost to properly maintain the State highway system increases as the system expands. Approximately 9.5 new urban lane-miles and 55.5 new rural lane-miles will be added to the State highway system in FY 2017. The Department has calculated that the average annual cost to maintain an urban lane-mile is \$21,300, and a rural lane-mile is \$4,500. Major costs include engineering and inspections, roadside maintenance, surface and shoulder maintenance, and traffic controls.

The Executive recommends \$451,800 for the maintenance of new highway lane-miles.

Funding	FY 2018
State Highway Fund	451.8

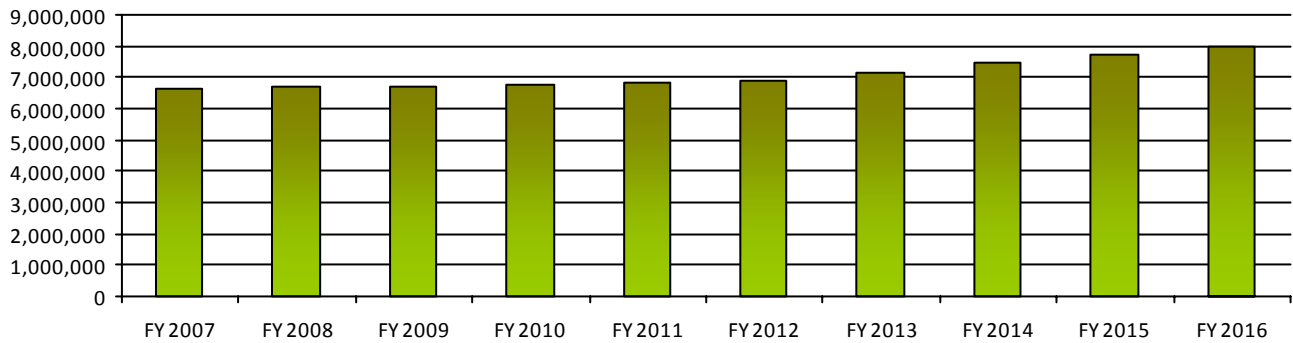
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Performance Measures

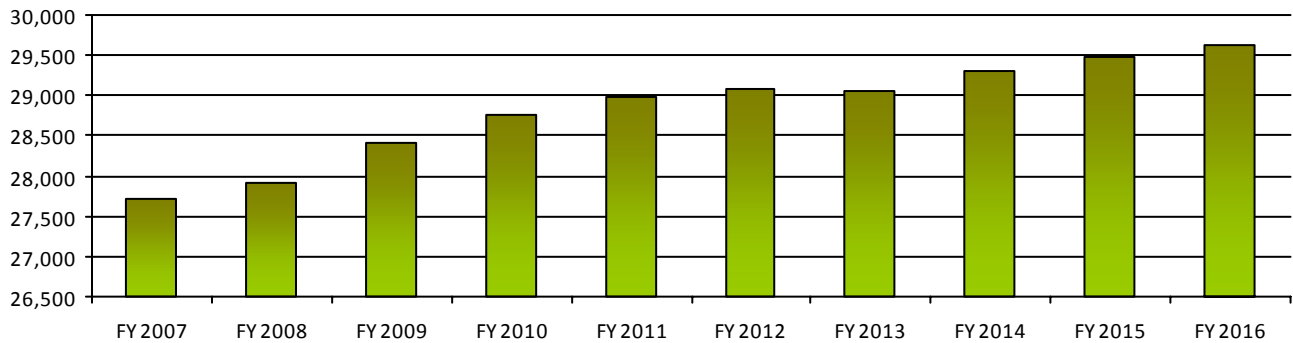
	FY 2015 Actual	FY 2016 Actual	FY 2017 Expected	FY 2018 Expected
Urban MVD field office entrance to exit time (minutes)	0	57.5	30	0
Pavement condition for interstate highways	0	73	80	0

Link to the [AGENCY'S STRATEGIC PLAN](#)

Total Commercial and Non-Commercial Vehicles

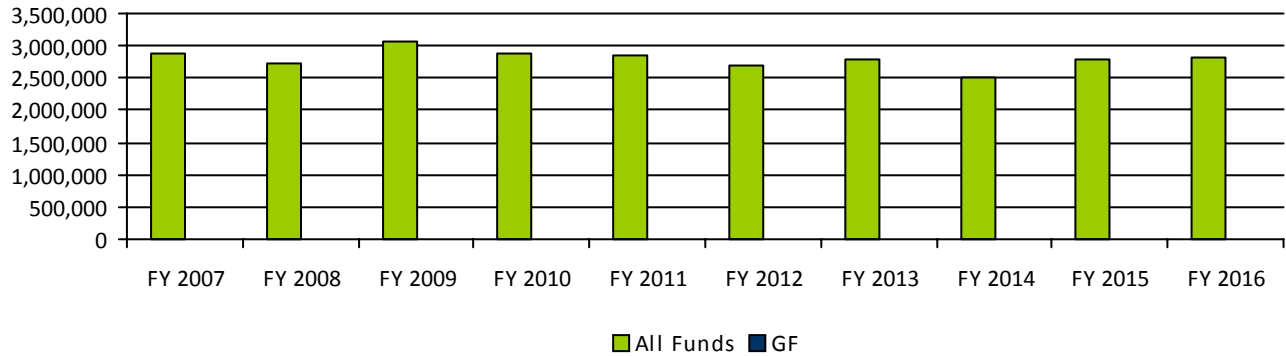


Maintenance Lane Miles



Agency Expenditures

(in \$1,000s)



General Fund expenditures are very small compared to total Agency expenditures.

Recommended State Appropriations

BY PROGRAM	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Administration	262,236.1	119,831.7	7,445.7	127,277.4
Intermodal Transportation	145,264.3	166,713.8	1,815.1	168,528.9
Motor Vehicle Division	85,413.0	87,314.4	0.0	87,314.4
Agency Total - Appropriated Funds	492,913.4	373,859.9	9,260.8	383,120.7

BY EXPENDITURE OBJECT	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Personal Services	154,445.2	156,335.0	0.0	156,335.0
ERE Amount	70,235.5	68,612.3	0.0	68,612.3
Prof. And Outside Services	11,856.8	15,730.5	460.0	16,190.5
Travel - In State	1,686.2	1,898.2	0.0	1,898.2
Travel - Out of State	162.6	156.4	0.0	156.4
Aid to Others	1,209.8	0.1	0.0	0.1
Other Operating Expenses	135,370.3	161,427.7	1,461.1	162,888.8
Equipment	21,744.5	18,661.9	7,339.7	26,001.6
Capital Outlay	1,535.2	819.9	0.0	819.9
Cost Allocation	(49,976.5)	(50,250.0)	0.0	(50,250.0)
Transfers Out	144,643.8	467.9	0.0	467.9
Agency Total - Appropriated Funds	492,913.4	373,859.9	9,260.8	383,120.7

BY APPROPRIATED FUND	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
General Fund	1,249.5	50.4	0.0	50.4
Air Quality Fund	74.2	161.7	0.0	161.7
Driving Under Influence Abatement Fund	112.3	152.2	0.0	152.2
Highway User Revenue Fund	641.6	649.7	0.0	649.7

BY APPROPRIATED FUND	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Motor Vehicle Liability Insurance Enforcement Fund	1,065.7	1,308.7	0.0	1,308.7
Safety Enforcement and Transportation Infrastructure Fund	1,326.9	1,868.3	0.0	1,868.3
State Aviation Fund	1,427.4	1,615.8	466.0	2,081.8
State Highway Fund	469,237.3	348,128.3	8,794.8	356,923.1
Transportation Department Equipment Fund	16,805.1	18,474.6	0.0	18,474.6
Vehicle Inspection and Title Enforcement Fund	973.4	1,450.2	0.0	1,450.2
Agency Total - Appropriated Funds	492,913.4	373,859.9	9,260.8	383,120.7

FOR MORE DETAIL ABOUT EACH FUND SEE THE STATE FUNDS BOOK

Special Line Appropriations

	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Attorney General Legal Services	3,527.6	3,577.7	0.0	3,577.7
Fraud Investigation	742.3	769.0	0.0	769.0
Maintenance	126,911.0	140,593.2	1,815.1	142,408.3
New Third Party Funding	942.7	630.5	0.0	630.5
Phoenix Freeway Lighting	0.0	1,500.0	0.0	1,500.0
Statewide Drainage Structures	0.0	4,300.0	0.0	4,300.0
Vehicles and Heavy Equipment	16,805.1	18,474.6	0.0	18,474.6
Agency Total - Appropriated Funds	148,928.7	169,845.0	1,815.1	171,660.1

Non - Appropriated Funds Expenditures

	FY 2016 Actual	FY 2017 Exp. Plan	FY 2018 Net Change	FY 2018 Exec. Rec.
ADOT Federal Programs	12,841.5	13,747.7	62.9	13,810.6
ADOT-Maricopa Regional Area Road Fund	615,138.8	732,193.9	(248,153.9)	484,040.0
Arizona Highways Magazine Fund	4,654.9	4,762.8	117.4	4,880.2
Cash Deposits Fund	95.0	95.0	0.0	95.0
Debt Service	102,692.7	102,298.0	0.0	102,298.0
Economic Strength Project	4,563.2	1,000.0	0.0	1,000.0
Grant Anticipation Notes Fund	113,805.2	90,726.0	0.0	90,726.0
Highway Debt Service	211,023.2	231,735.1	(10,003.1)	221,732.0
Highway User Revenue Fund	633,036.2	671,184.1	0.0	671,184.1
Local Agency Deposits Fund	52,533.0	98,000.0	0.0	98,000.0
Rental Tax and Bond Deposit	0.9	1.0	0.0	1.0
Shared Location & Advertisement Agreement Expense	2.0	0.0	0.0	0.0
State Aviation Fund	3,248.5	48.0	0.0	48.0
State Highway Fund	567,586.9	832,244.9	3,258.0	835,502.9
Statewide Employee Recognition Gifts/Donations	13.7	12.0	0.0	12.0
Statewide Special Plates Fund	2,032.7	2,381.0	0.0	2,381.0
Transportation Department Equipment Fund	8,115.8	5,000.0	(944.4)	4,055.6
Agency Total - Non-Appropriated Funds	2,331,384.2	2,785,429.5	(255,663.1)	2,529,766.4

FOR MORE DETAIL ABOUT EACH FUND SEE THE STATE FUNDS BOOK

Federal Funds Expenditures

	FY 2016 Actual	FY 2017 Exp. Plan	FY 2018 Exp. Plan
Agency Total	797,192.8	797,192.8	797,192.8

These are the Federal Expenditures reported by the agencies and, in most cases, are included in the Appropriated or Non-Appropriated Funds expenditures listed above.

Link to the [ALL FEDERAL GRANTS FOR THIS AGENCY ARE DISPLAYED IN THE FEDERAL FUNDS REPORT](#)

The Executive recommends a lump-sum appropriation by program with special lines.

Treasurer

The primary responsibilities of the elected State Treasurer are to receive and keep custody over all monies belonging to the State that are not required to be kept by some other entity; to pay warrants of the Department of Administration; and to keep an account of all monies received and disbursed. The Office also invests state monies and operates the local government investment pool for public entities throughout the State.

Link to the **AGENCY'S WEBSITE** <http://www.aztreasury.gov/>

All numbers representing dollars are expressed in thousands.

Agency Budget Summary

	FY 2016 Actual	FY 2017 Exp.Plan	FY 2018 Net Change	FY 2018 Exec. Rec.
General Fund	945.2	1,205.1	0.0	1,205.1
Other Appropriated Funds	3,274.1	5,018.1	0.0	5,018.1
Non-Appropriated Funds	66.5	103.2	0.0	103.2
Agency Total	4,285.8	6,326.4	0.0	6,326.4

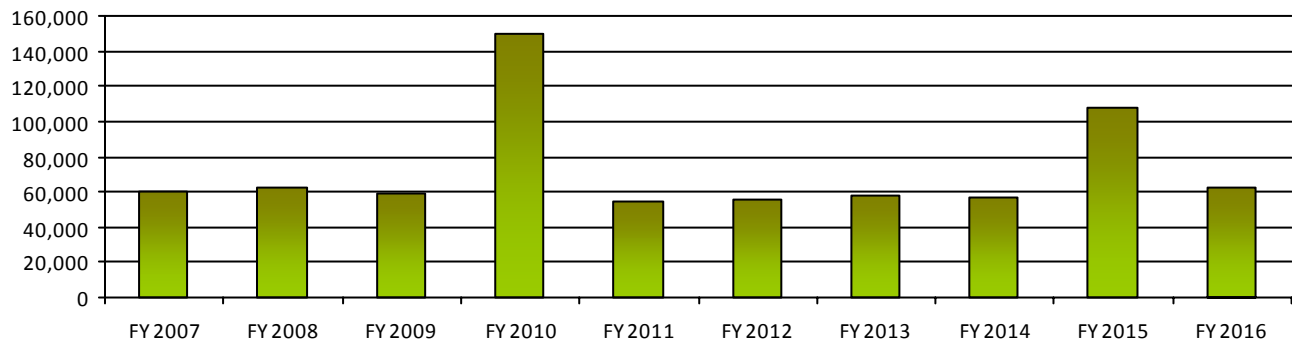
Adjustments for risk management charges and retirement contributions for this agency are not incorporated into the totals shown here. They are listed separated with adjustments for all state agencies immediately following the Capital Projects section. Funding for these adjustments is recommended as part of the total Executive Budget.

Performance Measures

	FY 2015 Actual	FY 2016 Actual	FY 2017 Expected	FY 2018 Expected
Customer satisfaction rating for State Agency depositors (scale 1-8).	7.76	7.64	7.3	7.3
Customer satisfaction rating for distribution recipients (scale 1-8).	7.03	6.780	7.0	7.0
Number of non-compliant trades.	1	2	2	2
Average days to correct non-compliant trades.	1	1	1	1

Link to the **AGENCY'S STRATEGIC PLAN**

Total Assets Under Management, Deposits, Distributions (millions)



Recommended State Appropriations

BY PROGRAM	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Treasurer's Office	4,219.3	6,223.2	0.0	6,223.2
Agency Total - Appropriated Funds	4,219.3	6,223.2	0.0	6,223.2

BY EXPENDITURE OBJECT	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Personal Services	1,619.2	1,744.4	0.0	1,744.4
ERE Amount	629.7	771.4	0.0	771.4
Prof. And Outside Services	96.8	52.0	0.0	52.0
Travel - In State	1.1	2.0	0.0	2.0
Travel - Out of State	4.7	5.0	0.0	5.0
Aid to Others	945.2	3,388.9	0.0	3,388.9
Other Operating Expenses	244.9	259.5	0.0	259.5
Equipment	89.9	0.0	0.0	0.0
Transfers Out	587.8	0.0	0.0	0.0
Agency Total - Appropriated Funds	4,219.3	6,223.2	0.0	6,223.2

BY APPROPRIATED FUND	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
General Fund	945.2	1,205.1	0.0	1,205.1
Boating Safety Fund	0.0	2,183.8	0.0	2,183.8
Budget Stabilization Fund	587.8	0.0	0.0	0.0
State Treasurer's Management Fund	196.6	195.6	0.0	195.6
State Treasurer's Operating Fund	2,410.0	2,559.3	0.0	2,559.3
Treasurer Empowerment Scholarship Account Fund	79.7	79.4	0.0	79.4
Agency Total - Appropriated Funds	4,219.3	6,223.2	0.0	6,223.2

FOR MORE DETAIL ABOUT EACH FUND SEE THE STATE FUNDS BOOK

Special Line Appropriations

	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Justice of the Peace Salaries	945.2	1,205.1	0.0	1,205.1
Law Enforcement Boating Safety Fund Grants	0.0	2,183.8	0.0	2,183.8
Agency Total - Appropriated Funds	945.2	3,388.9	0.0	3,388.9

Non - Appropriated Funds Expenditures

	FY 2016 Actual	FY 2017 Exp. Plan	FY 2018 Net Change	FY 2018 Exec. Rec.
Public Deposit Admin Fund	66.5	103.2	0.0	103.2
Agency Total - Non-Appropriated Funds	66.5	103.2	0.0	103.2

FOR MORE DETAIL ABOUT EACH FUND SEE THE STATE FUNDS BOOK

The Executive recommends a lump-sum appropriation to the agency with special lines.

Governor's Office on Tribal Relations

The Governor's Office on Tribal Relations has a legislative mandate to assist each state agency in providing equitable programs, services and establish inter-government agreements with tribal nations and communities. In doing so, the office shall annually report on the implementation of tribal consultations policies; host an annual state-tribal summit, request information to advance inter government cooperation; facilitate Indian Nations and tribes Legislative day; implement town hall forums for American Indian people to impart their knowledge on statewide issues; serve as an informational clearinghouse and provide training on cross-cultural situations; promote increased participation of American Indians in state affairs; design and initiate programs to stimulate economic growth of the American Indian Population. The office may establish executive committees as needed.

Link to the [AGENCY'S WEBSITE http://azcia.gov/](http://azcia.gov/)

All numbers representing dollars are expressed in thousands.

Agency Budget Summary

	FY 2016 Actual	FY 2017 Exp.Plan	FY 2018 Net Change	FY 2018 Exec. Rec.
General Fund	56.9	57.5	0.0	57.5
Non-Appropriated Funds	21.0	13.5	0.0	13.5
Agency Total	77.9	71.0	0.0	71.0

Adjustments for risk management charges and retirement contributions for this agency are not incorporated into the totals shown here. They are listed separated with adjustments for all state agencies immediately following the Capital Projects section. Funding for these adjustments is recommended as part of the total Executive Budget.

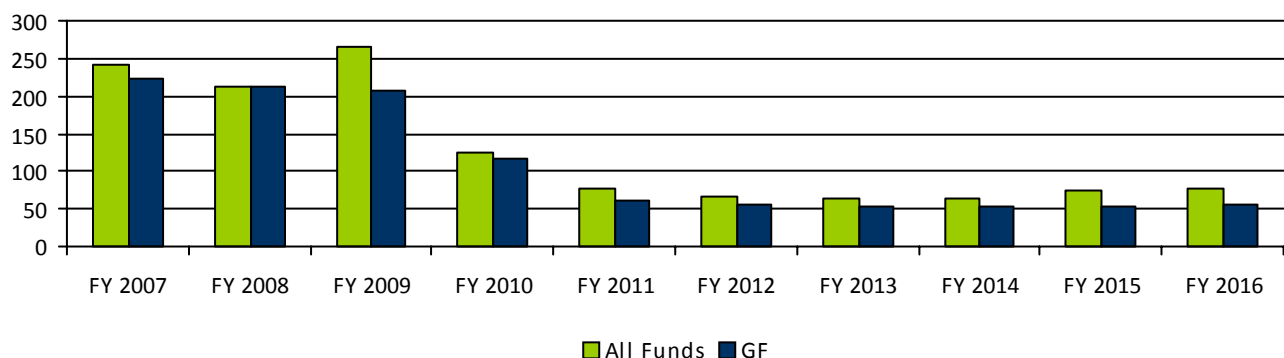
Performance Measures

	FY 2015 Actual	FY 2016 Actual	FY 2017 Expected	FY 2018 Expected
Number of projects and activities of each Tribal Liaison subcommittee advertised/publicized	0	0	7	0
Number of meetings facilitated between stakeholders, tribal officials and state officials to communicate and/or collaborate on administrative and legislative issues	12	12	12	7

Link to the [AGENCY'S STRATEGIC PLAN](#)

Agency Expenditures

(in \$1,000s)



Recommended State Appropriations

BY PROGRAM	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Indian Affairs	56.9	57.5	0.0	57.5
Agency Total - Appropriated Funds	56.9	57.5	0.0	57.5

BY EXPENDITURE OBJECT	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Personal Services	22.4	28.0	0.0	28.0
ERE Amount	9.9	10.6	0.0	10.6
Prof. And Outside Services	0.1	0.0	0.0	0.0
Travel - In State	1.7	1.5	0.0	1.5
Travel - Out of State	0.5	0.0	0.0	0.0
Other Operating Expenses	17.5	14.1	0.0	14.1
Transfers Out	4.8	3.3	0.0	3.3
Agency Total - Appropriated Funds	56.9	57.5	0.0	57.5

BY APPROPRIATED FUND	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
General Fund	56.9	57.5	0.0	57.5
Agency Total - Appropriated Funds	56.9	57.5	0.0	57.5

FOR MORE DETAIL ABOUT EACH FUND SEE THE STATE FUNDS BOOK

Non - Appropriated Funds Expenditures

	FY 2016 Actual	FY 2017 Exp. Plan	FY 2018 Net Change	FY 2018 Exec. Rec.
Donations Fund	21.0	13.5	0.0	13.5
Agency Total - Non-Appropriated Funds	21.0	13.5	0.0	13.5

FOR MORE DETAIL ABOUT EACH FUND SEE THE STATE FUNDS BOOK

The Executive recommends a lump-sum appropriation to the agency.

Board of Regents

The Arizona Board of Regents is the governing body for Arizona’s three state universities. Consistent with its constitutional authority, the Board makes planning and policy decisions regarding the state universities. The Board hires the university presidents and the president for the Board, to whom the Board assigns the responsibility of management. The Board is the legal entity responsible for the universities and accounts to the legislative and executive branches of government for the resources appropriated to the universities and the Board.

Link to the **AGENCY'S WEBSITE** <http://www.azregents.edu/>

All numbers representing dollars are expressed in thousands.

Agency Budget Summary

	FY 2016 Actual	FY 2017 Exp.Plan	FY 2018 Net Change	FY 2018 Exec. Rec.
General Fund	21,928.4	16,928.4	0.0	16,928.4
Non-Appropriated Funds	155,861.6	221,870.0	(42,310.1)	179,559.9
Agency Total	177,790.0	238,798.4	(42,310.1)	196,488.3

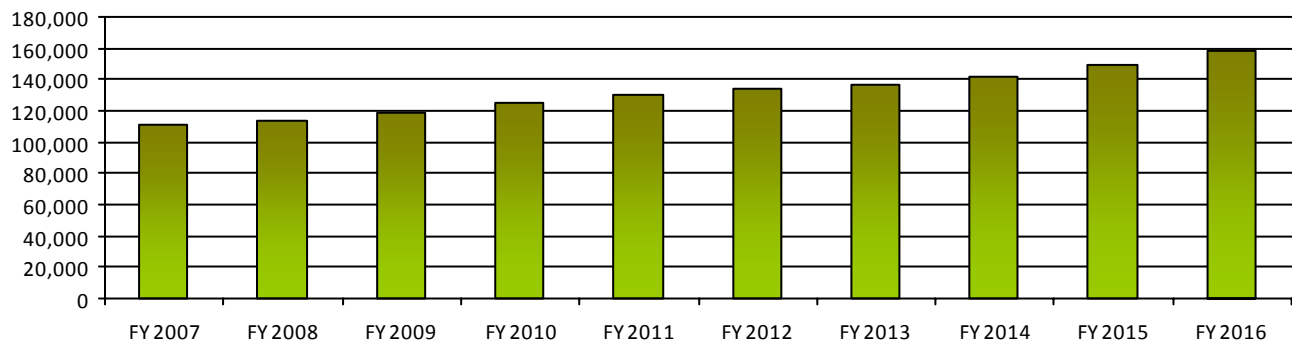
Adjustments for risk management charges and retirement contributions for this agency are not incorporated into the totals shown here. They are listed separated with adjustments for all state agencies immediately following the Capital Projects section. Funding for these adjustments is recommended as part of the total Executive Budget.

Performance Measures

	FY 2015 Actual	FY 2016 Actual	FY 2017 Expected	FY 2018 Expected
Number of first year Western Interstate Commission for Higher Education awards	44	51	38	46
Audits performed on universities	36	27	36	36
Total number of Western Interstate Commission for Higher Education awards	172	171	168	165

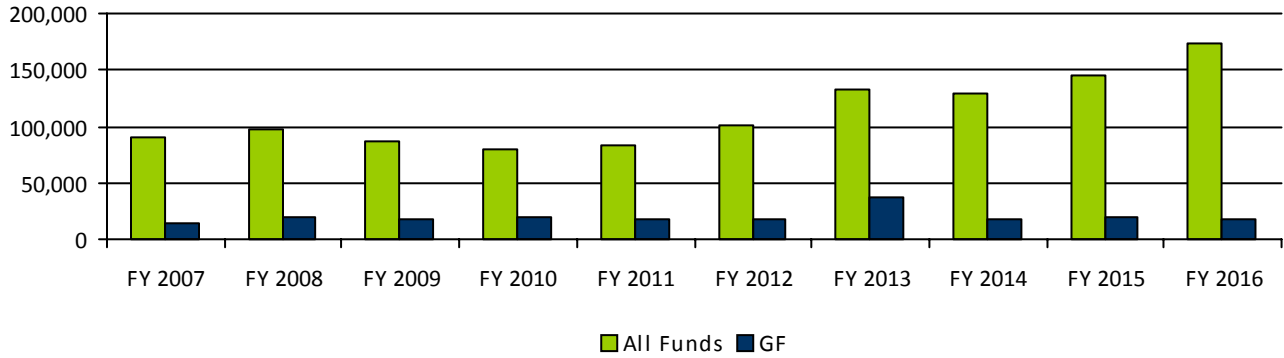
Link to the **AGENCY'S STRATEGIC PLAN**

Arizona University System Enrollment (21st Day Fall)



Agency Expenditures

(in \$1,000s)



Recommended State Appropriations

BY PROGRAM	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Governance	7,352.5	2,352.5	0.0	2,352.5
Student Assistance	14,575.9	14,575.9	0.0	14,575.9
Agency Total - Appropriated Funds	21,928.4	16,928.4	0.0	16,928.4

BY EXPENDITURE OBJECT	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Personal Services	1,723.2	1,688.8	0.0	1,688.8
ERE Amount	527.5	545.5	0.0	545.5
Prof. And Outside Services	42.1	55.0	0.0	55.0
Aid to Others	14,221.2	14,217.2	0.0	14,217.2
Other Operating Expenses	5,414.4	421.9	0.0	421.9
Agency Total - Appropriated Funds	21,928.4	16,928.4	0.0	16,928.4

BY APPROPRIATED FUND	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
General Fund	21,928.4	16,928.4	0.0	16,928.4
Agency Total - Appropriated Funds	21,928.4	16,928.4	0.0	16,928.4

FOR MORE DETAIL ABOUT EACH FUND SEE THE STATE FUNDS BOOK

Special Line Appropriations

	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Arizona Financial Aid Trust - AFAT	10,041.2	10,041.2	0.0	10,041.2
Arizona Teachers Incentive Program - ATIP	90.0	90.0	0.0	90.0
Arizona Transfer Articulation Support System - ATASS	213.7	213.7	0.0	213.7
WICHE Office	141.0	145.0	0.0	145.0
WICHE Student Subsidies	4,090.0	4,086.0	0.0	4,086.0
Agency Total - Appropriated Funds	14,575.9	14,575.9	0.0	14,575.9

Non - Appropriated Funds Expenditures

	FY 2016 Actual	FY 2017 Exp. Plan	FY 2018 Net Change	FY 2018 Exec. Rec.
A & M College Land Earnings	317.1	1,362.7	(495.0)	867.7
ABOR Local Fund	4,629.5	8,089.2	(2,050.0)	6,039.2
Federal Grant	2,357.3	1,168.2	(1,111.5)	56.7
Military Institute Land Earnings	82.9	142.3	(28.5)	113.8
Normal School Land Earnings	290.3	731.9	(214.4)	517.5
Technology and Research Initiative Fund	69,563.0	70,296.0	4,000.0	74,296.0
Universities Land Earnings	3,276.1	11,584.8	(3,742.5)	7,842.3
University Capital Improvement Lease-to-Own and Bond Fund	75,345.4	128,494.7	(38,668.0)	89,826.7
Agency Total - Non-Appropriated Funds	155,861.6	221,869.8	(42,309.9)	179,559.9

FOR MORE DETAIL ABOUT EACH FUND SEE THE STATE FUNDS BOOK

The Executive recommends a lump-sum appropriation to the agency with special lines.

ASU - Tempe

Arizona State University at the Tempe Campus, which includes the Downtown Phoenix campus, is a major public research university offering programs from the baccalaureate through the doctorate to nearly 76,800 Tempe campus and 28,700 Downtown campus full-time and part-time students and applying the strongest features of the traditional major research university to the rapidly evolving needs of the metropolitan Phoenix area and Arizona. The Tempe campus plays an extensive role within Arizona State University by providing high quality graduate training at the doctoral level and serving as the only Carnegie Foundation-designated Doctoral/Research-Extensive campus in the metropolitan Phoenix area.

Link to the **AGENCY'S WEBSITE** <http://www.asu.edu/>

All numbers representing dollars are expressed in thousands.

Agency Budget Summary

	FY 2016 Actual	FY 2017 Exp.Plan	FY 2018 Net Change	FY 2018 Exec. Rec.
General Fund	241,538.2	256,000.7	2,930.2	258,930.9
Other Appropriated Funds	535,392.3	593,126.2	0.0	593,126.2
Non-Appropriated Funds	1,460,815.6	1,555,996.2	73,895.6	1,629,891.8
Agency Total	2,237,746.1	2,405,123.1	76,825.8	2,481,948.9

Main Points of Executive Recommendations

	FY 2017	FY 2018
University Capital Investment Program	0.0	0.0
Capital and Operational Funding	0.0	7,639.5

Major Executive Initiatives and Funding Recommendations

University Capital Investment Program

The Executive's recommendations for postsecondary education will help to ensure that Arizona universities are more competitive with top research universities, provide an excellent and affordable education for in-state students, attract and retain highly-skilled teachers, and address Arizona workforce needs.

Developing a higher education system primed to prepare graduates for professional opportunities in an evolving economy requires ongoing investment in university research and development (R&D). In response, the Executive provides ongoing support for a \$1 billion funding plan for university R&D infrastructure and deferred maintenance projects.

University R&D infrastructure plays a large role in expanding opportunities for students, staff and the Arizona economy. In 2003, the State pledged \$34.6 million per year for 23 years (2008–2031) to support university R&D. With this General Fund appropriation, universities have been able to bond and invest in key projects, including science and technology buildings, medical research and biomedical buildings, and laboratory facilities.

As an example of how the new R&D infrastructure has significantly impacted the state, the Arizona Board of Regents reported in November 2016 that, since 2008, the number of science, technology, engineering and math (STEM) degrees has increased by 94%, and that, since 2003, university invention disclosures have increased by 154%.

The Board of Regents' 2020 Vision addresses several goals of Arizona's universities, including research excellence "to increase the research capabilities and performance of the Arizona University System to a level of competitive prominence with peer rankings of top American research universities." Additional bonding capacity and a guaranteed revenue stream for debt repayment will help make this vision a reality for Arizona's three public universities (the University of Arizona, Arizona State University, and Northern Arizona University).

New R&D infrastructure will stimulate research and help attract high-quality faculty to Arizona's universities. Other benefits include numerous opportunities for student employment and developing new public-private partnerships between Arizona universities and the business sector, likely yielding high economic returns and further aligning education outcomes to workforce needs.

In addition to R&D infrastructure, the universities have a large need for deferred maintenance funding. In FY 2016, the universities reported \$671 million in deferred maintenance needs and numerous hazardous facility conditions. Funding dedicated to building maintenance will be beneficial for building upkeep and student safety.

The aforementioned \$1 billion ongoing investment will be supported by redirecting transaction privilege tax (TPT) revenues paid by the universities, which includes an estimated \$30.3 million State component and \$6.5 million State-shared component.

The Executive recommends that the \$30.3 million State component be used for capital investments, including R&D infrastructure and deferred maintenance projects. This ongoing State component, in addition to a university match, will enable universities to bond for approximately \$1 billion over 30 years and make substantial investments in R&D infrastructure and deferred maintenance. TPT growth related to the State component is capped at 2% annually for capital investments. Any TPT revenue growth above 2% annual growth will be provided to universities for general operating expenditures.

In addition to the estimated \$30.3 million State component, the approximate \$6.5 million State-shared component, and all related future TPT revenue growth, will be made available to the universities for general operating expenditures, including resident student costs.

While acknowledging higher education's essential long-term role in shaping a workforce capable of success in an increasingly sophisticated and dynamic economy, the Executive Recommendation calls on Arizona's postsecondary institutions to respond to a critical current labor shortage: teachers.

Our state's three public universities must assist the State in implementing a new blueprint for teacher success and retention. A teacher-focused approach should consider the use of established successful models of best practices already in the field and new strategies that provide a more robust tool kit to compel more of our best and brightest into the teaching profession. Also, new models must provide the necessary professional development support and incentives to assist prospective teachers through their preparatory programs, as they enter the classroom, and as they become firmly rooted in their careers as teacher leaders.

The Executive requests that the three public universities, in partnership with Arizona's community colleges, provide a plan within the next 90 days, that:

- prepares students, as efficiently and effectively as possible, for their course of study and future careers as educators;
- integrates existing and creates new professional support networks to help teachers to share and learn best practices from each other;
- implements new accelerated models for high-demand disciplines (such as STEM) and for career changers (college graduates who want to teach) that result in professional certification; and
- develops stronger, more structured partnership opportunities between the universities and school systems to build early commitments for teacher employment.

Funding	FY 2018
General Fund	0.0
Issue Total	0.0

Capital and Operational Funding

Operational resources are an important part of the university budget. The Executive recommends \$15 million in one-time General Fund to be used for either general university operating expenditures or capital improvements. This funding will allow universities to address their high-priority needs and help support costs associated with educating Arizona resident students.

The recommended \$15 million is allocated proportionally to universities based on resident student population.

Funding	FY 2018
General Fund	7,639.5
Issue Total	7,639.5

Baseline Recommendations

Remove FY 2017 One-Time Appropriation

In FY 2017, Arizona State University received a \$7 million appropriation for capital improvements or operating expenditures. The Executive Recommendation, as a technical adjustment, removes the one-time FY 2017 appropriation.

Funding	FY 2018
General Fund	(7,000.0)
Issue Total	(7,000.0)

Research Infrastructure Refinancing Adjustment

The 2016 Higher Education Budget Reconciliation Bill (Laws 2016, Chapter 130) makes a FY 2018 appropriation for research infrastructure lease-purchase payments. The Executive Recommendation aligns with that appropriation.

Funding	FY 2018
General Fund	2,290.7
Issue Total	2,290.7

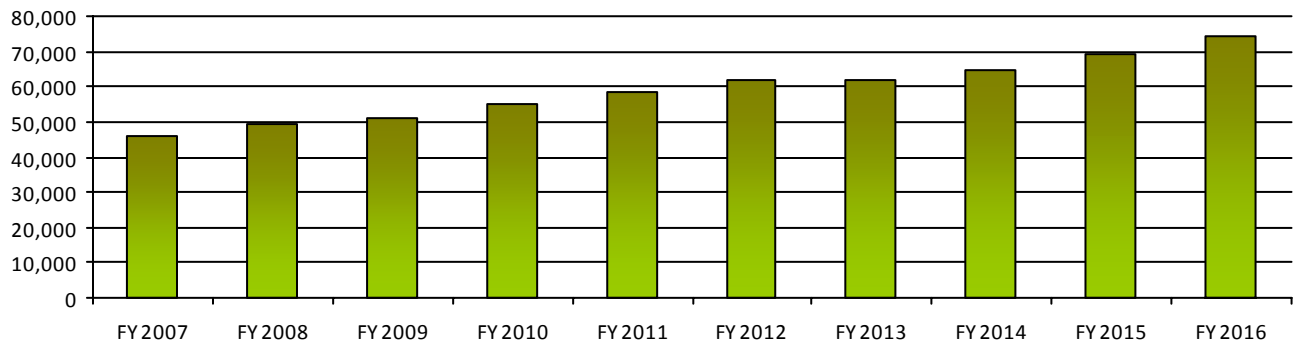
Adjustments for risk management charges and retirement contributions for this agency are not incorporated into the totals shown here. They are listed separated with adjustments for all state agencies immediately following the Capital Projects section. Funding for these adjustments is recommended as part of the total Executive Budget.

Performance Measures

	FY 2015 Actual	FY 2016 Actual	FY 2017 Expected	FY 2018 Expected
Average years taken by freshman students to complete a baccalaureate degree program	4.4	4.4	4.3	4.3
External dollars received for research and creative activity (in millions of dollars)	300.1	348.9	350.0	378.0
First professional degrees granted	223	198	224	239
Percent of graduating seniors who rate their overall university experience as good or excellent	89	90	90	91
Percent of full-time undergraduate students enrolled per semester in three or more primary courses with ranked faculty	85	87	87	88
Number of Bachelors degrees granted	12,852	13,164	13,626	14,230
Percent of agency staff turnover (classified staff only)	13.7	15.5	13.5	12.5
Doctorate degrees granted	668	652	662	681
Masters degrees granted	4,500	4,520	4,874	5,232

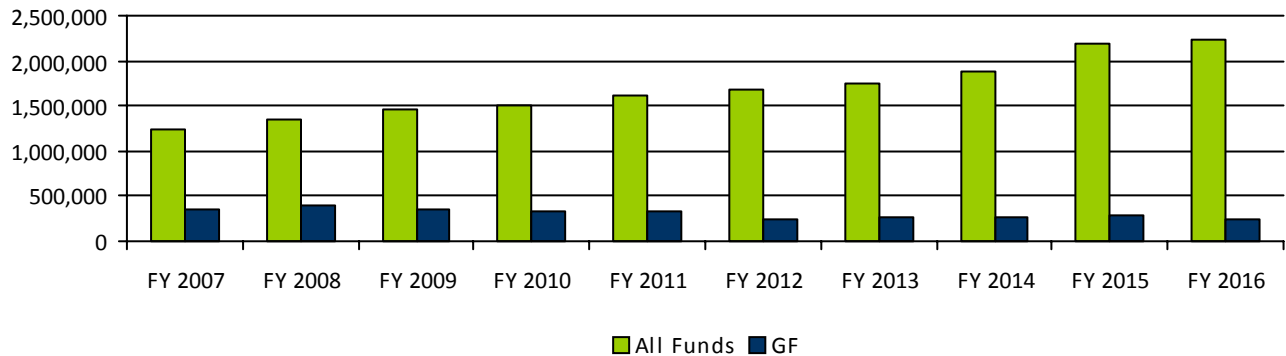
Link to the [AGENCY'S STRATEGIC PLAN](#)

Full-time Enrollment (21st Day Fall)



Agency Expenditures

(in \$1,000s)



Recommended State Appropriations

BY PROGRAM	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Academic Support	90,341.9	97,974.8	7,639.5	105,614.3
Institutional Support	149,954.5	158,718.7	2,290.7	161,009.4
Instruction	478,367.8	534,662.7	(7,000.0)	527,662.7
Organized Research	14,523.1	13,192.3	0.0	13,192.3
Public Service	2,037.3	1,810.2	0.0	1,810.2
Student Services	41,705.9	42,768.2	0.0	42,768.2
Agency Total - Appropriated Funds	776,930.5	849,126.9	2,930.2	852,057.1

BY EXPENDITURE OBJECT	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Personal Services	468,865.4	507,462.3	0.0	507,462.3
ERE Amount	147,511.5	161,033.9	0.0	161,033.9
Prof. And Outside Services	39,819.9	40,906.4	0.0	40,906.4
Travel - In State	234.2	83.0	0.0	83.0
Travel - Out of State	3,395.9	3,279.4	0.0	3,279.4
Food	10,715.2	11,409.4	0.0	11,409.4
Other Operating Expenses	81,844.3	99,123.1	0.0	99,123.1
Equipment	24,544.1	25,829.4	0.0	25,829.4
Capital Outlay	0.0	0.0	639.5	639.5
Debt Service	0.0	0.0	2,290.7	2,290.7
Agency Total - Appropriated Funds	776,930.5	849,126.9	2,930.2	852,057.1

BY APPROPRIATED FUND	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
General Fund	241,538.2	256,000.7	2,930.2	258,930.9
ASU Collections - Appropriated Fund	535,392.3	593,126.2	0.0	593,126.2
Agency Total - Appropriated Funds	776,930.5	849,126.9	2,930.2	852,057.1

FOR MORE DETAIL ABOUT EACH FUND SEE THE STATE FUNDS BOOK

Non - Appropriated Funds Expenditures

	FY 2016 Actual	FY 2017 Exp. Plan	FY 2018 Net Change	FY 2018 Exec. Rec.
Auxiliary Funds	174,862.1	178,625.6	20,656.4	199,282.0
Designated Funds	775,425.9	885,429.0	52,730.5	938,159.5
Endowment and Life Income Fund	1,546.0	0.0	0.0	0.0
Federal Grants	296,055.7	282,156.1	0.0	282,156.1
Federal Indirect Cost Recovery Fund	54,318.3	57,682.0	0.0	57,682.0
Indirect Cost Recovery Fund	6,639.4	6,879.6	0.0	6,879.6
Loan Fund	508.7	508.7	0.0	508.7
Restricted Funds	151,459.5	145,223.9	0.0	145,223.9
Agency Total - Non-Appropriated Funds	1,460,815.6	1,556,504.9	73,386.9	1,629,891.8

FOR MORE DETAIL ABOUT EACH FUND SEE THE STATE FUNDS BOOK

The Executive recommends a lump-sum appropriation to the agency.

ASU - Polytechnic

Arizona State University at the Polytechnic campus serves over 15,500 students and the metropolitan area through baccalaureate and graduate degree programs as well as through applied research and service. The programs at The Polytechnic campus provide students with the knowledge and extensive technological competence to succeed in their chosen professions and further learning. The Polytechnic campus offers an environment that places students at the center, embraces diversity and interdisciplinary inquiry, and strives to integrate the academic and social lives of students. Programs have outcomes directly relevant to the needs of society and the community, emphasizing collaboration and partnership to foster the educational, economic, and cultural development of local communities, the metropolitan area, the state, and the nation.

Link to the **AGENCY'S WEBSITE** <https://campus.asu.edu/polytechnic>

All numbers representing dollars are expressed in thousands.

Agency Budget Summary

	FY 2016 Actual	FY 2017 Exp. Plan	FY 2018 Net Change	FY 2018 Exec. Rec.
General Fund	22,323.4	22,688.4	0.0	22,688.4
Other Appropriated Funds	38,031.8	44,303.3	0.0	44,303.3
Non-Appropriated Funds	68,231.1	63,910.5	3,201.4	67,111.9
Agency Total	128,586.3	130,902.2	3,201.4	134,103.6

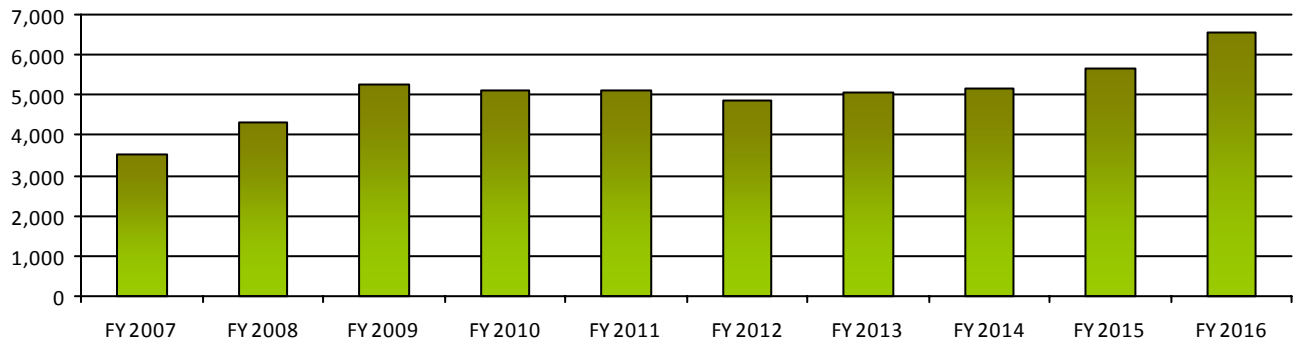
Adjustments for risk management charges and retirement contributions for this agency are not incorporated into the totals shown here. They are listed separated with adjustments for all state agencies immediately following the Capital Projects section. Funding for these adjustments is recommended as part of the total Executive Budget.

Performance Measures

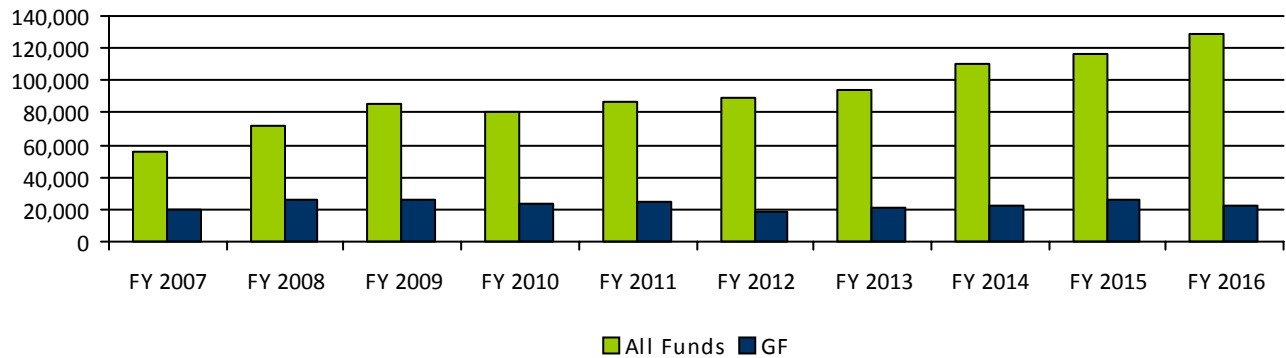
	FY 2015 Actual	FY 2016 Actual	FY 2017 Expected	FY 2018 Expected
Percent of graduating students who rate their overall experience at ASU Polytechnic as good or excellent	82	87	87	88
Fall semester enrollment (headcount)	12,290	14,632	15,525	16,301
Percent of full-time undergraduate students enrolled per semester in three or more primary courses with ranked faculty	84	83	83	84
Number of degrees granted	1,073	1,599	1,684	1,779
Number of Bachelors degrees granted	835	930	963	1,005
Number of Masters degrees granted	232	665	717	770
Average number of years taken to graduate for student who began as freshmen	4.7	4.6	4.5	4.5
Percent of agency staff turnover (classified staff only)	15.8	3.2	3.0	2.8

Link to the **AGENCY'S STRATEGIC PLAN**

Full-time Enrollment (21st Day Fall)



Agency Expenditures (in \$1,000s)



Recommended State Appropriations

BY PROGRAM	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Academic Support	10,685.6	15,669.7	0.0	15,669.7
Institutional Support	17,394.4	18,802.8	0.0	18,802.8
Instruction	27,164.7	26,305.0	0.0	26,305.0
Student Services	5,110.5	6,214.2	0.0	6,214.2
Agency Total - Appropriated Funds	60,355.2	66,991.7	0.0	66,991.7

BY EXPENDITURE OBJECT	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Personal Services	26,394.0	26,920.0	0.0	26,920.0
ERE Amount	8,419.7	8,627.7	0.0	8,627.7
Prof. And Outside Services	3,453.2	4,261.2	0.0	4,261.2
Travel - In State	13.2	33.7	0.0	33.7
Travel - Out of State	127.1	26.0	0.0	26.0
Food	150.0	150.0	0.0	150.0
Other Operating Expenses	20,925.6	26,419.1	0.0	26,419.1
Equipment	872.4	554.0	0.0	554.0

Agency Total - Appropriated Funds	60,355.2	66,991.7	0.0	66,991.7
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BY APPROPRIATED FUND	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
General Fund	22,323.4	22,688.4	0.0	22,688.4
ASU Collections - Appropriated Fund	36,031.8	42,303.3	0.0	42,303.3
Technology and Research Initiative Fund	2,000.0	2,000.0	0.0	2,000.0
Agency Total - Appropriated Funds	60,355.2	66,991.7	0.0	66,991.7

FOR MORE DETAIL ABOUT EACH FUND SEE THE STATE FUNDS BOOK

Non - Appropriated Funds Expenditures

	FY 2016 Actual	FY 2017 Exp. Plan	FY 2018 Net Change	FY 2018 Exec. Rec.
Auxiliary Funds	1,739.0	2,162.8	0.0	2,162.8
Designated Funds	53,476.4	48,969.9	3,452.4	52,422.3
Federal Grants	8,440.1	8,155.7	0.0	8,155.7
Federal Indirect Cost Recovery Fund	1,879.3	1,995.7	0.0	1,995.7
Indirect Cost Recovery Fund	218.2	231.7	0.0	231.7
Restricted Funds	2,478.1	2,143.7	0.0	2,143.7
Agency Total - Non-Appropriated Funds	68,231.1	63,659.5	3,452.4	67,111.9

FOR MORE DETAIL ABOUT EACH FUND SEE THE STATE FUNDS BOOK

The Executive recommends a lump-sum appropriation to the agency.

ASU - West

ASU at the West campus is located in Phoenix and serves over 19,800 residential and commuter students of diverse ages, ethnicity, and experience through baccalaureate programs, master's programs, doctoral programs and certificate programs. The West campus focuses on developing a learning community that addresses the needs of a diverse metropolitan environment. It does this by offering learner-centered academic programs that enhance learning through teaching, service and enrichment opportunities; promoting discovery and innovation; pursuing new knowledge; introducing insights and creative ideas through instruction; encouraging direct involvement in new fields of inquiry; investigating important community-based issues; and integrating with the community through service based on scholarship.

Link to the **AGENCY'S WEBSITE** <https://campus.asu.edu/west>

All numbers representing dollars are expressed in thousands.

Agency Budget Summary

	FY 2016 Actual	FY 2017 Exp. Plan	FY 2018 Net Change	FY 2018 Exec. Rec.
General Fund	28,945.0	29,413.5	0.0	29,413.5
Other Appropriated Funds	43,131.7	45,790.5	0.0	45,790.5
Non-Appropriated Funds	101,074.7	135,684.2	1,181.3	136,865.5
Agency Total	173,151.4	210,888.2	1,181.3	212,069.5

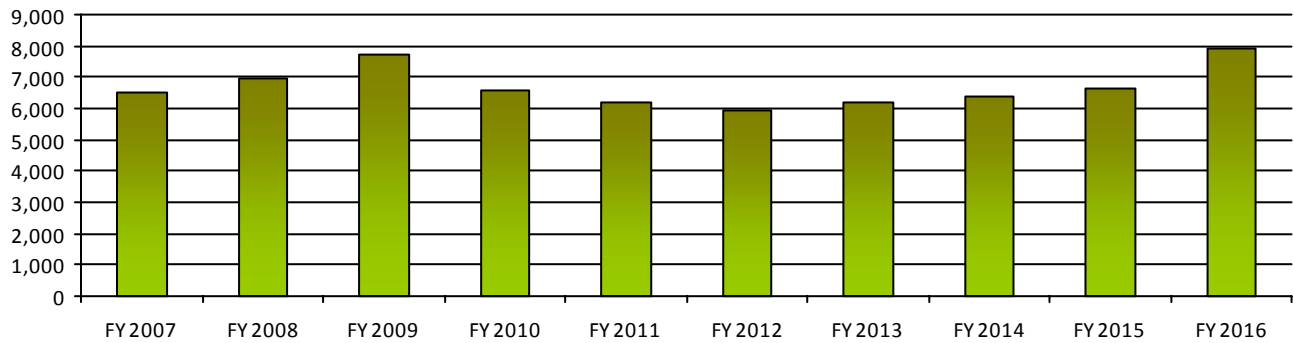
Adjustments for risk management charges and retirement contributions for this agency are not incorporated into the totals shown here. They are listed separated with adjustments for all state agencies immediately following the Capital Projects section. Funding for these adjustments is recommended as part of the total Executive Budget.

Performance Measures

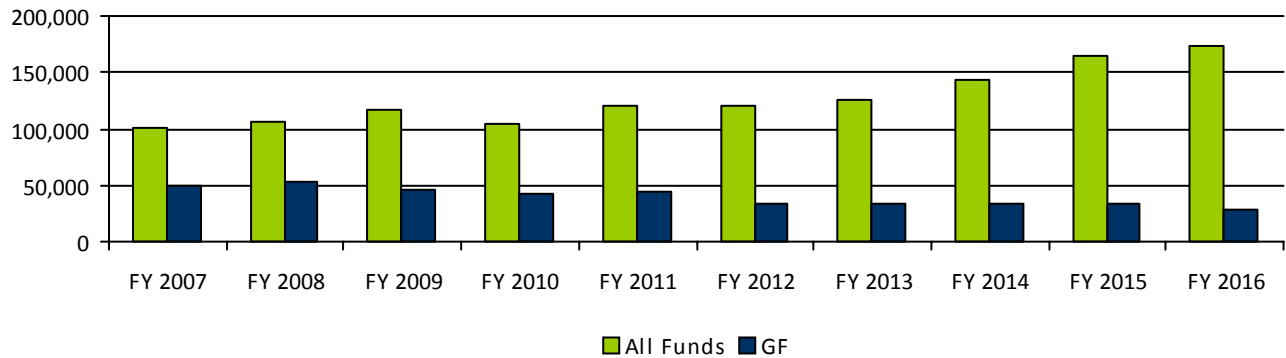
	FY 2015 Actual	FY 2016 Actual	FY 2017 Expected	FY 2018 Expected
Percent of graduating seniors who rate their overall university experience as good or excellent	90	90	90	91
Percent of full-time undergraduate students enrolled per semester in three or more primary courses with ranked faculty	85	86	86	87
Number of degrees granted	1,704	1,820	1,911	2,015
Number of Bachelors degrees granted	1,155	1,170	1,211	1,265
Number of Masters degrees granted	536	632	681	732
Fall semester enrollment (full-time equivalent)	6,609	7,952	8,806	9,422
Percent of agency staff turnover (classified staff only)	12.8	5.0	4.8	4.5

Link to the **AGENCY'S STRATEGIC PLAN**

Full-time Enrollment (21st Day Fall)



Agency Expenditures (in \$1,000s)



Recommended State Appropriations

BY PROGRAM	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Academic Support	16,886.4	17,504.2	0.0	17,504.2
Institutional Support	16,398.0	16,261.9	0.0	16,261.9
Instruction	29,813.3	32,314.7	0.0	32,314.7
Student Services	8,979.0	9,123.2	0.0	9,123.2
Agency Total - Appropriated Funds	72,076.7	75,204.0	0.0	75,204.0

BY EXPENDITURE OBJECT	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Personal Services	33,658.8	35,317.7	0.0	35,317.7
ERE Amount	11,093.1	11,138.4	0.0	11,138.4
Prof. And Outside Services	3,477.3	4,262.4	0.0	4,262.4
Travel - In State	24.0	46.6	0.0	46.6
Travel - Out of State	46.9	56.6	0.0	56.6
Food	1,231.0	1,231.0	0.0	1,231.0
Other Operating Expenses	22,188.6	23,090.8	0.0	23,090.8
Equipment	357.0	60.5	0.0	60.5

Agency Total - Appropriated Funds	72,076.7	75,204.0	0.0	75,204.0
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BY APPROPRIATED FUND	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
General Fund	28,945.0	29,413.5	0.0	29,413.5
ASU Collections - Appropriated Fund	41,531.7	44,190.5	0.0	44,190.5
Technology and Research Initiative Fund	1,600.0	1,600.0	0.0	1,600.0
Agency Total - Appropriated Funds	72,076.7	75,204.0	0.0	75,204.0

FOR MORE DETAIL ABOUT EACH FUND SEE THE STATE FUNDS BOOK

Non - Appropriated Funds Expenditures

	FY 2016 Actual	FY 2017 Exp. Plan	FY 2018 Net Change	FY 2018 Exec. Rec.
Auxiliary Funds	532.8	601.6	0.0	601.6
Designated Funds	66,180.4	101,645.1	1,181.3	102,826.4
Federal Grants	11,755.1	11,359.0	0.0	11,359.0
Federal Indirect Cost Recovery Fund	2,191.1	2,326.7	0.0	2,326.7
Indirect Cost Recovery Fund	254.4	270.1	0.0	270.1
Restricted Funds	20,160.9	19,481.7	0.0	19,481.7
Agency Total - Non-Appropriated Funds	101,074.7	135,684.2	1,181.3	136,865.5

FOR MORE DETAIL ABOUT EACH FUND SEE THE STATE FUNDS BOOK

The Executive recommends a lump-sum appropriation to the agency.

Northern Arizona University

Founded in 1899, Northern Arizona University is a vibrant community committed to teaching as learning, research as innovation, and service as shared leadership.

Northern Arizona University is a part of the Arizona University System and embraces its newly developed vision statement: Rigorous programs and pioneering research with substantial community impact provide the foundation for transformational student opportunities that prepare graduates to excel in creating a sustainable future, nationally and globally.

- NAU is distinguished for its quality of teaching, focusing on student-centered learning experiences in creative environments and for its dynamic research. We challenge students to adapt and respond to evolving social pressures and global issues.

- NAU is celebrated for its personally transformational relationships that enhance educational opportunities. We empower students to succeed by ensuring accessibility and inclusiveness of diverse experiences and backgrounds.

- NAU is renowned for its national and global leadership and service as our graduates guide the world toward a vibrant future, creating cultural vitality, superior education, improved public health and positive economic outcomes throughout our communities.

With a growing enrollment in fall 2016 that includes 30,368 students from all states and 79 countries, Northern Arizona University reaches out to students regionally with community campuses and opportunities for distance learning. From its inception, NAU has implemented innovative and accountable teaching practices, including the effective use of technology.

Accredited by the Higher Learning Commission/North Central Association of Colleges and Schools, the university embraces diversity and promotes inclusion across the university community as a means to prepare graduates to contribute to the social, economic, and environmental needs of a culturally rich society. It inspires students to become active citizens, leaders, visionaries, and problem solvers with an understanding of global issues.

In addition to integrating sustainability themes across curriculum, Northern Arizona University's beautiful 740 acre campus models sustainable operations through multi-modal transportation, environmentally responsible waste disposal, energy-efficient green construction, and sustainability in food procurement. In May 2014, the University was awarded a gold rating from the Sustainability, Tracking, Assessment and Rating System (STARS).

Link to the **AGENCY'S WEBSITE** <http://nau.edu/>

All numbers representing dollars are expressed in thousands.

Agency Budget Summary

	FY 2016 Actual	FY 2017 Exp.Plan	FY 2018 Net Change	FY 2018 Exec. Rec.
General Fund	102,047.8	106,317.0	852.5	107,169.5
Other Appropriated Funds	145,286.6	147,283.3	0.0	147,283.3
Non-Appropriated Funds	344,372.7	374,838.9	6,117.6	380,956.5
Agency Total	591,707.1	628,439.2	6,970.1	635,409.3

Main Points of Executive Recommendations

	FY 2017	FY 2018
University Capital Investment Program	0.0	0.0
Capital and Operational Funding	0.0	3,202.8

Major Executive Initiatives and Funding Recommendations

University Capital Investment Program

The Executive’s recommendations for postsecondary education will help to ensure that Arizona universities are more competitive with top research universities, provide an excellent and affordable education for in-state students, attract and retain highly-skilled teachers, and address Arizona workforce needs.

Developing a higher education system primed to prepare graduates for professional opportunities in an evolving economy requires ongoing investment in university research and development (R&D). In response, the Executive provides ongoing support for a \$1 billion funding plan for university R&D infrastructure and deferred maintenance projects.

University R&D infrastructure plays a large role in expanding opportunities for students, staff and the Arizona economy. In 2003, the State pledged \$34.6 million per year for 23 years (2008–2031) to support university R&D. With this General Fund appropriation, universities have been able to bond and invest in key projects, including science and technology buildings, medical research and biomedical buildings, and laboratory facilities.

As an example of how the new R&D infrastructure has significantly impacted the state, the Arizona Board of Regents reported in November 2016 that, since 2008, the number of science, technology, engineering and math (STEM) degrees has increased by 94%, and that, since 2003, university invention disclosures have increased by 154%.

The Board of Regents’ 2020 Vision addresses several goals of Arizona’s universities, including research excellence “to increase the research capabilities and performance of the Arizona University System to a level of competitive prominence with peer rankings of top American research universities.” Additional bonding capacity and a guaranteed revenue stream for debt repayment will help make this vision a reality for Arizona’s three public universities (the University of Arizona, Arizona State University, and Northern Arizona University).

New R&D infrastructure will stimulate research and help attract high-quality faculty to Arizona’s universities. Other benefits include numerous opportunities for student employment and developing new public-private partnerships between Arizona universities and the business sector, likely yielding high economic returns and further aligning education outcomes to workforce needs.

In addition to R&D infrastructure, the universities have a large need for deferred maintenance funding. In FY 2016, the universities reported \$671 million in deferred maintenance needs and numerous hazardous facility conditions. Funding dedicated to building maintenance will be beneficial for building upkeep and student safety.

The aforementioned \$1 billion ongoing investment will be supported by redirecting transaction privilege tax (TPT) revenues paid by the universities, which includes an estimated \$30.3 million State component and \$6.5 million State-shared component.

The Executive recommends that the \$30.3 million State component be used for capital investments, including R&D infrastructure and deferred maintenance projects. This ongoing State component, in addition to a university match, will enable universities to bond for approximately \$1 billion over 30 years and make substantial investments in R&D infrastructure and deferred maintenance. TPT growth related to the State

component is capped at 2% annually for capital investments. Any TPT revenue growth above 2% annual growth will be provided to universities for general operating expenditures.

In addition to the estimated \$30.3 million State component, the approximate \$6.5 million State-shared component, and all related future TPT revenue growth, will be made available to the universities for general operating expenditures, including resident student costs.

While acknowledging higher education’s essential long-term role in shaping a workforce capable of success in an increasingly sophisticated and dynamic economy, the Executive Recommendation calls on Arizona’s postsecondary institutions to respond to a critical current labor shortage: teachers.

Our state’s three public universities must assist the State in implementing a new blueprint for teacher success and retention. A teacher-focused approach should consider the use of established successful models of best practices already in the field and new strategies that provide a more robust tool kit to compel more of our best and brightest into the teaching profession. Also, new models must provide the necessary professional development support and incentives to assist prospective teachers through their preparatory programs, as they enter the classroom, and as they become firmly rooted in their careers as teacher leaders.

The Executive requests that the three public universities, in partnership with Arizona’s community colleges, provide a plan within the next 90 days, that:

- prepares students, as efficiently and effectively as possible, for their course of study and future careers as educators;
- integrates existing and creates new professional support networks to help teachers to share and learn best practices from each other;
- implements new accelerated models for high-demand disciplines (such as STEM) and for career changers (college graduates who want to teach) that result in professional certification; and
- develops stronger, more structured partnership opportunities between the universities and school systems to build early commitments for teacher employment.

Funding	FY 2018
General Fund	0.0
Issue Total	<u>0.0</u>

Capital and Operational Funding

Operational resources are an important part of the university budget. The Executive recommends \$15 million in one-time General Fund to be used for either general university operating expenditures or capital improvements. This funding will allow universities to address their high-priority needs and help support costs associated with educating Arizona resident students.

The recommended \$15 million is allocated proportionally to universities based on resident student population.

Funding	FY 2018
General Fund	3,202.8
Issue Total	<u>3,202.8</u>

Baseline Recommendations

Remove FY 2017 One-Time Appropriation

In FY 2017, Northern Arizona University received \$4 million one-time for capital improvements or operating expenditures. The Executive Recommendation, as a technical adjustment, removes the one-time FY 2017 appropriation.

Funding	FY 2018
General Fund	(4,000.0)
Issue Total	(4,000.0)

Research Infrastructure Refinancing Adjustment

The 2016 Higher Education Budget Reconciliation Bill (Laws 2016, Chapter 130) makes an FY 2018 appropriation for research infrastructure lease-purchase payments. The Executive Recommendation aligns with that appropriation.

Funding	FY 2018
General Fund	1,649.7
Issue Total	1,649.7

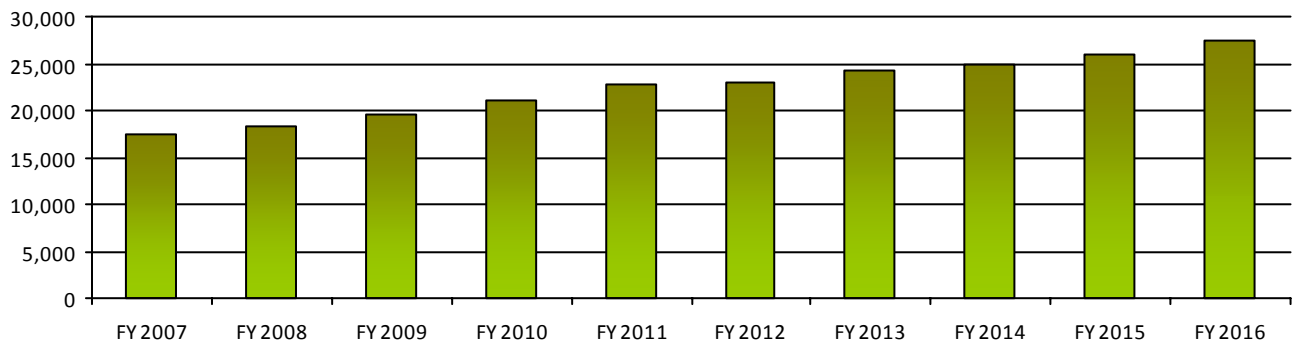
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Performance Measures

	FY 2015 Actual	FY 2016 Actual	FY 2017 Expected	FY 2018 Expected
Percent of graduating seniors who rate their overall university experience as good or excellent	93	92	93	93
Doctorate degrees awarded in the DPT category.	68	77	80	85
Average number of years taken to graduate for students who began as first-time, full-time freshmen.	4.48	4.42	4.4	4.4
Total degrees and certificates granted (includes all campuses).	7,204	7,293	7,310	7,350
Bachelor degrees granted to statewide students, (includes community campuses and online only).	1,542	1,581	1,590	1,600
Graduate degrees granted (Statewide and Online only)	739	842	850	860
Graduate degrees awarded at the master's level	1,180	1,288	1,295	1,300
Graduate degrees awarded at the doctoral level	59	56	58	60
Percentage of full-time, undergraduate students enrolled per semester in three or more primary courses with ranked faculty	80	81	82	82
Number of Bachelor degrees granted	5,104	5,117	5,125	5,150
Percent of agency staff turnover	12	15	12	10

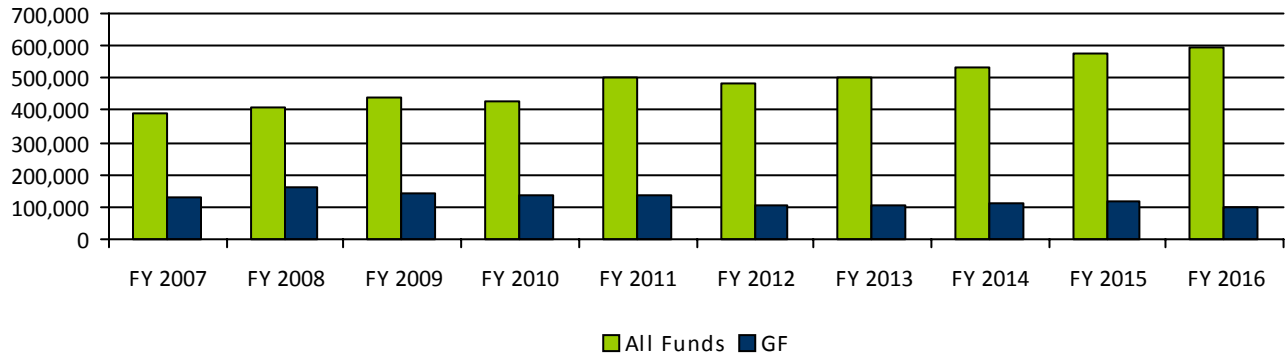
Link to the [AGENCY'S STRATEGIC PLAN](#)

Full-time Enrollment (21st Day Fall)



Agency Expenditures

(in \$1,000s)



Recommended State Appropriations

BY PROGRAM	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Academic Support	29,744.5	30,059.7	3,202.8	33,262.5
Institutional Support	55,611.5	59,121.7	(2,350.3)	56,771.4
Instruction	125,234.0	130,401.1	0.0	130,401.1
Organized Research	6,675.1	5,248.2	0.0	5,248.2
Public Service	4,341.0	4,497.7	0.0	4,497.7
Student Services	25,728.3	24,271.9	0.0	24,271.9
Agency Total - Appropriated Funds	247,334.4	253,600.3	852.5	254,452.8

BY EXPENDITURE OBJECT	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Personal Services	156,082.4	160,495.3	0.0	160,495.3
ERE Amount	48,644.5	48,600.0	0.0	48,600.0
Prof. And Outside Services	14,542.1	9,808.3	0.0	9,808.3
Travel - In State	373.2	464.5	0.0	464.5
Travel - Out of State	617.7	0.0	0.0	0.0
Food	2,626.9	2,334.6	0.0	2,334.6
Other Operating Expenses	21,011.4	28,475.6	0.0	28,475.6
Equipment	436.2	422.0	0.0	422.0
Capital Outlay	0.0	0.0	(797.2)	(797.2)
Debt Service	0.0	0.0	1,649.7	1,649.7
Transfers Out	3,000.0	3,000.0	0.0	3,000.0
Agency Total - Appropriated Funds	247,334.4	253,600.3	852.5	254,452.8

BY APPROPRIATED FUND	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
General Fund	102,047.8	106,317.0	852.5	107,169.5
NAU Collections - Appropriated Fund	145,286.6	147,283.3	0.0	147,283.3

Agency Total - Appropriated Funds 247,334.4 253,600.3 852.5 254,452.8

FOR MORE DETAIL ABOUT EACH FUND SEE THE STATE FUNDS BOOK

Special Line Appropriations

	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
NAU Yuma Academic Support	434.4	419.8	0.0	419.8
NAU Yuma Instruction	2,345.7	2,474.5	0.0	2,474.5
NAU Yuma Student Services	144.3	173.0	0.0	173.0
Teacher Training	2,399.4	2,290.6	0.0	2,290.6
Agency Total - Appropriated Funds	5,323.8	5,357.9	0.0	5,357.9

Non - Appropriated Funds Expenditures

	FY 2016 Actual	FY 2017 Exp. Plan	FY 2018 Net Change	FY 2018 Exec. Rec.
Auxiliary Funds	74,582.1	76,806.3	2,672.7	79,479.0
Designated Funds	156,393.2	180,776.7	2,754.3	183,531.0
Federal Grants	81,486.5	82,301.6	823.1	83,124.7
Federal Indirect Cost Recovery Fund	6,720.4	6,787.6	67.9	6,855.5
Indirect Cost Recovery Fund	306.6	2,917.3	(668.7)	2,248.6
Loan Fund	125.6	394.7	11.1	405.8
Restricted Funds	24,758.3	24,854.7	457.2	25,311.9
Agency Total - Non-Appropriated Funds	344,372.7	374,838.9	6,117.6	380,956.5

FOR MORE DETAIL ABOUT EACH FUND SEE THE STATE FUNDS BOOK

The Executive recommends a lump-sum appropriation to the agency with special lines.

University of Arizona - Main Campus

The University of Arizona in Tucson, including branch campuses in Sierra Vista and downtown Phoenix, is a land-grant, doctoral research university. Its research and development expenditures place it among the nation's top public universities and it is a member of the Association of American Universities. It offers a broad array of programs leading to degrees from baccalaureate through the doctorate. It has a total student body enrollment of over 42,000 full-time and part-time students. As a land-grant university, it maintains programs in production agriculture, mining, and engineering and serves the State through its cooperative extension services, technology transfer, economic development assistance, distributed education, and cultural programming. The University provides distinguished undergraduate, graduate, and professional education; excels in basic and applied research and creative achievement; and promotes the integration of these activities and outcomes into advancement of Arizona's economy.

Link to the **AGENCY'S WEBSITE** <http://www.arizona.edu/>

All numbers representing dollars are expressed in thousands.

Agency Budget Summary

	FY 2016 Actual	FY 2017 Exp. Plan	FY 2018 Net Change	FY 2018 Exec. Rec.
General Fund	180,704.4	198,493.2	(3,571.4)	194,921.8
Other Appropriated Funds	336,900.4	405,141.1	0.0	405,141.1
Non-Appropriated Funds	1,191,325.3	1,277,259.0	43,306.9	1,320,565.9
Agency Total	1,708,930.1	1,880,893.3	39,735.5	1,920,628.8

Main Points of Executive Recommendations

	FY 2017	FY 2018
University Capital Investment Program	0.0	0.0
Capital and Operational Funding	0.0	4,157.7

Major Executive Initiatives and Funding Recommendations

University Capital Investment Program

The Executive's recommendations for postsecondary education will help to ensure that Arizona universities are more competitive with top research universities, provide an excellent and affordable education for in-state students, attract and retain highly-skilled teachers, and address Arizona workforce needs.

Developing a higher education system primed to prepare graduates for professional opportunities in an evolving economy requires ongoing investment in university research and development (R&D). In response, the Executive provides ongoing support for a \$1 billion funding plan for university R&D infrastructure and deferred maintenance projects.

University R&D infrastructure plays a large role in expanding opportunities for students, staff and the Arizona economy. In 2003, the State pledged \$34.6 million per year for 23 years (2008–2031) to support university R&D. With this General Fund appropriation, universities have been able to bond and invest in key projects, including science and technology buildings, medical research and biomedical buildings, and laboratory facilities.

As an example of how the new R&D infrastructure has significantly impacted the state, the Arizona Board of

Regents reported in November 2016 that, since 2008, the number of science, technology, engineering and math (STEM) degrees has increased by 94%, and that, since 2003, university invention disclosures have increased by 154%.

The Board of Regents' 2020 Vision addresses several goals of Arizona's universities, including research excellence "to increase the research capabilities and performance of the Arizona University System to a level of competitive prominence with peer rankings of top American research universities." Additional bonding capacity and a guaranteed revenue stream for debt repayment will help make this vision a reality for Arizona's three public universities (the University of Arizona, Arizona State University, and Northern Arizona University).

New R&D infrastructure will stimulate research and help attract high-quality faculty to Arizona's universities. Other benefits include numerous opportunities for student employment and developing new public-private partnerships between Arizona universities and the business sector, likely yielding high economic returns and further aligning education outcomes to workforce needs.

In addition to R&D infrastructure, the universities have a large need for deferred maintenance funding. In FY 2016, the universities reported \$671 million in deferred maintenance needs and numerous hazardous facility conditions. Funding dedicated to building maintenance will be beneficial for building upkeep and student safety.

The aforementioned \$1 billion ongoing investment will be supported by redirecting transaction privilege tax (TPT) revenues paid by the universities, which includes an estimated \$30.3 million State component and \$6.5 million State-shared component.

The Executive recommends that the \$30.3 million State component be used for capital investments, including R&D infrastructure and deferred maintenance projects. This ongoing State component, in addition to a university match, will enable universities to bond for approximately \$1 billion over 30 years and make substantial investments in R&D infrastructure and deferred maintenance. TPT growth related to the State component is capped at 2% annually for capital investments. Any TPT revenue growth above 2% annual growth will be provided to universities for general operating expenditures.

In addition to the estimated \$30.3 million State component, the approximate \$6.5 million State-shared component, and all related future TPT revenue growth, will be made available to the universities for general operating expenditures, including resident student costs.

While acknowledging higher education's essential long-term role in shaping a workforce capable of success in an increasingly sophisticated and dynamic economy, the Executive Recommendation calls on Arizona's postsecondary institutions to respond to a critical current labor shortage: teachers.

Our state's three public universities must assist the State in implementing a new blueprint for teacher success and retention. A teacher-focused approach should consider the use of established successful models of best practices already in the field and new strategies that provide a more robust tool kit to compel more of our best and brightest into the teaching profession. Also, new models must provide the necessary professional development support and incentives to assist prospective teachers through their preparatory programs, as they enter the classroom, and as they become firmly rooted in their careers as teacher leaders.

The Executive requests that the three public universities, in partnership with Arizona's community colleges, provide a plan within the next 90 days, that:

- prepares students, as efficiently and effectively as possible, for their course of study and future careers as educators;
- integrates existing and creates new professional support networks to help teachers to share and learn best practices from each other;
- implements new accelerated models for high-demand disciplines (such as STEM) and for career changers

(college graduates who want to teach) that result in professional certification; and

- develops stronger, more structured partnership opportunities between the universities and school systems to build early commitments for teacher employment.

Funding	FY 2018
General Fund	0.0
Issue Total	0.0

Capital and Operational Funding

Operational resources are an important part of the university budget. The Executive recommends \$15 million in one-time General Fund to be used for either general university operating expenditures or capital improvements. This funding will allow universities to address their high-priority needs and help support costs associated with educating Arizona resident students.

The recommended \$15 million is allocated proportionally to universities based on resident student population.

Funding	FY 2018
General Fund	4,157.7
Issue Total	4,157.7

Baseline Recommendations

Remove FY 2017 One-Time Appropriation

In FY 2017, the University of Arizona received \$8 million one-time for capital improvements or operating expenditures. The Executive Recommendation, as a technical adjustment, removes the one-time FY 2017 appropriation.

Funding	FY 2018
General Fund	(8,000.0)
Issue Total	(8,000.0)

Research Infrastructure Refinancing Adjustment

The 2016 Higher Education Budget Reconciliation Bill (Laws 2016, Chapter 130) makes a FY 2018 appropriation for research infrastructure lease-purchase payments. The Executive Recommendation aligns with that appropriation.

Funding	FY 2018
General Fund	270.9
Issue Total	270.9

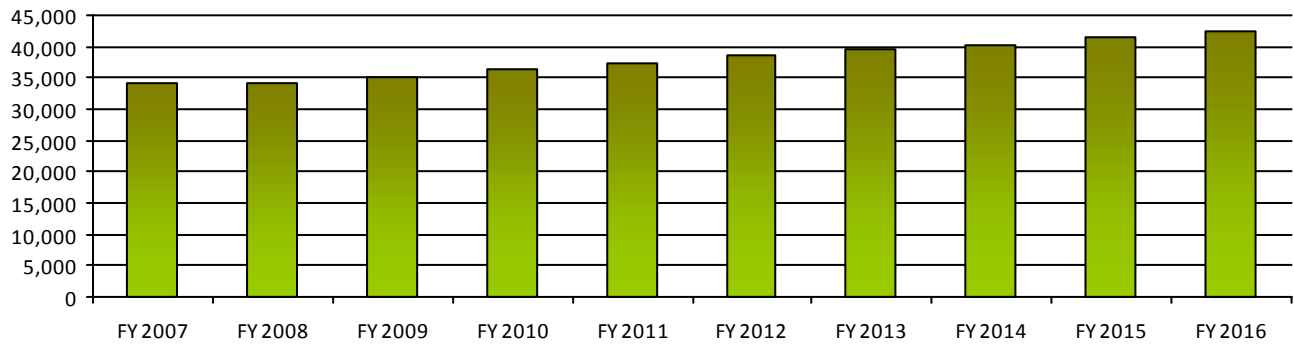
Adjustments for risk management charges and retirement contributions for this agency are not incorporated into the totals shown here. They are listed separated with adjustments for all state agencies immediately following the Capital Projects section. Funding for these adjustments is recommended as part of the total Executive Budget.

Performance Measures

	FY 2015 Actual	FY 2016 Actual	FY 2017 Expected	FY 2018 Expected
Average number of years taken to graduate for students who began as freshmen	4.4	4.4	4.4	4.4
Agency staff turnover (percent)	12.2	13	13.7	14.4
Gifts, grants, and contracts (millions)	327,038	317,668	320,844	324,053
Graduating seniors who rate their overall experience as good or excellent (percent)	94.7	93	94	94
Full-time undergraduate students enrolled per semester in three or more primary courses with ranked faculty (percentage)	86	88	90	90
Total number of degrees granted	8,205	8,563	8,760	8,962
Bachelors degrees granted	6,168	6,320	6,455	6,592
Masters degrees granted	1,442	1,515	1,560	1,606
First Professional degrees granted	169	158	163	167
Doctorate degrees granted	426	396	400	404

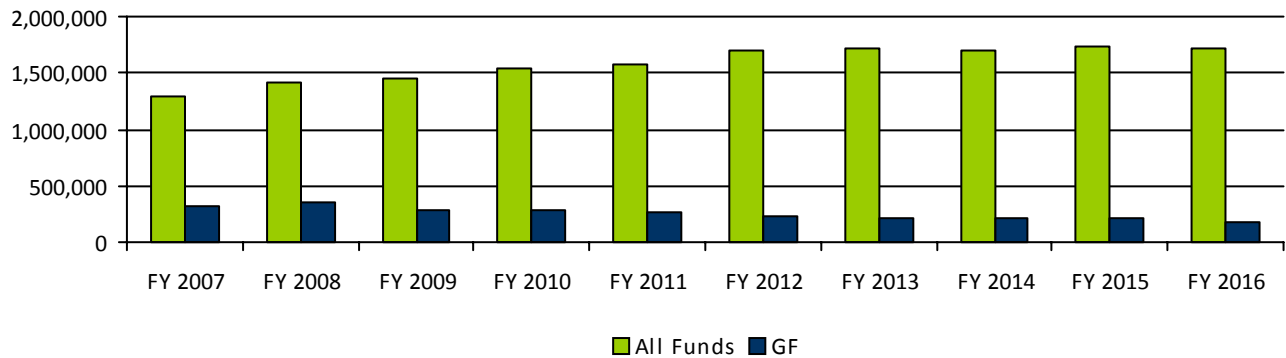
Link to the [AGENCY'S STRATEGIC PLAN](#)

Full-time Enrollment (21st Day Fall)



Agency Expenditures

(in \$1,000s)



Recommended State Appropriations

BY PROGRAM	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Academic Support	64,791.5	74,076.5	4,157.7	78,234.2
Agriculture	52,128.8	63,738.7	(8,000.0)	55,738.7
Institutional Support	132,496.9	135,543.3	270.9	135,814.2
Instruction	217,443.8	262,446.9	0.0	262,446.9
Organized Research	28,925.5	39,041.7	0.0	39,041.7
Public Service	3,321.0	4,630.2	0.0	4,630.2
Student Services	11,689.2	16,245.8	0.0	16,245.8
U of A South	6,808.1	7,911.2	0.0	7,911.2
Agency Total - Appropriated Funds	517,604.8	603,634.3	(3,571.4)	600,062.9

BY EXPENDITURE OBJECT	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Personal Services	314,463.1	375,485.6	0.0	375,485.6
ERE Amount	117,243.0	137,512.5	0.0	137,512.5
Prof. And Outside Services	3,483.8	3,621.3	0.0	3,621.3
Travel - In State	257.2	608.6	0.0	608.6
Travel - Out of State	833.0	62.8	0.0	62.8
Food	7,898.6	8,641.2	0.0	8,641.2
Other Operating Expenses	68,804.1	68,222.1	0.0	68,222.1
Capital Outlay	4,622.0	9,480.2	(3,842.3)	5,637.9
Debt Service	0.0	0.0	270.9	270.9
Agency Total - Appropriated Funds	517,604.8	603,634.3	(3,571.4)	600,062.9

BY APPROPRIATED FUND	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
General Fund	180,704.4	198,493.2	(3,571.4)	194,921.8
U of A Main Campus - Collections - Appropriated Fund	336,900.4	405,141.1	0.0	405,141.1
Agency Total - Appropriated Funds	517,604.8	603,634.3	(3,571.4)	600,062.9

FOR MORE DETAIL ABOUT EACH FUND SEE THE STATE FUNDS BOOK

Special Line Appropriations

	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Agriculture Coop. Ext.	15,248.3	16,158.1	0.0	16,158.1
Freedom Center	500.2	2,500.0	0.0	2,500.0
Mining and Mineral	0.0	428.3	0.0	428.3
Agency Total - Appropriated Funds	15,748.5	19,086.4	0.0	19,086.4

Non - Appropriated Funds Expenditures

	FY 2016 Actual	FY 2017 Exp. Plan	FY 2018 Net Change	FY 2018 Exec. Rec.
Auxiliary Funds	253,465.7	252,424.0	8,805.1	261,229.1
Designated Funds	544,401.8	616,449.1	21,420.8	637,869.9
Endowment and Life Income	1,198.6	1,234.5	43.2	1,277.7
Federal Grants	155,585.5	175,252.7	5,960.0	181,212.7
Federal Indirect Cost Recovery Fund	44,056.6	45,378.3	1,588.2	46,966.5
Geological Survey Fund	0.0	3,124.1	(864.0)	2,260.1
Indirect Cost Recovery Fund	10,689.8	11,010.5	385.3	11,395.8
Loan Fund	729.1	751.1	27.0	778.1
Restricted Funds	181,198.2	171,634.7	5,941.3	177,576.0
Agency Total - Non-Appropriated Funds	1,191,325.3	1,277,259.0	43,306.9	1,320,565.9

FOR MORE DETAIL ABOUT EACH FUND SEE THE STATE FUNDS BOOK

The Executive recommends a lump-sum appropriation to the agency with special lines.

University of Arizona - Health Sciences Center

The Arizona Health Sciences Center (AHSC) in Tucson is the State's only academic health sciences center. It provides the State and its people education, research, patient care, and services through its Colleges of Medicine, Nursing, Pharmacy, Public Health, Phoenix Bio-Medical Campus, University Medical Center, and university physicians. AHSC serves as the core of a broad network of State-wide health services, health education, health restoration, health promotion, and illness prevention.

Link to the **AGENCY'S WEBSITE** <http://ahsc.arizona.edu/>

All numbers representing dollars are expressed in thousands.

Agency Budget Summary

	FY 2016 Actual	FY 2017 Exp.Plan	FY 2018 Net Change	FY 2018 Exec. Rec.
General Fund	68,393.5	68,631.2	0.0	68,631.2
Other Appropriated Funds	46,882.0	47,491.4	0.0	47,491.4
Non-Appropriated Funds	487,521.8	532,452.1	18,177.7	550,629.8
Agency Total	602,797.3	648,574.7	18,177.7	666,752.4

Adjustments for risk management charges and retirement contributions for this agency are not incorporated into the totals shown here. They are listed separated with adjustments for all state agencies immediately following the Capital Projects section. Funding for these adjustments is recommended as part of the total Executive Budget.

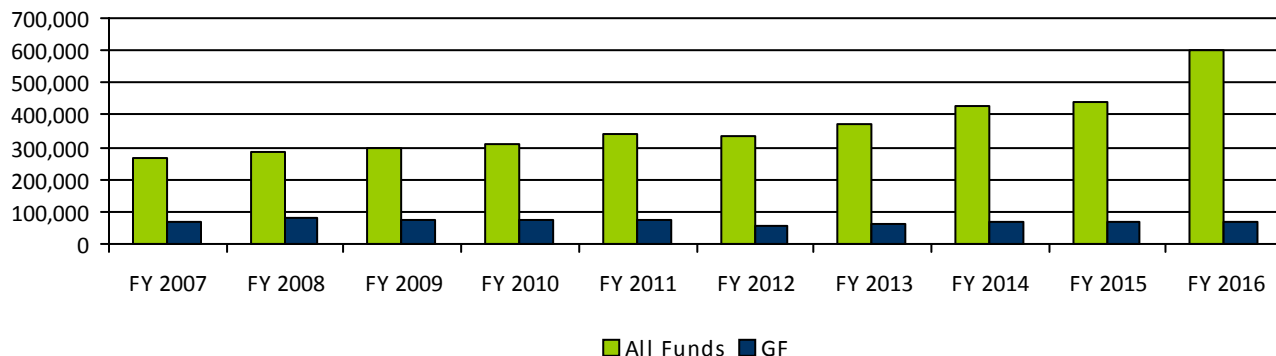
Performance Measures

	FY 2015 Actual	FY 2016 Actual	FY 2017 Expected	FY 2018 Expected
Number of Degrees Granted BA/BS and MA/MS	877	1,005	1,035	1,066
Number of degrees granted-PhD	43	45	46	48

Link to the **AGENCY'S STRATEGIC PLAN**

Agency Expenditures

(in \$1,000s)



Recommended State Appropriations

BY PROGRAM	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Academic Support	16,859.7	15,684.4	0.0	15,684.4
Agency Operating Detail				

BY PROGRAM	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
College of Medicine - Phoenix	31,460.2	33,034.8	0.0	33,034.8
Institutional Support	5,727.3	5,512.9	0.0	5,512.9
Instruction	43,788.4	44,612.6	0.0	44,612.6
Organized Research	4,646.0	4,636.6	0.0	4,636.6
Public Service	8,587.0	8,587.0	0.0	8,587.0
Public Service	2,656.5	2,568.2	0.0	2,568.2
Student Services	1,550.4	1,486.1	0.0	1,486.1
Agency Total - Appropriated Funds	115,275.5	116,122.6	0.0	116,122.6

BY EXPENDITURE OBJECT	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Personal Services	52,446.3	80,162.0	0.0	80,162.0
ERE Amount	18,596.6	26,347.5	0.0	26,347.5
Prof. And Outside Services	40,804.0	4,270.0	0.0	4,270.0
Travel - In State	40.2	104.2	0.0	104.2
Travel - Out of State	185.4	6.7	0.0	6.7
Other Operating Expenses	3,072.8	4,773.1	0.0	4,773.1
Capital Outlay	130.2	459.1	0.0	459.1
Agency Total - Appropriated Funds	115,275.5	116,122.6	0.0	116,122.6

BY APPROPRIATED FUND	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
General Fund	68,393.5	68,631.2	0.0	68,631.2
U of A Main Campus - Collections - Appropriated Fund	46,882.0	47,491.4	0.0	47,491.4
Agency Total - Appropriated Funds	115,275.5	116,122.6	0.0	116,122.6

FOR MORE DETAIL ABOUT EACH FUND SEE THE STATE FUNDS BOOK

Special Line Appropriations

	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Clinical Rural Rotations	349.4	353.4	0.0	353.4
Clinical Teaching Support	8,587.0	8,587.0	0.0	8,587.0
Liver Research Institute	424.7	440.1	0.0	440.1
Telemedicine Network	1,838.5	1,669.0	0.0	1,669.0
Agency Total - Appropriated Funds	11,199.6	11,049.5	0.0	11,049.5

Non - Appropriated Funds Expenditures

	FY 2016 Actual	FY 2017 Exp. Plan	FY 2018 Net Change	FY 2018 Exec. Rec.
Auxiliary Funds	9,459.5	13,047.4	455.5	13,502.9
Designated Funds	267,900.7	305,927.7	10,400.1	316,327.8
Endowment and Life Income	20,042.8	17,644.1	617.5	18,261.6
Federal Grants	72,752.9	94,935.9	3,259.8	98,195.7
Federal Indirect Cost Recovery Fund	22,385.9	23,057.5	807.0	23,864.5
Indirect Cost Recovery Fund	4,217.8	4,344.3	152.1	4,496.4
Restricted Funds	90,762.2	73,495.2	2,485.7	75,980.9
Agency Total - Non-Appropriated Funds	487,521.8	532,452.1	18,177.7	550,629.8

FOR MORE DETAIL ABOUT EACH FUND SEE THE STATE FUNDS BOOK

The Executive recommends a lump-sum appropriation to the agency with special lines.

Department of Veterans' Services

The Department of Veterans' Services assists veterans and their dependents obtain federal entitlements, such as claims for disability, pension, and insurance. All other agency services are derived from this central premise.

The Department operates the State Veteran Homes, with homes operating in Phoenix and Tucson. Both homes are self-funded, skilled-nursing facilities that provide long-term care services to veterans and their spouses.

The Department operates three state veteran cemeteries in Sierra Vista, Marana, and Camp Navajo near Flagstaff. The agency is designated as the State Approving Agency, working with institutions that provide education and training to veterans with educational benefits. It administers the Military Family Relief Fund to support Arizona veterans and their families with financial hardships due to their deployments to combat zones. A dedicated coordinator also monitors statewide services to eliminate homelessness amongst Arizona veterans and increase employment opportunities for Arizona veterans.

Link to the **AGENCY'S WEBSITE** <http://www.azdvs.gov/>

All numbers representing dollars are expressed in thousands.

Agency Budget Summary

	FY 2016 Actual	FY 2017 Exp.Plan	FY 2018 Net Change	FY 2018 Exec. Rec.
General Fund	5,958.7	6,054.1	0.0	6,054.1
Other Appropriated Funds	30,613.6	32,046.8	(899.2)	31,147.6
Non-Appropriated Funds	7,968.0	5,410.8	(83.7)	5,327.1
Agency Total	44,540.3	43,511.7	(982.9)	42,528.8

Main Points of Executive Recommendations

	FY 2017	FY 2018
Continuous Appropriation for State Veterans' Homes	0.0	0.0
Remove Fiduciary Program Appropriation	0.0	(899.2)

Major Executive Initiatives and Funding Recommendations

Continuous Appropriation for State Veterans' Homes

The Department operates two Veterans' Homes, in Phoenix and Tucson. The homes are skilled nursing facilities, providing both short-term and long-term care for qualifying veterans. Operations at the Veteran Homes are funded through the State Homes for Veterans' Trust Fund, which receives reimbursements from public and private payers for the care of patients. The homes are self-funding, receiving no subsidy from the General Fund, and revenues are estimated to exceed the \$31.1 million appropriation by approximately \$4.4 million in FY 2016 and FY 2017.

During FY 2016, the Department reported an average occupancy of 80% across both homes, so that 256 of the total 320 beds (200 in Phoenix and 120 in Tucson) were occupied on average. Daily cost per bed for the homes averages \$303.84. If the Department increased average occupancy to 90% (288 beds) or 100% (320 beds), the total patient costs will increase to between \$31.9 million and \$35.4 million, both exceeding the current appropriation level of \$31.1 million. However, using the average can understate the true cost of increasing occupancy, as the cost per bed varies with a patient's specific care needs. According to the Department, the cost

per bed can be as high as \$450 and as low as \$212, meaning that any recommended appropriation level could be insufficient in furthering the Department’s goals of increasing occupancy at the State Veteran Homes.

To allow the Department to increase occupancy at the Veteran Homes and give flexibility to the Department in managing the costs associated with increased occupancy, the Executive recommends converting the State Home for Veterans’ Trust Fund from an appropriated fund to a continuously appropriated fund.

Funding	FY 2018
State Home for Veterans Trust Fund	0.0
Issue Total	0.0

Remove Fiduciary Program Appropriation

Prior to FY 2017, the Department operated a fiduciary program for veterans unable to manage their personal affairs or finances. Statute allowed the Department to collect fees from the participants but capped the overall amount at 5% of the assets under control.

Since FY 2012, revenues from the program into the Veterans’ Conservatorship Fund, which is used to manage the program, have averaged 63% of the appropriation, meaning the program has never been self-funding, and the Department has had to subsidize the program with General Fund monies.

Because (a) the program is not self-funding, (b) the Department has had to use resources that could fund other programs, and (c) other public and private entities provide fiduciary services, the Department has decided to stop offering these services and is not accepting new cases. The Department is transferring existing cases to other public or private fiduciaries, subject to approval by the courts, meaning that individuals receiving services from the Department will continue to receive services from other public or private fiduciaries.

As statute allows (but does not require) the Department to operate a fiduciary program, the Department has the authority to close down this program, and it has elected to do so. To fully implement the Department’s decision, the Executive recommends eliminating the Conservatorship Fund appropriation.

Funding	FY 2018
Veterans' Conservatorship Fund	(899.2)
Issue Total	(899.2)

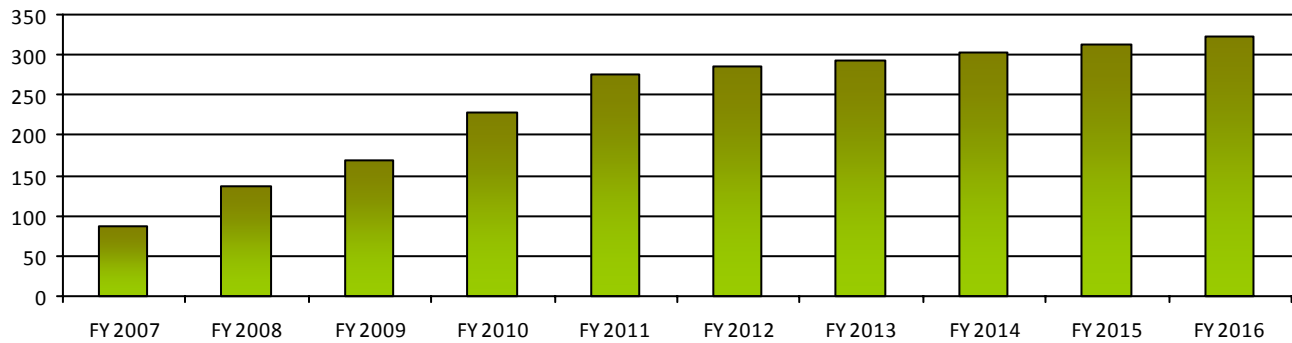
Adjustments for risk management charges and retirement contributions for this agency are not incorporated into the totals shown here. They are listed separated with adjustments for all state agencies immediately following the Capital Projects section. Funding for these adjustments is recommended as part of the total Executive Budget.

Performance Measures

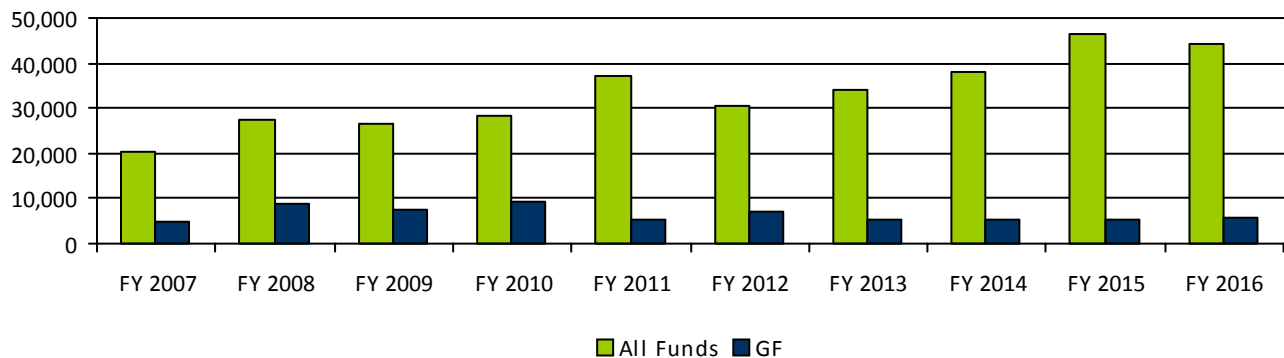
	FY 2015	FY 2016	FY 2017	FY 2018
	Actual	Actual	Expected	Expected
Percent Combined Occupancy Rate at State Veteran Homes	0	80	85	0
Monetary awards reported on claims and appeals filed by the state veterans' benefits counselors on behalf of Arizona veterans (expressed in millions of dollars for award the Department expects to receive)	312.64	322.8	n/a	n/a
Average annual occupancy rate (in percent) for the Phoenix Home, which opened in 1995	82	80	n/a	n/a
Active caseload at end of fiscal year	198	186	n/a	n/a

Link to the [AGENCY'S STRATEGIC PLAN](#)

Millions in Aid Received by Arizona Veterans



Agency Expenditures (in \$1,000s)



Recommended State Appropriations

BY PROGRAM	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Administration	1,949.8	2,264.5	0.0	2,264.5
Arizona Veterans' Cemeteries	903.2	924.2	0.0	924.2
State Veterans' Home	30,191.4	31,147.6	0.0	31,147.6
Veterans' Benefits Counseling Services	2,775.2	2,821.1	0.0	2,821.1
Veterans' Conservatorship/ Guardianship	752.7	943.5	(899.2)	44.3
Agency Total - Appropriated Funds	36,572.3	38,100.9	(899.2)	37,201.7

BY EXPENDITURE OBJECT	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Personal Services	16,181.2	17,650.8	0.0	17,650.8
ERE Amount	6,833.6	7,194.9	0.0	7,194.9
Prof. And Outside Services	7,311.6	6,871.6	0.0	6,871.6
Travel - In State	125.3	101.5	0.0	101.5
Travel - Out of State	27.7	28.0	0.0	28.0
Food	402.1	407.5	0.0	407.5
Other Operating Expenses	5,462.3	5,524.6	0.0	5,524.6

BY EXPENDITURE OBJECT	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Equipment	212.6	322.0	0.0	322.0
Transfers Out	15.9	0.0	(899.2)	(899.2)
Agency Total - Appropriated Funds	36,572.3	38,100.9	(899.2)	37,201.7

BY APPROPRIATED FUND	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
General Fund	5,958.7	6,054.1	0.0	6,054.1
State Home for Veterans Trust Fund	30,191.4	31,147.6	0.0	31,147.6
Veterans' Conservatorship Fund	422.2	899.2	(899.2)	0.0
Agency Total - Appropriated Funds	36,572.3	38,100.9	(899.2)	37,201.7

FOR MORE DETAIL ABOUT EACH FUND SEE THE STATE FUNDS BOOK

Special Line Appropriations

	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Arizona State Veterans' Cemeteries	903.2	924.2	0.0	924.2
State Veterans' Home	30,191.4	31,147.6	0.0	31,147.6
Veterans' Benefits Counseling Services	2,775.2	2,821.1	0.0	2,821.1
Agency Total - Appropriated Funds	33,869.8	34,892.9	0.0	34,892.9

Non - Appropriated Funds Expenditures

	FY 2016 Actual	FY 2017 Exp. Plan	FY 2018 Net Change	FY 2018 Exec. Rec.
Arizona State Veterans' Cemetery Trust Fund	32.7	352.6	0.0	352.6
Federal Grant	1,022.3	2,358.8	(83.7)	2,275.1
Military Family Relief Fund	504.0	693.6	0.0	693.6
State Veterans' Cemetery Fund	4,662.6	692.8	0.0	692.8
Statewide Employee Recognition Gifts/Donations	2.1	5.0	0.0	5.0
Veterans' Donation Fund	1,744.3	1,308.0	0.0	1,308.0
Agency Total - Non-Appropriated Funds	7,968.0	5,410.8	(83.7)	5,327.1

FOR MORE DETAIL ABOUT EACH FUND SEE THE STATE FUNDS BOOK

Federal Funds Expenditures

	FY 2016 Actual	FY 2017 Exp. Plan	FY 2018 Exp. Plan
Agency Total	6,628.0	2,728.1	497.3

These are the Federal Expenditures reported by the agencies and, in most cases, are included in the Appropriated or Non-Appropriated Funds expenditures listed above.

Link to the [ALL FEDERAL GRANTS FOR THIS AGENCY ARE DISPLAYED IN THE FEDERAL FUNDS REPORT](#)

The Executive recommends a lump-sum appropriation to the agency with special lines.

Veterinary Medical Examining Board

The Board is responsible for licensing veterinarians, certifying veterinary technicians, licensing veterinary medical premises, and licensing animal crematories. The Board administers examinations for veterinarians and veterinary technicians, inspects all fixed locations for veterinary medical premises and animal crematories, investigates complaints and violations, and takes appropriate regulatory disciplinary action to ensure the public's protection.

Link to the **AGENCY'S WEBSITE** <http://www.vetboard.az.gov/>

All numbers representing dollars are expressed in thousands.

Agency Budget Summary

	FY 2016 Actual	FY 2017 Exp.Plan	FY 2018 Net Change	FY 2018 Exec. Rec.
Other Appropriated Funds	464.9	651.9	(67.1)	584.8
Agency Total	464.9	651.9	(67.1)	584.8

Baseline Recommendations

Remove FY 2017 One-time Appropriations

In FY 2017, the Board received one-time funding of \$67,100: \$8,000 for expert witness fees and \$59,100 for one-time creation and implementation expenses associated with its database and licensing system. The Executive Recommendation, as a technical adjustment, removes the one-time FY 2017 appropriation.

Funding	FY 2018
Veterinary Medical Examiners Board Fund	(67.1)
Issue Total	(67.1)

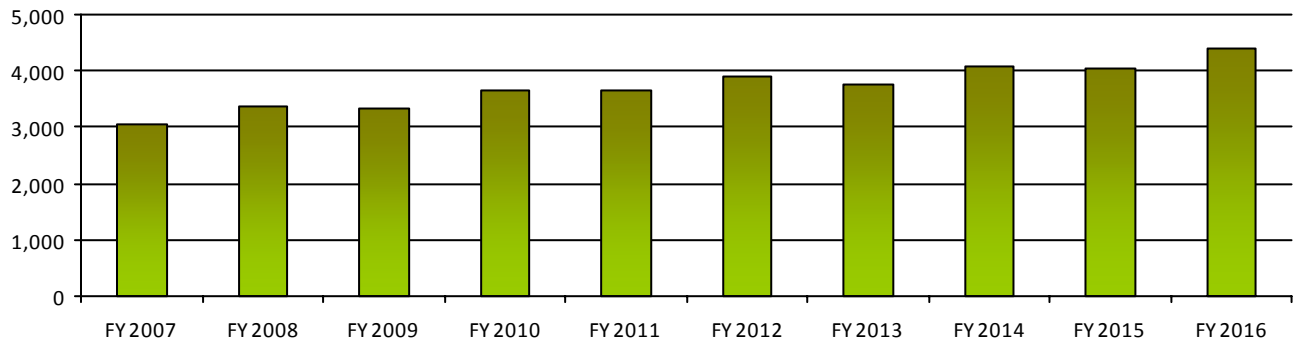
Adjustments for risk management charges and retirement contributions for this agency are not incorporated into the totals shown here. They are listed separated with adjustments for all state agencies immediately following the Capital Projects section. Funding for these adjustments is recommended as part of the total Executive Budget.

Performance Measures

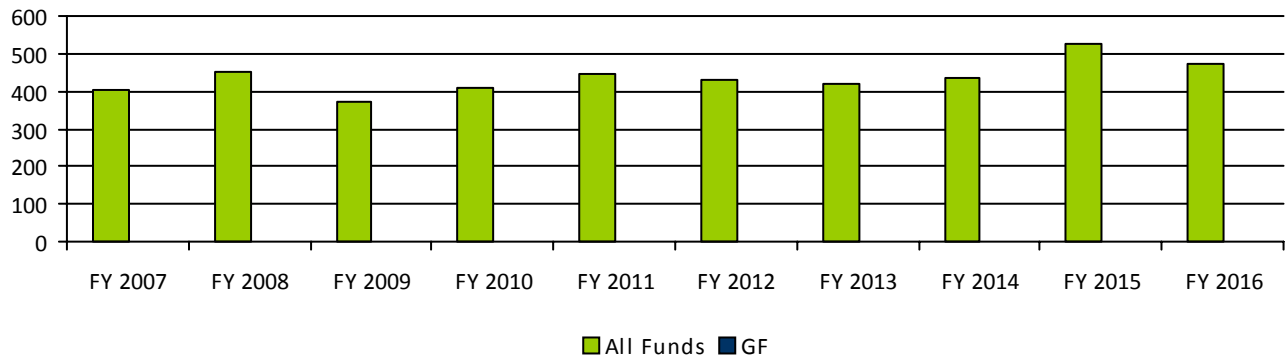
	FY 2015 Actual	FY 2016 Actual	FY 2017 Expected	FY 2018 Expected
Number of annual investigations conducted	109	116	110	110
Total number of veterinarians licensed annually, including renewals	2,192	2,385	2,200	2,350
Average number of calendar days from receipt of complaint to resolution	92	154	160	160

Link to the **AGENCY'S STRATEGIC PLAN**

Number of Licensees



Agency Expenditures (in \$1,000s)



Recommended State Appropriations

BY PROGRAM	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Licensing and Regulation	464.9	651.9	(67.1)	584.8
Agency Total - Appropriated Funds	464.9	651.9	(67.1)	584.8

BY EXPENDITURE OBJECT	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Personal Services	263.1	359.2	0.0	359.2
ERE Amount	94.2	111.5	0.0	111.5
Prof. And Outside Services	43.5	104.8	(67.1)	37.7
Travel - In State	4.6	4.5	0.0	4.5
Travel - Out of State	0.0	1.6	0.0	1.6
Other Operating Expenses	58.0	68.8	0.0	68.8
Equipment	1.5	1.5	0.0	1.5
Agency Total - Appropriated Funds	464.9	651.9	(67.1)	584.8

BY APPROPRIATED FUND	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Veterinary Medical Examiners Board Fund	464.9	651.9	(67.1)	584.8
Agency Total - Appropriated Funds	464.9	651.9	(67.1)	584.8

FOR MORE DETAIL ABOUT EACH FUND SEE THE STATE FUNDS BOOK

The Executive recommends a lump-sum appropriation to the agency.

Water Infrastructure Finance Authority

The Arizona Water Infrastructure Finance Authority (WIFA), in accordance with Laws 2016, Chapter 372, is an independent entity of the Arizona Finance Authority that is authorized to finance the construction, rehabilitation and/or improvement of drinking water, waste water, waste water reclamation, and other water quality facilities/projects. As a “Bond Bank”, WIFA issues bonds and receives federal grants to offer project financing at below market interest rates. Additionally WIFA is responsible for The Greater Arizona Development Authority (GADA), a state level financing authority that assists local and tribal governments in developing and financing public infrastructure projects.

Link to the **AGENCY'S WEBSITE** <http://www.azwifa.gov/>

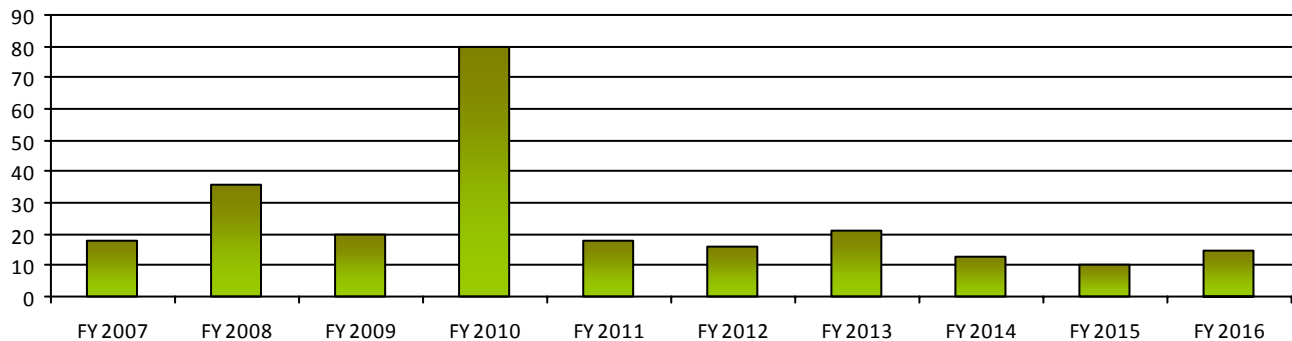
All numbers representing dollars are expressed in thousands.

Agency Budget Summary

	FY 2016 Actual	FY 2017 Exp.Plan	FY 2018 Net Change	FY 2018 Exec. Rec.
Non-Appropriated Funds	221,445.5	0.0	0.0	0.0
Agency Total	221,445.5	0.0	0.0	0.0

Adjustments for risk management charges and retirement contributions for this agency are not incorporated into the totals shown here. They are listed separated with adjustments for all state agencies immediately following the Capital Projects section. Funding for these adjustments is recommended as part of the total Executive Budget.

The number of new loans originated annually



In FY 2010, additional loans were financed due to an influx of ARRA funds.

Non - Appropriated Funds Expenditures

	FY 2016 Actual	FY 2017 Exp. Plan	FY 2018 Net Change	FY 2018 Exec. Rec.
Clean Water Revolving Fund	150,570.5	0.0	0.0	0.0
Drinking Water Revolving Fund	42,281.4	0.0	0.0	0.0
Federal Capitalization Grant	28,545.4	0.0	0.0	0.0
Greater AZ Development authority Revolving Fund	48.2	0.0	0.0	0.0
Agency Total - Non-Appropriated Funds	221,445.5	0.0	0.0	0.0

FOR MORE DETAIL ABOUT EACH FUND SEE THE STATE FUNDS BOOK

Federal Funds Expenditures

	FY 2016 Actual	FY 2017 Exp. Plan	FY 2018 Exp. Plan
Agency Total	28,543.1	0.0	0.0

These are the Federal Expenditures reported by the agencies and, in most cases, are included in the Appropriated or Non-Appropriated Funds expenditures listed above.

Link to the [***ALL FEDERAL GRANTS FOR THIS AGENCY ARE DISPLAYED IN THE FEDERAL FUNDS REPORT***](#)

Department of Water Resources

The Department of Water Resources administers State water laws (except those related to water quality), explores methods of augmenting water supplies to meet future demands, promotes the management of floodplains and dams to reduce loss of life and damage to property, and works to develop public policies that promote conservation and equitable distribution of water. The Department oversees the use of surface and groundwater resources under state jurisdiction and negotiates with external political entities to protect and augment Arizona's water supply. The Department represents the State on issues related to the Colorado River.

Link to the **AGENCY'S WEBSITE** <http://www.azwater.gov/azdwr/>

All numbers representing dollars are expressed in thousands.

Agency Budget Summary

	FY 2016 Actual	FY 2017 Exp.Plan	FY 2018 Net Change	FY 2018 Exec. Rec.
General Fund	11,810.1	13,012.6	2,858.4	15,871.0
Other Appropriated Funds	571.3	2,119.1	0.0	2,119.1
Non-Appropriated Funds	10,290.5	8,950.5	88.8	9,039.3
Agency Total	22,672.0	24,082.2	2,947.2	27,029.4

Main Points of Executive Recommendations

	FY 2017	FY 2018
Drought Contingency Plan	0.0	2,000.0
General Streams Adjudication Personnel	0.0	477.0
Legal Support for Adjudications & Colorado River	0.0	121.3
Technical Personnel	0.0	260.1

Major Executive Initiatives and Funding Recommendations

Drought Contingency Plan

The entitlements of Arizona, California and Nevada to Colorado River water were confirmed in 1963. When Congress authorized the Central Arizona Project (CAP) in 1968, it was determined that, in the event of shortage, the volume of water available to the CAP would be reduced before other uses in Arizona and California would be affected.

In 2007, Colorado River Basin States and the federal government entered into an agreement quantifying shortage volumes based on elevations in Lake Mead. At the time the Executive Budget Recommendation was published, the surface elevation of Lake Mead was 1,080 feet. If the elevation drops below 1,075, 1,050, and 1,025 feet, the amount of water for Arizona is increasingly reduced at each step. If the lake's surface elevation drops below 1,025 feet, Arizona will lose access to 480,000 acre-feet of water from the Colorado River, or enough water for about a million family households for one year. The Department estimates a 50% chance of Lake Mead falling below an elevation of 1,075 feet in FY 2018 and a 30% chance of falling below 1,025.

The State must take action, with other stakeholders, to protect Lake Mead from falling to unhealthy levels that could result in economically disruptive reductions to Arizona's Colorado River allocation. Conserving significant volumes of water now can decrease the likelihood of that outcome in the future.

The Arizona Department of Water Resources has been in negotiations with California, Nevada and the U.S. Bureau of Reclamation to prepare a plan that will conserve water in Lake Mead and reduce the likelihood of the lake dropping to critical levels. The Department has also met extensively with Arizona stakeholders about the plan, and those discussions are continuing.

The plan will conserve 1,234,000 acre-feet over three years, and 410,000 acre-feet will require a cost outlay of approximately \$61.5 million dollars. The federal government is evaluating a payment of \$42 million toward this cost, and Arizona entities are being asked by the Department to contribute a total of \$19.5 million. The State of Arizona's share would be \$2 million per year for three years. The Executive recommends that level of funding, which will allow Arizona to continue its tradition of responsible management of its water supply.

In addition to an appropriation increase, the Executive recommends a continuing resolution from the legislature to authorize the State's commitment to the Drought Contingency Plan within the interstate pact.

Funding	FY 2018
General Fund	2,000.0
Issue Total	2,000.0

General Streams Adjudications Personnel

In addition to the ongoing Gila River adjudication that began in the 1980s, an adjudication regarding the Little Colorado River is expected in 2017. The larger caseload, combined with the federal requirement that adjudications be performed in a timely manner, will require additional staff.

The Executive recommends an ongoing \$477,000 appropriation from the General Fund to fund 6.0 FTE positions to provide the required technical data to the Superior Court system in determining, quantifying, and prioritizing water rights.

Funding	FY 2018
General Fund	477.0
Issue Total	477.0

Legal Support for Adjudications & CO River

Per A.R.S. § 41-192(E)(1), the Department's Director is permitted to hire outside legal counsel. Six attorneys represent the State as a party in the ongoing Little Colorado River case. The current workload is unsustainable for only six attorneys, and the cost of contracting out legal services would be approximately five times greater than adding a full-time position.

The Executive recommends an ongoing \$121,300 appropriation from the General Fund to fund 1.0 FTE position to provide legal support for the ongoing Colorado River litigation.

Funding	FY 2018
General Fund	121.3
Issue Total	121.3

GIS Personnel

Cochise, La Paz and Mohave counties have significant problems with groundwater usage and lack regulation. In order to construct a solution for these problems, credible geographic information system (GIS) data is needed. While federal data exists, it is incomplete and often inaccurate. The agency estimates that updating its GIS system will require approximately 15,000 worker-hours. An additional position will make this more viable.

The Executive recommends an ongoing \$93,800 appropriation from the General Fund to fund 1.0 FTE position to provide GIS data.

Funding	FY 2018
General Fund	93.8
Issue Total	93.8

Active Management Area Personnel

Pursuant to the 1980 Groundwater Management Act, Active Management Area personnel have two main functions: ground monitoring to prevent water waste, and water use planning between the years 1980 and 2025. The Department is understaffed in meeting its responsibilities under the Act.

The Executive recommends an ongoing appropriation of \$166,300 from the General Fund to fund 2.0 FTE positions to better enforce the 1980 Groundwater Management Act.

Funding	FY 2018
General Fund	166.3
Issue Total	166.3

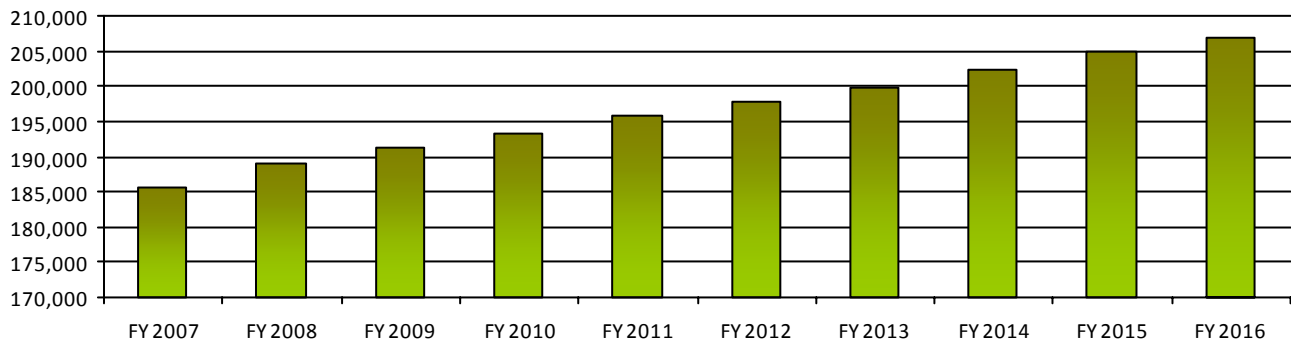
Adjustments for risk management charges and retirement contributions for this agency are not incorporated into the totals shown here. They are listed separated with adjustments for all state agencies immediately following the Capital Projects section. Funding for these adjustments is recommended as part of the total Executive Budget.

Performance Measures

	FY 2015 Actual	FY 2016 Actual	FY 2017 Expected	FY 2018 Expected
Average lead time (in days) for an application for Notice of Intent to Drill a Well	0	12	6	0
Cumulative volume (in Acre Feet) of water deliveries stored for future use by the Arizona Water Banking Authority	0	26,893	65,708	0

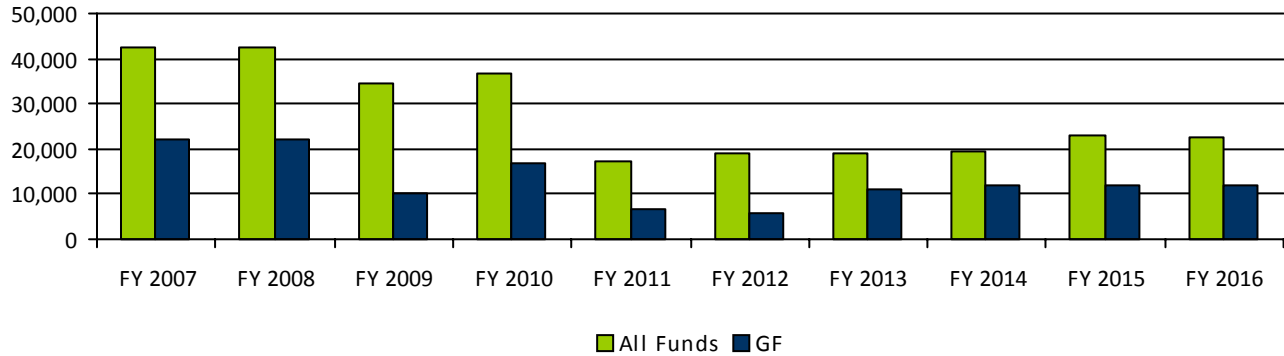
Link to the [AGENCY'S STRATEGIC PLAN](#)

Number of Wells



Agency Expenditures

(in \$1,000s)



Recommended State Appropriations

BY PROGRAM	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Agency Support	4,794.2	4,792.7	93.8	4,886.5
Dam Safety and Flood Warning	568.5	562.5	0.0	562.5
Water Management and Statewide Planning	7,018.7	9,776.5	2,764.6	12,541.1
Agency Total - Appropriated Funds	12,381.4	15,131.7	2,858.4	17,990.1

BY EXPENDITURE OBJECT	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Personal Services	6,365.1	7,358.4	585.1	7,943.5
ERE Amount	2,483.0	2,784.0	246.5	3,030.5
Prof. And Outside Services	253.4	483.2	0.0	483.2
Travel - In State	175.1	202.6	0.0	202.6
Travel - Out of State	64.3	62.5	0.0	62.5
Other Operating Expenses	2,800.2	4,041.0	2,005.6	6,046.6
Equipment	240.3	200.0	21.2	221.2
Agency Total - Appropriated Funds	12,381.4	15,131.7	2,858.4	17,990.1

BY APPROPRIATED FUND	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
General Fund	11,810.1	13,012.6	2,858.4	15,871.0
Arizona Water Banking Fund	0.0	1,211.4	0.0	1,211.4
Assured and Adequate Water Supply Administration Fund	26.6	266.3	0.0	266.3
Water Resources Fund	544.7	641.4	0.0	641.4
Agency Total - Appropriated Funds	12,381.4	15,131.7	2,858.4	17,990.1

FOR MORE DETAIL ABOUT EACH FUND SEE THE STATE FUNDS BOOK

Special Line Appropriations

	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Adjudication Support	749.3	1,247.8	0.0	1,247.8
Assured and Adequate Water Supply Administration	1,523.8	1,977.0	0.0	1,977.0
Conservation and Drought Program	300.5	406.9	0.0	406.9
Groundwater Monitoring	143.9	408.7	0.0	408.7
Lower Colorado River Litigation Expense	1.0	500.0	0.0	500.0
Rural Water Studies	1,155.9	1,164.5	0.0	1,164.5
Agency Total - Appropriated Funds	3,874.4	5,704.9	0.0	5,704.9

Non - Appropriated Funds Expenditures

	FY 2016 Actual	FY 2017 Exp. Plan	FY 2018 Net Change	FY 2018 Exec. Rec.
Arizona Water Banking Fund	7,667.4	6,505.5	0.0	6,505.5
Arizona Water Protection Fund	902.2	181.2	0.0	181.2
Arizona Water Quality Fund	95.3	94.0	0.0	94.0
Augmentation Fund	880.6	800.0	88.8	888.8
Colorado River Water Use Fee Clearing Fund	7.4	0.0	0.0	0.0
Dam Repair Fund	0.0	80.0	0.0	80.0
Federal Grant	290.2	339.8	0.0	339.8
Flood Warning System Fund	82.4	0.0	0.0	0.0
General Adjudication Fund	8.4	0.0	0.0	0.0
IGA and ISA Fund	(9.2)	371.0	0.0	371.0
Indirect Cost Recovery Fund	51.4	200.0	0.0	200.0
Statewide Donations	160.2	10.0	0.0	10.0
Water Resources Production and Copying	0.3	0.0	0.0	0.0
Water Resources Publication and Mailing	0.6	0.0	0.0	0.0
Well Administration and Enforcement Fund	153.4	369.0	0.0	369.0
Agency Total - Non-Appropriated Funds	10,290.5	8,950.5	88.8	9,039.3

FOR MORE DETAIL ABOUT EACH FUND SEE THE STATE FUNDS BOOK

Federal Funds Expenditures

	FY 2016 Actual	FY 2017 Exp. Plan	FY 2018 Exp. Plan
Agency Total	53.7	297.6	89.1

These are the Federal Expenditures reported by the agencies and, in most cases, are included in the Appropriated or Non-Appropriated Funds expenditures listed above.

Link to the [**ALL FEDERAL GRANTS FOR THIS AGENCY ARE DISPLAYED IN THE FEDERAL FUNDS REPORT**](#)

The Executive recommends a lump-sum appropriation to the agency.

Department of Weights and Measures

The Department of Weights and Measures ensures that every commercial device used for the sale of commodities by either weight, measure or count is licensed and accurate for its intended use. Random inspections ensure that such commodities are properly labeled and priced in conformance with state rules and regulations. The Department maintains custody of the state's primary standards and keeps an accurate record of all standards and equipment; collects samples of motor fuel that is stored, sold, exposed or offered for sale to determine if such motor fuel meets the required standards; and inspects all mandated Stage I and Stage II vapor recovery systems in the state to determine if such systems are in compliance with the law.

All numbers representing dollars are expressed in thousands.

Agency Budget Summary

	FY 2016 Actual	FY 2017 Exp. Plan	FY 2018 Net Change	FY 2018 Exec. Rec.
General Fund	1,180.4	0.0	0.0	0.0
Other Appropriated Funds	1,552.5	0.0	0.0	0.0
Agency Total	2,732.9	0.0	0.0	0.0

Adjustments for risk management charges and retirement contributions for this agency are not incorporated into the totals shown here. They are listed separated with adjustments for all state agencies immediately following the Capital Projects section. Funding for these adjustments is recommended as part of the total Executive Budget.

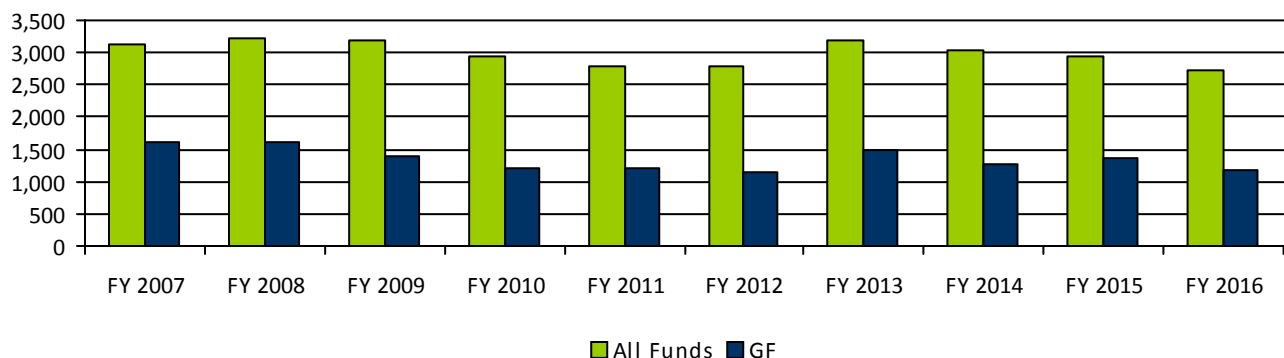
Performance Measures

	FY 2015 Actual	FY 2016 Actual	FY 2017 Expected	FY 2018 Expected
Percent of Arizona Clean Burning Gasoline (AzCBG's) in compliance.	94	96	0	0
Percent of facilities inspected annually that are in compliance.	90	85.4	0	0
Percent of UPC (price scanning) devices in compliance.	90	0	0	0

Link to the [AGENCY'S STRATEGIC PLAN](#)

Agency Expenditures

(in \$1,000s)



Recommended State Appropriations

BY PROGRAM	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Air Quality Oxygenated Fuel	772.4	0.0	0.0	0.0
General Services	1,358.0	0.0	0.0	0.0
Vapor Recovery	602.5	0.0	0.0	0.0
Agency Total - Appropriated Funds	2,732.9	0.0	0.0	0.0

BY EXPENDITURE OBJECT	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Personal Services	555.8	0.0	0.0	0.0
ERE Amount	267.4	0.0	0.0	0.0
Prof. And Outside Services	60.6	0.0	0.0	0.0
Travel - In State	51.6	0.0	0.0	0.0
Travel - Out of State	2.1	0.0	0.0	0.0
Other Operating Expenses	177.5	0.0	0.0	0.0
Equipment	3.6	0.0	0.0	0.0
Debt Service	0.7	0.0	0.0	0.0
Transfers Out	1,613.8	0.0	0.0	0.0
Agency Total - Appropriated Funds	2,732.9	0.0	0.0	0.0

BY APPROPRIATED FUND	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
General Fund	1,180.4	0.0	0.0	0.0
Air Quality Fund	1,374.9	0.0	0.0	0.0
Motor Vehicle Liability Insurance Enforcement Fund	177.6	0.0	0.0	0.0
Agency Total - Appropriated Funds	2,732.9	0.0	0.0	0.0

FOR MORE DETAIL ABOUT EACH FUND SEE THE STATE FUNDS BOOK

Special Line Appropriations

	FY 2016 Actual	FY 2017 Approp.	FY 2018 Net Change	FY 2018 Exec. Rec.
Air Quality Oxygenated Fuel	772.4	0.0	0.0	0.0
General Services	1,358.0	0.0	0.0	0.0
Vapor Recovery	602.5	0.0	0.0	0.0
Agency Total - Appropriated Funds	2,732.9	0.0	0.0	0.0

The Executive recommends a lump-sum appropriation by program.

Capital Projects

Investments in capital projects provide for the continued use and maintenance of the State’s physical assets , which support State agencies’ ability to provide customers with quality services in a timely and safe manner.

All numbers representing dollars are expressed in thousands.

Agency Budget Summary

	FY 2018 Exec. Rec.
General Fund	18,000.0
Other Appropriated Funds	26,088.9
Agency Total	44,088.9

Baseline Recommendations

Department of Administration - Building Renewal

As many of the State's buildings components and structural systems have exceeded their expected useful lives, building renewal money is an increasingly important investment in the State's infrastructure. The Executive recommends \$9 million from the Capital Outlay Stabilization Fund for general building renewal.

Funding	FY 2018
Capital Outlay Stabilization Fund	9,000.0
Issue Total	9,000.0

Department of Corrections - Building Renewal

The Department of Corrections maintains over 1,400 structures and eight million square feet of building space. The FY 2017 building renewal formula for the Department is calculated to be \$20,930,773.

The Executive recommends that the Department receive a capital appropriation of \$5,464,300 from the DOC Building Renewal & Preventive Maintenance Fund.

Funding	FY 2018
DOC Building Renewal & Preventive Maintenance Fund	5,464.3
Issue Total	5,464.3

Department of Corrections - Fire and Life Safety

Some of DOC’s highest priorities for capital improvement include requests totaling over \$28.1 million to repair and place fire alarm systems within state prison complexes. Fire alarm systems in multiple facilities are inoperable, malfunctioning, unsupported, obsolete, or are not Class A fully addressable systems. Properly working fire alarm systems are a basic and mandatory requirement for occupied spaces. Upgrading fire alarm systems within DOC will create a safer environment for state employees, prisoners, and all those who enter inside a state prison complex.

The Executive recommends appropriating \$4,600,000 from the General Fund to address the most pressing fire and life safety issues that currently exist within DOC buildings.

Funding	FY 2018
General Fund	4,600.0
Issue Total	4,600.0

Department of Corrections - Replace and Upgrade Cell Doors and Locks

The Department of Corrections is charged with handling the incarceration of over 40,000 state prisoners. Functioning and reliable cell doors and locks are required in order to keep inmates, DOC workers, and prison visitors safe. Decades of use combined with high levels of humidity caused by the use of evaporative coolers have degraded the quality of many cell doors and locks across the DOC system.

The Executive recommends appropriating \$1.1 million to fund the replacement of doors and locks at the most critical units.

Funding	FY 2018
General Fund	1,137.0
Issue Total	1,137.0

Department of Public Safety - New Construction

The Department of Public Safety has more than 60 remote officer modular housing units across the State. With a useful life of 20-25 years, it is good practice to replace three of the modular units per year. However, due to budget limitations, the units have not been replaced regularly. Some units are more than 40 years old, and many others are far past their useful life, poorly insulated, no longer code compliant, and rapidly deteriorating.

Similarly, many of the Department's remote modular office units are well past their useful life and require complete replacement.

The Executive recommends a one-time capital appropriation to replace four remote modular housing units and six remote modular office units.

Funding	FY 2018
General Fund	1,963.0
Issue Total	1,963.0

Department of Transportation - Building Renewal

The ADOT system includes an inventory of 1,221 buildings and structures having a total area of 3.3 million square feet and a replacement value estimated at \$725 million.

The Executive recommends \$4.5 million from the State Highway Fund and \$232,300 from the State Aviation Fund for building renewal.

Funding	FY 2018
State Aviation Fund	232.3
State Highway Fund	4,500.0
Issue Total	4,732.3

Department of Transportation - Highway Construction

The Recommendation supports a \$1.3 billion transportation infrastructure program in FY 2018. The FY 2018 debt service on existing ADOT construction bonds is \$321.9 million. In accordance with State law, actual expenditure levels are determined within the scope of the Five-Year Highway Construction Program approved by the State Transportation Board. Construction projects and debt service payments are supported by fuel taxes, vehicle registration fees, vehicle license taxes, federal funding, and a half-cent Maricopa County sales tax.

Table 3. Highway Construction Projects Beginning in FY 2018 and Debt Service Payments

Construction: \$125,835,000

Urban Controlled Access: \$527,600,000*

Pavement Preservation Maintenance: \$251,693,000

Other: \$68,372,000**

Debt Service: \$321,937,000***

TOTAL: \$1,295,437,000

*Includes expenditures from the HURF for controlled access, Maricopa Regional Area Road Fund and Pima Association of Governments (PAG) Regional Transportation Authority.

**Includes construction preparation, contingency set-asides, and related highway construction and maintenance items.

***Includes \$147,708,000 for HURF bonds (\$108,817,000 for statewide program and \$38,891,000 MAG program); \$144,239,000 for Maricopa Regional Area Road Fund Bonds; and \$29,990,000 for Grant Anticipation Notes as of June 30, 2016 and planned issues.

Funding	FY 2018
State Highway Fund	0.0
Issue Total	0.0

Department of Transportation - New Construction

The Executive recommends \$5.3 million from the State Highway Fund for new capital projects that will enable the Department of Transportation building system to improve operations and comply with federal regulations.

The Department of Transportation needs a new mechanized bulk storage building for sand, cinders, and other de-icer materials to comply with environmental regulations and improve snow removal operations. In some areas, de-icer materials are currently stored in general purpose buildings and are loaded on to spreader trucks through time-consuming, manual processes. In other areas, de-icer materials are currently stored outside and as a result are more difficult to use due to exposure to moisture and freezing conditions. The Executive Recommendation includes \$1.1 for two new mechanized bulk storage buildings in Show Low and Oraibi that will allow ADOT to comply with environmental regulations while decreasing load times and shortening snowplow cycle time.

In addition, the existing Safford Equipment Services Shop must be replaced to improve worker safety and increase maintenance productivity. The existing facility is a converted carpenter shop that is undersized and outdated. It does not provide a safe work area for technicians and many repairs on large equipment must be performed outside in extreme weather conditions. The Executive Recommendation includes \$4 million to replace the existing shop with a 17,500 square facility that will include 1.5 stalls per technician to maximize productivity, covered storage for stock items, and office space that complies with the American's with Disabilities Act.

Finally, the Department's Enforcement and Compliance Division needs a centrally-located, secure facility to store vehicles that have been seized in the commission of a crime. The Executive Recommendation includes \$240,000 to build a secure facility in Tempe.

Funding	FY 2018
State Highway Fund	5,320.1
Issue Total	5,320.1

DOA - Air Handler Upgrades

The ability to regulate and control temperatures inside State buildings is essential to their operation. Many HVAC (heating, ventilating, and air conditioning) systems throughout the DOA building system have exceeded their useful lives and are at a risk of failure, which could result in costly emergency replacements and temporarily uninhabitable buildings.

The Executive recommends that \$3.6 million be allocated to air handler upgrades at the following locations: 1616 W. Adams St (\$1.1M); 1700 W. Washington Street, Executive Tower, (\$1M); 1700 W. Washington Street, Senate and House, (\$0.9M); and 1200 W. Washington St (\$0.5M).

Funding	FY 2018
General Fund	3,600.0
Issue Total	3,600.0

DOA - Fire and Life Safety

Fire alarm systems have a typical life expectancy of 10 to 15 years. There is an ongoing need for replacement of outdated or malfunctioning fire systems within the DOA building system. The Executive provides for the replacement of fire alarm systems that have exceeded their life expectancy, are functionally obsolete, or are in various stages of failure. The Executive Recommendation includes \$6.7 million to replace fire and life safety infrastructure within the DOA building system.

Funding	FY 2018
General Fund	6,700.0
Issue Total	6,700.0

Exposition and State Fair - Building Renewal

The Exposition and State Fair has 26 buildings, totaling 681,147 square feet, and multiple parking lots. The agency estimates its FY 2018 building renewal need to be \$15.6 million. Due to the agency's current budget capacity, it is able to address only a portion of its building renewal needs each year. To address this need, the Executive recommends \$1 million from the Exposition and State Fair Fund for general building renewal.

Funding	FY 2018
Arizona Exposition and State Fair Fund	1,000.0
Issue Total	1,000.0

Game & Fish - Building Renewal

The Executive recommends that the Game & Fish Department receive a capital appropriation of \$450,000 from the Capital Improvement Fund in order to meet its building renewal needs, consisting of \$300,000 for property operation and maintenance and \$150,000 for dams.

Funding	FY 2018
Game and Fish Fund	450.0
Issue Total	450.0

Lottery Commission - Building Renewal

The Lottery Commission is headquartered in and is responsible for maintenance of a 38,500-square-foot State-owned building in Phoenix. The Lottery receives out of the Lottery Fund an annual appropriation for building renewal to replace or repair aging equipment and address general infrastructure needs. The appropriation is adjusted by a building renewal formula determined by the Joint Committee on Capital Review (JCCR), and the use of the appropriation is subject to JCCR review.

To pay for building renewal costs in FY 2018, the Executive recommends \$122,240 from the Lottery Fund as determined by the FY 2018 ADOA Building System Capital Improvement Plan.

Funding	FY 2018
Lottery Fund	122.2
Issue Total	122.2

State Parks - Revenue Boosting Projects

The Executive recommends changing the State Parks Revenue Fund to continuously appropriated status starting in FY 2018. This change will allow State Parks to run more like a business and have the flexibility to invest in revenue-boosting projects as they arise.

The new proposal calls for the agency to engage in two major FY 2018 projects. The first is Rockin' River State Park in Camp Verde. Getting this new park ready to open to the public is expected to cost \$7 million, with an estimated return on investment of \$1.1 million per year. The second project is a redesign and revamp of Buckskin State Park in Parker. This project is estimated to cost \$6.3 million and have an estimated return on investment of \$2.2 million per year.

For FY 2018 and beyond, the agency plans to be flexible with its resources to leverage public-private partnerships that can further enhance economic development opportunities in rural Arizona.

Funding	FY 2018
State Parks Revenue Fund	0.0
Issue Total	0.0

Allocation of Standard Adjustments

		(in Thousands)	
		<u>Risk</u>	<u>Retirement</u>
Accountancy			
2001	Accountancy Board Fund	0.5	0.2
	Totals	0.5	0.2
Acupuncture Board of Examiners			
2412	Acupuncture Board of Examiners Fund	0.1	
	Totals	0.1	
Administration			
1000	General Fund	-15.9	1.2
1107	Personnel Division Fund	-8.1	1.2
1600	Capital Outlay Stabilization Fund	-8.1	0.8
2000ADA	Federal Grant Fund	-2.2	
2088	Corrections Fund	-0.3	0.1
2152	Information Technology Fund	-1.9	0.2
2176	DOA 911 Emergency Telecom Service Revolving Fund	-0.5	0.1
2261	State Employee Ride Share Fund	-0.5	
2500ADA	Interagency Service Agreement Fund	-0.8	0.1
2531	State Web Portal Fund		0.1
2566	Automation Projects Fund		0.4
3015	Special Employee Health Fund	-3.8	0.4
3200	Retiree Accumulated Sick Leave Fund		2.7
4203	Admin - AFIS II Collections Fund	-0.5	
4204	Motor Pool Revolving Fund	-24.2	0.1
4208	Special Services Fund	-0.3	0.1
4213	Co-op State Purchasing Fund	-1.2	0.2
4214	State Surplus Property Fund	-1.1	0.1
4215	Admin - Surplus Property/Federal Fund	-0.1	
4216	Risk Management Revolving Fund	-7.0	0.7
4219	Construction Insurance Fund	-0.3	0.1
4220	Arizona Financial Information System Collections Fund		0.5
4230	Automation Operations Fund	-17.4	1.0
4231	Telecommunications Fund	-0.9	0.1
	Totals	-95.1	10.2
Administrative Hearings			
1000	General Fund	-0.4	0.1
2500HGA	Interagency Service Agreement Fund		0.1
	Totals	-0.4	0.2
Agriculture			
1000	General Fund	-9.4	1.0
2000AHA	Federal Grant Fund	-0.8	0.2
2013	Cotton Research and Protection Council Fund	-0.4	0.2
2022	Egg Inspection Fund		0.2
2050	Pest Management Fund		0.2
2113	Arizona Federal/State Inspection Fund	-0.3	0.3
2226	Air Quality Fund	0.9	0.1
2260	Citrus, Fruit, and Vegetable Revolving Fund	-0.1	
3011AHA	Agriculture Designated/Donations Fund		0.1
	Totals	-10.1	2.3

(in Thousands)

Risk Retirement**Arizona Finance Authority**

2000FAA	Federal Grant Fund		0.1
2254FAA	Clean Water Revolving Fund	0.5	
2307FAA	Drinking Water Revolving Fund	1.4	
Totals		1.9	0.1

Arizona Health Care Cost Containment System

1000	General Fund	2.6	3.6
2000HCA	Federal Grant Fund		0.1
2120	AHCCCS Fund	2.6	6.8
2409	Children's Health Insurance Program Fund	0.1	0.2
2438	AHCCCS Intergovernmental Service Fund		0.5
2500HCA	Interagency Service Agreement Fund		0.2
2506	Healthcare Group Fund	0.1	
Totals		5.4	11.4

Arizona Historical Society

1000	General Fund	419.7	0.3
2900	Permanent AZ Historical Soc Revolving Fund	75.3	
Totals		495.0	0.3

Arizona State Retirement System

1401	Retirement System Appropriated Fund	-15.0	2.7
1407	Arizona State Retirement System-Non Appropriated Fund		0.2
Totals		-15.0	3.0

Arts

2000HUA	Federal Grant Fund		0.1
2116	Arizona Commission on the Arts Fund	0.2	
Totals		0.2	0.1

ASU - Polytechnic

1000	General Fund		6.6
1411	ASU Collections - Appropriated Fund		12.3
Totals			18.8

ASU - Tempe

1000	General Fund	747.1	53.2
1411	ASU Collections - Appropriated Fund	1,543.8	123.3
Totals		2,290.9	176.5

ASU - West

1000	General Fund		12.9
1411	ASU Collections - Appropriated Fund		19.4
Totals			32.4

Attorney General - Department of Law

1000	General Fund	22.0	-11.7
2000AGA	Federal Grant Fund	9.7	-9.3
2014	Consumer Protection/Fraud Revolving Fund	7.9	-5.7
2016	Attorney General Antitrust Revolving Fund	0.5	
2131	Attorney General Anti-Racketeering Fund	18.5	-22.0
2132	Attorney General Collection Enforcement Fund	5.0	-5.4
2500AGA	Interagency Service Agreement Fund	2.1	-2.3
2657	Interagency Service Agreements		-0.2
3102	AG Trust Fund		-2.0
3215	Victims Rights Fund	1.2	
4216	Risk Management Revolving Fund	19.9	1.2
4240	AG Legal Services Cost Allocation Fund	28.3	0.3
9000AGA	Indirect Cost Recovery Fund	33.9	0.6
Totals		149.0	-56.7

(in Thousands)

		<u>Risk</u>	<u>Retirement</u>
Auditor General			
1000	General Fund	2.7	2.2
2242	Audit Services Fund		0.3
	Totals	2.7	2.5
Automobile Theft Authority			
2060	Automobile Theft Authority Fund	0.2	0.1
	Totals	0.2	0.1
Behavioral Health Examiners			
2256	Behavioral Health Examiners Fund	0.8	0.2
	Totals	0.8	0.2
Board of Education			
1000	General Fund		0.1
	Totals		0.1
Charter Schools			
1000	General Fund	-13.7	0.1
	Totals	-13.7	0.1
Child Safety			
1000	General Fund	-441.5	13.2
2007	Temporary Assistance for Needy Families (TANF) Fund		5.7
2009	Expenditure Authority	-495.0	10.2
	Totals	-936.5	29.1
Chiropractic Examiners			
2010	Chiropractic Examiners Board Fund	-0.6	
	Totals	-0.6	
Citizens' Clean Elections Commission			
2425	Citizens Clean Election Fund	0.1	0.1
	Totals	0.1	0.1
Commerce Authority			
2547	Arizona Commerce Authority Fund	3.2	
	Totals	3.2	
Corporation Commission			
1000	General Fund		0.1
2000CCA	Federal Grant Fund		0.1
2172	Utility Regulation Revolving Fund	-25.9	-3.0
2264	Security Regulatory and Enforcement Fund	-7.6	0.6
2333	Public Access Fund	-15.3	0.8
2404	Securities Investment Management Fund	-2.2	0.1
	Totals	-51.0	-1.4
Corrections			
1000	General Fund	166.6	8,377.1
2107	State Education Fund for Correctional Education Fund		8.1
2500DCA	Interagency Service Agreement Fund		32.4
3141	State Charitable, Penal & Reformatory Land Earnings Fund	0.1	
4002	ARCOR Enterprises Revolving Fund		40.8
	Totals	166.7	8,458.4
Cosmetology			
2017	Cosmetology Board Fund	0.7	0.2
	Totals	0.7	0.2

(in Thousands)

Risk Retirement**Criminal Justice Commission**

2000JCA	Federal Grant Fund	0.1	0.1
2134	Criminal Justice Enhancement Fund	0.5	0.1
2516	Drug and Gang Enforcement Fund		0.1
Totals		0.6	0.2

Deaf and the Blind

1000	General Fund	-5.2	3.8
4221	ASDB Cooperative Services Fund	-1.9	1.7
4222	Facilities Use Fund (Enterprise Fund)	-0.2	
Totals		-7.3	5.5

Deaf and the Hard of Hearing

2047	Telecommunication Fund for the Deaf Fund	0.5	0.2
Totals		0.5	0.2

Dental Examiners

2020	Dental Board Fund	0.1	0.1
Totals		0.1	0.1

Early Childhood Development and Health Board

2542	Early Childhood Development and Health Fund	3.6	2.0
Totals		3.6	2.0

Economic Opportunity

1000	General Fund	1.0	0.1
2000EOA	Federal Grant Fund		0.3
Totals		1.0	0.3

Economic Security

1000	General Fund	210.4	12.2
2000DEA	Federal Grant Fund	721.4	35.3
2001	Accountancy Board Fund		0.2
2007	Temporary Assistance for Needy Families (TANF) Fund		1.7
2008	Child Care and Development Fund		1.2
2066	Special Administration Fund		0.4
2091	Child Support Enforcement Administration Fund		5.3
2224	Department Long-Term Care System Fund		10.9
2335	Spinal and Head Injuries Trust Fund		0.1
Totals		931.8	67.2

Education

1000	General Fund	0.7	1.4
1014	School Accountability Fund Prop 301 Fund	0.1	0.3
2000EDA	Federal Grant Fund	2.3	4.5
2399	Teacher Certification Fund	0.2	0.3
2500EDA	Interagency Service Agreement Fund	0.1	0.1
2552	Education Learning and Accountability		0.2
2570	Empowerment Scholarship Account Fund		0.1
2999EDA	Federal Economic Recovery Fund	0.1	
4209	DOE Internal Services Fund	0.1	0.1
4210	Education Commodity Fund		0.1
4211	Education Printing Fund		0.1
9000EDA	Indirect Cost Recovery Fund	0.3	0.6
Totals		3.9	7.5

(in Thousands)

Risk Retirement

Emergency and Military Affairs

1000	General Fund	26.0	0.5
2000MAA	Federal Grant Fund	27.1	82.5
2106	Camp Navajo Fund	7.7	1.1
2138	Nuclear Emergency Management Fund	0.2	0.1
2500MAA	Interagency Service Agreement Fund	17.6	0.2
9000MAA	Indirect Cost Recovery Fund	0.5	0.1
	Totals	79.1	84.5

Environmental Quality

2000EVA	Federal Grant Fund		1.0
2082	DEQ Emissions Inspection Fund		0.4
2178	Hazardous Waste Management Fund		0.1
2221	Water Quality Assurance Revolving Fund		0.4
2226	Air Quality Fund		0.3
2271	Underground Storage Tank Revolving Fund		0.6
2289	Recycling Fund		0.1
2328	Permit Administration Fund		0.6
2500EVA	Interagency Service Agreement Fund		0.3
3110	Solid Waste Fee Fund		0.1
4100	Water Quality Fee Fund		0.8
7000	Indirect Cost Fund	-26.8	1.1
	Totals	-26.8	5.7

Equalization

1000	General Fund	0.8	0.1
	Totals	0.8	0.1

Executive Clemency

1000	General Fund	0.1	0.1
	Totals	0.1	0.1

Exposition & State Fair

4001	Arizona Exposition and State Fair Fund	-33.3	0.5
	Totals	-33.3	0.5

Financial Institutions

1000	General Fund	0.3	0.4
1998	Financial Services Fund	0.9	0.1
2270	Board of Appraisal Fund	0.2	0.1
	Totals	1.4	0.6

Fingerprinting

2435	Board of Fingerprinting Fund	0.2	0.1
	Totals	0.2	0.1

Game & Fish Department

2027	Game and Fish Fund	-14.2	626.8
2028	Game and Fish Federal Revolving Fund		14.7
2079	Watercraft Licensing Fund		15.1
2080	Game and Fish Wildlife Theft Prevention Fund		10.7
2253GFA	Off-highway Vehicle Recreation Fund		45.9
2295	Arizona Game and Fish Commission Heritage Fund		21.6
2497	Arizona Wildlife Conservation Fund	-1.6	0.3
9000GFA	Indirect Cost Recovery Fund	-41.1	0.3
	Totals	-56.9	735.4

(in Thousands)

Risk **Retirement****Gaming**

2340	Permanent Tribal-State Compact Fund		0.3
2350	Arizona Benefits Fund	0.8	1.0
2556	Racing Regulation Fund	0.3	0.3
	Totals	1.1	1.6

Governor

1000	General Fund	10.9	0.9
2000GVA	Federal Grant Fund		0.2
2500GVA	Interagency Service Agreement Fund		0.1
9000GVA	Indirect Cost Recovery Fund		0.2
	Totals	10.9	1.3

Health Services

1000	General Fund	25.4	8.3
1306	Tobacco Tax and Health Care Fund		0.2
1995	Health Services Licenses Fund	0.2	1.0
2000HSA	Federal Grant Fund		3.1
2008	Child Care and Development Fund		0.1
2096	Health Research Fund	0.1	
2171	Emergency Medical Services Operating Fund	0.4	0.3
2184	Newborn Screening Program Fund		0.3
2500HSA	IGA and ISA Fund	4.8	
2541	Smoke-Free Arizona Fund		0.1
2544	Medical Marijuana Fund		0.3
3017	Environmental Lab License Revolving Fund		0.1
3039	Vital Records Electronic Systems Fund		0.1
3120	The Arizona State Hospital Fund		0.4
4250	Health Services Lottery Fund		0.1
4500	Intergovernmental and Interagency Service Agreement		0.2
9001	DHS - Indirect Cost Fund	12.6	0.5
	Totals	43.5	15.0

Highway Safety

2000GHA	Federal Grant Fund	0.3	0.1
	Totals	0.3	0.1

Homeland Security

2000HLA	Federal Grant Fund	2.7	0.2
	Totals	2.7	0.2

House of Representatives

1000	General Fund	13.0	
	Totals	13.0	

Housing

1000	General Fund	0.3	0.1
2000HDA	Federal Grant Fund	0.4	0.2
2200	Arizona Department of Housing Program Fund	1.2	0.5
2235	Housing Trust Fund	0.1	
	Totals	2.0	0.9

Industrial Commission of Arizona

2000ICA	Federal Grant Fund	0.1	0.3
2177	Industrial Commission Admin Fund	1.0	2.0
9003	Special Fund	4.8	
	Totals	5.9	2.3

(in Thousands)

Risk Retirement**Insurance**

1000	General Fund	2.1	0.7
2034	Insurance Examiners Revolving Fund		0.2
2377	Captive Insurance Regulatory/Supervision Fund		0.1
2473	Financial Surveillance Fund		0.1
	Totals	2.1	1.0

Joint Legislative Budget Committee

1000	General Fund	0.6	0.3
	Totals	0.6	0.3

Judiciary

1000	General Fund	-276.7	-19.6
2075	Supreme Court CJEF Disbursements Fund	-11.3	0.4
2084	Grants and Special Revenues Fund		0.8
2193	Juvenile Delinquent Reduction Fund		0.1
2246	Judicial Collection - Enhancement Fund	-10.9	1.1
2247	Defensive Driving Fund		0.3
2275	Court Appointed Special Advocate Fund		0.1
2277COU	Drug Treatment and Education Fund		0.1
3245	Alternative Dispute Resolution Fund	-3.9	
	Totals	-302.8	-16.6

Juvenile Corrections

1000	General Fund	6.3	0.6
2281	Juvenile Corrections CJEF Dist Fund		0.2
2487	State Educational System for Committed Youth Class Fund		3.4
3007	Local Cost Sharing Fund	2.9	
3029	State Charitable, Penal and Reformatory Land Fund		1,007.6
	Totals	9.2	1,011.8

Land Department

1000	General Fund	-493.4	1.4
3146LDA	DD Client Investment	-64.6	0.1
	Totals	-558.0	1.4

Legislative Council

1000	General Fund	-14.0	0.7
	Totals	-14.0	0.7

Liquor Licenses and Control

1996	Liquor Licenses Fund	26.4	45.9
3008	Liquor License Special Collections Fund		77.9
	Totals	26.4	123.7

Lottery Commission

2122	Lottery Fund	10.9	1.0
	Totals	10.9	1.0

Massage Therapy

2553	Massage Therapy Board Fund	0.3	
	Totals	0.3	

Medical Board

2038	Medical Examiners Board Fund	2.9	0.6
	Totals	2.9	0.6

Mine Inspector

1000	General Fund	-0.6	0.1
	Totals	-0.6	0.1

(in Thousands)

		<u>Risk</u>	<u>Retirement</u>
Naturopathic Physicians Board of Medical Examiners			
2042	Naturopathic Board Fund	0.2	
	Totals	0.2	
Northern Arizona University			
1000	General Fund		50.6
8900NAA	Indirect Cost Recovery Fund	204.1	
	Totals	204.1	50.6
Nursing			
2044	Nursing Board Fund	-2.8	0.6
	Totals	-2.8	0.6
Nursing Care Ins. Admin. Examiners			
2043	Nursing Care Institution Admin/ACHMC Fund	0.1	
	Totals	0.1	
Occupational Therapy Examiners			
2263	Occupational Therapy Fund	-0.1	
	Totals	-0.1	
Optometry			
2023	Board of Optometry Fund	0.1	
	Totals	0.1	
Osteopathic Examiners			
2048	Osteopathic Examiners Board Fund	0.1	0.1
	Totals	0.1	0.1
Parks Board			
2000PRA	Federal Grant Fund		8.6
2105	State Lake Improvement Fund	-1.1	12.7
2202	State Parks Revenue Fund	-2.6	117.2
2253	Off-highway Vehicle Recreation Fund	-0.2	15.7
2432	Land Conservation Fund	-0.2	
	Totals	-4.1	154.2
Personnel Board			
1107	Personnel Division Fund	0.1	
	Totals	0.1	
Pest Management			
2050	Pest Management Fund	0.5	
	Totals	0.5	
Pharmacy			
2052PMA	Pesticide Service Fee Increase Fund	-3.4	0.2
	Totals	-3.4	0.2
Physical Therapy Examiners			
2053	Physical Therapy Fund	0.2	
	Totals	0.2	
Pioneers' Home			
3129	Pioneers' Home State Charitable Earnings Fund		0.5
3130	Pioneers' Home Miners' Hospital Fund	3.1	0.2
	Totals	3.1	0.7
Postsecondary Education			
2405	Postsecondary Education Fund	0.5	
3121	Family College Savings Program Trust Fund		0.1
	Totals	0.5	0.1
Power Authority			
1113	Fund Deposits Fund (Power Authority)	-0.2	0.1
	Totals	-0.2	0.1

(in Thousands)

Risk Retirement**Prescott Historical Society of Arizona**

1000	General Fund	1.6	0.1
Totals		1.6	0.1

Private Postsecondary Education

2056	Private Postsecondary Education Fund	0.1	
Totals		0.1	

Psychologist Examiners

2058	Psychologist Examiners Board Fund	1.5	
Totals		1.5	

Public Safety

1000	General Fund	23.6	2,612.4
2000PSA	Federal Grant Fund	4.1	465.9
2030	State Highway Fund	2.8	279.1
2032PSA	Arizona Highways Patrol Fund	7.0	879.7
2049	DPS Peace Officers Training Fund	0.7	0.3
2108	Safety Enforcement and Transportation Infrastructure Fund	0.6	66.0
2278	DPS Records Processing Fund	0.5	0.1
2282	Crime Laboratory Assessment Fund	0.1	0.1
2322	DPS Administration Fund	0.6	15.1
2337	DNA Identification System Fund	1.2	0.5
2394	Crime Laboratory Operations	3.2	14.0
2433	Fingerprint Clearance Card Fund	1.3	19.6
2490	Department of Public Safety Licensing Fund	0.4	11.9
2500PSA	Interagency Service Agreement Fund	1.4	291.4
2510	Parity Compensation Fund	0.8	94.7
2518	Concealed Weapons Permit Fund		0.1
3113	Highway User Revenue Fund	54.8	3,392.6
3123	DPS Anti-Racketeering Fund	0.1	45.6
3702	DPS Criminal Justice Enhancement Fund	0.7	12.9
4216	Risk Management Revolving Fund		50.5
9000PSA	Indirect Cost Recovery Fund	0.2	35.7
Totals		104.1	8,288.3

Public Safety Personnel Retirement System

1409	Public Safety Personnel Retirement Fund	62.7	1.0
Totals		62.7	1.0

Radiation Regulatory Agency

1000	General Fund	-0.5	0.1
2061	State Radiologic Technologist Certification Fund	-0.2	
2138	Nuclear Emergency Management Fund	-0.3	0.1
Totals		-1.0	0.2

Real Estate

1000	General Fund	0.6	0.3
Totals		0.6	0.3

Regents

1000	General Fund	7.4	0.5
Totals		7.4	0.5

Registrar of Contractors

2406	Registrar of Contractors Fund	6.1	1.1
3155	Residential Contractors' Recovery Fund	0.3	
Totals		6.4	1.1

Residential Utility Consumer Office

2175UOA	Residential Utility Consumer Office Revolving Fund	0.3	0.2
Totals		0.3	0.2

(in Thousands)

Risk **Retirement****Respiratory Care Examiners**

2269 Board of Respiratory Care Examiners Fund

	0.3	
Totals	0.3	

Revenue

1000	General Fund	0.6	2.2
1993	Department of Revenue Administrative Fund	0.9	3.6
2500RVA	Interagency Service Agreement Fund		0.1

Totals	1.5	5.9
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School Facilities Board

1000 General Fund

	-1.2	0.2
Totals	-1.2	0.2

Secretary of State

1000	General Fund	2.1	1.0
2000STA	Federal Grant Fund		0.1

Totals	2.1	1.1
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Senate

1000 General Fund

	27.6	
Totals	27.6	

State Forester

1000	General Fund	-332.2	0.6
2232	Cooperative Forestry Fund		0.2
2360	Fire Suppression Fund		0.4

Totals	-332.2	1.2
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Strategic Planning and Budgeting

1000 General Fund

	-0.1	0.3
Totals	-0.1	0.3

Technical Registration

2070 Technical Registration Board Fund

	0.6	0.2
Totals	0.6	0.2

Tourism

1000	General Fund	0.4	
2236	Tourism Fund		0.4

Totals	0.4	0.4
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Transportation

2005	State Aviation Fund		0.2
2030	State Highway Fund	-793.6	28.9
2031	Arizona Highways Magazine Fund		0.2
2071	Transportation Department Equipment Fund		1.7
2097	ADOT Federal Programs Fund		0.1
2108	Safety Enforcement and Transportation Infrastructure Fund		0.2
2272	Vehicle Inspection and Title Enforcement Fund		0.2
2285	Motor Vehicle Liability Insurance Enforcement Fund	1.1	0.1
3113	Highway User Revenue Fund		0.1

Totals	-792.5	31.6
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Treasurer

3795 State Treasurer's Operating Fund

	0.8	0.3
Totals	0.8	0.3

Tribal Relations

1000 General Fund

	0.1	
Totals	0.1	

(in Thousands)

Risk **Retirement**

University of Arizona - Health Sciences Center

1000	General Fund		2.7
1402	U of A Main Campus - Collections - Appropriated Fund		1.9
	Totals		4.6

University of Arizona - Main Campus

1000	General Fund	-286.9	150.8
1402	U of A Main Campus - Collections - Appropriated Fund	-436.4	307.7
	Totals	-723.3	458.5

Veterans' Services

1000	General Fund	-6.2	0.8
2000VSA	Federal Grant Fund	-0.4	0.1
2077	Veterans' Conservatorship Fund	-1.7	0.1
2355	State Home for Veterans Trust Fund	-24.8	2.6
	Totals	-33.1	3.6

Veterinary Medical Examining Board

2078	Veterinary Medical Examiners Board Fund	0.2	0.1
	Totals	0.2	0.1

Water Resources

1000	General Fund	0.2	1.4
	Totals	0.2	1.4

Grand Total all Funds 683.7 19,751.1

Grand Total General Fund -175.1 11,296.2

Proposed Legislative Changes

The following Legislative changes are needed to implement the FY 2018 Executive Budget Recommendation

Statewide

Annual Budgets

As session law, continue to notwithstanding A.R.S. § 35-121 to permit annual budgets for all departments.

Administration, Department of

Automation Projects Non-Lapsing Authority

As session law, indicate that monies for appropriations made from the Automation Projects Fund for FY 2017 and 2018 are non-lapsing for a period of two fiscal years.

Grants Office Funding from AFIS II Collections Fund

As session law, allow the Office of Grants and Federal Resources to use the AFIS II Collections Fund for general operating expenses.

Reallocate AFIS Charges

As session law, allow charges for the Arizona Financial Information System to be reallocated among State agencies based on transactions within the accounting system.

Settlement Authority

Authorize the Department to use the Risk Management Fund to settle any debts owed to the federal government due to disallowed costs.

Surplus Property Sales Proceeds

As session law, allow Surplus Property to expend revenues it receives in excess of its appropriation.

Agriculture, Department of

Continue Authority to Raise Fees

As session law, continue to allow the Director to raise fees and exempt them from rulemaking.

AHCCCS

Continue Nursing Facility Assessment Footnote

Any supplemental payments received in excess of the appropriation for the Nursing Facility Assessment Fund are appropriated to the AHCCCS administration.

County Acute Care Contributions

As session law, require counties to contribute \$49.4 million, through the Disproportionate Uncompensated Care (DUC) Pool and county acute care contributions, for the AHCCCS Acute Care program.

County ALTCS Contributions

As session law, require counties to contribute a total of \$256.8 million for the AHCCCS Arizona Long-Term Care System.

County Expenditure Limitations

As session law, exempt from the county expenditure limitations all county payments that are deposited in the Budget Neutrality Compliance fund for Proposition 204 administration.

County Transfer

As session law, to avoid violation of the Patient Protection and Affordable Care Act's maintenance-of-effort provisions, transfer back to counties any monies that exceed the county portion of AHCCCS funding in place in March 2010.

Disproportionate Share Hospital

As session law, the Disproportionate Share Hospital payments for FY 2018 shall not exceed \$113,818,500 for the Maricopa Special Healthcare District and \$28,474,900 for the Arizona State Hospital. The private hospital DSH program shall be \$884,800.

Managed Care Organization Risk Contingency and Administrative Funding

As session law, in the capitation rates paid to the health plans, continue the reduction from 2% to 1% in risk contingency and from 8.5% to 8% in administrative allowance imposed in contract year 2011.

Voluntary Critical Access Hospital Payments: Appropriation

As session law, appropriate to AHCCCS any local government or federal match received for critical access hospital payments.

Adult Emergency Dental

As permanent law, add emergency dental care up to a maximum of \$1000 per member per year to the AHCCCS acute care member benefit package.

AZPOST

Authority to Set Fees

As session law, allow the Director to set fees for Arizona Peace Officer Standards and Training Board services.

Child Safety, Department of

Delay Lapsing of Backlog Privatization Monies

As session law, delay the lapsing of the FY 2016 and FY 2017 appropriations made to DCS for backlog privatization through FY 2018.

Expand Grandparent Stipend Eligibility to All Kin

As session law, expand the use of the grandparent stipend to include all kinship placements in need.

Commerce Authority

Job Training Monies

As session law, retroactively extend the delayed repeal of the Arizona Job Training Fund (Laws 2015 Ch. 10 sec. 10) through the end of FY 2018, and clarify that all unexpended monies are to be transferred following repeal.

Community Colleges

Notwithstanding Community College Capital Funding Formula

The Community Colleges are required to receive a General Fund appropriation through the calculation outlined in A.R.S. § 15-1464. The Executive recommends notwithstanding A.R.S. § 15-1464.

Counties

County Expenditure Flexibility

As session law, allow counties with populations below 200,000, per the 2010 decennial census, to use any source of county revenue to meet a county fiscal obligation for FY 2018.

Economic Security, Department of

Child Care Assistance Adjustments

As session law, continue the provision allowing the Department to reduce maximum eligibility levels for child care assistance in order to manage within available funds.

Child Care Development Fund (CCDF)

As session law, authorize the Department to expend Child Care Development Fund revenues in excess of \$118 million in FY 2018.

Child Care Development Fund (CCDF) Escalator

The U.S. Department of Health and Human Services is finalizing new rules as part of the reauthorization of the Child Care

and Development Block Grant (CCDBG). The Department expects that the new rules will have costs associated with implementation. If and when additional CCDF funds are provided to cover the new costs, the Department will need expenditure authority in the amount of the increase. Therefore, the Executive recommends enacting escalator clause language to appropriate to the Department all additional CCDF monies above the FY 2018 amount.

Child Support Enforcement Fund

As session law, continue to authorize the Department to expend Child Support Enforcement Fund retained earnings, fees and federal incentives in excess of \$16.5 million.

Domestic Violence Prevention Fund

As session law, continue to authorize the Department to expend Domestic Violence Prevention Fund revenues in excess of \$2.2 million.

Eliminate Fingerprint Imaging Requirement

As session law, eliminate the fingerprint imaging requirement for SNAP and TANF Cash Assistance.

Intermediate Care Facilities

As session law, permit DES to contract with private State-licensed ICFs.

JOBS Contract Saving

The JOBS program caseload is at a level that does not necessitate extra funding. As session law, redirect back to the Governor's set-aside \$2 million of Governor's discretionary funds that are currently directed to the JOBS SLI.

TANF Cash Benefits Drug Testing

As session law, continue to require Temporary Assistance for Needy Families (TANF) Cash Benefits recipients to pass a drug test in order to be eligible for benefits, if the Department has reasonable cause to believe that the recipient uses illegal drugs.

Education, Department of

Charter Additional Assistance Reduction

As session law, continue the reduction of Charter Additional Assistance.

Deferral of State Aid

As session law, continue the deferral of school district State Aid in the amount of \$930,727,700.

District Additional Assistance Reduction Continuation

As session law, continue the reduction of District Additional Assistance.

Inflation Adjustment

As permanent law, increase by 1.24% the base level amount prescribed in A.R.S. § 15-901 (B)(2), the transportation funding

levels prescribed in A.R.S. § 15-945 (A)(5), and the charter school Additional Assistance amounts prescribed in A.R.S. § 15-185 (B)(4).

School Emergency Readiness Pilot Program Continuation

As session law, continue the school emergency readiness pilot program.

Small School District Additional Assistance Reduction

Limitation

As session law, for school districts that are smaller than 1,100 students, continue at \$5 million the limitation of reduction of district Additional Assistance.

Environmental Quality, Department of

Oil and Gas Conservation Commission (OGCC) Fee Setting

Authority

As session law, amend A.R.S. § 27-513 to remove the current permit fee of \$25 and amend A.R.S. § 27-515 to authorize expenditure of funds on OGCC administrative support. Amend A.R.S. § 49-104 to provide specific authority to the Department to develop fee rules to fund activities associated with OGCC administrative support.

Safe Drinking Water Program Funding

As permanent law, change A.R.S. § 42-5302 and A.R.S. § 42-5304 to redirect the first \$1.8 million of Public Water System tax revenue to the Safe Drinking Water Program, to ensure that the program has a sustainable source of revenue.

Underground Storage Tank Revolving Fund Cap

As session law, suspend the administrative cap on the Underground Storage Fund and allow the Department to use, for administrative costs, up to \$6,531,000 from the Regulated Substance Fund.

Underground Storage Tank Revolving Fund Use for MyDEQ Phase 4

As session law, allow the Department to use up to \$3.2 million from the Underground Storage Tank Fund for the cost of developing and implementing MyDEQ Phase 4, which will add several business services to the online platform, including services for the Underground Storage Tank Program, VEI program, Air Permits, Dry Well Registrations, and overall customer service enhancements.

Water Quality Monitoring Program Financing Shift

Federal and State laws require the Department to collect water quality data on streams, lakes and groundwater statewide. While that activity is funded out of the Water Quality Assurance Revolving Fund (WQARF), the Water Quality Fee Fund (WQFF) has more capacity to absorb this cost. For FY 2018, the Executive recommends language allowing the WQFF to pay for the Water Quality Monitoring Program.

WQARF Interim Funding

As session law, continue to allow transfers from the Air Quality and Vehicle Emissions Inspections Funds to the WQARF Program, reducing the transfers for FY 2018 to \$2 million and \$4 million, respectively. Additionally, allow a \$1 million transfer from the Recycling Fund to the WQARF program in FY 2018.

Financial Institutions, Department of

General Operations from the Financial Services Fund

As session law, allow the Department to use the Financial Services Fund for general operating expenses.

New Licensing System

As session law, allow the Department to continue to spend up to a total of \$850,000 from the Receivership Fund to develop and implement a new licensing system.

Forestry and Fire Management, Department of

Hazardous Vegetation SLI

As session law, change the terms of the Hazardous Vegetation Removal SLI so that the appropriation lapses every two years, instead of annually, to give the Forester flexibility in managing removal projects.

Health Services, Department of

Alzheimer's Research

As session law, continue to notwithstanding A.R.S. § 36-773 in order to allow the Department to use Tobacco Tax and Health Care Fund - Health Research Account monies for Alzheimer's disease research.

Community Protection and Treatment Center

As session law, continue to require counties to pay 31% of the cost of treatment and confinement for sexually violent persons. Allow counties to use any source of county revenue to make the transfers, and exempt county contributions from county expenditure limitations.

Continue AHCCCS Footnote

The AHCCCS Administration shall transfer \$1.2 million from the Non-Medicaid Seriously Mentally Ill Services line-item for FY 2018 to the Department of Health Services for the costs of prescription medications for persons at the Arizona State Hospital who have a serious mental illness.

DHS Health Services Lottery Fund Transfer to ASH Fund

As session law, permit the Department to transfer \$1.3 million from the DHS Health Services Lottery Fund to the Arizona State Hospital Fund for use at the Arizona State Hospital.

Indirect Cost Fund Transfer to ASH Fund

As session law, transfer \$3.8 million in FY 2017 from the Indirect Cost Fund to the Arizona State Hospital Fund for use at the Arizona State Hospital.

Indirect Fund for Public Health Emergency and State Loan Repayment Funding

As session law, allow the Indirect Cost Fund as a source of funding for public health emergencies and the State Loan Repayment Program.

Newborn Screening Program Increase for Severe Combined Immunodeficiency (SCID) Testing

As permanent law, increase from \$30 to \$36 the maximum fee allowed in statute for first-time screening of newborns, to allow the Department to pay the increased cost of screening newborns for Severe Combined Immunodeficiency.

Restoration to Competency Funding

As session law, continue to require counties to reimburse the Arizona State Hospital for 100% of the cost of Restoration to Competency services, and allow counties to use any source of county revenue to make the transfers.

Housing, Department of

Divert OMH Fees into Housing Program Fund

As permanent law, require that the monies received by the Department from the Office of Manufactured Housing program are deposited into the Housing Program Fund instead of the General Fund.

Insurance, Department of

Fee Collection

As session law, continue to notwithstanding the provision that fees collected by the Department fall between 95% and 110% of the Department's appropriations.

Judiciary

Partial Reversal of Enacted FY 2018 Fund Transfers

As session law, reverse the enacted FY 2018 fund transfer from the Supreme Court's Court Appointed Special Advocate Fund (CASA) and the Superior Court's Juvenile Delinquent Reduction Fund (JDRF), also called the Juvenile Probation Services Fund.

Suspension of County Non-Supplanting Requirements

As session law, continue to suspend county non-supplanting requirements associated with funding for probation services, criminal case processing, and alternative dispute resolution programs, and require the counties to report on reductions in county funding as a result of the non-supplanting provisions.

Suspension of County Reimbursement Requirements for Certain Court-Related Expenses

As session law, continue to suspend the requirement of 50% reimbursement to counties for grand jury expenses and for State-funded representation of indigent defendants in first-time capital post-conviction relief proceedings, and reimburse only the amount provided in the General Appropriation Act.

Land Department, State

Natural Resource Conservation Districts

As session law, continue to stipulate that \$30,000 of the amount appropriated for Natural Resource Conservation Districts will be used to provide grants to environmental education centers.

Liquor Licenses and Control, Department of

Licensing Replacement System and IT Enhancements

As session law, authorize the Department to have non-lapsing authority for funds appropriated in the FY 2015 and FY 2016 Licensing Replacement System special line item (SLI) through FY 2018.

Lottery Commission

Appropriations Footnote

The Executive recommends continuing the FY 2017 appropriation percentages for Lottery special line items, except for Instant Tickets Sales, which the Executive recommends lowering from 3.6% to 3.05% of Ticket Sales in order to fund the Lottery's IT project.

Navigable Stream Adjudication Commission

Continue Water Banking Fund Appropriation

As session law, continue to provide Arizona Water Banking Fund monies to pay for attorney fees.

Parks Board, State

Off-Highway Vehicle Recreation Fund

As session law, allow the Board to use the Off-Highway Vehicle Fund for operational expenses.

State Parks Revenue Fund Non-Appropriated Status

As permanent law, change the status of the State Parks Revenue Fund to "non-appropriated," to give the agency flexibility in managing unprecedented growth in visitation and revenue.

Postsecondary Education, Commission for

LEAP Institutional Match

As session law, continue to require that institutions participating in the Leveraging Educational Assistance Partnership (LEAP) are to match State LEAP funds, and that LEAP's administrative expenses are to be paid from the institutional match.

Public Safety, Department of

Combine Lab Funds

As permanent law, combine the Crime Lab Operations Fund, Crime Lab Assessment Fund, DNA Fund, and Auto Fingerprint Identification Fund into one fund designated as the "DPS Forensic Fund," and transfer all balances to the DPS Forensic Fund on July 1, 2017.

Concealed Weapons Permit Fund Uses

As session law, allow the Department to use the Concealed Weapons Permit Fund for up to \$1.5 million for expenditures related to replacing the Microwave Backbone and up to \$1 million for expenditures related to replacing the Criminal Justice Information System.

DPS Joint Fund

As session law, stipulate that any funds remaining in the DPS Joint Fund are to revert to the sources from which they were appropriated, in direct proportion to the amount appropriated.

Highway Fund Expenditure Cap Elimination

As session law, eliminate the Department's cap on Highway User Revenue Fund and State Highway Fund expenditures.

Indigent Defense Fund

As session law, allow the Department to use the State Aid to Indigent Defense Fund for operating expenses.

Public Safety Equipment Fund Transfer

As session law, require the Treasurer to deposit directly to the General Fund any monies over \$1.2 million, as defined by A.R.S. § 41-1723 Section B.

Public Safety Equipment Fund Uses

As session law, allow the Department to use the Public Safety Equipment Fund for expenditures related to replacing the Microwave Backbone.

Radiation Regulatory Agency

Radiation Regulatory Fee Fund

As session law, continue to allow the Agency to raise fees and exempt them from rulemaking.

Regents, Board of

Suspend General Fund Match Requirement for Arizona Financial Aid Trust

As session law, suspend the requirement to provide a General Fund match of two dollars for every one dollar raised by a surcharge on tuition to provide financial aid to students.

Revenue, Department of

Reallocate Remaining Feasibility Study Funds

The Executive recommends that, beginning in FY 2018, any remaining and unencumbered monies related to the \$1 million FY 2017 appropriation for the Department's Tax System Replacement Assessment be reallocated to the Department's FY 2018 IT infrastructure replacement project.

Transportation, Department of

Maintenance Recovery Subaccount

As permanent law, establish a continuously appropriated Highway Damage Recovery Account as a separate account within the State Highway Fund for all monies recovered for damage caused to State highways and related property.

Veterans' Services, Department of

Continuous Appropriation for the State Home for Veterans' Trust Fund

As permanent law, make the State Home for Veterans' Trust Fund continuously appropriated.

Water Resources, Department of

Water Fees

As session law, continue to allow the Director to raise fees and exempt them from rulemaking.

Water Protection Fund

As session law, allow the Arizona Water Protection Fund Commission to grant up to \$336,000 to the Department to be used for administrative costs.

General Fund Revenue By Agency

	(in thousands)		
	Actual	Estimate	Estimate
	FY 2016	FY 2017	FY 2018
<u>TAXES</u>			
Individual Income	3,956,921.7	4,098,630.0	4,279,925.0
Corporate Income	549,626.3	483,840.0	389,390.1
Sales and Use	4,299,153.9	4,486,570.0	4,646,546.9
Property Taxes	38,483.3	27,150.0	29,950.0
Luxury Taxes	59,046.0	55,838.0	55,400.0
Insurance Premium Taxes	490,576.3	485,627.1	502,800.0
Estate Taxes	0.0	0.0	0.0
Other Taxes	7,958.5	8,544.0	8,532.0
TOTAL TAXES	9,401,766.0	9,646,199.1	9,912,543.9
<u>Licenses, Fees and Permits</u>			
State Board of Accountancy	183.8	183.7	183.7
Radiation Regulatory Agency	1,257.5	1,257.5	1,257.5
Arizona Department of Agriculture	320.6	2,845.5	2,845.5
Acupuncture Board of Examiners	17.7	18.0	18.5
State Board of Appraisal	0.0	0.0	0.0
State Board of Athletic Training	0.0	0.0	0.0
Board of Barber Examiners	35.8	36.8	38.0
State Department of Financial Institutions	3,670.6	3,476.0	3,546.0
Board of Behavioral Health Examiners	210.7	210.7	210.7
State Board of Nursing	535.5	480.8	480.8
Board of Cosmetology	456.5	456.5	456.5
State Board of Chiropractic Examiners	41.2	40.4	44.4
Department of Corrections	0.0	0.0	0.0
State Board of Dispensing Opticians	18.4	18.4	18.5
State Board of Dental Examiners	175.1	168.3	170.3
Department of Environmental Quality	8.2	0.0	0.0
State Board of Funeral Directors & Embalmers	39.2	40.1	40.8
Arizona Geological Survey	0.0	0.0	0.0
Department of Housing	0.0	746.5	0.0
Board of Homeopathic Medical Examiners	8.3	8.7	8.7
Department of Health Services	1,040.1	1,040.2	1,040.2
Industrial Commission of Arizona	4.1	0.0	0.0
Department of Insurance	11,279.5	11,225.6	11,235.0
Department of Liquor Licenses and Control	7,957.9	7,950.0	5,750.0

	(in thousands)		
	Actual	Estimate	Estimate
	FY 2016	FY 2017	FY 2018
Arizona Medical Board	739.8	753.6	764.9
Department of Fire, Building and Life Safety	0.0	0.0	0.0
Massage Therapy	59.5	0.0	0.0
Naturopathic Physicians Board of Medical Examiners	0.0	0.0	0.0
Nursing Care Ins. Admin. Examiners	31.7	44.3	33.2
State Board of Optometry	0.0	0.0	0.0
Arizona Board of Osteopathic Examiners	100.5	97.5	97.5
Board of Occupational Therapy Examiners	27.9	23.8	30.3
Arizona State Board of Pharmacy	346.8	346.8	346.8
State Board of Podiatry Examiners	15.4	15.4	15.4
Department of Public Safety	14.4	14.4	14.4
Board of Physical Therapy Examiners	14.2	92.7	12.7
State Board for Private Postsecondary Education	0.0	0.0	0.0
Board of Respiratory Care Examiners	62.8	61.7	61.7
Arizona Department of Racing	0.0	0.0	0.0
Department of Real Estate	3,311.3	3,350.0	3,350.0
Registrar of Contractors	840.6	823.6	846.5
Office of Pest Management	105.5	0.0	0.0
Department of State - Secretary of State	0.0	0.0	0.0
State Board of Psychologist Examiners	0.0	0.0	0.0
State Board of Technical Registration	290.5	292.9	295.3
State Veterinary Medical Examining Board	0.0	0.0	0.0
Department of Weights and Measures	0.0	0.0	0.0
Other Licenses and Fees	(2,414.5)	(3,655.4)	2,262.2
Total Licenses, Fees and Permits	30,807.0	32,465.0	35,476.0

Charges for Services

State Board of Accountancy	15.3	11.8	11.8
Radiation Regulatory Agency	4.3	4.3	4.3
Arizona Department of Agriculture	395.1	375.1	375.1
Acupuncture Board of Examiners	0.1	0.1	0.1
Board of Barber Examiners	4.0	4.4	4.5
State Department of Financial Institutions	2,604.9	2,068.0	2,174.0
Board of Behavioral Health Examiners	2.9	2.9	2.9
State Board of Nursing	30.1	14.7	14.7
Board of Cosmetology	12.6	12.6	12.6
Corporation Commission	22,448.4	22,225.0	22,225.0
State Board of Chiropractic Examiners	4.1	4.5	4.5
Board of Dispensing Opticians	0.6	0.6	0.7
State Board of Dental Examiners	12.0	12.4	12.3
State Board of Equalization	0.3	0.4	0.4

	(in thousands)		
	Actual	Estimate	Estimate
	FY 2016	FY 2017	FY 2018
Department of Environmental Quality	7.4	0.0	0.0
State Board of Funeral Directors & Embalmers	0.8	1.1	1.5
State Forester	0.0	100.0	0.0
Department of Gaming	3.2	5.0	5.0
Arizona Department of Housing	0.0	205.7	0.0
Department of Health Services	623.3	623.3	623.3
Department of Insurance	574.4	570.0	566.0
Arizona Medical Board	6.9	5.9	5.7
State Mine Inspector	17.3	0.0	0.0
Nursing Care Ins. Admin. Examiners	6.5	5.8	6.9
Arizona Board of Osteopathic Examiners	1.1	1.0	1.0
Arizona Pioneers' Home	925.9	920.0	915.0
Arizona State Board of Pharmacy	12.2	12.2	12.2
State Board of Podiatry Examiners	1.0	1.0	1.0
Board of Physical Therapy Examiners	1.0	1.1	1.1
Board of Respiratory Care Examiners	1.9	1.9	1.9
Independent Redistricting Commission	0.0	0.0	0.0
Department of Real Estate	487.1	489.6	489.6
Registrar of Contractors	1.3	1.3	1.3
Structural Pest Control Commission	46.8	0.0	0.0
State Board of Technical Registration	8.8	8.8	8.8
State Treasurer	1,477.6	1,737.7	1,737.7
State Board of Tax Appeals	0.0	0.1	0.1
Department of Veterans' Services	0.6	0.0	0.0
Department of Water Resources	334.9	100.0	100.0
Other Charges for Services	12,418.8	10,004.7	12,996.0
Total Charges for Services	<u>42,691.7</u>	<u>39,533.0</u>	<u>42,317.0</u>
Other Miscellaneous Revenue	94,364.3	90,736.6	90,633.0
Interest Earnings	13,488.0	10,500.0	10,200.0
Lottery	64,972.7	82,622.4	79,880.5
Transfers & Reimbursements	<u>82,651.8</u>	<u>66,970.0</u>	<u>63,567.0</u>
TOTAL OTHER REVENUES	328,975.5	322,827.0	322,073.4
TOTAL REVENUES	<u>9,730,741.5</u>	<u>9,969,026.1</u>	<u>10,234,617.3</u>
ADJUSTMENTS			
Urban Revenue Sharing	(605,634.3)	(663,582.2)	(680,770.1)
Disproportionate Share	93,866.3	94,321.6	91,163.9
Temporary Transaction Privilege Tax	198.7	0.0	0.0

	(in thousands)		
	Actual	Estimate	Estimate
	FY 2016	FY 2017	FY 2018
TOTAL ONGOING REVENUES	<u>9,218,974.0</u>	<u>9,399,765.5</u>	<u>9,645,011.1</u>

Note: Projected impacts from tax law changes are included in the forecast.

Other Fund Revenue By Agency

	(in thousands)		
	Actual	Estimate	Estimate
	FY 2016	FY 2017	FY 2018
<u>TAXES</u>			
Motor Vehicle Fuel Tax	844,390.1	828,693.8	849,491.4
Property Taxes	13,114.3	14,958.0	15,069.0
Sales and Use	652,810.7	399,606.8	411,199.4
Luxury Taxes	354,310.0	307,581.5	305,581.5
Insurance Premium Taxes	24,168.1	16,777.8	32,767.9
Motor Carrier Tax	(20,169.0)	(17,909.6)	(17,580.2)
Vehicle License Tax	329,837.2	322,242.8	340,023.9
Other Taxes	851,811.9	773,297.6	786,123.3
TOTAL TAXES	3,050,273.3	2,645,248.7	2,722,676.2
<u>Licenses, Fees and Permits</u>			
State Board of Accountancy	1,626.0	1,653.1	1,653.1
Arizona Department of Administration	9,243.5	8,496.0	8,496.0
Radiation Regulatory Agency	961.1	983.4	983.4
Arizona Department of Agriculture	561.8	1,251.4	1,516.3
Acupuncture Board of Examiners	159.1	160.1	161.1
Board of Athletic Trainers	134.9	134.0	134.0
Board of Barber Examiners	321.7	331.4	341.3
State Department of Financial Institutions	4,501.4	3,745.0	4,005.0
Board of Behavioral Health Examiners	1,896.9	1,896.9	1,896.9
State Board of Nursing	4,816.3	4,327.5	4,327.5
Board of Cosmetology	4,243.2	4,199.7	4,199.7
Corporation Commission	6,776.5	14,238.3	15,870.8
State Board of Chiropractic Examiners	371.2	366.0	397.0
State Board for Charter Schools	97.0	29.0	29.0
Department of Corrections (for Budget)	559.6	588.2	588.2
Commission for the Deaf and the Hard of Hearing	27.0	25.8	26.0
Board of Dispensing Opticians	166.0	166.0	168.0
Department of Transportation	245,336.5	237,109.6	242,212.4
State Board of Dental Examiners	1,573.0	1,514.9	1,532.9
Department of Education	2,029.3	2,342.7	2,342.7
Department of Environmental Quality	30,493.2	30,298.2	30,382.1
State Board of Funeral Directors & Embalmers	353.1	357.0	359.0
Arizona Game & Fish Department	40,528.5	39,103.6	39,103.6
Governor's Office of Highway Safety	220.6	0.0	0.0

	(in thousands)		
	Actual	Estimate	Estimate
	FY 2016	FY 2017	FY 2018
Department of Gaming	2,512.8	2,758.5	2,758.5
Arizona Geological Survey	0.2	0.0	0.0
Arizona Health Care Cost Containment System	299,878.2	107,126.4	319,657.2
Arizona Department of Housing	0.0	0.0	746.5
Board of Homeopathic and Integrated Medicine Examiners	75.0	78.4	78.4
Arizona Historical Society	78.1	76.7	76.7
Department of Health Services	27,998.8	29,788.9	31,823.2
Department of Insurance	1,302.0	1,004.5	1,104.6
State Land Department	117.0	125.0	125.0
Department of Liquor Licenses and Control	2,955.3	3,007.4	3,007.4
Arizona State Lottery Commission	35.7	35.0	35.0
Arizona Medical Board	6,657.7	6,782.1	6,883.8
Department of Building and Fire Safety	250.1	0.0	0.0
Board of Massage Therapy	538.6	538.6	538.6
Naturopathic Physicians Board of Medical Examiners	323.0	323.0	323.0
Nursing Care Ins. Admin. Examiners	285.4	398.7	298.6
State Board of Optometry	223.5	225.0	225.0
Arizona Board of Osteopathic Examiners	979.9	926.0	926.0
Board of Occupational Therapy Examiners	250.7	214.1	272.5
Commission for Postsecondary Education	645.7	651.6	651.6
Arizona State Board of Pharmacy	3,122.3	3,122.3	3,122.3
State Board of Podiatry Examiners	138.5	138.5	138.5
State Parks Board	9,859.6	10,186.9	10,523.5
Department of Public Safety	17,551.2	17,847.6	18,171.7
Board of Physical Therapy Examiners	128.1	833.5	114.0
State Board for Private Postsecondary Education	468.5	450.0	460.0
Board of Respiratory Care Examiners	268.9	268.0	268.0
Registrar of Contractors	11,965.0	11,671.2	12,044.9
Department of Revenue	23,544.0	20,755.8	20,755.8
Structural Pest Control Commission	949.4	0.0	0.0
Department of State - Secretary of State	14.8	14.8	14.8
State Board of Psychologist Examiners	124.5	524.1	524.1
State Board of Technical Registration	2,614.4	2,635.8	2,657.4
University of Arizona - Main Campus	0.0	503.3	684.2
Residential Utility Consumer Office	1,158.3	1,331.4	1,331.4
State Veterinary Medical Examining Board	90.3	1,111.4	90.0
Department of Water Resources	1,505.5	1,440.6	1,440.6
Other Licenses, Fees and Permits	0.0	0.0	0.0
Total Licenses, Fees and Permits	775,608.2	580,212.9	802,598.8

Charges for Services

	(in thousands)		
	Actual FY 2016	Estimate FY 2017	Estimate FY 2018
State Board of Accountancy	137.4	106.5	106.5
Arizona Department of Administration	339,837.5	321,981.5	323,796.7
Radiation Regulatory Agency	186.6	186.6	186.6
Attorney General - Department of Law	27,633.3	32,659.0	32,659.1
Arizona Department of Agriculture	11,781.6	9,824.6	9,139.5
Acupuncture Board of Examiners	0.9	0.9	0.9
Arizona State University - Tempe	1,674,666.9	1,799,818.5	0.0
Automobile Theft Authority	6,146.6	5,991.5	6,111.3
Auditor General	1,711.7	1,900.0	1,900.0
Arizona State University - West	142,650.4	170,230.1	0.0
Arizona State University - Polytechnic	89,411.9	94,787.2	0.0
Board of Barber Examiners	37.0	39.1	40.2
State Department of Financial Institutions	36.4	18.0	18.0
Board of Behavioral Health Examiners	25.6	25.6	25.6
State Board of Nursing	269.7	147.1	147.1
Arizona Commerce Authority	590.0	252.0	116.0
Board of Cosmetology	100.1	100.1	100.1
Corporation Commission	18,813.2	8,152.8	14,474.6
State Board of Chiropractic Examiners	36.4	40.3	40.3
Department of Child Safety	6.4	6.4	6.4
Arizona Exposition & State Fair	11,316.2	11,768.9	12,004.5
Judiciary	30,263.7	27,777.1	27,943.7
Department of Corrections (for Budget)	540.1	529.5	529.5
Department of Economic Security	42,761.6	43,663.8	24,112.4
Department of Juvenile Corrections	21.7	21.0	21.0
Board of Dispensing Opticians	5.6	5.6	5.8
Department of Transportation	43,754.2	46,077.8	46,215.6
State Board of Dental Examiners	107.5	112.4	110.9
Department of Education	20,651.0	57,020.6	57,020.6
Department of Environmental Quality	30,052.0	26,999.8	26,999.8
State Board of Funeral Directors & Embalmers	6.3	7.5	8.3
State Forester	89.7	0.0	0.0
Arizona Game & Fish Department	10,007.4	6,790.0	6,790.0
Governor's Office of Highway Safety	(167.7)	37.0	37.0
Department of Gaming	13,611.5	13,926.6	14,236.4
Arizona Geological Survey	139.9	0.0	0.0
Arizona Health Care Cost Containment System	23,574.6	23,947.3	38,303.3
Arizona Department of Housing	5,248.6	5,540.3	6,009.3
Office of Administrative Hearings	44.9	44.9	44.9
Arizona Historical Society	562.9	400.9	413.5
Department of Health Services	13,377.4	12,959.6	12,761.4

	(in thousands)		
	Actual	Estimate	Estimate
	FY 2016	FY 2017	FY 2018
Arizona Commission on the Arts	1,416.8	1,350.0	1,350.0
Industrial Commission of Arizona	231.4	242.3	242.3
Department of Insurance	4,602.7	4,380.0	4,390.3
State Land Department	3,796.3	4,163.6	6,010.9
Department of Liquor Licenses and Control	64.2	64.0	64.0
Arizona Medical Board	62.1	52.3	51.4
State Mine Inspector	126.3	95.6	95.6
Department of Building and Fire Safety	683.6	0.0	0.0
Northern Arizona University	398,611.0	417,383.5	422,611.4
Naturopathic Physicians Board of Medical Examiners	5.9	5.9	5.9
Nursing Care Ins. Admin. Examiners	59.0	52.2	62.1
Arizona Navigable Stream Adjudication Commission	200.0	200.0	200.0
State Board of Optometry	0.1	0.2	0.2
Arizona Board of Osteopathic Examiners	11.1	11.0	11.1
Power Authority	28,056.5	31,368.1	31,368.1
Personnel Board	487.8	487.5	487.5
Arizona State Board of Pharmacy	109.0	109.0	109.2
State Board of Podiatry Examiners	9.3	9.3	9.3
Board of Executive Clemency	21.8	43.6	43.6
State Parks Board	7,351.2	7,645.3	7,951.2
Department of Public Safety	529.3	529.3	529.3
Board of Physical Therapy Examiners	9.6	10.3	9.4
State Board for Private Postsecondary Education	19.7	16.0	0.0
Board of Respiratory Care Examiners	9.6	11.0	11.0
Department of Real Estate	25.3	32.5	29.5
Registrar of Contractors	11.0	11.0	11.0
Structural Pest Control Commission	420.4	0.0	0.0
State Boards Office	150.7	0.0	0.0
Arizona State Schools for the Deaf and the Blind	3,120.2	2,612.5	2,612.5
Department of State - Secretary of State	1,180.3	1,180.3	1,901.7
State Board of Psychologist Examiners	6.9	4.5	4.5
State Board of Technical Registration	36.9	36.9	36.9
Arizona Office of Tourism	6,461.6	6,400.5	6,500.5
State Treasurer	6,532.4	6,554.9	6,554.9
University of Arizona - Main Campus	1,336,169.5	1,460,884.7	1,497,823.1
University of Arizona - Health Sciences Center	437,567.3	453,600.3	467,814.2
Department of Veterans' Services	25,141.3	35,021.9	34,940.4
State Veterinary Medical Examining Board	68.8	64.0	64.0
Department of Water Resources	5,205.1	5,147.0	5,147.0
Other Charges for Services	0.0	0.0	0.0
Total Charges for Services	4,828,620.6	5,163,679.4	3,161,490.8

	(in thousands)		
	Actual	Estimate	Estimate
	FY 2016	FY 2017	FY 2018
	<u> </u>	<u> </u>	<u> </u>
Interest Earnings	310,448.0	58,114.3	55,709.5
Lottery	1,432,333.0	1,409,235.0	1,408,535.0
Other Miscellaneous Revenue	3,209,799.5	3,987,264.2	4,130,485.6
	<u> </u>	<u> </u>	<u> </u>
TOTAL OTHER REVENUES	10,556,809.3	11,198,505.8	9,558,819.7
	<u> </u>	<u> </u>	<u> </u>
TOTAL REVENUES	13,607,082.6	13,843,754.5	12,281,495.9
	<u> </u>	<u> </u>	<u> </u>
OTHER FINANCING SOURCES			
Transfers & Reimbursements	21,403,588.5	19,789,004.9	20,700,975.7
	<u> </u>	<u> </u>	<u> </u>
GRAND TOTAL REVENUES	35,010,671.1	33,632,759.4	32,982,471.6
	<u> </u>	<u> </u>	<u> </u>

*Other Appropriated Funds Revenues include all revenues for funds which may only be partially subject to statutory or legislative appropriation. The expenditures shown in the "Other Funds Budget Summary" are for the appropriated portion of these funds only and may represent only a small portion of the funds' total expenditures. There are several funds where a General Fund appropriation is deposited into an "Other Appropriated Fund" and these deposits are reflected in the figures above; as such General and Other Fund Revenues may not sum to total State revenue.

Assumptions and Methodology

Preparing the State budget is a 12-month process that determines the size and scope of government. A.R.S. § 35-101 establishes a bifurcated budget process by defining 16 agencies as “annual budget units” and the remaining agencies as “biennial budget units.”

The following agencies are identified as annual budget units:

- Department of Education
- Board of Regents
- Arizona State University
- University of Arizona
- Northern Arizona University
- School Facilities Board
- Department of Economic Security
- Department of Corrections
- Department of Juvenile Corrections
- Arizona Health Care Cost Containment System
- Department of Health Services
- Department of Administration
- Department of Transportation
- The Judiciary (Supreme Court, Court of Appeals, Superior Courts)

However, Laws 2016, Chapter 127, provided that, for FY 2018 and FY 2019, all agencies will receive annual, not biennial, appropriations. Therefore, the Executive Budget Recommendation provides FY 2018 funding recommendations for all agencies.

A.R.S. § 35-125 requires that the General Appropriations Act include revenue and expenditure estimates for the three subsequent years. The Executive Budget Recommendation provides those estimates for Fiscal Years 2018 and 2019.

Budget Process

The budget process begins on or before June 1, when the Governor’s Office of Strategic Planning & Budgeting (OSPB) provides the instructions and software required for agencies to submit their budget information. By statute, agency information must be submitted to OSPB by September 1. Copies of the agencies’ budget submissions are also provided to the Joint Legislative Budget Committee (JLBC) Staff and made available to the public.

Annually, from September 1 to no later than five days after the opening of the Legislative session, the Governor’s Office

reviews budget submissions and prepares the Executive Budget Recommendation. The Recommendation contains operating and capital outlay expenditure plans and estimated revenues for all State funding sources. It also contains any Legislative changes necessary for implementation.

Review of agency requests by the Legislative staff occurs during the fall. Legislative deliberation of the Executive Budget Recommendation and other budget options typically begins shortly after the regular session convenes. Public hearings for some State agency appropriations are held by the Senate and House Appropriation committees. The committees may recommend adoption of the Executive Budget Recommendation or elect to recommend a budget containing other elements. Committee recommendations can become part of floor discussions in both chambers. Legislative leadership must assemble an appropriation package acceptable to a majority of members in each chamber.

Before July 1, the Legislature enacts appropriations through the passage of General Appropriations and Capital Outlay Acts and any Legislative changes necessary for the implementation of the adopted budget. Once adopted by the House of Representatives and the Senate, the bills are then presented to the Governor for consideration.

Upon presentation, the Governor has five days to sign the bills into law, veto them in their entirety, line-item veto individual items of appropriation, or allow the bills to become law without a signature. The Legislature may, with a two-thirds majority vote of each house, override a veto or line-item veto.

The operating budget is prepared and enacted using a cash basis of accounting, which recognizes expenditures when paid and revenues when received by the Treasurer.

Budgetary control is maintained by appropriation, including expenditure limits for each item of appropriation and by funding source. The allocation of an appropriation over the course of the year is also controlled.

Unless specifically enacted, operating appropriations lapse at the end of the fiscal year, and the cash reverts to its fund source. Capital outlay appropriations do not lapse until the end of the following fiscal year in which the money is appropriated and any unspent cash reverts to its fund source.

Budget Request Guidelines

State agencies were not restricted in how much funding or what kinds of projects could be requested. However, funding requests for information technology projects in excess of \$25,000 must have prior approval via a Project Investment

Justification issued by the Strategic Enterprise Technology Office at the Department of Administration.

Budget Boundaries

The starting point in building the budget – the base appropriation and expenditure levels – are the amounts appropriated in FY 2017. For non-appropriated funds, the starting point is the planned expenditure amounts for FY 2017. The incremental changes recommended in the Executive Budget Recommendation for FY 2018 are the changes from the FY 2017 appropriations and expenditure levels.

Recommended Changes

The Executive is recommending three basic types of changes to agency appropriations.

First, *Standard Adjustments* are technical changes to fundamental operating costs, such as annual changes for rent in State-operated buildings, retirement contributions, health, dental and life insurance premiums, risk management (liability insurance) premiums, and human resource pro rata charges. Standard adjustments are displayed and calculated separately from the rest of each agency's budget recommendation. The itemization of each standard adjustment for each agency and fund is located in the standard adjustment section of the Agency Budgets book. For FY 2018, there are no changes in rent; health, dental and life insurance premiums; or human-resource pro rata charges

Second, *Baseline Changes* are comprised of caseload changes, changes due to legal mandates from a court, or actions needed for continued efficient operations. Caseload increases or decreases generally require funding changes, assuming the agency's mandates for services are unchanged.

Finally, *Governor's Initiatives* include all recommendations beyond standard or baseline adjustments and are designed to improve or change what the State does or how an activity is performed or funded.

Standard Adjustments

The FY 2018 Executive Budget Recommendation contains two technical adjustments.

- Retirement rates increase for all retirement systems, by an average of 0.02% for the State Retirement System (ASRS), 7.74% for the Public Safety Personnel Retirement System (PSPRS), and 5.67% for the Correctional Officer Retirement System (CORP). The specific change for each retirement system by agency is calculated independently.
- Risk management charges are determined every two years for each agency. Changes to the charges are recommended for funding at that time.

The amounts of the standard adjustments, by agency, by fund, are listed in the section immediately following the Department of Weights and Measures in the State Agency Budgets book.

Calculation of Employee-Related Expenditures

When recommending changes to the number of positions or personal services, the Executive Budget Recommendation uses the following methodology.

ERE. Two separate rates are used in calculating Employee-Related Expenditures (ERE) funding requirements for changes to the number of employees or personal services:

- A health, dental and life insurance premium rate calculates, by agency, the costs per full-time-equivalent (FTE) employee based on specific rates of participation in the State's insurance programs.
- Any changes to personal services are multiplied by the rates for FICA, workers' compensation, unemployment insurance, a DOA pro rata charge for personnel costs, an information technology pro rata charge, long-term disability insurance, retirement sick leave pro rata, and retirement contributions.

The following rates are used for the development of each of the ERE components:

FICA. The rate is comprised of a 6.2% Social Security tax on the first \$126,000 of an employee's personal services and a 1.45% Medicare tax on the full amount of an employee's personal services.

Workers' Compensation. Every two years, the Department of Administration's Risk Management Division develops workers' compensation rates based on agency loss histories, program budget needs, and data provided by the National Council on Compensation Insurance (NCCI). There are no changes in the estimated rates from FY 2017 to FY 2018.

Unemployment Insurance. The rate of 0.15% is continued for FY 2017.

DOA Personnel Division Pro Rata. The rate of 0.98% of personal services is assessed on the payroll of the majority of State agencies to fund the operations of the Personnel Division.

Information Technology Pro Rata. The rate of 0.2% of personal services is assessed on all agencies (except the universities and community colleges) to fund the operations of the Strategic Enterprise Technology Office at the Department of Administration.

Disability Insurance. Most State employees are covered by long-term disability insurance through the State Retirement System. A rate of 0.24% is charged against personal services paid to employees not in the State Retirement System and is used for disability coverage for those employees.

Retirement. The following rates were used for FY 2017:

ASU Police (PSPRS).....	39.99%
Attorney General Investigators (PSPRS).....	63.53%
Correctional Officers (CORP)	21.17%
DEMA Fire Fighters (PSPRS).....	31.22%
Elected Officials Retirement Legacy System.....	23.50%
Elected Officials Retirement Defined Contribution	23.50%
Elected Officials Retirement Return to Work	0.01%
State Retirement System Return to Work	9.36%
PSPRS Return to Work.....	28.62%
Non-participating Benefit.....	0.15%
Defined Contribution Benefit	2.66%
Game and Fish (PSPRS)	104.71%
Juvenile Corrections (CORP)	31.03%
Liquor Commission Investigators (PSPRS)	97.00%
NAU Police (PSPRS).....	58.75%
Parks (PSPRS).....	57.35%
Public Safety (PSPRS).....	86.97%
Public Safety Dispatchers (CORP)	24.48%
Public Safety Detention Officers (CORP)	19.31%
State Retirement System (ASRS)	11.50%
UA Police (PSPRS).....	44.37%
University Optional Retirement.....	7.00%

Funding for retirement rates changes is included in the standard adjustments recommendations.

Retirement Accumulated Sick Leave Fund. Funding from a 0.4% pro rata assessment against personal services is used to compensate retiring employees for a portion of unused sick leave.

Budgeting by Government Function

Budget information is also available in a different type of detail than is shown in the published Executive Budget Recommendation or the Appropriations Acts. Information is provided in a format that shows expenditures by agency programs and subprograms, which are based on each of the mandated functions for agencies, as enacted by the Legislature.

For example, in the General Appropriations Act the Game and Fish Department is funded largely by a lump-sum appropriation for the entire agency. In the MASTER LIST OF STATE GOVERNMENT PROGRAMS, funding is identified for each specific program, such as Sportfishing or Wildlife Conservation.

Other Recommendations

Appropriation Format. The appropriation format recommendations are located at the end of each agency’s section.

Legislative Changes. Implementation of some Executive recommendations requires Legislative changes. Those required changes are addressed in the Executive Budget State Agency Budgets book.

Expenditures for FY 2016

By law, the Executive Budget Recommendation contains a reporting of the amounts expended from the immediately preceding fiscal year’s appropriations, by accounting object category. The expenditures reported are provided by each agency, with subsequent reconciliation by OSPB to the State Annual Financial Report.

Budget Performance Measures

The Executive Budget Recommendation contains agency descriptions and budget performance measures.

In accordance with A.R.S. § 35-115, the Executive Budget Recommendation includes selected performance measures for the budget unit for the previous fiscal year and for the budget recommendation years.

OSPB has selected a series of performance measures that will most accurately communicate what the agency is doing and how well the agency is doing it. The intent is to offer decision makers and citizens a better understanding of agencies and their operations with a continuity of data, as the performance measures published will remain largely consistent from year to year.

In addition to the performance measures displayed in the Executive Budget Recommendation, the full array of agency performance measures is published in the MASTER LIST OF STATE GOVERNMENT PROGRAMS. This reference document also contains a comprehensive inventory of all State programs and subprograms, including descriptions, expenditure data and performance measures for every function of State government.

Administrative Costs

To comply with A.R.S. § 35-115, each agency reports administrative costs as a percent of its total funds budget. The definition of what constitutes an administrative cost is unique to each agency. The calculations provided are strictly for compliance with A.R.S. § 35-115 and are not meaningful for any other purpose.

Summary of FY 2016 Actual Expenditures by Object

	FTEs	Personal Services	ERE	P&O	Travel In-State	Travel Out-State	Food	Library Acquisitions	Aid to Others	OOE	Equipment	Cap. Outlay, Debt Servc, Cost Alloc & Trans.	Total
<u>Board of Accountancy</u>													
Accountancy Board Fund	13.0	731.3	286.4	287.7	2.6	4.9	0.0	0.0	0.0	226.0	30.7	0.0	1,569.6
<u>Acupuncture Board of Examiners</u>													
Acupuncture Board of Examiners	1.0	89.9	17.3	11.9	1.5	0.0	0.0	0.0	0.0	21.3	0.0	0.0	141.9
<u>Department of Administration</u>													
General Fund	116.7	5,265.7	1,692.4	1,024.2	20.4	13.3	0.0	0.0	6,095.5	87,175.2	74.9	5,335.2	106,696.8
Personnel Division Fund	62.0	5,388.6	1,845.9	786.2	5.8	11.0	0.0	0.0	0.0	3,501.4	52.2	324.0	11,915.1
Capital Outlay Stabilization Fund	83.4	2,890.0	1,226.1	1,079.0	95.6	1.2	0.0	0.0	0.0	10,087.4	46.5	192.8	15,618.6
Corrections Fund	4.0	73.4	26.2	1.2	6.8	0.0	0.0	0.0	0.0	8.7	0.0	5.5	121.8
Information Technology Fund	19.0	823.5	252.0	361.9	0.0	5.8	0.0	0.0	0.0	291.1	681.0	155.8	2,571.1
Air Quality Fund	0.0	0.0	0.0	488.3	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	488.3
State Web Portal Fund	1.0	590.1	192.8	1,981.6	0.0	1.7	0.0	0.0	0.0	955.6	19.8	271.8	4,013.4
Automation Projects Fund	10.0	902.7	306.9	1,720.8	0.0	1.0	0.0	0.0	0.0	2,084.0	11.0	7,938.6	12,965.0
Special Employee Health	33.5	1,857.2	714.6	1,034.3	1.2	0.0	0.0	0.0	0.0	948.6	0.0	378.2	4,934.1
Motor Pool Revolving	12.0	395.3	136.3	34.9	0.0	0.0	0.0	0.0	0.0	3,798.6	2,258.2	248.2	6,871.5
Admin - Special Services Fund	3.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
State Surplus Property	9.0	388.3	193.4	88.9	25.2	0.0	0.0	0.0	0.0	1,225.7	0.0	29.8	1,951.3
Federal Surplus Materials Property	1.0	25.7	12.0	0.5	2.6	0.0	0.0	0.0	0.0	3.3	0.0	0.0	44.1
Risk Management Fund	50.0	3,134.3	1,250.9	24,616.0	13.7	0.0	0.0	0.0	0.0	59,899.0	12.1	201.6	89,127.6
Arizona Financial Information System Collections Fund	35.0	3,047.2	1,045.5	1,082.5	2.3	1.9	0.0	0.0	0.0	1,856.7	10.0	17.0	7,063.1
Automation Operations Fund	100.0	5,357.5	1,987.2	1,266.0	0.9	8.7	0.0	0.0	0.0	10,221.4	1,267.0	(830.2)	19,278.5
Telecommunications Fund	8.0	602.9	234.8	122.4	0.1	0.0	0.0	0.0	0.0	431.9	19.6	117.8	1,529.5
Department of Administration Total	547.6	30,742.4	11,117.0	35,688.7	174.6	44.6	0.0	0.0	6,095.5	182,488.6	4,452.3	14,386.1	285,189.8
<u>Office of Administrative Hearings</u>													
General Fund	12.0	563.0	199.0	0.0	0.0	0.0	0.0	0.0	0.0	99.6	0.0	0.0	861.6
<u>African-American Affairs</u>													
General Fund	3.0	69.7	21.3	13.6	0.3	0.8	0.0	0.0	0.0	15.8	0.0	0.0	121.5
<u>Department of Agriculture</u>													
General Fund	162.9	4,470.2	1,921.0	114.2	376.1	16.1	0.0	0.0	0.0	997.8	66.5	198.4	8,160.3

Summary of FY 2016 Actual Expenditures by Object

State Agency Budgets

	FTEs	Personal Services	ERE	P&O	Travel In-State	Travel Out-State	Food	Library Acquisitions	Aid to Others	OOE	Equipment	Cap. Outlay, Debt Servc, Cost Alloc & Trans.	Total
<u>Arizona Health Care Cost Containment System</u>													
General Fund	993.8	13,290.4	5,536.4	1,832.2	19.4	12.8	0.0	0.0	1,062,035.3	13,626.4	862.8	47,232.8	1,144,448.5
Tobacco Tax and Health Care Fund	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	34,498.5	0.0	0.0	0.0	34,498.5
Tobacco Products Tax Fund	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	18,162.2	0.0	0.0	0.0	18,162.2
Children's Health Insurance Program	38.2	254.2	109.8	0.2	0.0	0.0	0.0	0.0	2,025.5	24.5	0.1	9.8	2,424.1
Budget Neutrality Compliance Fund	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	2,612.2	2,612.2
Prescription Drug Rebate Fund	2.0	24.8	12.1	365.0	0.0	0.0	0.0	0.0	105,315.8	0.4	0.0	0.0	105,718.1
Arizona Health Care Cost Containment System Total	1,034.0	13,569.4	5,658.3	2,197.4	19.4	12.8	0.0	0.0	1,222,037.3	13,651.3	862.9	49,854.8	1,307,863.6
<u>Board of Athletic Training</u>													
Athletic Training Fund	1.5	59.0	22.3	0.0	1.2	0.0	0.0	0.0	0.0	25.2	0.0	0.0	107.7
<u>Attorney General - Department of Law</u>													
General Fund	212.0	14,067.6	5,323.2	156.9	43.9	70.0	0.0	0.0	0.0	3,673.0	159.6	3.2	23,497.4
Consumer Protection/Fraud Revolving Fund	47.6	2,312.3	879.1	74.1	18.9	19.6	0.0	0.0	0.0	269.9	183.4	414.7	4,172.0
Attorney General Antitrust Revolving	3.0	91.0	32.7	1.5	0.2	3.8	0.0	0.0	0.0	12.6	0.6	15.9	158.3
Attorney General Collection Enforcement	64.4	4,019.9	1,720.6	113.2	3.4	2.8	0.0	0.0	0.0	256.4	2.1	685.3	6,803.7
State Aid to Indigent Defense Fund	6.0	435.8	157.6	79.0	0.0	0.0	0.0	0.0	0.0	19.5	0.0	77.5	769.4
Attorney General Agency Fund	135.9	9,243.1	3,060.5	40.9	29.7	8.7	0.0	0.0	0.0	1,043.5	136.3	631.9	14,194.6
Victims Rights Fund	3.4	207.4	83.0	2.8	1.8	0.3	0.0	0.0	3,206.5	137.6	3.2	62.2	3,704.8
Risk Management Fund	93.0	5,459.2	1,892.2	1.7	3.2	5.1	0.0	0.0	0.0	457.1	13.2	865.6	8,697.3
Attorney General Legal Services Cost Allocation Fund	18.4	1,315.6	466.1	15.3	0.0	0.6	0.0	0.0	0.0	67.7	0.0	208.6	2,073.9
Attorney General - Department of Law Total	583.7	37,151.9	13,615.0	485.4	101.1	110.9	0.0	0.0	3,206.5	5,937.3	498.4	2,964.9	64,071.4
<u>Automobile Theft Authority</u>													
Automobile Theft Authority Fund	6.0	270.2	104.1	22.0	3.3	4.0	0.0	0.0	945.7	72.3	1.7	3,676.2	5,099.5
<u>Board of Barbers</u>													
Board of Barbers Fund	4.0	188.2	69.8	3.3	13.0	0.0	0.0	0.0	0.0	33.5	1.0	0.0	308.8
<u>Board of Behavioral Health Examiners</u>													
Behavioral Health Examiner Fund	17.0	809.5	315.5	200.0	7.4	5.9	0.0	0.0	0.0	192.6	1.5	0.0	1,532.4
<u>Board for Charter Schools</u>													
General Fund	13.0	621.5	239.6	21.0	2.1	5.6	0.0	0.0	0.0	131.6	2.9	0.0	1,024.4

Summary of FY 2016 Actual Expenditures by Object

460

	FTEs	Personal Services	ERE	P&O	Travel In-State	Travel Out-State	Food	Library Acquisitions	Aid to Others	OOE	Equipment	Cap. Outlay, Debt Servc, Cost Alloc & Trans.	Total
<u>Department of Child Safety</u>													
General Fund	1,553.4	61,651.1	28,866.1	9,912.3	1,341.8	318.9	0.0	0.0	284,277.6	20,753.6	2,033.8	1,611.5	410,766.7
Temporary Assistance for Needy Families	642.7	27,902.7	14,335.2	2,314.0	734.0	43.7	0.0	0.0	97,887.4	5,250.3	856.6	0.0	149,323.9
Child Care and Development Fund	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	27,000.0	0.0	0.0	0.0	27,000.0
DCS Expenditure Authority	860.0	38,343.5	11,622.2	5,242.2	531.6	94.6	0.0	0.0	249,972.1	9,769.7	624.0	0.0	316,199.9
Child Abuse Prevention Fund	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	1,459.3	0.0	0.0	0.0	1,459.3
Children and Family Services Training Program Fund	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	207.9	0.0	0.0	207.9
Department of Child Safety Total	3,056.1	127,897.3	54,823.5	17,468.5	2,607.4	457.2	0.0	0.0	660,596.4	35,981.5	3,514.4	1,611.5	904,957.7
<u>Board of Chiropractic Examiners</u>													
Chiropractic Examiners Board	4.5	174.4	62.9	48.3	0.0	3.0	0.0	0.0	0.0	100.9	9.2	0.0	398.7
<u>Commerce Authority</u>													
General Fund	0.0	0.0	0.0	140.5	2.1	4.1	0.0	0.0	0.0	75.7	0.3	26,500.0	26,722.7
<u>Community Colleges</u>													
General Fund	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	49,995.9	0.0	0.0	5,049.4	55,045.3
<u>Registrar of Contractors</u>													
Registrar of Contractors Fund	80.7	4,124.1	1,670.1	232.2	215.5	5.3	0.0	0.0	0.0	1,865.7	68.5	328.5	8,510.0
<u>Corporation Commission</u>													
General Fund	6.0	377.1	157.6	1.2	24.5	0.7	0.0	0.0	0.0	47.0	0.0	0.0	608.1
Utility Regulation Revolving	153.5	8,910.3	3,214.0	232.4	81.0	87.5	0.0	0.0	0.0	845.7	127.0	175.0	13,672.9
Securities Regulatory & Enforcement	46.9	2,626.7	1,101.6	124.1	19.8	13.5	0.0	0.0	0.0	1,494.3	26.7	118.5	5,525.2
Public Access Fund	80.5	3,139.0	1,218.9	418.9	3.6	2.5	0.0	0.0	0.0	988.5	45.9	234.6	6,051.9
Securities Investment Management Fund	13.0	498.1	209.5	0.0	0.0	0.0	0.0	0.0	0.0	3.8	0.0	0.0	711.4
Arizona Arts Trust Fund	1.0	28.1	19.4	0.0	0.0	0.0	0.0	0.0	0.0	0.5	1.6	0.0	49.6
Corporation Commission Total	300.9	15,579.3	5,921.0	776.6	128.9	104.2	0.0	0.0	0.0	3,379.8	201.2	528.1	26,619.1
<u>Department of Corrections</u>													
General Fund	9,528.0	409,557.3	210,676.2	249,063.1	256.1	74.8	35,525.7	0.0	161.7	105,730.1	3,706.9	1,887.2	1,016,639.1
Corrections Fund	0.0	0.0	0.0	14,380.4	0.0	0.0	147.9	0.0	0.0	0.2	0.0	2,500.0	17,028.5
State Education Fund for Correctional Education	6.0	271.4	122.6	0.0	0.0	0.0	0.0	0.0	0.0	0.5	0.0	0.0	394.5
DOC - Alcohol Abuse Treatment	0.0	0.0	0.0	252.6	0.0	0.0	0.0	0.0	0.0	0.9	0.0	0.0	253.5
Transition Program Fund	0.0	0.0	0.0	1,396.8	0.0	0.0	0.0	0.0	0.0	3.3	0.0	0.0	1,400.1
Prison Construction and Operations Fund	0.0	0.0	0.0	8,000.0	0.0	0.0	3,684.4	0.0	0.0	1.3	0.0	0.0	11,685.6
Penitentiary Land Earnings	0.0	0.0	0.0	979.2	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	979.2
State Charitable, Penal & Reformatory Land Earnings	0.0	0.0	0.0	1,795.8	0.0	0.0	0.0	0.0	0.0	1.2	0.0	0.0	1,796.9
Department of Corrections Total	9,534.0	409,828.8	210,798.8	275,867.9	256.1	74.8	39,358.0	0.0	161.7	105,737.3	3,706.9	4,387.2	1,050,177.5

FY 2018 Executive Budget

Summary of FY 2016 Actual Expenditures by Object

State Agency Budgets

	FTEs	Personal Services	ERE	P&O	Travel In-State	Travel Out-State	Food	Library Acquisitions	Aid to Others	OOE	Equipment	Cap. Outlay, Debt Servc, Cost Alloc & Trans.	Total
<u>Board of Cosmetology</u>													
Cosmetology Board	21.0	783.6	356.7	165.0	51.6	9.3	0.0	0.0	0.0	330.6	10.8	0.0	1,707.6
<u>Criminal Justice Commission</u>													
Criminal Justice Enhancement Fund	6.0	323.3	98.0	17.6	5.3	6.7	0.0	0.0	0.0	56.6	1.6	0.0	509.1
Victims Compensation and Assistance Fund	1.0	72.8	31.3	0.0	0.0	0.0	0.0	0.0	3,248.8	0.0	0.0	44.5	3,397.4
Drug and Gang Prevention Resource Center Fund	1.0	27.9	8.0	85.0	0.0	0.0	0.0	0.0	0.0	15.1	9.5	0.0	145.5
State Aid to County Attorneys Fund	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	730.2	0.0	0.0	0.0	730.2
Criminal Justice Commission Total	8.0	424.0	137.3	102.6	5.3	6.7	0.0	0.0	3,979.0	71.7	11.1	44.5	4,782.2
<u>Schools for the Deaf and the Blind</u>													
General Fund	331.9	10,226.0	4,670.0	938.8	89.9	54.3	(4.3)	0.0	0.0	3,749.3	458.5	0.0	20,182.5
Schools for the Deaf & Blind Fund	179.8	6,923.9	3,330.4	1,107.7	0.0	0.5	0.0	0.0	0.0	0.9	0.0	0.0	11,363.4
Schools for the Deaf and the Blind Total	511.7	17,149.9	8,000.4	2,046.5	89.9	54.8	(4.3)	0.0	0.0	3,750.2	458.5	0.0	31,545.9
<u>Commission for the Deaf and the Hard of Hearing</u>													
Telecommunication for the Deaf	15.0	894.5	332.7	714.4	11.4	14.9	0.0	0.0	0.0	1,246.7	87.8	0.0	3,302.4
<u>Board of Dental Examiners</u>													
Dental Board Fund	11.0	500.3	226.0	164.7	3.4	6.4	0.0	0.0	0.0	197.6	40.1	0.0	1,138.5
<u>Department of Economic Security</u>													
General Fund	1,336.1	57,900.3	25,794.6	18,152.9	957.4	27.4	377.8	0.0	381,580.2	20,799.7	3,232.9	2,941.1	511,764.3
Workforce Investment Grant	33.0	966.6	407.7	302.4	12.8	6.4	0.0	0.0	30,522.0	611.4	73.9	0.0	32,903.2
Temporary Assistance for Needy Families	374.0	8,262.1	3,632.9	9,945.4	143.2	4.1	0.0	0.0	44,409.2	3,876.8	542.5	0.0	70,816.2
Child Care and Development Fund	179.3	5,921.9	3,115.4	675.7	46.0	4.7	0.0	0.0	81,463.7	2,022.4	308.7	0.0	93,558.5
Special Administration Fund	29.1	791.6	356.1	1,166.2	0.9	0.1	0.0	0.0	120.0	46.8	4.0	0.0	2,485.7
Child Support Enforcement Administration Fund	235.9	7,746.5	4,166.3	817.1	12.1	1.8	0.0	0.0	360.1	1,592.0	95.3	0.0	14,791.2
Domestic Violence Services Fund	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	2,500.0	0.0	0.0	0.0	2,500.0
Public Assistance Collections Fund	6.4	6.4	3.0	0.2	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	9.6
Department Long-Term Care System Fund	11.6	80.8	42.7	23.9	0.3	0.0	0.3	0.0	27,457.6	264.2	31.2	0.0	27,901.0
Spinal and Head Injuries Trust Fund	8.0	205.1	85.2	189.2	1.9	1.3	0.0	0.0	758.0	50.3	2.0	0.0	1,293.0
Reed Act Fund	71.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Department of Economic Security Total	2,284.4	81,881.3	37,603.9	31,273.0	1,174.6	45.8	378.1	0.0	569,170.8	29,263.6	4,290.5	2,941.1	758,022.7
<u>State Board of Education</u>													
General Fund	6.0	434.5	147.0	251.3	0.4	0.8	0.0	0.0	0.0	178.0	28.3	98.8	1,139.1
Teacher Certification Fund	5.0	117.5	45.2	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	162.7
State Board of Education Total	11.0	552.0	192.2	251.3	0.4	0.8	0.0	0.0	0.0	178.0	28.3	98.8	1,301.8

Summary of FY 2016 Actual Expenditures by Object

	FTEs	Personal Services	ERE	P&O	Travel In-State	Travel Out-State	Food	Library Acquisitions	Aid to Others	OOE	Equipment	Cap. Outlay, Debt Servc, Cost Alloc & Trans.	Total
<u>Department of Education</u>													
General Fund	120.9	7,336.5	2,612.6	15,233.7	44.1	30.4	0.0	0.0	3,876,858.5	2,711.1	152.6	40,788.7	3,945,768.2
Teacher Certification Fund	24.3	999.9	360.7	0.5	7.1	3.6	0.0	0.0	0.0	293.2	10.6	233.3	1,908.9
Education Learning and Accountability	21.9	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Treasurer Empowerment Scholarship Account Fund	8.0	195.8	68.0	5.0	0.7	0.0	0.0	0.0	0.0	127.4	1.4	0.0	398.3
Professional Development Fund	0.0	0.0	0.0	35.4	0.0	0.0	0.0	0.0	0.0	220.0	20.9	0.0	276.3
Public Institutions Permanent School Earnings	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	219,440.5	0.0	0.0	0.0	219,440.5
Department of Education Total	175.1	8,532.2	3,041.3	15,274.6	51.9	34.0	0.0	0.0	4,096,299.0	3,351.7	185.5	41,022.0	4,167,792.2
<u>Department of Emergency and Military Affairs</u>													
General Fund	40.3	2,397.5	879.0	133.4	77.6	24.2	3.2	0.0	0.0	1,205.2	339.0	5,651.7	10,710.8
<u>Department of Environmental Quality</u>													
General Fund	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	7,000.0	7,000.0
DEQ Emissions Inspection	40.2	1,278.3	578.2	21,318.7	62.5	1.6	0.0	0.0	924.2	148.5	1.2	841.4	25,154.6
Hazardous Waste Management	19.4	530.1	184.4	45.2	21.2	0.0	0.0	0.0	0.0	9.4	0.0	319.7	1,110.0
Air Quality Fund	23.6	1,052.1	380.7	495.8	75.8	11.4	0.0	0.0	0.0	433.2	162.8	6,186.5	8,798.3
Recycling Fund	11.9	475.6	165.7	0.0	1.1	0.7	0.0	0.0	0.0	13.2	2.0	286.9	945.2
Permit Administration	53.2	2,335.2	870.1	727.2	87.2	(1.2)	0.0	0.0	0.0	53.2	0.0	1,435.1	5,506.8
Emergency Response Fund	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	23.7	19.4	0.0	43.1
Solid Waste Fee Fund	10.9	348.2	135.2	4.7	18.6	0.0	0.0	0.0	0.0	9.2	0.0	216.3	732.2
Water Quality Fee Fund	67.1	3,047.8	1,228.5	0.0	55.2	4.2	0.0	0.0	0.0	65.5	0.0	1,913.1	6,314.3
Indirect Cost Fund	95.7	4,488.8	1,624.3	231.3	17.2	0.3	0.0	0.0	0.0	5,072.8	33.1	0.0	11,467.8
Department of Environmental Quality Total	322.0	13,556.1	5,167.1	22,822.9	338.8	17.0	0.0	0.0	924.2	5,828.7	218.5	18,199.0	67,072.3
<u>Governor's Office for Equal Opportunity</u>													
General Fund	4.0	134.4	49.1	0.6	0.1	0.0	0.0	0.0	0.0	3.1	0.0	0.0	187.3
<u>Board of Equalization</u>													
General Fund	7.0	257.7	70.5	7.6	13.1	0.0	0.0	0.0	0.0	175.6	0.9	0.0	525.3
<u>Board of Executive Clemency</u>													
General Fund	14.0	484.6	185.0	38.8	1.3	0.0	0.0	0.0	0.0	176.4	6.5	0.0	892.6
<u>Exposition & State Fair</u>													
Arizona Exposition and State Fair Fund	184.0	3,488.9	1,013.2	3,769.5	11.8	10.0	0.0	0.0	0.0	2,978.8	18.5	0.0	11,290.7
<u>Department of Financial Institutions</u>													
General Fund	46.1	1,772.7	726.1	9.9	0.5	0.2	0.0	0.0	0.0	362.0	32.9	0.0	2,904.3
Financial Services Fund	14.0	650.6	270.1	157.4	2.5	1.5	0.0	0.0	0.0	151.5	72.0	0.0	1,305.6
Board of Appraisal Fund	9.0	311.2	125.5	41.7	0.7	3.2	0.0	0.0	0.0	43.8	4.8	1.2	532.1
Department of Financial Institutions Total	69.1	2,734.5	1,121.7	209.0	3.7	4.9	0.0	0.0	0.0	557.3	109.7	1.2	4,742.0

Summary of FY 2016 Actual Expenditures by Object

State Agency Budgets

	FTEs	Personal Services	ERE	P&O	Travel In-State	Travel Out-State	Food	Library Acquisitions	Aid to Others	OOE	Equipment	Cap. Outlay, Debt Servc, Cost Alloc & Trans.	Total
<u>Department of Fire, Building and Life Safety</u>													
General Fund	0.0	942.9	392.5	53.6	120.1	3.0	0.0	0.0	228.3	397.5	25.7	9.6	2,173.1
<u>Department of Forestry and Fire Management</u>													
General Fund	46.5	2,175.0	933.2	459.9	63.6	13.6	0.0	0.0	250.0	356.6	12.5	4,000.0	8,264.4
<u>Board of Funeral Directors & Embalmers</u>													
Funeral Directors & Embalmers	3.0	193.5	71.8	17.9	2.2	0.0	0.0	0.0	0.0	52.6	0.1	0.0	338.1
<u>Game & Fish Department</u>													
Game & Fish Fund	244.5	12,443.6	8,320.7	1,444.1	223.0	77.4	0.0	0.0	505.7	4,669.0	642.3	3,463.1	31,788.9
Game & Fish Watercraft License	25.0	1,116.2	677.0	0.4	29.7	22.4	0.0	0.0	0.0	809.6	351.0	60.0	3,066.3
Game/Non-Game Fund	4.0	63.8	20.1	23.4	0.2	4.5	0.0	0.0	0.0	1.2	0.0	0.0	113.2
Capital Improvement Fund	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	369.2	0.0	631.7	1,000.9
Wildlife Endowment Fund	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	16.2	16.2
Game & Fish Department Total	273.5	13,623.6	9,017.8	1,467.9	252.9	104.3	0.0	0.0	505.7	5,849.0	993.3	4,171.0	35,985.5
<u>Department of Gaming</u>													
General Fund	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	1,779.5	1,779.5
Lottery Fund	0.0	0.0	0.0	300.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	300.0
Permanent Tribal-State Compact Fund	23.0	966.4	392.0	0.1	9.3	7.7	0.0	0.0	0.0	247.2	0.0	0.0	1,622.7
Arizona Benefits Fund	86.8	4,056.7	1,588.3	1,091.0	253.6	37.7	0.0	0.0	0.0	2,149.5	101.2	2.2	9,280.2
Racing Regulation Fund	40.5	1,288.6	528.5	406.1	31.5	5.2	0.0	0.0	0.0	203.9	4.4	0.0	2,468.2
Department of Gaming Total	150.3	6,311.7	2,508.8	1,797.2	294.4	50.6	0.0	0.0	0.0	2,600.6	105.6	1,781.7	15,450.6
<u>Geological Survey</u>													
General Fund	28.9	501.0	170.2	3.8	13.5	0.0	0.0	0.0	0.0	233.6	14.7	0.0	936.8
<u>Office of the Governor</u>													
General Fund	54.0	3,627.2	1,211.0	149.8	18.8	70.2	0.0	0.0	0.0	851.3	91.9	11.4	6,031.6
<u>Governor's Office of Strategic Planning and Budgeting</u>													
General Fund	22.0	1,330.6	465.7	156.5	0.0	1.6	0.0	0.0	0.0	39.5	0.0	0.0	1,993.9

Summary of FY 2016 Actual Expenditures by Object

	FTEs	Personal Services	ERE	P&O	Travel In-State	Travel Out-State	Food	Library Acquisitions	Aid to Others	OOE	Equipment	Cap. Outlay, Debt Servc, Cost Alloc & Trans.	Total
<u>Department of Health Services</u>													
General Fund	897.1	42,761.4	16,943.9	6,015.1	109.6	4.3	0.0	0.0	98,941.8	12,409.9	322.2	420,284.6	597,792.8
Tobacco Tax Hlth Care Fund MNMI Account	0.0	0.0	0.0	387.2	0.0	0.0	0.0	0.0	225.0	0.0	0.0	47,354.5	47,966.7
Capital Outlay Stabilization	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	1,513.9	0.0	0.0	1,513.9
Health Services Licenses Fund	110.4	5,012.1	2,066.0	68.0	272.7	(5.3)	0.0	0.0	0.0	345.8	80.7	911.8	8,751.8
Child Care and Development Fund	9.5	489.3	232.2	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	107.3	828.8
Health Research Fund	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	2,496.3	0.0	0.0	0.0	2,496.3
Emergency Medical Operating Services	33.3	1,629.4	670.0	273.2	61.3	1.8	0.0	0.0	1,254.3	895.8	24.6	0.0	4,810.4
Newborn Screening Program Fund	28.1	1,158.5	505.2	313.3	5.0	0.0	0.0	0.0	109.7	3,313.8	10.3	625.0	6,040.8
Substance Abuse Services Fund	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	1,350.2	0.0	0.0	0.0	1,350.2
Substance Abuse Services - Alcohol	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	900.0	0.0	0.0	0.0	900.0
Nursing Care Institution Resident Protection Revolving Fund	0.0	0.0	0.0	22.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	22.0
Environmental Laboratory Licensure Revolving	6.5	321.8	120.9	0.2	15.8	48.4	0.0	0.0	0.0	58.7	0.0	130.1	695.9
Child Fatality Review Fund	1.5	53.9	29.2	0.0	0.1	0.0	0.0	0.0	10.4	1.3	0.0	0.0	94.9
Vital Records Electronic Systems Fund	27.7	495.1	247.8	69.0	0.1	0.0	0.0	0.0	0.0	302.1	(1.1)	0.0	1,113.0
The Arizona State Hospital Fund	36.0	2,050.8	887.4	5,743.0	0.0	0.0	0.0	0.0	0.0	133.0	0.0	0.0	8,814.2
DHS State Hospital Land Earnings	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	598.4	3.0	0.0	601.4
DHS - Indirect Cost Fund	26.7	1,972.4	714.3	554.9	1.0	3.8	0.0	0.0	9.0	4,725.9	47.2	2.1	8,030.6
Department of Health Services Total	1,176.8	55,944.7	22,416.9	13,445.9	465.6	53.0	0.0	0.0	105,296.7	24,298.6	486.9	469,415.4	691,823.7
<u>Arizona Historical Society</u>													
General Fund	35.5	1,508.9	635.2	73.0	0.0	0.0	0.0	0.0	41.7	898.4	0.0	0.0	3,157.2
<u>Prescott Historical Society of Arizona</u>													
General Fund	722.3	489.8	232.5	1.0	0.0	0.0	0.0	0.0	0.0	47.7	0.0	36.4	807.4
<u>Board of Homeopathic Medical Examiners</u>													
Homeopathic Medical Examiners	1.0	34.3	20.6	1.0	1.4	0.0	0.0	0.0	0.0	17.0	0.0	0.0	74.3
<u>Department of Housing</u>													
Housing Trust Fund	3.0	173.8	72.5	5.0	8.0	1.7	0.0	0.0	0.0	46.3	11.2	0.0	318.5
<u>Independent Redistricting Commission</u>													
General Fund	3.3	250.0	88.4	680.6	0.6	6.9	0.0	0.0	0.0	63.3	4.1	0.0	1,093.9
<u>Industrial Commission of Arizona</u>													
Industrial Commission Administration Fund	235.2	9,169.8	3,678.5	2,002.4	178.0	46.2	0.0	0.0	0.0	3,651.4	239.1	170.9	19,136.3
<u>Department of Insurance</u>													
General Fund	71.2	2,855.0	1,150.2	248.9	24.7	2.6	0.0	0.0	0.0	679.8	75.2	0.0	5,036.4

Summary of FY 2016 Actual Expenditures by Object

State Agency Budgets

	FTEs	Personal Services	ERE	P&O	Travel In-State	Travel Out-State	Food	Library Acquisitions	Aid to Others	OOE	Equipment	Cap. Outlay, Debt Servc, Cost Alloc & Trans.	Total
<u>Judiciary</u>													
General Fund	445.7	27,159.2	9,777.6	420.6	605.4	83.0	0.0	0.0	59,939.5	7,751.8	49.9	0.0	105,787.0
Supreme Court CJEF Disbursements	48.5	2,153.8	815.8	121.0	59.7	4.4	0.0	0.0	2,227.8	891.7	0.0	0.0	6,274.2
Judicial Collection - Enhancement	97.9	5,491.6	2,012.0	21.7	52.6	3.3	0.0	0.0	5,972.2	2,650.2	0.0	86.0	16,289.6
Defensive Driving Fund	27.6	1,378.2	525.0	0.4	73.3	0.0	0.0	0.0	0.0	1,216.5	0.0	0.0	3,193.4
Court Appointed Special Advocate Fund	8.3	355.5	125.1	46.5	7.5	0.5	0.0	0.0	2,046.8	99.3	0.0	0.0	2,681.2
Confidential Intermediary Fund	6.1	190.7	79.7	2.6	2.1	0.0	0.0	0.0	0.0	19.1	0.0	0.0	294.2
Drug Treatment and Education Fund	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	500.2	0.0	0.0	0.0	500.2
State Aid to Courts Fund	0.4	16.1	6.0	0.0	0.0	0.0	0.0	0.0	2,369.9	7.8	0.0	0.0	2,399.8
Judiciary Total	634.5	36,745.1	13,341.2	612.8	800.6	91.2	0.0	0.0	73,056.4	12,636.4	49.9	86.0	137,419.6
<u>Department of Juvenile Corrections</u>													
General Fund	553.0	13,148.6	7,848.1	757.3	125.7	10.0	0.0	0.0	0.0	2,559.1	908.5	0.0	25,357.3
Juvenile Corrections CJEF Distribution	0.0	163.3	97.1	236.3	0.0	0.0	0.0	0.0	0.0	2.6	0.0	0.0	499.3
Juvenile Education Fund	14.0	991.0	518.8	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	1,509.8
Local Cost Sharing Fund	0.0	7,524.0	4,408.1	0.0	0.0	0.0	0.0	0.0	0.0	67.9	0.0	0.0	12,000.0
State Charitable, Penal and Reformatory Land Fund	0.0	1,006.8	58.6	9.4	0.0	0.0	0.0	0.0	0.0	898.1	0.0	0.0	1,972.9
Department of Juvenile Corrections Total	567.0	22,833.7	12,930.7	1,003.0	125.7	10.0	0.0	0.0	0.0	3,527.7	908.5	0.0	41,339.3
<u>Land Department</u>													
General Fund	126.7	6,098.2	2,390.8	747.1	8.3	9.6	0.0	0.0	390.0	2,747.8	0.0	10.0	12,401.8
Environmental Special Plate Fund	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	150.0	0.0	0.0	0.0	150.0
Trust Land Management Fund	3.0	185.4	58.3	240.3	74.0	0.6	0.0	0.0	0.0	1,028.2	117.6	12.5	1,716.9
Land Department Total	129.7	6,283.6	2,449.1	987.4	82.3	10.2	0.0	0.0	540.0	3,776.0	117.6	22.5	14,268.7
<u>Auditor General</u>													
General Fund	184.4	11,235.8	4,210.6	499.1	290.8	4.5	0.0	0.0	0.0	1,125.2	567.3	0.0	17,933.3
<u>House of Representatives</u>													
General Fund	0.0	8,103.7	3,453.7	108.8	647.8	560.6	0.0	0.0	0.0	342.2	48.8	0.0	13,265.6
<u>Joint Legislative Budget Committee</u>													
General Fund	29.0	1,661.8	604.0	125.0	0.5	0.0	0.0	0.0	0.0	97.6	2.0	0.0	2,490.9
<u>Legislative Council</u>													
General Fund	49.0	3,399.1	1,170.4	60.3	0.0	0.0	0.0	0.0	0.0	353.1	3,250.4	0.0	8,233.3
<u>Senate</u>													
General Fund	0.0	5,000.0	2,108.4	36.2	354.3	0.0	0.0	0.0	0.0	155.8	0.0	0.0	7,654.7

Summary of FY 2016 Actual Expenditures by Object

	FTEs	Personal Services	ERE	P&O	Travel In-State	Travel Out-State	Food	Library Acquisitions	Aid to Others	OOE	Equipment	Cap. Outlay, Debt Servc, Cost Alloc & Trans.	Total
<u>Department of Liquor Licenses and Control</u>													
General Fund	0.0	0.0	0.0	41.7	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	41.7
Liquor Licenses Fund	29.0	1,488.6	773.1	107.9	87.8	0.0	0.0	0.0	0.0	458.0	0.0	(23.2)	2,892.2
Department of Liquor Licenses and Control Total	29.0	1,488.6	773.1	149.6	87.8	0.0	0.0	0.0	0.0	458.0	0.0	(23.2)	2,933.9
<u>Lottery Commission</u>													
Lottery Fund	98.8	3,765.8	1,584.4	11,967.9	241.4	20.5	0.0	0.0	0.0	79,402.4	103.8	434.2	97,520.4
<u>Massage Therapy</u>													
Massage Therapy Board Fund	5.0	199.9	79.3	33.8	0.5	0.0	0.0	0.0	0.0	109.1	2.4	0.0	425.0
<u>Medical Board</u>													
Medical Examiners Board Fund	178.6	2,875.5	984.3	1,015.4	19.9	22.3	0.4	0.0	0.0	1,247.8	287.2	19.5	6,472.3
<u>Mine Inspector</u>													
General Fund	14.0	559.2	253.3	20.1	86.3	1.9	0.0	0.0	0.0	202.2	39.1	0.0	1,161.9
Aggregate Mining Reclamation Fund	0.0	0.0	0.0	24.0	0.1	0.0	0.0	0.0	0.0	6.2	0.0	0.0	30.3
Mine Inspector Total	14.0	559.2	253.3	44.1	86.4	1.9	0.0	0.0	0.0	208.4	39.1	0.0	1,192.2
<u>Naturopathic Physicians Board of Medical Examiners</u>													
Naturopathic Board	2.0	98.1	40.7	0.6	1.2	0.0	0.0	0.0	0.0	23.1	0.0	0.0	163.7
<u>Navigable Stream Adjudication Commission</u>													
General Fund	1.0	70.0	24.0	0.0	0.0	0.0	0.0	0.0	0.0	27.3	0.0	0.0	121.3
Arizona Water Banking Fund	0.0	0.0	0.0	168.9	2.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	170.9
Navigable Stream Adjudication Commission Total	1.0	70.0	24.0	168.9	2.0	0.0	0.0	0.0	0.0	27.3	0.0	0.0	292.2
<u>Board of Nursing</u>													
Nursing Board	42.0	2,618.5	973.4	374.7	3.8	6.5	0.0	0.0	0.0	635.1	53.9	35.9	4,701.8
<u>Nursing Care Ins. Admin. Examiners</u>													
Nursing Care Institution Administrators/ACHMC	4.0	243.0	92.6	5.0	3.9	1.3	0.0	0.0	0.0	24.2	9.5	0.0	379.5
<u>Board of Occupational Therapy Examiners</u>													
Occupational Therapy Fund	1.5	97.1	42.5	0.3	0.5	0.0	0.0	0.0	0.0	28.8	0.0	0.0	169.2
<u>Board of Dispensing Opticians</u>													
Dispensing Opticians Board Fund	69.8	69.8	28.4	0.2	8.8	1.6	0.0	0.0	0.0	10.6	0.0	0.0	119.4
<u>Board of Optometry</u>													
Board of Optometry Fund	2.0	118.0	41.0	0.0	1.4	3.0	0.0	0.0	0.0	40.6	0.0	0.0	204.0
<u>Board of Osteopathic Examiners</u>													
Osteopathic Examiners Board	6.3	356.2	133.5	134.2	2.8	3.8	0.0	0.0	0.0	112.2	12.7	0.8	756.2

Summary of FY 2016 Actual Expenditures by Object

State Agency Budgets

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<u>Parks Board</u>													
General Fund	0.0	0.0	0.0	140.0	0.0	0.0	0.0	0.0	0.0	3.3	1.9	277.8	423.0
State Parks Revenue Fund	153.5	5,211.0	2,414.1	73.1	5.9	0.2	1.7	0.0	0.0	3,712.1	485.6	748.9	12,652.6
Parks Board Total	153.5	5,211.0	2,414.1	213.1	5.9	0.2	1.7	0.0	0.0	3,715.4	487.5	1,026.7	13,075.6
<u>Personnel Board</u>													
Personnel Division Fund	3.0	113.1	45.3	75.4	1.3	0.0	0.0	0.0	0.0	31.5	3.1	0.0	269.7
<u>Office of Pest Management</u>													
Pest Management Fund	30.0	768.1	380.4	0.0	25.4	0.0	0.0	0.0	0.0	198.3	0.8	0.6	1,373.6
<u>Board of Pharmacy</u>													
Pharmacy Board	18.0	1,172.1	418.2	92.8	42.5	5.1	0.0	0.0	0.0	333.5	2.4	0.0	2,066.6
<u>Board of Physical Therapy Examiners</u>													
Physical Therapy Fund	4.0	194.0	94.6	83.2	0.5	0.0	0.0	0.0	0.0	55.0	11.3	0.0	438.7
<u>Pioneers' Home</u>													
Pioneers' Home State Charitable Earnings	64.7	2,337.5	1,178.2	46.8	12.2	0.0	97.5	0.0	2.8	323.4	22.1	0.0	4,020.5
Pioneers' Home Miners' Hospital	25.1	913.6	427.1	40.8	13.0	0.0	97.2	0.0	(0.7)	215.6	18.1	0.0	1,724.7
Pioneers' Home Total	89.8	3,251.1	1,605.3	87.6	25.2	0.0	194.7	0.0	2.1	539.0	40.2	0.0	5,745.2
<u>Board of Podiatry Examiners</u>													
Podiatry Examiners Board	1.0	68.7	24.2	10.5	3.4	0.0	0.0	0.0	0.0	11.5	0.3	0.0	118.6
<u>Commission for Postsecondary Education</u>													
General Fund	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	1,220.8	0.0	0.0	176.0	1,396.8
Postsecondary Education Fund	5.0	81.6	34.0	23.6	0.0	0.0	0.0	0.0	1,098.7	59.7	2.2	0.0	1,299.8
Commission for Postsecondary Education Total	5.0	81.6	34.0	23.6	0.0	0.0	0.0	0.0	2,319.5	59.7	2.2	176.0	2,696.6
<u>Board for Private Postsecondary Education</u>													
Private Postsecondary Education	4.0	227.7	80.7	24.7	0.0	0.5	0.0	0.0	0.0	59.6	3.0	600.0	996.2
<u>Board of Psychologist Examiners</u>													
Psychologist Examiners Board	4.0	231.9	91.9	15.0	8.5	1.0	0.0	0.0	0.0	66.8	0.0	0.2	415.3

Summary of FY 2016 Actual Expenditures by Object

	FTEs	Personal Services	ERE	P&O	Travel In-State	Travel Out-State	Food	Library Acquisitions	Aid to Others	OOE	Equipment	Cap. Outlay, Debt Servc, Cost Alloc & Trans.	Total
<u>Department of Public Safety</u>													
General Fund	645.8	37,465.0	27,824.6	1,795.2	271.5	286.5	0.0	0.0	1,497.6	16,965.1	2,069.9	3,281.0	91,456.4
State Highway Fund	57.0	3,216.0	3,198.0	1.6	17.9	4.2	0.0	0.0	0.0	230.9	262.9	341.7	7,273.2
Arizona Highway Patrol Fund	159.0	8,684.5	7,575.3	241.0	56.3	76.7	0.0	0.0	0.0	3,055.2	465.0	243.1	20,397.1
Safety Enforcement and Transportation Infrastructure	8.0	547.1	543.6	0.0	7.9	1.3	0.0	0.0	0.0	68.5	64.6	3.5	1,236.5
Crime Laboratory Assessment	4.0	261.3	102.4	0.4	0.7	1.1	0.0	0.0	293.6	99.4	12.8	0.7	772.4
Auto Fingerprint Identification	1.0	97.3	37.0	0.0	0.1	2.1	0.0	0.0	70.0	913.7	276.4	0.0	1,396.6
DNA Identification System Fund	42.0	2,766.5	1,084.6	3.7	7.4	12.0	0.0	0.0	0.0	1,052.4	136.1	5.7	5,068.4
Public Safety Equipment Fund	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	912.2	1,160.5	0.0	2,072.7
Crime Laboratory Operations Fund	119.0	7,197.3	2,832.2	42.6	18.9	30.3	0.0	0.0	0.0	2,611.8	363.9	39.5	13,136.5
Gang and Immigration Intelligence Team Enforcement Mission Fund	0.0	128.7	76.3	0.0	2.5	0.0	0.0	0.0	3,928.2	141.9	39.0	0.0	4,316.6
State Aid to Indigent Defense Fund	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	616.7	9.3	0.0	626.0
Motorcycle Safety Fund	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	205.0	205.0
Parity Compensation Fund	15.0	1,222.8	892.7	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	2,115.5
Concealed Weapons Permit Fund	15.0	430.0	172.9	9.7	0.0	0.0	0.0	0.0	0.0	295.7	152.6	0.0	1,060.9
Highway User Revenue Fund	771.9	44,157.7	41,865.6	375.0	287.6	82.7	0.0	0.0	0.0	5,447.6	3,806.1	386.9	96,409.2
DPS Criminal Justice Enhancement Fund	59.0	1,828.3	715.6	31.5	3.0	6.9	0.0	0.0	0.0	127.1	74.4	77.6	2,864.4
Risk Management Fund	10.0	567.9	564.7	0.3	3.2	0.7	0.0	0.0	0.0	40.8	46.5	4.0	1,228.1
Department of Public Safety Total	1,906.7	108,570.4	87,485.5	2,501.0	677.0	504.5	0.0	0.0	5,789.4	32,579.0	8,940.0	4,588.7	251,635.5
<u>Radiation Regulatory Agency</u>													
General Fund	16.4	513.6	217.5	0.0	10.0	6.7	0.0	0.0	0.0	434.7	0.9	409.8	1,593.2
State Radiologic Technologist Certification	3.0	105.2	39.6	16.2	0.0	0.0	0.0	0.0	0.0	66.4	3.0	0.0	230.4
Radiation Regulatory Fee Fund	6.6	248.4	102.2	35.3	15.3	0.3	0.0	0.0	0.0	161.9	23.0	0.0	586.4
Radiation Regulatory Agency Total	26.0	867.2	359.3	51.5	25.3	7.0	0.0	0.0	0.0	663.0	26.9	409.8	2,410.0
<u>Department of Real Estate</u>													
General Fund	0.0	1,410.0	549.2	94.1	14.5	3.7	0.0	0.0	0.0	356.9	89.9	33.4	2,551.7
<u>Residential Utility Consumer Office</u>													
Residential Utility Consumer Office Revolving	8.0	634.6	232.9	158.9	6.3	9.7	0.0	0.0	0.0	179.5	0.0	0.0	1,221.9
<u>Board of Respiratory Care Examiners</u>													
Board of Respiratory Care Examiners	4.0	168.4	62.6	6.5	1.1	1.8	0.0	0.0	0.0	50.3	0.0	0.0	290.7
<u>Arizona State Retirement System</u>													
Retirement System Appropriated	238.9	12,929.6	4,820.7	1,920.2	30.3	66.3	0.0	0.0	0.0	2,008.2	620.0	6.5	22,401.8
LTD Trust Fund	0.0	0.0	0.0	2,071.9	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	2,071.9
Arizona State Retirement System Total	238.9	12,929.6	4,820.7	3,992.1	30.3	66.3	0.0	0.0	0.0	2,008.2	620.0	6.5	24,473.7

Summary of FY 2016 Actual Expenditures by Object

State Agency Budgets

	FTEs	Personal Services	ERE	P&O	Travel In-State	Travel Out-State	Food	Library Acquisitions	Aid to Others	OOE	Equipment	Cap. Outlay, Debt Servc, Cost Alloc & Trans.	Total
<u>Department of Revenue</u>													
General Fund	425.0	16,821.1	7,297.2	869.6	94.0	45.2	0.0	0.0	0.0	2,610.2	656.4	0.0	28,393.7
Tobacco Tax and Health Care Fund	7.0	137.0	68.6	14.7	9.4	0.6	0.0	0.0	0.0	400.2	0.0	0.0	630.5
Department of Revenue Administrative Fund	442.8	17,072.6	6,942.0	9,718.5	39.5	29.1	0.0	0.0	0.0	9,173.6	1,818.4	0.0	44,793.6
DOR Liability Setoff Fund	6.0	180.5	85.2	0.5	0.0	0.0	0.0	0.0	0.0	0.7	0.0	0.0	266.9
Department of Revenue Total	880.8	34,211.2	14,393.0	10,603.3	142.8	74.9	0.0	0.0	0.0	12,184.7	2,474.8	0.0	74,084.8
<u>School Facilities Board</u>													
General Fund	17.0	785.9	273.9	143.2	16.7	0.1	0.0	0.0	0.0	182.3	34.1	228,941.8	230,378.0
<u>Department of State - Secretary of State</u>													
General Fund	106.8	5,103.9	2,089.0	979.0	58.3	36.0	0.0	0.0	2,385.9	3,852.1	82.3	0.2	14,586.7
Election Systems Improvement Fund	2.0	89.8	36.9	829.0	0.0	0.0	0.0	0.0	(272.7)	8.6	33.0	0.0	724.6
Records Services Fund	3.0	332.9	157.8	16.1	0.6	2.5	0.0	0.0	0.5	24.7	0.0	0.0	535.1
Department of State - Secretary of State Total	111.8	5,526.6	2,283.7	1,824.1	58.9	38.5	0.0	0.0	2,113.7	3,885.4	115.3	0.2	15,846.4
<u>State Boards Office</u>													
Admin - Special Services	3.0	76.5	35.3	0.9	0.0	0.0	0.0	0.0	0.0	19.8	8.1	0.0	140.6
<u>Board of Tax Appeals</u>													
General Fund	4.0	170.5	48.4	0.0	0.3	0.0	0.0	0.0	0.0	43.1	0.0	0.0	262.3
<u>Board of Technical Registration</u>													
Technical Registration Board	25.0	967.7	428.5	49.8	2.8	17.2	0.0	0.0	0.0	407.2	113.5	0.0	1,986.7
<u>Office of Tourism</u>													
General Fund	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	7,103.7	7,103.7
<u>Department of Transportation</u>													
General Fund	0.0	4.7	2.0	42.7	0.0	0.0	0.0	0.0	1,200.0	0.1	0.0	0.0	1,249.5
State Aviation Fund	17.0	707.7	314.5	9.5	3.2	2.7	0.0	0.0	9.7	369.6	10.5	0.0	1,427.4
State Highway Fund	3,490.9	143,097.5	64,910.4	11,456.1	1,583.2	159.6	0.0	0.0	0.1	129,636.9	22,191.0	96,202.5	469,237.3
Transportation Department Equipment Fund	172.0	8,546.5	3,845.9	348.5	56.4	0.3	0.0	0.0	0.0	4,536.6	(529.1)	0.0	16,805.1
Safety Enforcement and Transportation Infrastructure	10.0	650.4	441.0	0.0	1.5	0.0	0.0	0.0	0.0	234.0	0.0	0.0	1,326.9
Air Quality Fund	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	74.2	0.0	0.0	74.2
Vehicle Inspection & Title Enforcement	19.0	558.0	234.6	0.0	15.2	0.0	0.0	0.0	0.0	148.2	17.4	0.0	973.4
Motor Vehicle Liability Insurance Enforcement	17.0	562.0	367.2	0.0	20.2	0.0	0.0	0.0	0.0	115.5	0.8	0.0	1,065.7
Driving Under Influence Abatement Fund	3.0	92.8	19.5	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	112.3
Highway User Revenue Fund	8.0	225.6	100.4	0.0	6.5	0.0	0.0	0.0	0.0	255.2	53.9	0.0	641.6
Department of Transportation Total	3,736.9	154,445.2	70,235.5	11,856.8	1,686.2	162.6	0.0	0.0	1,209.8	135,370.3	21,744.5	96,202.5	492,913.4

Summary of FY 2016 Actual Expenditures by Object

	FTEs	Personal Services	ERE	P&O	Travel In-State	Travel Out-State	Food	Library Acquisitions	Aid to Others	OOE	Equipment	Cap. Outlay, Debt Servc, Cost Alloc & Trans.	Total
<u>Treasurer</u>													
General Fund	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	945.2	0.0	0.0	0.0	945.2
Treasurer Empowerment Scholarship Account Fund	1.0	79.7	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	79.7
Budget Stabilization Fund	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	587.8	587.8
State Treasurer's Operating Fund	27.4	1,342.9	629.7	96.8	1.1	4.7	0.0	0.0	0.0	244.9	89.9	0.0	2,410.0
State Treasurer's Management Fund	2.0	196.6	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	196.6
Treasurer Total	30.4	1,619.2	629.7	96.8	1.1	4.7	0.0	0.0	945.2	244.9	89.9	587.8	4,219.3
<u>Governor's Office on Tribal Relations</u>													
General Fund	3.0	22.4	9.9	0.1	1.7	0.5	0.0	0.0	0.0	17.5	0.0	4.8	56.9
<u>Board of Regents</u>													
General Fund	34.5	1,723.2	527.5	42.1	0.0	0.0	0.0	0.0	14,221.2	5,414.4	0.0	0.0	21,928.4
<u>ASU - Tempe</u>													
General Fund	185.8	15,903.8	109,182.0	12,212.1	234.2	3,395.9	0.0	10,715.2	0.0	65,350.9	24,544.1	0.0	241,538.2
ASU Collections - Appropriated	6,366.8	452,961.6	38,329.5	27,607.8	0.0	0.0	0.0	0.0	0.0	16,493.4	0.0	0.0	535,392.3
ASU - Tempe Total	6,552.6	468,865.4	147,511.5	39,819.9	234.2	3,395.9	0.0	10,715.2	0.0	81,844.3	24,544.1	0.0	776,930.5
<u>ASU - Polytechnic</u>													
General Fund	33.6	2,394.5	5,729.4	336.6	13.2	127.1	0.0	150.0	0.0	12,700.2	872.4	0.0	22,323.4
ASU Collections - Appropriated	382.5	23,999.5	2,690.3	3,116.6	0.0	0.0	0.0	0.0	0.0	6,225.4	0.0	0.0	36,031.8
Technology and Research Initiative Fund	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	2,000.0	0.0	0.0	2,000.0
ASU - Polytechnic Total	416.1	26,394.0	8,419.7	3,453.2	13.2	127.1	0.0	150.0	0.0	20,925.6	872.4	0.0	60,355.2
<u>ASU - West</u>													
General Fund	55.3	4,046.1	6,634.5	315.5	24.0	46.9	0.0	1,231.0	0.0	16,290.0	357.0	0.0	28,945.0
ASU Collections - Appropriated	465.8	29,612.7	4,458.6	3,161.8	0.0	0.0	0.0	0.0	0.0	4,298.6	0.0	0.0	41,531.7
Technology and Research Initiative Fund	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	1,600.0	0.0	0.0	1,600.0
ASU - West Total	521.1	33,658.8	11,093.1	3,477.3	24.0	46.9	0.0	1,231.0	0.0	22,188.6	357.0	0.0	72,076.7
<u>Northern Arizona University</u>													
General Fund	2,190.6	156,082.4	48,644.5	14,542.1	373.2	617.7	0.0	2,626.9	0.0	21,011.4	436.2	(142,286.6)	102,047.8
NAU Collections - Appropriated	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	145,286.6	145,286.6
Northern Arizona University Total	2,190.6	156,082.4	48,644.5	14,542.1	373.2	617.7	0.0	2,626.9	0.0	21,011.4	436.2	3,000.0	247,334.4
<u>University of Arizona - Main Campus</u>													
General Fund	2,218.2	113,276.3	39,682.1	2,742.3	210.5	502.7	0.0	0.0	0.0	63,696.9	0.0	(39,406.4)	180,704.4
U of A Main Campus - Collections - Appropriated	3,387.3	201,186.8	77,560.9	741.5	46.7	330.3	0.0	7,898.6	0.0	5,107.2	0.0	44,028.4	336,900.4
University of Arizona - Main Campus Total	5,605.5	314,463.1	117,243.0	3,483.8	257.2	833.0	0.0	7,898.6	0.0	68,804.1	0.0	4,622.0	517,604.8

Summary of FY 2016 Actual Expenditures by Object

State Agency Budgets

	FTEs	Personal Services	ERE	P&O	Travel In-State	Travel Out-State	Food	Library Acquisitions	Aid to Others	OOE	Equipment	Cap. Outlay, Debt Servc, Cost Alloc & Trans.	Total
University of Arizona - Health Sciences Center													
General Fund	1,133.3	52,446.3	18,596.6	40,804.0	40.2	185.4	0.0	0.0	0.0	3,072.8	0.0	(46,751.8)	68,393.5
U of A Main Campus - Collections - Appropriated	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	46,882.0	46,882.0
University of Arizona - Health Sciences Center Total	1,133.3	52,446.3	18,596.6	40,804.0	40.2	185.4	0.0	0.0	0.0	3,072.8	0.0	130.2	115,275.5
Department of Veterans' Services													
General Fund	109.8	3,036.1	1,185.2	427.4	99.7	15.3	0.1	0.0	0.0	975.5	203.5	15.9	5,958.7
Veterans' Conservatorship Fund	16.0	283.7	127.9	1.6	0.1	0.0	0.0	0.0	0.0	8.9	0.0	0.0	422.2
State Home for Veterans Trust	380.0	12,861.4	5,520.5	6,882.6	25.5	12.4	402.0	0.0	0.0	4,477.9	9.1	0.0	30,191.4
Department of Veterans' Services Total	505.8	16,181.2	6,833.6	7,311.6	125.3	27.7	402.1	0.0	0.0	5,462.3	212.6	15.9	36,572.3
Veterinary Medical Examining Board													
Veterinary Medical Examiners Board	5.0	263.1	94.2	43.5	4.6	0.0	0.0	0.0	0.0	58.0	1.5	0.0	464.9
Department of Water Resources													
General Fund	118.5	6,346.2	2,475.3	253.4	175.1	64.3	0.0	0.0	0.0	2,255.5	240.3	0.0	11,810.1
Water Resources Fund	7.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	544.7	0.0	0.0	544.7
Assured and Adequate Water Supply Administration Fund	3.5	18.9	7.7	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	26.6
Department of Water Resources Total	129.0	6,365.1	2,483.0	253.4	175.1	64.3	0.0	0.0	0.0	2,800.2	240.3	0.0	12,381.4
Department of Weights and Measures													
General Fund	0.0	254.0	119.0	2.5	25.3	2.1	0.0	0.0	0.0	82.8	3.6	691.2	1,180.4
Air Quality Fund	0.0	198.8	98.4	57.3	21.2	0.0	0.0	0.0	0.0	76.0	0.0	923.3	1,374.9
Motor Vehicle Liability Insurance Enforcement	0.0	103.0	50.0	0.8	5.1	0.0	0.0	0.0	0.0	18.7	0.0	0.0	177.6
Department of Weights and Measures Total	0.0	555.8	267.4	60.6	51.6	2.1	0.0	0.0	0.0	177.5	3.6	1,614.5	2,732.9
Statewide Issues													
General Fund		0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Grand Total	48,327.8	2,398,389.0	1,002,374.4	593,741.3	14,030.1	8,372.5	40,333.9	22,621.7	6,819,931.5	969,795.3	88,212.9	1,006,680.7	12,964,483.4

Summary of FY 2017 Appropriations by Object

472

	FTEs	Personal Services	ERE	P&O	Travel In-State	Travel Out-State	Food	Library Acquisitions	Aid to Others	OOE	Equipment	Cap. Outlay, Debt Servc, Cost Alloc & Trans.	Total
<u>Board of Accountancy</u>													
Accountancy Board Fund	13.0	806.8	327.3	449.6	5.0	12.0	0.0	0.0	0.0	295.0	41.3	0.0	1,937.0
<u>Acupuncture Board of Examiners</u>													
Acupuncture Board of Examiners	1.0	105.2	22.6	19.9	1.5	0.0	0.0	0.0	0.0	29.3	0.0	0.0	178.5
<u>Department of Administration</u>													
General Fund	114.2	6,121.0	2,200.3	471.8	21.2	9.3	0.0	0.0	14,000.5	86,680.2	16.0	(1,137.9)	108,382.4
Personnel Division Fund	65.0	5,870.0	2,020.0	2,244.2	8.5	20.0	0.0	0.0	0.0	2,442.7	24.2	228.3	12,857.9
Capital Outlay Stabilization Fund	73.4	3,861.7	1,553.5	1,057.0	139.0	0.0	0.0	0.0	0.0	11,090.3	12.0	356.1	18,069.6
Corrections Fund	4.0	278.1	107.2	0.0	5.0	0.0	0.0	0.0	0.0	173.8	0.0	6.3	570.4
Information Technology Fund	15.0	1,022.1	408.8	845.8	0.0	12.7	0.0	0.0	0.0	590.5	451.9	104.2	3,436.0
Air Quality Fund	0.0	0.0	0.0	927.3	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	927.3
State Web Portal Fund	1.0	394.9	158.0	2,428.6	0.4	6.1	0.0	0.0	0.0	1,485.2	29.4	39.8	4,542.4
Automation Projects Fund	15.0	1,895.3	752.1	14,928.9	0.0	14.1	0.0	0.0	0.0	1,686.6	6,151.8	22,345.9	47,774.7
Special Employee Health	33.5	2,157.0	777.0	1,025.0	1.5	0.0	0.0	0.0	0.0	865.6	0.0	430.0	5,256.1
Motor Pool Revolving	6.0	387.0	122.3	40.2	0.0	0.0	0.0	0.0	0.0	6,285.2	3,066.2	250.4	10,151.3
Admin - Special Services Fund	6.0	316.8	146.9	5.0	3.0	0.0	0.0	0.0	0.0	100.5	20.0	0.0	592.2
State Surplus Property	9.0	377.5	182.0	125.3	45.0	0.0	0.0	0.0	0.0	2,175.8	0.0	41.4	2,947.0
Federal Surplus Materials Property	1.0	41.3	20.0	1.0	5.0	0.0	0.0	0.0	0.0	397.2	0.0	0.0	464.5
Risk Management Fund	50.0	3,727.8	1,373.4	28,628.6	19.3	6.8	0.0	0.0	0.0	59,056.1	34.0	200.3	93,046.3
Arizona Financial Information System Collections Fund	35.0	2,672.6	962.2	338.5	0.0	0.0	0.0	0.0	0.0	5,279.0	0.0	154.0	9,406.3
Automation Operations Fund	119.0	4,801.5	1,920.6	1,863.0	19.2	34.4	0.0	0.0	0.0	13,457.5	1,239.1	602.3	23,937.6
Telecommunications Fund	8.0	735.1	287.4	308.3	1.0	2.0	0.0	0.0	0.0	489.9	0.0	196.4	2,020.1
Department of Administration Total	555.1	34,659.7	12,991.7	55,238.5	268.1	105.4	0.0	0.0	14,000.5	192,256.1	11,044.6	23,817.5	344,382.1
<u>Office of Administrative Hearings</u>													
General Fund	12.0	564.6	205.1	0.0	0.0	0.0	0.0	0.0	0.0	90.8	0.0	0.0	860.5
<u>African-American Affairs</u>													
General Fund	3.0	83.1	25.0	3.0	0.0	1.0	0.0	0.0	0.0	12.9	0.0	0.0	125.0
<u>Department of Agriculture</u>													
General Fund	182.0	4,943.7	2,131.6	159.0	576.6	27.2	0.0	0.0	0.0	1,125.5	0.7	198.4	9,162.7
Air Quality Fund	14.3	630.7	296.0	212.0	100.0	9.4	0.0	0.0	0.0	172.4	13.9	0.0	1,434.4
Department of Agriculture Total	196.3	5,574.4	2,427.6	371.0	676.6	36.6	0.0	0.0	0.0	1,297.9	14.6	198.4	10,597.1

FY 2018 Executive Budget

Summary of FY 2017 Appropriations by Object

State Agency Budgets

	FTEs	Personal Services	ERE	P&O	Travel In-State	Travel Out-State	Food	Library Acquisitions	Aid to Others	OOE	Equipment	Cap. Outlay, Debt Servc, Cost Alloc & Trans.	Total
<u>Arizona Health Care Cost Containment System</u>													
General Fund	1,019.7	18,212.5	7,258.0	2,730.4	22.3	14.6	0.0	0.0	1,660,155.3	13,515.1	60.8	48,972.4	1,750,941.4
Tobacco Tax and Health Care Fund	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	36,688.0	0.0	0.0	36,310.2	72,998.2
Tobacco Products Tax Fund	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	18,747.2	0.0	0.0	0.0	18,747.2
Substance Abuse Services Fund	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	2,250.2	0.0	0.0	0.0	2,250.2
Children's Health Insurance Program	45.9	918.2	362.2	183.5	0.5	0.9	0.0	0.0	1,955.0	251.2	3.4	0.0	3,674.9
Budget Neutrality Compliance Fund	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	3,563.3	3,563.3
Prescription Drug Rebate Fund	2.0	9.3	3.4	185.4	0.0	0.0	0.0	0.0	113,580.8	0.0	0.0	0.0	113,778.9
Arizona Health Care Cost Containment System Total	1,067.6	19,140.0	7,623.6	3,099.3	22.8	15.5	0.0	0.0	1,833,376.5	13,766.3	64.2	88,845.9	1,965,954.1
<u>Commission on the Arts</u>													
Arizona Arts Trust Fund	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	1,500.0	0.0	0.0	0.0	1,500.0
<u>Board of Athletic Training</u>													
Athletic Training Fund	1.5	63.1	35.6	0.0	1.2	0.0	0.0	0.0	0.0	19.2	0.0	0.0	119.1
<u>Attorney General - Department of Law</u>													
General Fund	218.0	15,584.8	5,931.5	490.6	53.7	49.3	0.0	0.0	350.0	1,931.3	153.6	120.0	24,664.8
Consumer Protection/Fraud Revolving Fund	47.6	2,766.7	1,133.2	276.7	26.4	63.1	0.0	0.0	0.0	673.8	126.5	509.3	5,575.7
Attorney General Antitrust Revolving	3.0	132.3	56.6	16.4	0.3	0.1	0.0	0.0	0.0	13.2	1.7	23.7	244.3
Attorney General Collection Enforcement	64.0	4,269.8	1,713.2	133.1	9.9	6.6	0.0	0.0	0.0	216.7	34.3	461.6	6,845.2
Attorney General Agency Fund	127.5	9,874.9	3,321.4	383.3	6.6	4.4	0.0	0.0	0.0	317.0	41.5	1,559.4	15,508.5
Victims Rights Fund	3.4	181.3	70.0	2.5	1.3	0.2	0.0	0.0	3,354.9	105.7	2.4	40.6	3,758.9
Internet Crimes Against Children	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	900.0	0.0	0.0	0.0	900.0
Risk Management Fund	93.0	6,024.3	2,101.4	1.1	2.2	3.6	0.0	0.0	0.0	347.5	8.9	917.7	9,406.7
Attorney General Legal Services Cost Allocation Fund	18.4	1,283.3	459.0	68.5	1.1	0.7	0.0	0.0	0.0	55.4	7.1	205.3	2,080.4
Attorney General - Department of Law Total	574.9	40,117.4	14,786.3	1,372.2	101.5	128.0	0.0	0.0	4,604.9	3,660.6	376.0	3,837.6	68,984.5
<u>Automobile Theft Authority</u>													
Automobile Theft Authority Fund	6.0	317.3	131.9	19.5	9.0	12.5	0.0	0.0	982.7	122.6	25.0	3,675.0	5,295.5
<u>Board of Barbers</u>													
Board of Barbers Fund	4.0	181.9	75.1	39.9	22.0	10.0	0.0	0.0	0.0	41.8	0.0	0.0	370.7
<u>Board of Behavioral Health Examiners</u>													
Behavioral Health Examiner Fund	17.0	900.4	316.7	267.1	7.4	6.0	0.0	0.0	0.0	236.5	25.0	0.0	1,759.1
<u>Board for Charter Schools</u>													
General Fund	13.0	681.2	272.5	45.7	5.0	5.5	0.0	0.0	0.0	137.3	3.0	35.0	1,185.2

Summary of FY 2017 Appropriations by Object

474

	FTEs	Personal Services	ERE	P&O	Travel In-State	Travel Out-State	Food	Library Acquisitions	Aid to Others	OOE	Equipment	Cap. Outlay, Debt Servc, Cost Alloc & Trans.	Total
<u>Department of Child Safety</u>													
General Fund	1,527.2	66,229.9	34,437.1	12,832.2	2,732.8	191.4	0.0	0.0	245,601.7	14,192.8	2,961.5	0.0	379,179.4
Temporary Assistance for Needy Families	619.9	28,278.3	15,457.7	2,221.1	1,406.9	2.2	0.0	0.0	98,036.1	3,287.7	782.7	0.0	149,472.7
Child Care and Development Fund	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	27,000.0	0.0	0.0	0.0	27,000.0
DCS Expenditure Authority	1,045.0	51,194.8	18,789.2	5,651.6	974.4	22.8	0.0	0.0	328,991.8	8,895.8	749.0	0.0	415,269.4
Child Abuse Prevention Fund	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	1,459.3	0.0	0.0	0.0	1,459.3
Children and Family Services Training Program Fund	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	207.1	0.0	0.0	207.1
Department of Child Safety Total	3,192.1	145,703.0	68,684.0	20,704.9	5,114.1	216.4	0.0	0.0	701,088.9	26,583.4	4,493.2	0.0	972,587.9
<u>Board of Chiropractic Examiners</u>													
Chiropractic Examiners Board	4.5	220.2	65.4	40.6	3.6	5.4	0.0	0.0	0.0	89.9	26.0	0.0	451.1
<u>Commerce Authority</u>													
General Fund	0.0	0.0	0.0	177.1	0.0	0.0	0.0	0.0	0.0	122.9	0.0	21,500.0	21,800.0
<u>Community Colleges</u>													
General Fund	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	49,493.6	0.0	0.0	4,819.1	54,312.7
<u>Registrar of Contractors</u>													
Registrar of Contractors Fund	105.6	5,670.6	2,296.4	405.3	505.1	11.8	0.0	0.0	0.0	2,158.3	100.3	1,017.6	12,165.4
<u>Corporation Commission</u>													
General Fund	6.0	390.0	165.0	2.0	32.6	2.0	0.0	0.0	0.0	2,020.0	0.0	0.0	2,611.6
Utility Regulation Revolving	151.5	8,831.1	3,260.0	436.5	85.5	92.5	0.0	0.0	0.0	1,152.8	215.0	25.0	14,098.4
Securities Regulatory & Enforcement	46.9	3,343.5	1,056.1	50.0	35.0	15.0	0.0	0.0	0.0	410.0	0.0	0.0	4,909.6
Public Access Fund	82.5	3,814.5	1,473.2	127.0	7.5	17.5	0.0	0.0	0.0	1,089.1	30.0	0.0	6,558.8
Securities Investment Management Fund	13.0	500.0	208.9	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	708.9
Arizona Arts Trust Fund	1.0	29.0	20.9	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	49.9
Corporation Commission Total	300.9	16,908.1	6,184.1	615.5	160.6	127.0	0.0	0.0	0.0	4,671.9	245.0	25.0	28,937.2
<u>Department of Corrections</u>													
General Fund	9,535.0	400,342.1	209,862.0	282,697.6	317.7	129.7	35,060.9	0.0	280.0	112,745.4	3,747.2	1,500.0	1,046,682.6
Corrections Fund	0.0	0.0	0.0	24,517.0	0.0	0.0	3,000.8	0.0	0.0	0.0	2,800.0	2,500.0	32,817.8
State Education Fund for Correctional Education	6.0	462.2	207.3	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	669.5
DOC - Alcohol Abuse Treatment	0.0	0.0	0.0	555.5	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	555.5
Transition Program Fund	0.0	135.7	64.3	2,200.1	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	2,400.1
Prison Construction and Operations Fund	0.0	0.0	0.0	10,000.0	0.0	0.0	3,686.3	0.0	0.0	0.0	0.0	0.0	13,686.3
Penitentiary Land Earnings	0.0	0.0	0.0	979.2	0.0	0.0	0.0	0.0	0.0	0.1	0.0	0.0	979.3
State Charitable, Penal & Reformatory Land Earnings	0.0	0.0	0.0	1,861.5	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	1,861.5
Department of Corrections Total	9,541.0	400,940.0	210,133.6	322,810.9	317.7	129.7	41,748.0	0.0	280.0	112,745.5	6,547.2	4,000.0	1,099,652.6

FY 2018 Executive Budget

Summary of FY 2017 Appropriations by Object

State Agency Budgets

	FTEs	Personal Services	ERE	P&O	Travel In-State	Travel Out-State	Food	Library Acquisitions	Aid to Others	OOE	Equipment	Cap. Outlay, Debt Servc, Cost Alloc & Trans.	Total
<u>Board of Cosmetology</u>													
Cosmetology Board	24.5	827.6	400.7	165.0	51.6	9.3	0.0	0.0	0.0	340.2	10.8	0.0	1,805.2
<u>Criminal Justice Commission</u>													
Criminal Justice Enhancement Fund	5.0	367.5	120.9	38.1	7.4	10.0	0.0	0.0	0.0	92.2	10.5	0.0	646.6
Victims Compensation and Assistance Fund	2.0	120.2	65.4	2.2	0.0	0.0	0.0	0.0	3,997.8	0.0	0.0	35.0	4,220.6
Drug and Gang Prevention Resource Center Fund	6.0	244.1	85.4	189.1	3.9	10.0	0.0	0.0	0.0	65.6	6.4	0.0	604.5
State Aid to County Attorneys Fund	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	973.7	0.0	0.0	0.0	973.7
Criminal Justice Commission Total	13.0	731.8	271.7	229.4	11.3	20.0	0.0	0.0	4,971.5	157.8	16.9	35.0	6,445.4
<u>Schools for the Deaf and the Blind</u>													
General Fund	331.9	10,676.0	4,764.4	938.8	89.9	54.3	(4.3)	0.0	0.0	4,121.0	738.0	0.0	21,378.1
Schools for the Deaf & Blind Fund	181.8	6,923.9	3,330.4	1,326.6	0.0	0.5	0.0	0.0	0.0	0.9	0.0	0.0	11,582.3
Schools for the Deaf and the Blind Total	513.7	17,599.9	8,094.8	2,265.4	89.9	54.8	(4.3)	0.0	0.0	4,121.9	738.0	0.0	32,960.4
<u>Commission for the Deaf and the Hard of Hearing</u>													
Telecommunication for the Deaf	15.0	907.9	337.6	803.9	11.1	13.4	0.0	0.0	0.0	2,110.2	125.4	0.0	4,309.5
<u>Board of Dental Examiners</u>													
Dental Board Fund	11.0	547.3	149.6	299.2	3.2	5.5	0.0	0.0	0.0	186.0	23.7	0.0	1,214.5
<u>Department of Economic Security</u>													
General Fund	1,356.9	60,929.4	27,085.8	14,110.3	983.2	63.0	379.2	0.0	397,616.5	21,216.6	4,357.8	3,382.6	530,124.4
Indirect Cost Recovery Fund - A	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	1,000.0	0.0	0.0	1,000.0
Workforce Investment Grant	33.0	961.3	383.8	368.3	13.5	6.4	0.0	0.0	53,669.3	610.3	27.3	0.0	56,040.2
Temporary Assistance for Needy Families	374.0	8,481.2	4,337.7	10,113.8	146.5	8.7	0.0	0.0	45,818.1	3,531.6	527.1	0.0	72,964.7
Child Care and Development Fund	179.3	5,832.8	3,054.4	1,081.5	44.1	2.6	0.0	0.0	95,678.8	1,766.3	313.1	0.0	107,773.6
Special Administration Fund	29.1	2,080.0	848.7	1,240.4	5.1	4.5	0.0	0.0	720.0	496.6	133.4	0.0	5,528.7
Child Support Enforcement Administration Fund	336.3	8,582.5	3,909.4	531.3	11.3	2.1	0.0	0.0	1,167.0	2,317.7	110.1	1.2	16,632.6
Domestic Violence Services Fund	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	4,000.0	0.0	0.0	0.0	4,000.0
Public Assistance Collections Fund	6.4	205.4	77.6	34.2	0.6	1.0	0.0	0.0	0.0	76.2	26.9	0.0	421.9
Department Long-Term Care System Fund	11.6	77.9	41.1	23.0	0.2	0.0	0.0	0.0	26,132.6	254.7	30.1	0.0	26,559.6
Spinal and Head Injuries Trust Fund	8.0	324.2	127.8	3.2	3.1	0.1	0.0	0.0	1,778.1	84.1	3.1	0.0	2,323.7
Health Services Lottery Fund	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	700.0	0.0	0.0	0.0	700.0
Reed Act Fund	71.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Department of Economic Security Total	2,405.6	87,474.7	39,866.3	27,506.0	1,207.6	88.4	379.2	0.0	627,280.4	31,354.1	5,528.9	3,383.8	824,069.4
<u>State Board of Education</u>													
General Fund	4.0	314.4	125.8	250.5	10.0	10.0	0.0	0.0	0.0	208.0	25.0	150.3	1,094.0

475

Summary of FY 2017 Appropriations by Object

476

	FTEs	Personal Services	ERE	P&O	Travel In-State	Travel Out-State	Food	Library Acquisitions	Aid to Others	OOE	Equipment	Cap. Outlay, Debt Servc, Cost Alloc & Trans.	Total
<u>Department of Education</u>													
General Fund	124.9	7,989.1	2,855.4	15,359.9	57.3	43.6	0.0	0.0	4,003,755.1	2,036.6	76.3	37,202.5	4,069,375.8
School Accountability Fund Prop 301	21.6	1,439.8	530.6	4,679.1	13.3	17.6	0.0	0.0	0.0	310.1	9.5	0.0	7,000.0
Teacher Certification Fund	25.0	1,519.1	544.1	5.0	7.0	6.6	0.0	0.0	0.0	239.6	21.3	0.0	2,342.7
State Web Portal Fund	0.0	0.0	0.0	485.0	0.0	0.0	0.0	0.0	0.0	15.0	0.0	0.0	500.0
Education Learning and Accountability	16.3	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Treasurer Empowerment Scholarship Account Fund	11.0	415.0	149.4	24.0	1.0	0.0	0.0	0.0	0.0	204.0	4.5	0.0	797.9
Professional Development Fund	0.0	0.0	0.0	30.0	0.0	0.0	0.0	0.0	0.0	2,650.0	20.0	0.0	2,700.0
Tribal College Dual Enrollment Program	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	250.0	0.0	0.0	0.0	250.0
Public Institutions Permanent School Earnings	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	219,804.2	0.0	0.0	0.0	219,804.2
Department of Education Total	198.8	11,363.0	4,079.5	20,583.0	78.6	67.8	0.0	0.0	4,223,809.3	5,455.3	131.6	37,202.5	4,302,770.6
<u>Department of Emergency and Military Affairs</u>													
General Fund	70.6	2,976.0	1,166.1	150.0	5.0	23.0	0.0	0.0	4,000.0	2,446.5	0.0	1,852.9	12,619.5
<u>Department of Environmental Quality</u>													
General Fund	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	2,823.6	2,823.6
DEQ Emissions Inspection	40.2	1,827.6	804.2	22,731.1	65.0	8.5	0.0	0.0	1,361.0	381.6	14.0	5,427.5	32,620.5
Hazardous Waste Management	19.4	747.3	328.9	129.6	24.2	0.0	0.0	0.0	0.0	22.2	1.0	481.4	1,734.6
Air Quality Fund	23.6	1,525.1	663.0	1,375.5	149.2	45.5	0.0	0.0	0.0	554.5	66.2	3,857.4	8,236.4
Underground Storage Tank Revolving	0.0	0.0	0.0	6.5	11.0	0.0	0.0	0.0	0.0	4.5	0.0	0.0	22.0
Recycling Fund	11.9	593.0	261.0	55.1	11.9	7.9	0.0	0.0	0.0	32.0	10.0	382.0	1,352.9
Permit Administration	53.2	3,098.2	1,363.5	321.3	104.0	24.0	0.0	0.0	0.0	75.3	6.0	2,121.8	7,114.1
Emergency Response Fund	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	42.8	90.0	0.0	132.8
Solid Waste Fee Fund	10.9	581.3	255.8	0.0	11.0	10.0	0.0	0.0	0.0	6.4	0.0	374.5	1,239.0
Water Quality Fee Fund	67.1	3,637.3	1,600.0	2,749.0	56.0	14.0	0.0	0.0	0.0	108.5	0.0	2,342.6	10,507.4
Indirect Cost Fund	95.7	5,259.8	2,314.3	266.9	24.5	6.1	0.0	0.0	0.0	5,244.1	259.5	0.0	13,375.2
Department of Environmental Quality Total	322.0	17,269.6	7,590.7	27,635.0	456.8	116.0	0.0	0.0	1,361.0	6,471.9	446.7	17,810.8	79,158.5
<u>Office of Economic Opportunity</u>													
General Fund	5.0	386.2	164.3	0.0	0.0	4.0	0.0	0.0	0.0	14.2	0.0	500.0	1,068.7
<u>Governor's Office for Equal Opportunity</u>													
General Fund	4.0	125.5	50.9	5.0	1.2	0.0	0.0	0.0	0.0	4.5	2.0	0.0	189.1
<u>Board of Equalization</u>													
General Fund	7.0	400.5	71.0	9.0	13.1	0.0	0.0	0.0	0.0	148.6	0.8	0.0	643.0
<u>Board of Executive Clemency</u>													
General Fund	14.0	527.1	205.4	38.8	5.0	0.0	0.0	0.0	0.0	176.3	0.0	0.0	952.6
<u>Exposition & State Fair</u>													
Arizona Exposition and State Fair Fund	184.0	3,591.7	1,046.5	3,793.3	5.0	7.0	0.0	0.0	0.0	3,069.8	100.0	0.0	11,613.3

FY 2018 Executive Budget

Summary of FY 2017 Appropriations by Object

State Agency Budgets

	FTEs	Personal Services	ERE	P&O	Travel In-State	Travel Out-State	Food	Library Acquisitions	Aid to Others	OOE	Equipment	Cap. Outlay, Debt Servc, Cost Alloc & Trans.	Total
<u>Department of Financial Institutions</u>													
General Fund	46.1	1,884.5	754.2	6.8	0.0	0.0	0.0	0.0	0.0	332.7	0.0	0.0	2,978.2
Financial Services Fund	14.0	726.5	294.2	101.9	3.0	2.0	0.0	0.0	0.0	209.0	116.4	0.0	1,453.0
Board of Appraisal Fund	9.0	427.5	165.7	158.6	1.8	13.2	0.0	0.0	0.0	41.8	5.0	1.5	815.1
Department of Financial Institutions Total	69.1	3,038.5	1,214.1	267.3	4.8	15.2	0.0	0.0	0.0	583.5	121.4	1.5	5,246.3
<u>Department of Forestry and Fire Management</u>													
General Fund	56.6	2,808.9	1,123.6	906.4	119.0	15.8	0.0	0.0	250.0	825.7	393.4	4,000.0	10,442.8
<u>Board of Funeral Directors & Embalmers</u>													
Funeral Directors & Embalmers	3.0	193.5	71.8	17.9	2.3	0.0	0.0	0.0	0.0	87.7	0.1	0.0	373.3
<u>Game & Fish Department</u>													
Game & Fish Fund	244.5	14,095.6	9,691.0	1,590.6	248.1	100.1	0.0	0.0	773.8	5,830.4	0.0	3,358.0	35,687.6
Game & Fish Watercraft License	25.0	938.6	507.6	171.2	32.1	23.7	0.0	0.0	1,151.1	1,102.7	371.0	889.8	5,187.8
Game/Non-Game Fund	4.0	174.2	73.9	24.0	0.9	0.5	0.0	0.0	2.4	68.6	1.3	0.0	345.8
Capital Improvement Fund	0.0	0.0	0.0	0.0	6.0	0.0	0.0	0.0	0.0	330.2	0.0	665.0	1,001.2
Wildlife Endowment Fund	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	16.2	16.2
Game & Fish Department Total	273.5	15,208.4	10,272.5	1,785.8	287.1	124.3	0.0	0.0	1,927.3	7,331.9	372.3	4,929.0	42,238.6
<u>Department of Gaming</u>													
General Fund	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	200.0	0.0	1,779.5	1,979.5
Lottery Fund	0.0	0.0	0.0	300.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	300.0
Permanent Tribal-State Compact Fund	23.0	1,270.2	538.4	4.0	11.0	11.0	0.0	0.0	0.0	247.2	0.0	0.0	2,081.8
Arizona Benefits Fund	86.8	4,988.2	1,664.7	2,558.7	253.7	40.0	0.0	0.0	0.0	1,275.6	266.3	3.7	11,050.9
Racing Regulation Fund	37.5	1,493.2	550.4	687.7	32.0	4.0	0.0	0.0	0.0	118.7	0.0	0.0	2,886.0
Department of Gaming Total	147.3	7,751.6	2,753.5	3,550.4	296.7	55.0	0.0	0.0	0.0	1,841.5	266.3	1,783.2	18,298.2
<u>Office of the Governor</u>													
General Fund	62.0	4,261.9	1,488.0	20.0	39.3	85.2	0.0	0.0	0.0	937.0	18.5	0.0	6,849.9
<u>Governor's Office of Strategic Planning and Budgeting</u>													
General Fund	22.0	1,266.0	438.3	88.0	0.0	1.6	0.0	0.0	0.0	200.0	0.1	0.0	1,994.0

Summary of FY 2017 Appropriations by Object

478

	FTEs	Personal Services	ERE	P&O	Travel In-State	Travel Out-State	Food	Library Acquisitions	Aid to Others	OOE	Equipment	Cap. Outlay, Debt Servc, Cost Alloc & Trans.	Total
<u>Department of Health Services</u>													
General Fund	785.9	41,649.4	16,103.3	6,613.1	119.4	7.0	0.0	0.0	5,686.4	16,351.6	21.5	0.0	86,551.7
Tobacco Tax Hlth Care Fund MNMI Account	0.0	0.0	0.0	400.0	0.0	0.0	0.0	0.0	300.0	0.0	0.0	0.0	700.0
Capital Outlay Stabilization	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	1,559.9	0.0	0.0	1,559.9
Health Services Licenses Fund	110.4	4,928.8	2,047.3	104.7	294.2	14.1	0.0	0.0	0.0	426.8	31.5	1,384.9	9,232.3
Child Care and Development Fund	9.5	497.5	238.5	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	136.3	872.3
Disease Control Research Fund	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	250.0	0.0	0.0	0.0	250.0
Health Research Fund	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	4,000.0	0.0	0.0	0.0	4,000.0
Emergency Medical Operating Services	33.2	1,618.0	747.0	135.0	66.6	14.0	0.0	0.0	1,689.2	1,074.1	14.0	0.0	5,357.9
Newborn Screening Program Fund	28.1	1,259.0	539.2	1,400.0	10.0	0.0	0.0	0.0	0.0	3,385.6	5.0	531.3	7,130.1
Nursing Care Institution Resident Protection Revolving Fund	0.0	0.0	0.0	138.2	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	138.2
Environmental Laboratory Licensure Revolving	6.5	307.6	123.0	5.0	20.0	44.6	0.0	0.0	0.0	281.0	5.0	138.0	924.2
Child Fatality Review Fund	1.5	52.6	28.7	0.0	1.0	0.0	0.0	0.0	11.0	1.4	0.0	0.0	94.7
Vital Records Electronic Systems Fund	27.7	463.1	229.1	89.0	2.2	0.0	0.0	0.0	0.0	1,036.1	1,800.0	0.0	3,619.5
The Arizona State Hospital Fund	36.0	2,152.3	857.3	6,015.3	0.0	0.0	0.0	0.0	0.0	537.1	0.0	0.0	9,562.0
DHS State Hospital Land Earnings	0.0	0.0	0.0	10.0	0.0	0.0	0.0	0.0	0.0	792.0	78.1	0.0	880.1
DHS - Indirect Cost Fund	26.7	2,330.0	1,109.5	450.0	3.7	7.5	0.0	0.0	9.0	4,636.4	0.0	0.0	8,546.1
Department of Health Services Total	1,065.5	55,258.3	22,022.9	15,360.3	517.1	87.2	0.0	0.0	11,945.6	30,082.0	1,955.1	2,190.5	139,419.0
<u>Arizona Historical Society</u>													
General Fund	41.5	1,518.1	653.9	72.1	0.0	0.0	0.0	0.0	41.7	437.1	0.0	0.0	2,722.9
<u>Prescott Historical Society of Arizona</u>													
General Fund	748.8	507.8	241.1	20.0	0.0	0.0	0.0	0.0	0.0	55.6	0.0	0.0	824.5
<u>Board of Homeopathic Medical Examiners</u>													
Homeopathic Medical Examiners	1.0	47.5	27.9	1.8	2.4	0.0	0.0	0.0	0.0	23.4	0.0	0.0	103.0
<u>Department of Housing</u>													
General Fund	10.9	503.8	196.4	11.7	33.7	0.0	0.0	0.0	0.0	61.8	4.0	0.0	811.4
Housing Trust Fund	3.0	198.7	77.5	3.0	7.5	0.0	0.0	0.0	0.0	29.1	2.7	0.0	318.5
Department of Housing Total	13.9	702.5	273.9	14.7	41.2	0.0	0.0	0.0	0.0	90.9	6.7	0.0	1,129.9
<u>Independent Redistricting Commission</u>													
General Fund	3.3	236.5	88.4	717.4	6.0	0.0	0.0	0.0	0.0	67.0	0.0	0.0	1,115.3
<u>Industrial Commission of Arizona</u>													
Industrial Commission Administration Fund	235.2	9,851.6	3,985.6	2,109.9	153.7	53.7	0.0	0.0	0.0	3,938.4	12.5	(224.1)	19,881.3
<u>Department of Insurance</u>													
General Fund	71.2	3,475.1	1,340.2	314.0	21.3	1.1	0.0	0.0	0.0	666.2	6.4	0.0	5,824.3

FY 2018 Executive Budget

Summary of FY 2017 Appropriations by Object

State Agency Budgets

	FTEs	Personal Services	ERE	P&O	Travel In-State	Travel Out-State	Food	Library Acquisitions	Aid to Others	OOE	Equipment	Cap. Outlay, Debt Servc, Cost Alloc & Trans.	Total
Judiciary													
General Fund	450.0	27,563.1	10,130.1	427.9	568.6	69.0	0.0	0.0	65,592.1	7,718.2	948.7	0.0	113,017.7
Supreme Court CJEF Disbursements	45.4	2,278.7	871.0	710.0	122.0	11.6	0.0	0.0	3,137.0	2,670.1	0.0	0.0	9,800.4
Judicial Collection - Enhancement	100.9	5,847.4	2,186.0	775.4	51.2	1.3	0.0	0.0	5,702.5	5,469.3	0.0	0.0	20,033.1
Defensive Driving Fund	28.1	1,540.1	606.0	50.0	7.6	0.0	0.0	0.0	0.0	1,994.8	0.0	0.0	4,198.5
Court Appointed Special Advocate Fund	8.2	404.5	163.9	44.0	10.0	0.0	0.0	0.0	2,215.7	105.1	0.0	0.0	2,943.2
Confidential Intermediary Fund	6.1	253.9	106.3	11.0	2.4	0.0	0.0	0.0	0.0	115.3	0.0	0.0	488.9
Drug Treatment and Education Fund	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	500.2	2.7	0.0	0.0	502.9
State Aid to Courts Fund	0.4	17.1	6.3	0.0	0.0	0.0	0.0	0.0	2,285.9	635.8	0.0	0.0	2,945.1
Health Services Lottery Fund	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	250.0	0.0	0.0	0.0	250.0
Judiciary Total	639.1	37,904.8	14,069.6	2,018.3	761.8	81.9	0.0	0.0	79,683.4	18,711.3	948.7	0.0	154,179.8
Department of Juvenile Corrections													
General Fund	428.5	12,006.9	4,826.3	721.7	119.9	9.5	0.0	0.0	0.0	5,629.6	866.5	0.0	24,180.4
Juvenile Corrections CJEF Distribution	0.0	175.9	104.6	248.2	0.0	0.0	0.0	0.0	0.0	2.8	0.0	1,100.0	1,631.5
Juvenile Education Fund	8.0	1,057.1	531.1	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	1,588.2
Local Cost Sharing Fund	0.0	7,060.0	4,136.3	0.0	0.0	0.0	0.0	0.0	0.0	63.7	0.0	0.0	11,260.0
State Charitable, Penal and Reformatory Land Fund	0.0	0.0	0.0	9.5	0.0	0.0	0.0	0.0	0.0	1,990.6	0.0	0.0	2,000.1
Department of Juvenile Corrections Total	436.5	20,299.9	9,598.3	979.4	119.9	9.5	0.0	0.0	0.0	7,686.7	866.5	1,100.0	40,660.2
Land Department													
General Fund	126.7	6,886.2	2,892.2	451.0	20.0	15.0	0.0	0.0	389.5	1,787.5	0.0	50.0	12,491.4
Environmental Special Plate Fund	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	260.5	0.0	0.0	0.0	260.5
Due Diligence Fund	0.0	0.0	0.0	500.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	500.0
Trust Land Management Fund	3.0	305.0	126.8	1,142.4	80.0	5.0	0.0	0.0	0.0	1,997.7	180.0	200.0	4,036.9
Land Department Total	129.7	7,191.2	3,019.0	2,093.4	100.0	20.0	0.0	0.0	650.0	3,785.2	180.0	250.0	17,288.8
Auditor General													
General Fund	184.4	11,235.8	4,142.6	699.1	290.8	4.5	0.0	0.0	0.0	1,126.4	567.3	0.0	18,066.5
House of Representatives													
General Fund	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	13,201.5	0.0	0.0	13,201.5
Joint Legislative Budget Committee													
General Fund	29.0	1,661.8	601.3	125.0	0.5	0.0	0.0	0.0	0.0	97.7	2.0	0.0	2,488.3
Legislative Council													
General Fund	49.0	3,399.8	1,151.0	60.3	0.0	0.0	0.0	0.0	0.0	353.9	3,250.4	0.0	8,215.4
Telecommunication for the Deaf	0.0	0.0	0.0	250.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	250.0
Legislative Council Total	49.0	3,399.8	1,151.0	310.3	0.0	0.0	0.0	0.0	0.0	353.9	3,250.4	0.0	8,465.4
Senate													
General Fund	0.0	0.0	0.0	9,408.5	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	9,408.5

Summary of FY 2017 Appropriations by Object

480

	FTEs	Personal Services	ERE	P&O	Travel In-State	Travel Out-State	Food	Library Acquisitions	Aid to Others	OOE	Equipment	Cap. Outlay, Debt Servc, Cost Alloc & Trans.	Total
<u>Department of Liquor Licenses and Control</u>													
Liquor Licenses Fund	30.0	1,522.7	786.0	40.4	110.4	3.3	0.0	0.0	0.0	544.6	0.0	0.0	3,007.4
<u>Lottery Commission</u>													
Lottery Fund	98.8	4,812.0	1,693.3	11,149.4	271.6	16.8	0.0	0.0	0.0	95,494.7	0.0	0.0	113,437.8
<u>Massage Therapy</u>													
Massage Therapy Board Fund	5.0	241.1	101.4	34.1	3.7	0.0	0.0	0.0	0.0	87.4	2.4	0.0	470.1
<u>Medical Board</u>													
Medical Examiners Board Fund	61.0	3,112.9	1,151.1	973.6	22.5	29.0	1.0	0.0	0.0	877.2	276.3	20.0	6,463.6
<u>Mine Inspector</u>													
General Fund	14.0	687.1	250.0	5.0	74.8	5.0	0.0	0.0	0.0	185.1	5.5	0.0	1,212.5
Aggregate Mining Reclamation Fund	0.0	0.0	0.0	85.0	2.0	0.0	0.0	0.0	0.0	25.9	0.0	0.0	112.9
Mine Inspector Total	14.0	687.1	250.0	90.0	76.8	5.0	0.0	0.0	0.0	211.0	5.5	0.0	1,325.4
<u>Naturopathic Physicians Board of Medical Examiners</u>													
Naturopathic Board	2.0	98.9	47.4	4.3	2.0	0.0	0.0	0.0	0.0	31.6	0.0	0.0	184.2
<u>Navigable Stream Adjudication Commission</u>													
General Fund	1.0	70.0	24.0	0.0	0.0	0.0	0.0	0.0	0.0	28.4	1.6	0.0	124.0
Arizona Water Banking Fund	0.0	0.0	0.0	196.1	3.9	0.0	0.0	0.0	0.0	0.0	0.0	0.0	200.0
Navigable Stream Adjudication Commission Total	1.0	70.0	24.0	196.1	3.9	0.0	0.0	0.0	0.0	28.4	1.6	0.0	324.0
<u>Board of Nursing</u>													
Nursing Board	42.0	2,720.0	1,031.2	341.7	10.0	8.0	0.0	0.0	0.0	603.4	42.3	28.2	4,784.8
<u>Nursing Care Ins. Admin. Examiners</u>													
Nursing Care Institution Administrators/ACHMC	6.0	247.0	98.0	8.0	7.0	4.0	0.0	0.0	0.0	75.4	6.0	0.0	445.4
<u>Board of Occupational Therapy Examiners</u>													
Occupational Therapy Fund	1.5	91.0	46.1	0.0	1.3	0.0	0.0	0.0	0.0	30.3	2.0	0.0	170.7
<u>Board of Dispensing Opticians</u>													
Dispensing Opticians Board Fund	70.5	70.5	29.7	0.5	8.8	1.8	0.0	0.0	0.0	28.7	0.0	0.0	140.0
<u>Board of Optometry</u>													
Board of Optometry Fund	2.0	113.4	41.0	0.0	1.5	3.0	0.0	0.0	0.0	51.2	0.0	0.0	210.1
<u>Board of Osteopathic Examiners</u>													
Osteopathic Examiners Board	6.3	415.2	169.0	158.7	3.0	5.0	0.0	0.0	0.0	155.1	33.0	1.5	940.5
<u>Parks Board</u>													
State Parks Revenue Fund	163.0	5,624.0	2,584.2	58.4	14.8	0.0	1.4	0.0	0.0	5,860.8	193.3	1,650.0	15,986.9

FY 2018 Executive Budget

Summary of FY 2017 Appropriations by Object

State Agency Budgets

	FTEs	Personal Services	ERE	P&O	Travel In-State	Travel Out-State	Food	Library Acquisitions	Aid to Others	OOE	Equipment	Cap. Outlay, Debt Servc, Cost Alloc & Trans.	Total
<u>Personnel Board</u>													
Personnel Division Fund	3.0	125.0	45.8	162.8	2.4	0.0	0.0	0.0	0.0	36.6	2.7	0.0	375.3
<u>Board of Pharmacy</u>													
Pharmacy Board	18.0	1,232.6	403.0	193.2	42.5	5.0	0.0	0.0	0.0	258.9	0.0	0.0	2,135.2
<u>Board of Physical Therapy Examiners</u>													
Physical Therapy Fund	4.0	200.8	102.0	76.0	1.5	0.0	0.0	0.0	0.0	91.8	12.1	0.0	484.2
<u>Pioneers' Home</u>													
Pioneers' Home State Charitable Earnings	69.2	2,397.3	1,000.0	70.0	25.0	0.0	100.0	0.0	2.2	531.7	19.5	0.0	4,145.7
Pioneers' Home Miners' Hospital	33.8	1,011.4	652.1	23.3	0.0	0.0	98.5	0.0	0.0	224.6	19.0	0.0	2,028.9
Pioneers' Home Total	103.0	3,408.7	1,652.1	93.3	25.0	0.0	198.5	0.0	2.2	756.3	38.5	0.0	6,174.6
<u>Board of Podiatry Examiners</u>													
Podiatry Examiners Board	1.0	76.5	27.9	18.0	5.0	5.0	0.0	0.0	0.0	16.0	0.0	0.0	148.4
<u>Commission for Postsecondary Education</u>													
General Fund	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	1,220.8	0.0	0.0	176.0	1,396.8
Postsecondary Education Fund	5.0	134.7	56.6	126.1	0.0	0.0	0.0	0.0	1,098.7	117.8	0.2	0.0	1,534.1
Commission for Postsecondary Education Total	5.0	134.7	56.6	126.1	0.0	0.0	0.0	0.0	2,319.5	117.8	0.2	176.0	2,930.9
<u>Board for Private Postsecondary Education</u>													
Private Postsecondary Education	4.0	234.5	86.2	27.4	0.0	2.0	0.0	0.0	0.0	40.2	5.8	0.0	396.1
<u>Board of Psychologist Examiners</u>													
Psychologist Examiners Board	4.0	234.1	94.4	44.5	5.5	5.0	0.0	0.0	0.0	91.9	0.0	0.0	475.4

Summary of FY 2017 Appropriations by Object

482

	FTEs	Personal Services	ERE	P&O	Travel In-State	Travel Out-State	Food	Library Acquisitions	Aid to Others	OOE	Equipment	Cap. Outlay, Debt Servc, Cost Alloc & Trans.	Total
<u>Department of Public Safety</u>													
General Fund	706.7	43,609.3	33,049.6	1,961.3	497.4	179.0	0.0	0.0	2,858.4	19,918.4	15,400.2	3,722.1	121,195.7
State Highway Fund	56.0	3,222.4	3,231.3	0.8	9.0	1.1	0.0	0.0	0.0	326.3	192.7	318.2	7,301.8
Arizona Highway Patrol Fund	174.0	10,301.3	9,370.9	80.2	68.4	48.1	0.0	0.0	0.0	3,509.4	734.8	0.0	24,113.1
Automobile Theft Authority Fund	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	3,000.0	0.0	3,000.0
Safety Enforcement and Transportation Infrastructure	10.0	732.4	734.4	0.0	10.6	0.3	0.0	0.0	0.0	74.1	0.0	0.0	1,551.8
Drug and Gang Prevention Resource Center Fund	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	1,000.0	0.0	1,000.0
Crime Laboratory Assessment	5.0	266.4	109.0	0.4	1.4	0.5	0.0	0.0	391.5	65.9	35.1	0.0	870.2
Auto Fingerprint Identification	1.0	202.8	77.0	0.0	0.2	4.4	0.0	0.0	145.8	1,904.0	576.0	0.0	2,910.2
DNA Identification System Fund	49.0	2,438.4	1,059.4	4.4	14.3	5.3	0.0	0.0	0.0	681.9	365.9	400.0	4,969.6
Public Safety Equipment Fund	0.0	1.4	0.9	0.1	0.0	0.0	0.0	0.0	0.0	172.7	2,718.5	0.1	2,893.7
Crime Laboratory Operations Fund	132.0	7,363.3	3,011.4	176.2	30.3	12.9	0.0	0.0	0.0	2,073.9	929.3	0.0	13,597.3
Gang and Immigration Intelligence Team Enforcement Mission Fund	0.0	0.0	137.7	0.0	0.0	0.0	0.0	0.0	2,390.0	0.0	0.0	0.0	2,527.7
State Aid to Indigent Defense Fund	0.0	0.0	0.0	26.6	4.8	0.0	0.0	0.0	0.0	643.1	25.5	0.0	700.0
Motorcycle Safety Fund	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	205.0	205.0
Parity Compensation Fund	17.0	1,141.7	987.7	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	2,129.4
Concealed Weapons Permit Fund	15.0	565.0	228.0	9.0	0.0	0.0	0.0	0.0	0.0	388.0	2,299.0	0.0	3,489.0
Highway User Revenue Fund	755.0	44,299.9	40,992.8	511.4	173.6	37.7	0.0	0.0	0.0	7,337.8	2,599.7	53.2	96,006.1
DPS Criminal Justice Enhancement Fund	26.0	1,397.2	571.4	98.3	2.6	2.1	0.0	0.0	0.0	630.0	158.9	0.0	2,860.5
Risk Management Fund	10.0	583.1	584.7	0.1	1.6	0.2	0.0	0.0	0.0	59.1	34.9	0.0	1,263.7
Department of Public Safety Total	1,956.7	116,124.6	94,146.2	2,868.8	814.2	291.6	0.0	0.0	5,785.7	37,784.6	30,070.5	4,698.6	292,584.8
<u>Radiation Regulatory Agency</u>													
General Fund	14.4	542.6	191.4	0.0	10.0	6.7	0.0	0.0	0.0	22.7	0.0	789.7	1,563.1
State Radiologic Technologist Certification	3.0	131.2	68.5	3.9	0.0	0.0	0.0	0.0	0.0	68.0	0.0	0.0	271.6
Radiation Regulatory Fee Fund	6.6	238.6	121.0	35.3	15.3	0.3	0.0	0.0	0.0	166.0	0.0	0.0	576.5
Radiation Regulatory Agency Total	24.0	912.4	380.9	39.2	25.3	7.0	0.0	0.0	0.0	256.7	0.0	789.7	2,411.2
<u>Department of Real Estate</u>													
General Fund	0.0	1,612.6	656.2	115.0	15.0	10.0	0.0	0.0	0.0	498.8	87.3	0.0	2,994.9
<u>Residential Utility Consumer Office</u>													
Residential Utility Consumer Office Revolving	8.0	757.7	241.9	147.4	8.6	7.0	0.0	0.0	0.0	168.8	0.0	0.0	1,331.4
<u>Board of Respiratory Care Examiners</u>													
Board of Respiratory Care Examiners	4.0	176.5	62.6	6.5	1.5	2.0	0.0	0.0	0.0	50.5	0.7	0.0	300.3

FY 2018 Executive Budget

Summary of FY 2017 Appropriations by Object

State Agency Budgets

	FTEs	Personal Services	ERE	P&O	Travel In-State	Travel Out-State	Food	Library Acquisitions	Aid to Others	OOE	Equipment	Cap. Outlay, Debt Servc, Cost Alloc & Trans.	Total
<u>Arizona State Retirement System</u>													
Retirement System Appropriated	238.9	13,025.0	5,027.3	3,347.4	30.0	49.0	0.0	0.0	0.0	2,801.0	389.5	15.0	24,684.2
LTD Trust Fund	0.0	0.0	0.0	2,800.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	2,800.0
Arizona State Retirement System Total	238.9	13,025.0	5,027.3	6,147.4	30.0	49.0	0.0	0.0	0.0	2,801.0	389.5	15.0	27,484.2
<u>Department of Revenue</u>													
General Fund	389.0	11,316.5	4,865.5	3,114.3	5.0	0.0	0.0	0.0	0.0	8,112.2	2,584.8	0.0	29,998.3
Tobacco Tax and Health Care Fund	7.0	130.0	55.9	21.4	33.0	0.0	0.0	0.0	0.0	438.0	0.0	0.0	678.3
Veterans' Income Tax Settlement Fund	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	100.0	0.0	1,800.0	1,900.0
Department of Revenue Administrative Fund	473.8	18,568.8	7,984.5	10,035.4	208.8	59.1	0.0	0.0	0.0	6,323.8	1,978.3	0.0	45,158.7
DOR Liability Setoff Fund	11.0	219.1	94.3	0.0	0.0	0.0	0.0	0.0	0.0	79.5	5.0	0.0	397.9
Department of Revenue Total	880.8	30,234.4	13,000.2	13,171.1	246.8	59.1	0.0	0.0	0.0	15,053.5	4,568.1	1,800.0	78,133.2
<u>School Facilities Board</u>													
General Fund	17.0	1,031.2	289.5	143.7	20.0	0.0	0.0	0.0	500.0	182.3	0.0	225,927.7	228,094.4
<u>Department of State - Secretary of State</u>													
General Fund	106.7	5,107.6	2,258.3	977.4	78.6	29.0	0.0	0.0	2,843.1	3,673.0	2.2	0.0	14,969.2
Election Systems Improvement Fund	2.0	130.0	59.8	1,941.0	0.0	0.0	0.0	0.0	(577.5)	1,354.8	33.0	0.0	2,941.1
Records Services Fund	3.0	101.0	46.5	14.1	0.5	2.0	0.0	0.0	0.5	575.8	0.0	0.0	740.4
Department of State - Secretary of State Total	111.7	5,338.6	2,364.6	2,932.5	79.1	31.0	0.0	0.0	2,266.1	5,603.6	35.2	0.0	18,650.7
<u>Board of Tax Appeals</u>													
General Fund	4.0	179.0	44.6	0.0	0.4	0.0	0.0	0.0	0.0	42.6	0.0	0.0	266.6
<u>Board of Technical Registration</u>													
Technical Registration Board	25.0	1,106.4	439.0	940.6	5.0	17.2	0.0	0.0	0.0	408.2	0.0	0.0	2,916.4
<u>Office of Tourism</u>													
General Fund	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	7,112.0	7,112.0

Summary of FY 2017 Appropriations by Object

	FTEs	Personal Services	ERE	P&O	Travel In-State	Travel Out-State	Food	Library Acquisitions	Aid to Others	OOE	Equipment	Cap. Outlay, Debt Servc, Cost Alloc & Trans.	Total
<u>Department of Transportation</u>													
General Fund	0.0	0.0	0.0	50.4	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	50.4
State Aviation Fund	17.0	791.9	376.4	4.3	4.1	2.5	0.0	0.0	0.0	436.6	0.0	0.0	1,615.8
State Highway Fund	3,490.9	144,101.9	63,065.2	15,226.6	1,786.2	153.9	0.0	0.0	0.1	154,530.0	18,226.6	(48,962.2)	348,128.3
Transportation Department Equipment Fund	172.0	8,599.0	3,887.3	364.8	56.5	0.0	0.0	0.0	0.0	5,263.7	303.3	0.0	18,474.6
Safety Enforcement and Transportation Infrastructure	10.0	872.6	371.6	0.0	2.0	0.0	0.0	0.0	0.0	622.1	0.0	0.0	1,868.3
Air Quality Fund	0.0	0.0	0.0	84.4	0.0	0.0	0.0	0.0	0.0	77.3	0.0	0.0	161.7
Vehicle Inspection & Title Enforcement	19.0	834.2	359.6	0.0	19.0	0.0	0.0	0.0	0.0	149.4	88.0	0.0	1,450.2
Motor Vehicle Liability Insurance Enforcement	17.0	748.8	369.5	0.0	25.0	0.0	0.0	0.0	0.0	165.4	0.0	0.0	1,308.7
Driving Under Influence Abatement Fund	3.0	102.1	49.7	0.0	0.0	0.0	0.0	0.0	0.0	0.4	0.0	0.0	152.2
Highway User Revenue Fund	8.0	284.5	133.0	0.0	5.4	0.0	0.0	0.0	0.0	182.8	44.0	0.0	649.7
Department of Transportation Total	3,736.9	156,335.0	68,612.3	15,730.5	1,898.2	156.4	0.0	0.0	0.1	161,427.7	18,661.9	(48,962.2)	373,859.9
<u>Treasurer</u>													
General Fund	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	1,205.1	0.0	0.0	0.0	1,205.1
Boating Safety Fund	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	2,183.8	0.0	0.0	0.0	2,183.8
Treasurer Empowerment Scholarship Account Fund	1.0	79.4	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	79.4
State Treasurer's Operating Fund	26.4	1,469.4	771.4	52.0	2.0	5.0	0.0	0.0	0.0	259.5	0.0	0.0	2,559.3
State Treasurer's Management Fund	2.0	195.6	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	195.6
Treasurer Total	29.4	1,744.4	771.4	52.0	2.0	5.0	0.0	0.0	3,388.9	259.5	0.0	0.0	6,223.2
<u>Governor's Office on Tribal Relations</u>													
General Fund	3.0	28.0	10.6	0.0	1.5	0.0	0.0	0.0	0.0	14.1	0.0	3.3	57.5
<u>Board of Regents</u>													
General Fund	37.0	1,688.8	545.5	55.0	0.0	0.0	0.0	0.0	14,217.2	421.9	0.0	0.0	16,928.4
<u>ASU - Tempe</u>													
General Fund	93.5	9,141.3	111,283.2	13,942.8	83.0	3,279.4	0.0	11,409.4	0.0	81,032.2	25,829.4	0.0	256,000.7
ASU Collections - Appropriated	6,769.4	498,321.0	49,750.7	26,963.6	0.0	0.0	0.0	0.0	0.0	18,090.9	0.0	0.0	593,126.2
ASU - Tempe Total	6,862.9	507,462.3	161,033.9	40,906.4	83.0	3,279.4	0.0	11,409.4	0.0	99,123.1	25,829.4	0.0	849,126.9
<u>ASU - Polytechnic</u>													
General Fund	12.6	863.2	5,575.6	488.7	33.7	26.0	0.0	150.0	0.0	14,997.2	554.0	0.0	22,688.4
ASU Collections - Appropriated	423.3	26,056.8	3,052.1	3,772.5	0.0	0.0	0.0	0.0	0.0	9,421.9	0.0	0.0	42,303.3
Technology and Research Initiative Fund	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	2,000.0	0.0	0.0	2,000.0
ASU - Polytechnic Total	435.9	26,920.0	8,627.7	4,261.2	33.7	26.0	0.0	150.0	0.0	26,419.1	554.0	0.0	66,991.7

Summary of FY 2017 Appropriations by Object

State Agency Budgets

	FTEs	Personal Services	ERE	P&O	Travel In-State	Travel Out-State	Food	Library Acquisitions	Aid to Others	OOE	Equipment	Cap. Outlay, Debt Servc, Cost Alloc & Trans.	Total
<u>ASU - West</u>													
General Fund	35.1	2,763.8	6,648.6	992.2	46.6	56.6	0.0	1,231.0	0.0	17,614.2	60.5	0.0	29,413.5
ASU Collections - Appropriated	477.9	32,553.9	4,489.8	3,270.2	0.0	0.0	0.0	0.0	0.0	3,876.6	0.0	0.0	44,190.5
Technology and Research Initiative Fund	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	1,600.0	0.0	0.0	1,600.0
ASU - West Total	513.0	35,317.7	11,138.4	4,262.4	46.6	56.6	0.0	1,231.0	0.0	23,090.8	60.5	0.0	75,204.0
<u>Northern Arizona University</u>													
General Fund	2,260.7	160,495.3	48,600.0	9,808.3	464.5	0.0	0.0	2,334.6	0.0	28,475.6	422.0	(144,283.3)	106,317.0
NAU Collections - Appropriated	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	147,283.3	147,283.3
Northern Arizona University Total	2,260.7	160,495.3	48,600.0	9,808.3	464.5	0.0	0.0	2,334.6	0.0	28,475.6	422.0	3,000.0	253,600.3
<u>University of Arizona - Main Campus</u>													
General Fund	2,362.8	134,394.8	45,348.2	2,544.4	587.7	25.3	0.0	0.0	0.0	61,379.0	0.0	(45,786.2)	198,493.2
U of A Main Campus - Collections - Appropriated	3,646.7	241,090.8	92,164.3	1,076.9	20.9	37.5	0.0	8,641.2	0.0	6,843.1	0.0	55,266.4	405,141.1
University of Arizona - Main Campus Total	6,009.5	375,485.6	137,512.5	3,621.3	608.6	62.8	0.0	8,641.2	0.0	68,222.1	0.0	9,480.2	603,634.3
<u>University of Arizona - Health Sciences Center</u>													
General Fund	1,157.3	80,162.0	26,347.5	4,270.0	104.2	6.7	0.0	0.0	0.0	4,773.1	0.0	(47,032.3)	68,631.2
U of A Main Campus - Collections - Appropriated	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	47,491.4	47,491.4
University of Arizona - Health Sciences Center Total	1,157.3	80,162.0	26,347.5	4,270.0	104.2	6.7	0.0	0.0	0.0	4,773.1	0.0	459.1	116,122.6
<u>Department of Veterans' Services</u>													
General Fund	109.8	3,913.8	1,336.7	102.0	71.0	12.0	0.0	0.0	0.0	578.6	40.0	0.0	6,054.1
Veterans' Conservatorship Fund	16.0	665.7	186.0	12.0	2.5	0.0	0.0	0.0	0.0	21.0	12.0	0.0	899.2
State Home for Veterans Trust	380.0	13,071.3	5,672.2	6,757.6	28.0	16.0	407.5	0.0	0.0	4,925.0	270.0	0.0	31,147.6
Department of Veterans' Services Total	505.8	17,650.8	7,194.9	6,871.6	101.5	28.0	407.5	0.0	0.0	5,524.6	322.0	0.0	38,100.9
<u>Veterinary Medical Examining Board</u>													
Veterinary Medical Examiners Board	6.0	359.2	111.5	104.8	4.5	1.6	0.0	0.0	0.0	68.8	1.5	0.0	651.9
<u>Department of Water Resources</u>													
General Fund	116.5	6,707.7	2,527.0	483.2	202.6	62.5	0.0	0.0	0.0	2,829.6	200.0	0.0	13,012.6
Arizona Water Banking Fund	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	1,211.4	0.0	0.0	1,211.4
Water Resources Fund	9.0	460.4	181.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	641.4
Assured and Adequate Water Supply Administration Fund	3.5	190.3	76.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	266.3
Department of Water Resources Total	129.0	7,358.4	2,784.0	483.2	202.6	62.5	0.0	0.0	0.0	4,041.0	200.0	0.0	15,131.7
<u>Statewide Issues</u>													
General Fund		0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0

Summary of FY 2017 Executive Recommendations by Object

486

	FTEs	Personal Services	ERE	P&O	Travel In-State	Travel Out-State	Food	Library Acquisitions	Aid to Others	OOE	Equipment	Cap. Outlay, Debt Servc, Cost Alloc & Trans.	Total
<u>Board of Accountancy</u>													
Accountancy Board Fund	13.0	806.8	327.3	449.6	5.0	12.0	0.0	0.0	0.0	295.0	41.3	0.0	1,937.0
<u>Acupuncture Board of Examiners</u>													
Acupuncture Board of Examiners	1.0	105.2	22.6	19.9	1.5	0.0	0.0	0.0	0.0	29.3	0.0	0.0	178.5
<u>Department of Administration</u>													
General Fund	114.2	6,121.0	2,200.3	471.8	21.2	9.3	0.0	0.0	14,000.5	86,680.2	16.0	(1,137.9)	108,382.4
Personnel Division Fund	65.0	5,870.0	2,020.0	2,244.2	8.5	20.0	0.0	0.0	0.0	2,442.7	24.2	228.3	12,857.9
Capital Outlay Stabilization Fund	73.4	3,861.7	1,553.5	1,057.0	139.0	0.0	0.0	0.0	0.0	11,090.3	12.0	356.1	18,069.6
Corrections Fund	4.0	278.1	107.2	0.0	5.0	0.0	0.0	0.0	0.0	173.8	0.0	6.3	570.4
Information Technology Fund	15.0	1,022.1	408.8	845.8	0.0	12.7	0.0	0.0	0.0	590.5	451.9	104.2	3,436.0
Air Quality Fund	0.0	0.0	0.0	927.3	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	927.3
State Web Portal Fund	1.0	394.9	158.0	2,428.6	0.4	6.1	0.0	0.0	0.0	1,485.2	29.4	39.8	4,542.4
Automation Projects Fund	15.0	1,895.3	752.1	14,928.9	0.0	14.1	0.0	0.0	0.0	1,686.6	6,151.8	22,345.9	47,774.7
Special Employee Health	33.5	2,157.0	777.0	1,025.0	1.5	0.0	0.0	0.0	0.0	865.6	0.0	430.0	5,256.1
Motor Pool Revolving	6.0	387.0	122.3	40.2	0.0	0.0	0.0	0.0	0.0	6,285.2	3,066.2	250.4	10,151.3
Admin - Special Services Fund	6.0	316.8	146.9	5.0	3.0	0.0	0.0	0.0	0.0	100.5	20.0	0.0	592.2
State Surplus Property	9.0	377.5	182.0	125.3	45.0	0.0	0.0	0.0	0.0	2,175.8	0.0	41.4	2,947.0
Federal Surplus Materials Property	1.0	41.3	20.0	1.0	5.0	0.0	0.0	0.0	0.0	397.2	0.0	0.0	464.5
Risk Management Fund	50.0	3,727.8	1,373.4	28,628.6	19.3	6.8	0.0	0.0	0.0	59,056.1	34.0	15,459.0	108,305.0
Arizona Financial Information System Collections Fund	35.0	2,672.6	962.2	338.5	0.0	0.0	0.0	0.0	0.0	5,279.0	0.0	154.0	9,406.3
Automation Operations Fund	119.0	4,801.5	1,920.6	1,863.0	19.2	34.4	0.0	0.0	0.0	13,457.5	1,239.1	602.3	23,937.6
Telecommunications Fund	8.0	735.1	287.4	308.3	1.0	2.0	0.0	0.0	0.0	489.9	0.0	196.4	2,020.1
Department of Administration Total	555.1	34,659.7	12,991.7	55,238.5	268.1	105.4	0.0	0.0	14,000.5	192,256.1	11,044.6	39,076.2	359,640.8
<u>Office of Administrative Hearings</u>													
General Fund	12.0	564.6	205.1	0.0	0.0	0.0	0.0	0.0	0.0	90.8	0.0	0.0	860.5
<u>African-American Affairs</u>													
General Fund	3.0	83.1	25.0	3.0	0.0	1.0	0.0	0.0	0.0	12.9	0.0	0.0	125.0
<u>Department of Agriculture</u>													
General Fund	182.0	4,943.7	2,131.6	159.0	576.6	27.2	0.0	0.0	0.0	1,125.5	0.7	198.4	9,162.7
Air Quality Fund	14.3	630.7	296.0	212.0	100.0	9.4	0.0	0.0	0.0	172.4	13.9	0.0	1,434.4
Department of Agriculture Total	196.3	5,574.4	2,427.6	371.0	676.6	36.6	0.0	0.0	0.0	1,297.9	14.6	198.4	10,597.1

FY 2018 Executive Budget

Summary of FY 2017 Executive Recommendations by Object

State Agency Budgets

	FTEs	Personal Services	ERE	P&O	Travel In-State	Travel Out-State	Food	Library Acquisitions	Aid to Others	OOE	Equipment	Cap. Outlay, Debt Servc, Cost Alloc & Trans.	Total
<u>Arizona Health Care Cost Containment System</u>													
General Fund	1,019.7	18,212.5	7,258.0	2,730.4	22.3	14.6	0.0	0.0	1,660,155.3	13,515.1	60.8	48,972.4	1,750,941.4
Tobacco Tax and Health Care Fund	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	36,688.0	0.0	0.0	36,310.2	72,998.2
Tobacco Products Tax Fund	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	18,747.2	0.0	0.0	0.0	18,747.2
Substance Abuse Services Fund	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	2,250.2	0.0	0.0	0.0	2,250.2
Children's Health Insurance Program	45.9	918.2	362.2	183.5	0.5	0.9	0.0	0.0	1,955.0	4,251.2	3.4	0.0	7,674.9
Budget Neutrality Compliance Fund	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	3,563.3	3,563.3
Prescription Drug Rebate Fund	2.0	9.3	3.4	185.4	0.0	0.0	0.0	0.0	113,580.8	0.0	0.0	0.0	113,778.9
Arizona Health Care Cost Containment System Total	1,067.6	19,140.0	7,623.6	3,099.3	22.8	15.5	0.0	0.0	1,833,376.5	17,766.3	64.2	88,845.9	1,969,954.1
<u>Commission on the Arts</u>													
Arizona Arts Trust Fund	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	1,500.0	0.0	0.0	0.0	1,500.0
<u>Board of Athletic Training</u>													
Athletic Training Fund	1.5	63.1	35.6	0.0	1.2	0.0	0.0	0.0	0.0	19.2	0.0	0.0	119.1
<u>Attorney General - Department of Law</u>													
General Fund	218.0	15,584.8	5,931.5	490.6	53.7	49.3	0.0	0.0	350.0	1,931.3	153.6	120.0	24,664.8
Consumer Protection/Fraud Revolving Fund	47.6	2,766.7	1,133.2	276.7	26.4	63.1	0.0	0.0	0.0	673.8	126.5	509.3	5,575.7
Attorney General Antitrust Revolving	3.0	132.3	56.6	16.4	0.3	0.1	0.0	0.0	0.0	13.2	1.7	23.7	244.3
Attorney General Collection Enforcement	64.0	4,269.8	1,713.2	133.1	9.9	6.6	0.0	0.0	0.0	216.7	34.3	461.6	6,845.2
Attorney General Agency Fund	127.5	9,874.9	3,321.4	383.3	6.6	4.4	0.0	0.0	0.0	317.0	41.5	1,559.4	15,508.5
Victims Rights Fund	3.4	181.3	70.0	2.5	1.3	0.2	0.0	0.0	3,354.9	105.7	2.4	40.6	3,758.9
Internet Crimes Against Children	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	900.0	0.0	0.0	0.0	900.0
Risk Management Fund	93.0	6,024.3	2,101.4	1.1	2.2	3.6	0.0	0.0	0.0	347.5	8.9	917.7	9,406.7
Attorney General Legal Services Cost Allocation Fund	18.4	1,283.3	459.0	68.5	1.1	0.7	0.0	0.0	0.0	55.4	7.1	205.3	2,080.4
Attorney General - Department of Law Total	574.9	40,117.4	14,786.3	1,372.2	101.5	128.0	0.0	0.0	4,604.9	3,660.6	376.0	3,837.6	68,984.5
<u>Automobile Theft Authority</u>													
Automobile Theft Authority Fund	6.0	317.3	131.9	19.5	9.0	12.5	0.0	0.0	982.7	122.6	25.0	3,675.0	5,295.5
<u>Board of Barbers</u>													
Board of Barbers Fund	4.0	181.9	75.1	39.9	22.0	10.0	0.0	0.0	0.0	41.8	0.0	0.0	370.7
<u>Board of Behavioral Health Examiners</u>													
Behavioral Health Examiner Fund	17.0	900.4	316.7	267.1	7.4	6.0	0.0	0.0	0.0	236.5	25.0	0.0	1,759.1
<u>Board for Charter Schools</u>													
General Fund	13.0	681.2	272.5	45.7	5.0	5.5	0.0	0.0	0.0	137.3	3.0	35.0	1,185.2

Summary of FY 2017 Executive Recommendations by Object

	FTEs	Personal Services	ERE	P&O	Travel In-State	Travel Out-State	Food	Library Acquisitions	Aid to Others	OOE	Equipment	Cap. Outlay, Debt Servc, Cost Alloc & Trans.	Total
<u>Department of Child Safety</u>													
General Fund	1,527.2	66,229.9	34,437.1	12,832.2	2,732.8	191.4	0.0	0.0	253,601.7	14,192.8	2,961.5	0.0	387,179.4
Temporary Assistance for Needy Families	619.9	28,278.3	15,457.7	2,221.1	1,406.9	2.2	0.0	0.0	98,036.1	3,287.7	782.7	0.0	149,472.7
Child Care and Development Fund	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	27,000.0	0.0	0.0	0.0	27,000.0
DCS Expenditure Authority	1,055.0	51,194.8	18,789.2	5,651.6	974.4	22.8	0.0	0.0	331,991.8	5,895.8	749.0	0.0	415,269.4
Child Abuse Prevention Fund	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	1,459.3	0.0	0.0	0.0	1,459.3
Children and Family Services Training Program Fund	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	207.1	0.0	0.0	207.1
Department of Child Safety Total	3,202.1	145,703.0	68,684.0	20,704.9	5,114.1	216.4	0.0	0.0	712,088.9	23,583.4	4,493.2	0.0	980,587.9
<u>Board of Chiropractic Examiners</u>													
Chiropractic Examiners Board	4.5	220.2	65.4	40.6	3.6	5.4	0.0	0.0	0.0	89.9	26.0	0.0	451.1
<u>Commerce Authority</u>													
General Fund	0.0	0.0	0.0	177.1	0.0	0.0	0.0	0.0	0.0	122.9	0.0	21,500.0	21,800.0
<u>Community Colleges</u>													
General Fund	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	49,493.6	0.0	0.0	4,819.1	54,312.7
<u>Registrar of Contractors</u>													
Registrar of Contractors Fund	105.6	5,670.6	2,296.4	405.3	505.1	11.8	0.0	0.0	0.0	2,158.3	100.3	1,017.6	12,165.4
<u>Corporation Commission</u>													
General Fund	6.0	390.0	165.0	2.0	32.6	2.0	0.0	0.0	0.0	2,020.0	0.0	0.0	2,611.6
Utility Regulation Revolving	151.5	8,831.1	3,260.0	436.5	85.5	92.5	0.0	0.0	0.0	1,152.8	215.0	25.0	14,098.4
Securities Regulatory & Enforcement	46.9	3,343.5	1,056.1	50.0	35.0	15.0	0.0	0.0	0.0	410.0	0.0	0.0	4,909.6
Public Access Fund	82.5	3,814.5	1,473.2	127.0	7.5	17.5	0.0	0.0	0.0	1,089.1	30.0	0.0	6,558.8
Securities Investment Management Fund	13.0	500.0	208.9	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	708.9
Arizona Arts Trust Fund	1.0	29.0	20.9	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	49.9
Corporation Commission Total	300.9	16,908.1	6,184.1	615.5	160.6	127.0	0.0	0.0	0.0	4,671.9	245.0	25.0	28,937.2
<u>Department of Corrections</u>													
General Fund	9,535.0	400,342.1	209,862.0	282,697.6	317.7	129.7	35,060.9	0.0	280.0	112,745.4	3,747.2	1,500.0	1,046,682.6
Corrections Fund	0.0	0.0	0.0	24,517.0	0.0	0.0	3,000.8	0.0	0.0	0.0	2,800.0	2,500.0	32,817.8
State Education Fund for Correctional Education	6.0	462.2	207.3	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	669.5
DOC - Alcohol Abuse Treatment	0.0	0.0	0.0	555.5	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	555.5
Transition Program Fund	0.0	135.7	64.3	2,200.1	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	2,400.1
Prison Construction and Operations Fund	0.0	0.0	0.0	10,000.0	0.0	0.0	3,686.3	0.0	0.0	0.0	0.0	0.0	13,686.3
Penitentiary Land Earnings	0.0	0.0	0.0	979.2	0.0	0.0	0.0	0.0	0.0	0.1	0.0	0.0	979.3
State Charitable, Penal & Reformatory Land Earnings	0.0	0.0	0.0	1,861.5	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	1,861.5
Department of Corrections Total	9,541.0	400,940.0	210,133.6	322,810.9	317.7	129.7	41,748.0	0.0	280.0	112,745.5	6,547.2	4,000.0	1,099,652.6

Summary of FY 2017 Executive Recommendations by Object

State Agency Budgets

	FTEs	Personal Services	ERE	P&O	Travel In-State	Travel Out-State	Food	Library Acquisitions	Aid to Others	OOE	Equipment	Cap. Outlay, Debt Servc, Cost Alloc & Trans.	Total
<u>Board of Cosmetology</u>													
Cosmetology Board	24.5	827.6	400.7	165.0	51.6	9.3	0.0	0.0	0.0	340.2	10.8	0.0	1,805.2
<u>Criminal Justice Commission</u>													
Criminal Justice Enhancement Fund	5.0	367.5	120.9	38.1	7.4	10.0	0.0	0.0	0.0	92.2	10.5	0.0	646.6
Victims Compensation and Assistance Fund	2.0	120.2	65.4	2.2	0.0	0.0	0.0	0.0	3,997.8	0.0	0.0	35.0	4,220.6
Drug and Gang Prevention Resource Center Fund	6.0	244.1	85.4	189.1	3.9	10.0	0.0	0.0	0.0	65.6	6.4	0.0	604.5
State Aid to County Attorneys Fund	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	973.7	0.0	0.0	0.0	973.7
Criminal Justice Commission Total	13.0	731.8	271.7	229.4	11.3	20.0	0.0	0.0	4,971.5	157.8	16.9	35.0	6,445.4
<u>Schools for the Deaf and the Blind</u>													
General Fund	331.9	10,676.0	4,764.4	938.8	89.9	54.3	(4.3)	0.0	0.0	4,121.0	738.0	0.0	21,378.1
Schools for the Deaf & Blind Fund	181.8	6,923.9	3,330.4	1,326.6	0.0	0.5	0.0	0.0	0.0	0.9	0.0	0.0	11,582.3
Schools for the Deaf and the Blind Total	513.7	17,599.9	8,094.8	2,265.4	89.9	54.8	(4.3)	0.0	0.0	4,121.9	738.0	0.0	32,960.4
<u>Commission for the Deaf and the Hard of Hearing</u>													
Telecommunication for the Deaf	15.0	907.9	337.6	803.9	11.1	13.4	0.0	0.0	0.0	2,110.2	125.4	0.0	4,309.5
<u>Board of Dental Examiners</u>													
Dental Board Fund	11.0	547.3	149.6	299.2	3.2	5.5	0.0	0.0	0.0	186.0	23.7	0.0	1,214.5
<u>Department of Economic Security</u>													
General Fund	1,356.9	68,662.2	27,085.8	14,110.3	983.2	63.0	379.2	0.0	397,616.5	21,216.6	4,357.8	3,382.6	537,857.2
Indirect Cost Recovery Fund - A	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	1,000.0	0.0	0.0	1,000.0
Workforce Investment Grant	33.0	961.3	383.8	368.3	13.5	6.4	0.0	0.0	53,669.3	610.3	27.3	0.0	56,040.2
Temporary Assistance for Needy Families	374.0	8,481.2	4,337.7	10,113.8	146.5	8.7	0.0	0.0	45,818.1	3,531.6	527.1	0.0	72,964.7
Child Care and Development Fund	179.3	5,832.8	3,054.4	1,081.5	44.1	2.6	0.0	0.0	95,678.8	1,766.3	313.1	0.0	107,773.6
Special Administration Fund	29.1	2,080.0	848.7	1,240.4	5.1	4.5	0.0	0.0	720.0	496.6	133.4	0.0	5,528.7
Child Support Enforcement Administration Fund	336.3	8,582.5	3,909.4	531.3	11.3	2.1	0.0	0.0	1,167.0	2,317.7	110.1	1.2	16,632.6
Domestic Violence Services Fund	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	4,000.0	0.0	0.0	0.0	4,000.0
Public Assistance Collections Fund	6.4	205.4	77.6	34.2	0.6	1.0	0.0	0.0	0.0	76.2	26.9	0.0	421.9
Department Long-Term Care System Fund	11.6	77.9	41.1	23.0	0.2	0.0	0.0	0.0	26,132.6	254.7	30.1	0.0	26,559.6
Spinal and Head Injuries Trust Fund	8.0	324.2	127.8	3.2	3.1	0.1	0.0	0.0	1,778.1	84.1	3.1	0.0	2,323.7
Health Services Lottery Fund	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	700.0	0.0	0.0	0.0	700.0
Reed Act Fund	71.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Department of Economic Security Total	2,405.6	95,207.5	39,866.3	27,506.0	1,207.6	88.4	379.2	0.0	627,280.4	31,354.1	5,528.9	3,383.8	831,802.2
<u>State Board of Education</u>													
General Fund	4.0	314.4	125.8	250.5	10.0	10.0	0.0	0.0	0.0	208.0	25.0	150.3	1,094.0

Summary of FY 2017 Executive Recommendations by Object

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<u>Department of Education</u>													
General Fund	124.9	7,989.1	2,855.4	15,359.9	57.3	43.6	0.0	0.0	4,023,588.0	2,036.6	76.3	37,202.5	4,089,208.7
School Accountability Fund Prop 301	21.6	1,439.8	530.6	4,679.1	13.3	17.6	0.0	0.0	0.0	310.1	9.5	0.0	7,000.0
Teacher Certification Fund	25.0	1,519.1	544.1	5.0	7.0	6.6	0.0	0.0	0.0	239.6	21.3	0.0	2,342.7
State Web Portal Fund	0.0	0.0	0.0	485.0	0.0	0.0	0.0	0.0	0.0	15.0	0.0	0.0	500.0
Education Learning and Accountability	16.3	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Treasurer Empowerment Scholarship Account Fund	11.0	415.0	149.4	24.0	1.0	0.0	0.0	0.0	0.0	204.0	4.5	0.0	797.9
Professional Development Fund	0.0	0.0	0.0	30.0	0.0	0.0	0.0	0.0	0.0	2,650.0	20.0	0.0	2,700.0
Tribal College Dual Enrollment Program	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	250.0	0.0	0.0	0.0	250.0
Public Institutions Permanent School Earnings	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	219,804.2	0.0	0.0	0.0	219,804.2
Department of Education Total	198.8	11,363.0	4,079.5	20,583.0	78.6	67.8	0.0	0.0	4,243,642.2	5,455.3	131.6	37,202.5	4,322,603.5
<u>Department of Emergency and Military Affairs</u>													
General Fund	70.6	2,976.0	1,166.1	150.0	5.0	23.0	0.0	0.0	4,000.0	2,446.5	0.0	1,852.9	12,619.5
<u>Department of Environmental Quality</u>													
General Fund	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	2,823.6	2,823.6
DEQ Emissions Inspection	40.2	1,827.6	804.2	22,731.1	65.0	8.5	0.0	0.0	1,361.0	381.6	14.0	5,427.5	32,620.5
Hazardous Waste Management	19.4	747.3	328.9	129.6	24.2	0.0	0.0	0.0	0.0	22.2	1.0	481.4	1,734.6
Air Quality Fund	23.6	1,525.1	663.0	1,375.5	149.2	45.5	0.0	0.0	0.0	554.5	66.2	3,857.4	8,236.4
Underground Storage Tank Revolving	0.0	0.0	0.0	6.5	11.0	0.0	0.0	0.0	0.0	4.5	0.0	0.0	22.0
Recycling Fund	11.9	593.0	261.0	55.1	11.9	7.9	0.0	0.0	0.0	32.0	10.0	382.0	1,352.9
Permit Administration	53.2	3,098.2	1,363.5	321.3	104.0	24.0	0.0	0.0	0.0	75.3	6.0	2,121.8	7,114.1
Emergency Response Fund	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	42.8	90.0	0.0	132.8
Solid Waste Fee Fund	10.9	581.3	255.8	0.0	11.0	10.0	0.0	0.0	0.0	6.4	0.0	374.5	1,239.0
Water Quality Fee Fund	67.1	3,637.3	1,600.0	2,749.0	56.0	14.0	0.0	0.0	0.0	108.5	0.0	2,342.6	10,507.4
Indirect Cost Fund	95.7	5,259.8	2,314.3	266.9	24.5	6.1	0.0	0.0	0.0	5,244.1	259.5	0.0	13,375.2
Department of Environmental Quality Total	322.0	17,269.6	7,590.7	27,635.0	456.8	116.0	0.0	0.0	1,361.0	6,471.9	446.7	17,810.8	79,158.5
<u>Office of Economic Opportunity</u>													
General Fund	5.0	386.2	164.3	0.0	0.0	4.0	0.0	0.0	0.0	14.2	0.0	500.0	1,068.7
<u>Governor's Office for Equal Opportunity</u>													
General Fund	4.0	125.5	50.9	5.0	1.2	0.0	0.0	0.0	0.0	4.5	2.0	0.0	189.1
<u>Board of Equalization</u>													
General Fund	7.0	400.5	71.0	9.0	13.1	0.0	0.0	0.0	0.0	148.6	0.8	0.0	643.0
<u>Board of Executive Clemency</u>													
General Fund	14.0	527.1	205.4	38.8	5.0	0.0	0.0	0.0	0.0	176.3	0.0	0.0	952.6
<u>Exposition & State Fair</u>													
Arizona Exposition and State Fair Fund	184.0	3,591.7	1,046.5	3,793.3	5.0	7.0	0.0	0.0	0.0	3,069.8	100.0	0.0	11,613.3

Summary of FY 2017 Executive Recommendations by Object

State Agency Budgets

	FTEs	Personal Services	ERE	P&O	Travel In-State	Travel Out-State	Food	Library Acquisitions	Aid to Others	OOE	Equipment	Cap. Outlay, Debt Servc, Cost Alloc & Trans.	Total
<u>Department of Financial Institutions</u>													
General Fund	46.1	1,884.5	754.2	6.8	0.0	0.0	0.0	0.0	0.0	332.7	0.0	0.0	2,978.2
Financial Services Fund	14.0	726.5	294.2	101.9	3.0	2.0	0.0	0.0	0.0	209.0	116.4	0.0	1,453.0
Board of Appraisal Fund	9.0	427.5	165.7	158.6	1.8	13.2	0.0	0.0	0.0	41.8	5.0	1.5	815.1
Department of Financial Institutions Total	69.1	3,038.5	1,214.1	267.3	4.8	15.2	0.0	0.0	0.0	583.5	121.4	1.5	5,246.3
<u>Department of Forestry and Fire Management</u>													
General Fund	56.6	2,808.9	1,123.6	906.4	119.0	15.8	0.0	0.0	250.0	825.7	393.4	4,000.0	10,442.8
<u>Board of Funeral Directors & Embalmers</u>													
Funeral Directors & Embalmers	3.0	193.5	71.8	17.9	2.3	0.0	0.0	0.0	0.0	87.7	0.1	0.0	373.3
<u>Game & Fish Department</u>													
Game & Fish Fund	244.5	14,095.6	9,691.0	1,590.6	248.1	100.1	0.0	0.0	773.8	5,830.4	0.0	3,358.0	35,687.6
Game & Fish Watercraft License	25.0	938.6	507.6	171.2	32.1	23.7	0.0	0.0	1,151.1	1,102.7	371.0	889.8	5,187.8
Game/Non-Game Fund	4.0	174.2	73.9	24.0	0.9	0.5	0.0	0.0	2.4	68.6	1.3	0.0	345.8
Capital Improvement Fund	0.0	0.0	0.0	0.0	6.0	0.0	0.0	0.0	0.0	330.2	0.0	665.0	1,001.2
Wildlife Endowment Fund	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	16.2	16.2
Game & Fish Department Total	273.5	15,208.4	10,272.5	1,785.8	287.1	124.3	0.0	0.0	1,927.3	7,331.9	372.3	4,929.0	42,238.6
<u>Department of Gaming</u>													
General Fund	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	200.0	0.0	1,779.5	1,979.5
Lottery Fund	0.0	0.0	0.0	300.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	300.0
Permanent Tribal-State Compact Fund	23.0	1,270.2	538.4	4.0	11.0	11.0	0.0	0.0	0.0	247.2	0.0	0.0	2,081.8
Arizona Benefits Fund	86.8	4,988.2	1,664.7	2,558.7	253.7	40.0	0.0	0.0	0.0	1,275.6	266.3	3.7	11,050.9
Racing Regulation Fund	37.5	1,493.2	550.4	687.7	32.0	4.0	0.0	0.0	0.0	118.7	0.0	0.0	2,886.0
Department of Gaming Total	147.3	7,751.6	2,753.5	3,550.4	296.7	55.0	0.0	0.0	0.0	1,841.5	266.3	1,783.2	18,298.2
<u>Office of the Governor</u>													
General Fund	62.0	4,261.9	1,488.0	20.0	39.3	85.2	0.0	0.0	0.0	937.0	18.5	0.0	6,849.9
<u>Governor's Office of Strategic Planning and Budgeting</u>													
General Fund	22.0	1,266.0	438.3	88.0	0.0	1.6	0.0	0.0	0.0	200.0	0.1	0.0	1,994.0

Summary of FY 2017 Executive Recommendations by Object

492

	FTEs	Personal Services	ERE	P&O	Travel In-State	Travel Out-State	Food	Library Acquisitions	Aid to Others	OOE	Equipment	Cap. Outlay, Debt Servc, Cost Alloc & Trans.	Total
<u>Department of Health Services</u>													
General Fund	785.9	41,649.4	16,103.3	6,613.1	119.4	7.0	0.0	0.0	5,686.4	16,351.6	21.5	0.0	86,551.7
Tobacco Tax Hlth Care Fund MNMI Account	0.0	0.0	0.0	400.0	0.0	0.0	0.0	0.0	300.0	0.0	0.0	0.0	700.0
Capital Outlay Stabilization	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	1,559.9	0.0	0.0	1,559.9
Health Services Licenses Fund	110.4	4,928.8	2,047.3	104.7	294.2	14.1	0.0	0.0	0.0	426.8	31.5	1,384.9	9,232.3
Child Care and Development Fund	9.5	497.5	238.5	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	136.3	872.3
Disease Control Research Fund	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	250.0	0.0	0.0	0.0	250.0
Health Research Fund	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	4,000.0	0.0	0.0	0.0	4,000.0
Emergency Medical Operating Services	33.2	1,618.0	747.0	135.0	66.6	14.0	0.0	0.0	1,689.2	1,074.1	14.0	0.0	5,357.9
Newborn Screening Program Fund	28.1	1,259.0	539.2	1,400.0	10.0	0.0	0.0	0.0	0.0	3,385.6	5.0	531.3	7,130.1
Nursing Care Institution Resident Protection Revolving Fund	0.0	0.0	0.0	138.2	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	138.2
Environmental Laboratory Licensure Revolving	6.5	307.6	123.0	5.0	20.0	44.6	0.0	0.0	0.0	281.0	5.0	138.0	924.2
Child Fatality Review Fund	1.5	52.6	28.7	0.0	1.0	0.0	0.0	0.0	11.0	1.4	0.0	0.0	94.7
Vital Records Electronic Systems Fund	27.7	463.1	229.1	89.0	2.2	0.0	0.0	0.0	0.0	1,036.1	1,800.0	0.0	3,619.5
The Arizona State Hospital Fund	36.0	2,152.3	857.3	6,015.3	0.0	0.0	0.0	0.0	0.0	537.1	0.0	0.0	9,562.0
DHS State Hospital Land Earnings	0.0	0.0	0.0	10.0	0.0	0.0	0.0	0.0	0.0	792.0	78.1	0.0	880.1
DHS - Indirect Cost Fund	26.7	2,330.0	1,109.5	450.0	3.7	7.5	0.0	0.0	9.0	4,636.4	0.0	3,800.0	12,346.1
Department of Health Services Total	1,065.5	55,258.3	22,022.9	15,360.3	517.1	87.2	0.0	0.0	11,945.6	30,082.0	1,955.1	5,990.5	143,219.0
<u>Arizona Historical Society</u>													
General Fund	41.5	1,518.1	653.9	72.1	0.0	0.0	0.0	0.0	41.7	437.1	0.0	0.0	2,722.9
<u>Prescott Historical Society of Arizona</u>													
General Fund	748.8	507.8	241.1	20.0	0.0	0.0	0.0	0.0	0.0	55.6	0.0	0.0	824.5
<u>Board of Homeopathic Medical Examiners</u>													
Homeopathic Medical Examiners	1.0	47.5	27.9	1.8	2.4	0.0	0.0	0.0	0.0	23.4	0.0	0.0	103.0
<u>Department of Housing</u>													
General Fund	10.9	503.8	196.4	11.7	33.7	0.0	0.0	0.0	0.0	61.8	4.0	0.0	811.4
Housing Trust Fund	3.0	198.7	77.5	3.0	7.5	0.0	0.0	0.0	0.0	29.1	2.7	0.0	318.5
Department of Housing Total	13.9	702.5	273.9	14.7	41.2	0.0	0.0	0.0	0.0	90.9	6.7	0.0	1,129.9
<u>Independent Redistricting Commission</u>													
General Fund	3.3	236.5	88.4	717.4	6.0	0.0	0.0	0.0	0.0	67.0	0.0	0.0	1,115.3
<u>Industrial Commission of Arizona</u>													
Industrial Commission Administration Fund	235.2	9,851.6	3,985.6	2,109.9	153.7	53.7	0.0	0.0	0.0	3,938.4	12.5	(224.1)	19,881.3
<u>Department of Insurance</u>													
General Fund	71.2	3,475.1	1,340.2	314.0	21.3	1.1	0.0	0.0	0.0	666.2	6.4	0.0	5,824.3

FY 2018 Executive Budget

Summary of FY 2017 Executive Recommendations by Object

State Agency Budgets

	FTEs	Personal Services	ERE	P&O	Travel In-State	Travel Out-State	Food	Library Acquisitions	Aid to Others	OOE	Equipment	Cap. Outlay, Debt Servc, Cost Alloc & Trans.	Total
Judiciary													
General Fund	450.0	27,563.1	10,130.1	427.9	568.6	69.0	0.0	0.0	65,592.1	7,718.2	948.7	0.0	113,017.7
Supreme Court CJEF Disbursements	45.4	2,278.7	871.0	710.0	122.0	11.6	0.0	0.0	3,137.0	2,670.1	0.0	0.0	9,800.4
Judicial Collection - Enhancement	100.9	5,847.4	2,186.0	775.4	51.2	1.3	0.0	0.0	5,702.5	5,469.3	0.0	0.0	20,033.1
Defensive Driving Fund	28.1	1,540.1	606.0	50.0	7.6	0.0	0.0	0.0	0.0	1,994.8	0.0	0.0	4,198.5
Court Appointed Special Advocate Fund	8.2	404.5	163.9	44.0	10.0	0.0	0.0	0.0	2,215.7	105.1	0.0	0.0	2,943.2
Confidential Intermediary Fund	6.1	253.9	106.3	11.0	2.4	0.0	0.0	0.0	0.0	115.3	0.0	0.0	488.9
Drug Treatment and Education Fund	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	500.2	2.7	0.0	0.0	502.9
State Aid to Courts Fund	0.4	17.1	6.3	0.0	0.0	0.0	0.0	0.0	2,285.9	635.8	0.0	0.0	2,945.1
Health Services Lottery Fund	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	250.0	0.0	0.0	0.0	250.0
Judiciary Total	639.1	37,904.8	14,069.6	2,018.3	761.8	81.9	0.0	0.0	79,683.4	18,711.3	948.7	0.0	154,179.8
Department of Juvenile Corrections													
General Fund	428.5	12,006.9	4,826.3	721.7	119.9	9.5	0.0	0.0	0.0	5,629.6	866.5	0.0	24,180.4
Juvenile Corrections CJEF Distribution	0.0	175.9	104.6	248.2	0.0	0.0	0.0	0.0	0.0	2.8	0.0	1,100.0	1,631.5
Juvenile Education Fund	8.0	1,057.1	531.1	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	1,588.2
Local Cost Sharing Fund	0.0	7,060.0	4,136.3	0.0	0.0	0.0	0.0	0.0	0.0	63.7	0.0	0.0	11,260.0
State Charitable, Penal and Reformatory Land Fund	0.0	0.0	0.0	9.5	0.0	0.0	0.0	0.0	0.0	1,990.6	0.0	0.0	2,000.1
Department of Juvenile Corrections Total	436.5	20,299.9	9,598.3	979.4	119.9	9.5	0.0	0.0	0.0	7,686.7	866.5	1,100.0	40,660.2
Land Department													
General Fund	126.7	6,886.2	2,892.2	451.0	20.0	15.0	0.0	0.0	389.5	2,012.0	0.0	50.0	12,715.9
Environmental Special Plate Fund	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	260.5	0.0	0.0	0.0	260.5
Due Diligence Fund	0.0	0.0	0.0	500.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	500.0
Trust Land Management Fund	3.0	305.0	126.8	1,632.4	80.0	5.0	0.0	0.0	0.0	1,997.7	180.0	200.0	4,526.9
Land Department Total	129.7	7,191.2	3,019.0	2,583.4	100.0	20.0	0.0	0.0	650.0	4,009.7	180.0	250.0	18,003.3
Auditor General													
General Fund	184.4	11,235.8	4,142.6	699.1	290.8	4.5	0.0	0.0	0.0	1,126.4	567.3	0.0	18,066.5
House of Representatives													
General Fund	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	13,201.5	0.0	0.0	13,201.5
Joint Legislative Budget Committee													
General Fund	29.0	1,661.8	601.3	125.0	0.5	0.0	0.0	0.0	0.0	97.7	2.0	0.0	2,488.3
Legislative Council													
General Fund	49.0	3,399.8	1,151.0	60.3	0.0	0.0	0.0	0.0	0.0	353.9	3,250.4	0.0	8,215.4
Telecommunication for the Deaf	0.0	0.0	0.0	250.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	250.0
Legislative Council Total	49.0	3,399.8	1,151.0	310.3	0.0	0.0	0.0	0.0	0.0	353.9	3,250.4	0.0	8,465.4
Senate													
General Fund	0.0	0.0	0.0	9,408.5	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	9,408.5

Summary of FY 2017 Executive Recommendations by Object

	FTEs	Personal Services	ERE	P&O	Travel In-State	Travel Out-State	Food	Library Acquisitions	Aid to Others	OOE	Equipment	Cap. Outlay, Debt Servc, Cost Alloc & Trans.	Total
<u>Department of Liquor Licenses and Control</u>													
Liquor Licenses Fund	30.0	1,522.7	786.0	40.4	110.4	3.3	0.0	0.0	0.0	544.6	0.0	0.0	3,007.4
<u>Lottery Commission</u>													
Lottery Fund	98.8	4,812.0	1,693.3	11,149.4	271.6	16.8	0.0	0.0	0.0	98,487.2	0.0	0.0	116,430.3
<u>Massage Therapy</u>													
Massage Therapy Board Fund	5.0	241.1	101.4	34.1	3.7	0.0	0.0	0.0	0.0	87.4	2.4	0.0	470.1
<u>Medical Board</u>													
Medical Examiners Board Fund	61.0	3,112.9	1,151.1	973.6	22.5	29.0	1.0	0.0	0.0	877.2	276.3	20.0	6,463.6
<u>Mine Inspector</u>													
General Fund	14.0	687.1	250.0	5.0	74.8	5.0	0.0	0.0	0.0	185.1	5.5	0.0	1,212.5
Aggregate Mining Reclamation Fund	0.0	0.0	0.0	85.0	2.0	0.0	0.0	0.0	0.0	25.9	0.0	0.0	112.9
Mine Inspector Total	14.0	687.1	250.0	90.0	76.8	5.0	0.0	0.0	0.0	211.0	5.5	0.0	1,325.4
<u>Naturopathic Physicians Board of Medical Examiners</u>													
Naturopathic Board	2.0	98.9	47.4	4.3	2.0	0.0	0.0	0.0	0.0	31.6	0.0	0.0	184.2
<u>Navigable Stream Adjudication Commission</u>													
General Fund	1.0	70.0	24.0	0.0	0.0	0.0	0.0	0.0	0.0	28.4	1.6	0.0	124.0
Arizona Water Banking Fund	0.0	0.0	0.0	196.1	3.9	0.0	0.0	0.0	0.0	0.0	0.0	0.0	200.0
Navigable Stream Adjudication Commission Total	1.0	70.0	24.0	196.1	3.9	0.0	0.0	0.0	0.0	28.4	1.6	0.0	324.0
<u>Board of Nursing</u>													
Nursing Board	42.0	2,720.0	1,031.2	341.7	10.0	8.0	0.0	0.0	0.0	603.4	42.3	28.2	4,784.8
<u>Nursing Care Ins. Admin. Examiners</u>													
Nursing Care Institution Administrators/ACHMC	6.0	247.0	98.0	8.0	7.0	4.0	0.0	0.0	0.0	75.4	6.0	0.0	445.4
<u>Board of Occupational Therapy Examiners</u>													
Occupational Therapy Fund	1.5	91.0	46.1	0.0	1.3	0.0	0.0	0.0	0.0	30.3	2.0	0.0	170.7
<u>Board of Dispensing Opticians</u>													
Dispensing Opticians Board Fund	70.5	70.5	29.7	0.5	8.8	1.8	0.0	0.0	0.0	28.7	0.0	0.0	140.0
<u>Board of Optometry</u>													
Board of Optometry Fund	2.0	113.4	41.0	0.0	1.5	3.0	0.0	0.0	0.0	51.2	0.0	0.0	210.1
<u>Board of Osteopathic Examiners</u>													
Osteopathic Examiners Board	6.3	415.2	169.0	158.7	3.0	5.0	0.0	0.0	0.0	155.1	33.0	1.5	940.5
<u>Parks Board</u>													
State Parks Revenue Fund	163.0	5,624.0	2,584.2	58.4	14.8	0.0	1.4	0.0	0.0	7,360.8	193.3	1,650.0	17,486.9

Summary of FY 2017 Executive Recommendations by Object

	FTEs	Personal Services	ERE	P&O	Travel In-State	Travel Out-State	Food	Library Acquisitions	Aid to Others	OOE	Equipment	Cap. Outlay, Debt Servc, Cost Alloc & Trans.	Total
<u>Personnel Board</u>													
Personnel Division Fund	3.0	125.0	45.8	162.8	2.4	0.0	0.0	0.0	0.0	36.6	2.7	0.0	375.3
<u>Board of Pharmacy</u>													
Pharmacy Board	18.0	1,232.6	403.0	193.2	42.5	5.0	0.0	0.0	0.0	258.9	0.0	0.0	2,135.2
<u>Board of Physical Therapy Examiners</u>													
Physical Therapy Fund	4.0	200.8	102.0	76.0	1.5	0.0	0.0	0.0	0.0	91.8	12.1	0.0	484.2
<u>Pioneers' Home</u>													
Pioneers' Home State Charitable Earnings	69.2	2,397.3	1,000.0	70.0	25.0	0.0	100.0	0.0	2.2	531.7	19.5	0.0	4,145.7
Pioneers' Home Miners' Hospital	33.8	1,011.4	652.1	23.3	0.0	0.0	98.5	0.0	0.0	224.6	19.0	0.0	2,028.9
Pioneers' Home Total	103.0	3,408.7	1,652.1	93.3	25.0	0.0	198.5	0.0	2.2	756.3	38.5	0.0	6,174.6
<u>Board of Podiatry Examiners</u>													
Podiatry Examiners Board	1.0	76.5	27.9	18.0	5.0	5.0	0.0	0.0	0.0	16.0	0.0	0.0	148.4
<u>Commission for Postsecondary Education</u>													
General Fund	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	1,220.8	0.0	0.0	176.0	1,396.8
Postsecondary Education Fund	5.0	134.7	56.6	126.1	0.0	0.0	0.0	0.0	1,098.7	117.8	0.2	0.0	1,534.1
Commission for Postsecondary Education Total	5.0	134.7	56.6	126.1	0.0	0.0	0.0	0.0	2,319.5	117.8	0.2	176.0	2,930.9
<u>Board for Private Postsecondary Education</u>													
Private Postsecondary Education	4.0	234.5	86.2	27.4	0.0	2.0	0.0	0.0	0.0	40.2	5.8	0.0	396.1
<u>Board of Psychologist Examiners</u>													
Psychologist Examiners Board	4.0	234.1	94.4	44.5	5.5	5.0	0.0	0.0	0.0	91.9	0.0	0.0	475.4

Summary of FY 2017 Executive Recommendations by Object

	FTEs	Personal Services	ERE	P&O	Travel In-State	Travel Out-State	Food	Library Acquisitions	Aid to Others	OOE	Equipment	Cap. Outlay, Debt Servc, Cost Alloc & Trans.	Total
<u>Department of Public Safety</u>													
General Fund	706.7	43,609.3	33,049.6	1,961.3	497.4	179.0	0.0	0.0	2,858.4	19,918.4	15,400.2	3,722.1	121,195.7
State Highway Fund	56.0	3,222.4	3,231.3	0.8	9.0	1.1	0.0	0.0	0.0	326.3	192.7	318.2	7,301.8
Arizona Highway Patrol Fund	174.0	10,301.3	9,370.9	80.2	68.4	48.1	0.0	0.0	0.0	3,509.4	734.8	0.0	24,113.1
Automobile Theft Authority Fund	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	3,000.0	0.0	3,000.0
Safety Enforcement and Transportation Infrastructure	10.0	732.4	734.4	0.0	10.6	0.3	0.0	0.0	0.0	74.1	0.0	0.0	1,551.8
Drug and Gang Prevention Resource Center Fund	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	1,000.0	0.0	1,000.0
Crime Laboratory Assessment	5.0	266.4	109.0	0.4	1.4	0.5	0.0	0.0	391.5	65.9	35.1	0.0	870.2
Auto Fingerprint Identification	1.0	202.8	77.0	0.0	0.2	4.4	0.0	0.0	145.8	1,904.0	576.0	0.0	2,910.2
DNA Identification System Fund	49.0	2,438.4	1,059.4	4.4	14.3	5.3	0.0	0.0	0.0	681.9	365.9	400.0	4,969.6
Public Safety Equipment Fund	0.0	1.4	0.9	0.1	0.0	0.0	0.0	0.0	0.0	172.7	2,718.5	0.1	2,893.7
Crime Laboratory Operations Fund	132.0	7,363.3	3,011.4	176.2	30.3	12.9	0.0	0.0	0.0	2,073.9	929.3	0.0	13,597.3
Gang and Immigration Intelligence Team Enforcement Mission Fund	0.0	0.0	137.7	0.0	0.0	0.0	0.0	0.0	2,390.0	0.0	0.0	0.0	2,527.7
State Aid to Indigent Defense Fund	0.0	0.0	0.0	26.6	4.8	0.0	0.0	0.0	0.0	643.1	25.5	0.0	700.0
Motorcycle Safety Fund	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	205.0	205.0
Parity Compensation Fund	17.0	1,141.7	987.7	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	2,129.4
Concealed Weapons Permit Fund	15.0	565.0	228.0	9.0	0.0	0.0	0.0	0.0	0.0	388.0	2,299.0	0.0	3,489.0
Highway User Revenue Fund	755.0	44,299.9	40,992.8	511.4	173.6	37.7	0.0	0.0	0.0	7,337.8	2,599.7	53.2	96,006.1
DPS Criminal Justice Enhancement Fund	26.0	1,397.2	571.4	98.3	2.6	2.1	0.0	0.0	0.0	630.0	158.9	0.0	2,860.5
Risk Management Fund	10.0	583.1	584.7	0.1	1.6	0.2	0.0	0.0	0.0	59.1	34.9	0.0	1,263.7
Department of Public Safety Total	1,956.7	116,124.6	94,146.2	2,868.8	814.2	291.6	0.0	0.0	5,785.7	37,784.6	30,070.5	4,698.6	292,584.8
<u>Radiation Regulatory Agency</u>													
General Fund	14.4	542.6	191.4	0.0	10.0	6.7	0.0	0.0	0.0	22.7	0.0	789.7	1,563.1
State Radiologic Technologist Certification	3.0	131.2	68.5	3.9	0.0	0.0	0.0	0.0	0.0	68.0	0.0	0.0	271.6
Radiation Regulatory Fee Fund	6.6	238.6	121.0	35.3	15.3	0.3	0.0	0.0	0.0	166.0	0.0	0.0	576.5
Radiation Regulatory Agency Total	24.0	912.4	380.9	39.2	25.3	7.0	0.0	0.0	0.0	256.7	0.0	789.7	2,411.2
<u>Department of Real Estate</u>													
General Fund	0.0	1,612.6	656.2	115.0	15.0	10.0	0.0	0.0	0.0	498.8	87.3	0.0	2,994.9
<u>Residential Utility Consumer Office</u>													
Residential Utility Consumer Office Revolving	8.0	757.7	241.9	147.4	8.6	7.0	0.0	0.0	0.0	168.8	0.0	0.0	1,331.4
<u>Board of Respiratory Care Examiners</u>													
Board of Respiratory Care Examiners	4.0	176.5	62.6	6.5	1.5	2.0	0.0	0.0	0.0	50.5	0.7	0.0	300.3

Summary of FY 2017 Executive Recommendations by Object

	FTEs	Personal Services	ERE	P&O	Travel In-State	Travel Out-State	Food	Library Acquisitions	Aid to Others	OOE	Equipment	Cap. Outlay, Debt Servc, Cost Alloc & Trans.	Total
<u>Arizona State Retirement System</u>													
Retirement System Appropriated	238.9	13,025.0	5,027.3	3,347.4	30.0	49.0	0.0	0.0	0.0	2,801.0	389.5	15.0	24,684.2
LTD Trust Fund	0.0	0.0	0.0	2,800.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	2,800.0
Arizona State Retirement System Total	238.9	13,025.0	5,027.3	6,147.4	30.0	49.0	0.0	0.0	0.0	2,801.0	389.5	15.0	27,484.2
<u>Department of Revenue</u>													
General Fund	389.0	11,316.5	4,865.5	3,114.3	5.0	0.0	0.0	0.0	0.0	8,112.2	2,584.8	0.0	29,998.3
Tobacco Tax and Health Care Fund	7.0	130.0	55.9	21.4	33.0	0.0	0.0	0.0	0.0	438.0	0.0	0.0	678.3
Veterans' Income Tax Settlement Fund	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	100.0	0.0	1,800.0	1,900.0
Department of Revenue Administrative Fund	473.8	18,568.8	7,984.5	10,035.4	208.8	59.1	0.0	0.0	0.0	6,323.8	1,978.3	0.0	45,158.7
DOR Liability Setoff Fund	11.0	219.1	94.3	0.0	0.0	0.0	0.0	0.0	0.0	79.5	5.0	0.0	397.9
Department of Revenue Total	880.8	30,234.4	13,000.2	13,171.1	246.8	59.1	0.0	0.0	0.0	15,053.5	4,568.1	1,800.0	78,133.2
<u>School Facilities Board</u>													
General Fund	17.0	1,031.2	289.5	143.7	20.0	0.0	0.0	0.0	500.0	182.3	0.0	225,927.7	228,094.4
<u>Department of State - Secretary of State</u>													
General Fund	106.7	5,107.6	2,258.3	977.4	78.6	29.0	0.0	0.0	2,843.1	3,673.0	2.2	0.0	14,969.2
Election Systems Improvement Fund	2.0	130.0	59.8	1,941.0	0.0	0.0	0.0	0.0	(577.5)	1,354.8	33.0	0.0	2,941.1
Records Services Fund	3.0	101.0	46.5	14.1	0.5	2.0	0.0	0.0	0.5	575.8	0.0	0.0	740.4
Department of State - Secretary of State Total	111.7	5,338.6	2,364.6	2,932.5	79.1	31.0	0.0	0.0	2,266.1	5,603.6	35.2	0.0	18,650.7
<u>Board of Tax Appeals</u>													
General Fund	4.0	179.0	44.6	0.0	0.4	0.0	0.0	0.0	0.0	42.6	0.0	0.0	266.6
<u>Board of Technical Registration</u>													
Technical Registration Board	25.0	1,106.4	439.0	940.6	5.0	17.2	0.0	0.0	0.0	408.2	0.0	0.0	2,916.4
<u>Office of Tourism</u>													
General Fund	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	7,112.0	7,112.0

Summary of FY 2017 Executive Recommendations by Object

	FTEs	Personal Services	ERE	P&O	Travel In-State	Travel Out-State	Food	Library Acquisitions	Aid to Others	OOE	Equipment	Cap. Outlay, Debt Servc, Cost Alloc & Trans.	Total
<u>Department of Transportation</u>													
General Fund	0.0	0.0	0.0	50.4	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	50.4
State Aviation Fund	17.0	791.9	376.4	4.3	4.1	2.5	0.0	0.0	0.0	436.6	0.0	0.0	1,615.8
State Highway Fund	3,490.9	144,101.9	63,065.2	15,226.6	1,786.2	153.9	0.0	0.0	0.1	154,530.0	18,226.6	(48,962.2)	348,128.3
Transportation Department Equipment Fund	172.0	8,599.0	3,887.3	364.8	56.5	0.0	0.0	0.0	0.0	5,263.7	303.3	0.0	18,474.6
Safety Enforcement and Transportation Infrastructure	10.0	872.6	371.6	0.0	2.0	0.0	0.0	0.0	0.0	622.1	0.0	0.0	1,868.3
Air Quality Fund	0.0	0.0	0.0	84.4	0.0	0.0	0.0	0.0	0.0	77.3	0.0	0.0	161.7
Vehicle Inspection & Title Enforcement	19.0	834.2	359.6	0.0	19.0	0.0	0.0	0.0	0.0	149.4	88.0	0.0	1,450.2
Motor Vehicle Liability Insurance Enforcement	17.0	748.8	369.5	0.0	25.0	0.0	0.0	0.0	0.0	165.4	0.0	0.0	1,308.7
Driving Under Influence Abatement Fund	3.0	102.1	49.7	0.0	0.0	0.0	0.0	0.0	0.0	0.4	0.0	0.0	152.2
Highway User Revenue Fund	8.0	284.5	133.0	0.0	5.4	0.0	0.0	0.0	0.0	182.8	44.0	0.0	649.7
Department of Transportation Total	3,736.9	156,335.0	68,612.3	15,730.5	1,898.2	156.4	0.0	0.0	0.1	161,427.7	18,661.9	(48,962.2)	373,859.9
<u>Treasurer</u>													
General Fund	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	1,205.1	0.0	0.0	0.0	1,205.1
Boating Safety Fund	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	2,183.8	0.0	0.0	0.0	2,183.8
Treasurer Empowerment Scholarship Account Fund	1.0	79.4	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	79.4
State Treasurer's Operating Fund	26.4	1,469.4	771.4	52.0	2.0	5.0	0.0	0.0	0.0	259.5	0.0	0.0	2,559.3
State Treasurer's Management Fund	2.0	195.6	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	195.6
Treasurer Total	29.4	1,744.4	771.4	52.0	2.0	5.0	0.0	0.0	3,388.9	259.5	0.0	0.0	6,223.2
<u>Governor's Office on Tribal Relations</u>													
General Fund	3.0	28.0	10.6	0.0	1.5	0.0	0.0	0.0	0.0	14.1	0.0	3.3	57.5
<u>Board of Regents</u>													
General Fund	37.0	1,688.8	545.5	55.0	0.0	0.0	0.0	0.0	14,217.2	421.9	0.0	0.0	16,928.4
<u>ASU - Tempe</u>													
General Fund	93.5	9,141.3	111,283.2	13,942.8	83.0	3,279.4	0.0	11,409.4	0.0	81,032.2	25,829.4	0.0	256,000.7
ASU Collections - Appropriated	6,769.4	498,321.0	49,750.7	26,963.6	0.0	0.0	0.0	0.0	0.0	18,090.9	0.0	0.0	593,126.2
ASU - Tempe Total	6,862.9	507,462.3	161,033.9	40,906.4	83.0	3,279.4	0.0	11,409.4	0.0	99,123.1	25,829.4	0.0	849,126.9
<u>ASU - Polytechnic</u>													
General Fund	12.6	863.2	5,575.6	488.7	33.7	26.0	0.0	150.0	0.0	14,997.2	554.0	0.0	22,688.4
ASU Collections - Appropriated	423.3	26,056.8	3,052.1	3,772.5	0.0	0.0	0.0	0.0	0.0	9,421.9	0.0	0.0	42,303.3
Technology and Research Initiative Fund	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	2,000.0	0.0	0.0	2,000.0
ASU - Polytechnic Total	435.9	26,920.0	8,627.7	4,261.2	33.7	26.0	0.0	150.0	0.0	26,419.1	554.0	0.0	66,991.7

Summary of FY 2017 Executive Recommendations by Object

State Agency Budgets

	FTEs	Personal Services	ERE	P&O	Travel In-State	Travel Out-State	Food	Library Acquisitions	Aid to Others	OOE	Equipment	Cap. Outlay, Debt Servc, Cost Alloc & Trans.	Total
<u>ASU - West</u>													
General Fund	35.1	2,763.8	6,648.6	992.2	46.6	56.6	0.0	1,231.0	0.0	17,614.2	60.5	0.0	29,413.5
ASU Collections - Appropriated	477.9	32,553.9	4,489.8	3,270.2	0.0	0.0	0.0	0.0	0.0	3,876.6	0.0	0.0	44,190.5
Technology and Research Initiative Fund	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	1,600.0	0.0	0.0	1,600.0
ASU - West Total	513.0	35,317.7	11,138.4	4,262.4	46.6	56.6	0.0	1,231.0	0.0	23,090.8	60.5	0.0	75,204.0
<u>Northern Arizona University</u>													
General Fund	2,260.7	160,495.3	48,600.0	9,808.3	464.5	0.0	0.0	2,334.6	0.0	28,475.6	422.0	(144,283.3)	106,317.0
NAU Collections - Appropriated	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	147,283.3	147,283.3
Northern Arizona University Total	2,260.7	160,495.3	48,600.0	9,808.3	464.5	0.0	0.0	2,334.6	0.0	28,475.6	422.0	3,000.0	253,600.3
<u>University of Arizona - Main Campus</u>													
General Fund	2,362.8	134,394.8	45,348.2	2,544.4	587.7	25.3	0.0	0.0	0.0	61,379.0	0.0	(45,786.2)	198,493.2
U of A Main Campus - Collections - Appropriated	3,646.7	241,090.8	92,164.3	1,076.9	20.9	37.5	0.0	8,641.2	0.0	6,843.1	0.0	55,266.4	405,141.1
University of Arizona - Main Campus Total	6,009.5	375,485.6	137,512.5	3,621.3	608.6	62.8	0.0	8,641.2	0.0	68,222.1	0.0	9,480.2	603,634.3
<u>University of Arizona - Health Sciences Center</u>													
General Fund	1,157.3	80,162.0	26,347.5	4,270.0	104.2	6.7	0.0	0.0	0.0	4,773.1	0.0	(47,032.3)	68,631.2
U of A Main Campus - Collections - Appropriated	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	47,491.4	47,491.4
University of Arizona - Health Sciences Center Total	1,157.3	80,162.0	26,347.5	4,270.0	104.2	6.7	0.0	0.0	0.0	4,773.1	0.0	459.1	116,122.6
<u>Department of Veterans' Services</u>													
General Fund	109.8	3,913.8	1,336.7	102.0	71.0	12.0	0.0	0.0	0.0	578.6	40.0	0.0	6,054.1
Veterans' Conservatorship Fund	16.0	665.7	186.0	12.0	2.5	0.0	0.0	0.0	0.0	21.0	12.0	0.0	899.2
State Home for Veterans Trust	380.0	13,071.3	5,672.2	6,757.6	28.0	16.0	407.5	0.0	0.0	4,925.0	270.0	0.0	31,147.6
Department of Veterans' Services Total	505.8	17,650.8	7,194.9	6,871.6	101.5	28.0	407.5	0.0	0.0	5,524.6	322.0	0.0	38,100.9
<u>Veterinary Medical Examining Board</u>													
Veterinary Medical Examiners Board	6.0	359.2	111.5	104.8	4.5	1.6	0.0	0.0	0.0	68.8	1.5	0.0	651.9
<u>Department of Water Resources</u>													
General Fund	116.5	6,707.7	2,527.0	483.2	202.6	62.5	0.0	0.0	0.0	2,829.6	200.0	0.0	13,012.6
Arizona Water Banking Fund	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	1,211.4	0.0	0.0	1,211.4
Water Resources Fund	9.0	460.4	181.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	641.4
Assured and Adequate Water Supply Administration Fund	3.5	190.3	76.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	266.3
Department of Water Resources Total	129.0	7,358.4	2,784.0	483.2	202.6	62.5	0.0	0.0	0.0	4,041.0	200.0	0.0	15,131.7
<u>Statewide Issues</u>													
General Fund		0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0

Summary of FY 2017 Executive Recommendations by Object

	<u>FTEs</u>	<u>Personal Services</u>	<u>ERE</u>	<u>P&O</u>	<u>Travel In-State</u>	<u>Travel Out-State</u>	<u>Food</u>	<u>Library Acquisitions</u>	<u>Aid to Others</u>	<u>OOE</u>	<u>Equipment</u>	<u>Cap. Outlay, Debt Servc, Cost Alloc & Trans.</u>	<u>Total</u>
Grand Total	<u>49,293.9</u>	<u>2,580,211.1</u>	<u>1,069,266.5</u>	<u>661,518.9</u>	<u>17,350.5</u>	<u>6,048.8</u>	<u>42,731.3</u>	<u>23,766.2</u>	<u>7,620,559.9</u>	<u>1,102,652.4</u>	<u>120,947.2</u>	<u>451,994.3</u>	<u>13,697,047.1</u>

Summary of FY 2018 Agency Requests by Object

State Agency Budgets

	FTEs	Personal Services	ERE	P&O	Travel In-State	Travel Out-State	Food	Library Acquisitions	Aid to Others	OOE	Equipment	Cap. Outlay, Debt Servc, Cost Alloc & Trans.	Total
<u>Board of Accountancy</u>													
Accountancy Board Fund	13.0	887.0	360.8	443.7	5.0	12.0	0.0	0.0	0.0	301.4	12.3	0.0	2,022.2
<u>Acupuncture Board of Examiners</u>													
Acupuncture Board of Examiners	1.0	105.2	22.6	25.9	1.5	0.0	0.0	0.0	0.0	29.3	44.0	0.0	228.5
<u>Department of Administration</u>													
General Fund	114.2	6,804.8	2,461.4	12,497.8	26.2	12.3	0.0	0.0	14,109.0	93,158.7	26.0	68,997.9	198,094.1
Personnel Division Fund	65.0	5,870.0	2,020.0	2,244.2	8.5	20.0	0.0	0.0	0.0	2,442.7	24.2	228.3	12,857.9
Capital Outlay Stabilization Fund	73.4	3,861.7	1,553.5	1,057.0	139.0	0.0	0.0	0.0	0.0	11,090.3	12.0	356.1	18,069.6
Corrections Fund	4.0	278.1	107.2	0.0	5.0	0.0	0.0	0.0	0.0	173.8	0.0	6.3	570.4
Information Technology Fund	15.0	1,022.1	408.8	345.8	0.0	12.7	0.0	0.0	0.0	590.5	451.9	104.2	2,936.0
Air Quality Fund	0.0	0.0	0.0	927.3	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	927.3
State Web Portal Fund	1.0	394.9	158.0	2,428.6	0.4	6.1	0.0	0.0	0.0	1,485.2	29.4	39.8	4,542.4
Automation Projects Fund	15.0	675.3	145.1	5,287.2	0.0	3.0	0.0	0.0	0.0	5,312.5	15,011.4	62.5	26,497.0
Special Employee Health	33.5	2,157.0	777.0	1,025.0	1.5	0.0	0.0	0.0	0.0	865.6	0.0	430.0	5,256.1
Motor Pool Revolving	6.0	387.0	122.3	40.2	0.0	0.0	0.0	0.0	0.0	6,285.2	3,066.2	250.4	10,151.3
Admin - Special Services Fund	6.0	456.8	202.9	5.0	3.0	0.0	0.0	0.0	0.0	122.2	20.0	0.0	809.9
State Surplus Property	9.0	377.5	182.0	125.3	45.0	0.0	0.0	0.0	0.0	2,175.8	0.0	41.4	2,947.0
Federal Surplus Materials Property	1.0	41.3	20.0	1.0	5.0	0.0	0.0	0.0	0.0	397.2	0.0	0.0	464.5
Risk Management Fund	50.0	4,047.8	1,442.2	30,274.4	20.8	6.8	0.0	0.0	0.0	87,598.0	34.0	200.3	123,624.3
Arizona Financial Information System Collections Fund	35.0	2,672.6	962.2	338.5	0.0	0.0	0.0	0.0	0.0	5,279.0	0.0	154.0	9,406.3
Automation Operations Fund	119.0	4,801.5	1,920.6	1,863.0	19.2	34.4	0.0	0.0	0.0	13,457.5	1,239.1	602.3	23,937.6
Telecommunications Fund	8.0	735.1	287.4	133.3	1.0	2.0	0.0	0.0	0.0	489.9	0.0	196.4	1,845.1
Department of Administration Total	555.1	34,583.5	12,770.6	58,593.6	274.6	97.3	0.0	0.0	14,109.0	230,924.1	19,914.2	71,669.9	442,936.8
<u>Office of Administrative Hearings</u>													
General Fund	12.0	564.6	205.1	0.0	0.0	0.0	0.0	0.0	0.0	90.8	0.0	0.0	860.5
<u>African-American Affairs</u>													
General Fund	3.0	147.1	39.4	3.0	6.0	1.0	2.5	0.0	0.0	14.9	5.5	0.0	219.4
<u>Department of Agriculture</u>													
General Fund	186.0	5,105.7	2,209.3	279.0	636.6	29.4	0.0	0.0	0.0	1,193.6	50.7	198.4	9,702.7
Air Quality Fund	14.3	630.7	296.0	212.0	100.0	9.4	0.0	0.0	0.0	172.4	13.9	0.0	1,434.4
Department of Agriculture Total	200.3	5,736.4	2,505.3	491.0	736.6	38.8	0.0	0.0	0.0	1,366.0	64.6	198.4	11,137.1

Summary of FY 2018 Agency Requests by Object

	FTEs	Personal Services	ERE	P&O	Travel In-State	Travel Out-State	Food	Library Acquisitions	Aid to Others	OOE	Equipment	Cap. Outlay, Debt Servc, Cost Alloc & Trans.	Total
<u>Arizona Health Care Cost Containment System</u>													
General Fund	1,022.7	18,379.0	7,323.6	2,735.4	24.9	17.0	0.0	0.0	1,692,720.2	16,824.0	71.9	50,809.6	1,788,905.6
Tobacco Tax and Health Care Fund	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	36,688.0	0.0	0.0	36,310.2	72,998.2
Tobacco Products Tax Fund	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	18,747.2	0.0	0.0	0.0	18,747.2
Substance Abuse Services Fund	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	2,250.2	0.0	0.0	0.0	2,250.2
Children's Health Insurance Program	45.9	918.2	362.2	183.5	0.5	0.9	0.0	0.0	111,661.7	251.2	3.4	4,000.0	117,381.6
Budget Neutrality Compliance Fund	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	3,563.3	3,563.3
Prescription Drug Rebate Fund	2.0	9.3	3.4	487.3	0.0	0.0	0.0	0.0	155,707.9	0.0	0.0	0.0	156,207.9
Arizona Health Care Cost Containment System Total	1,070.6	19,306.5	7,689.2	3,406.2	25.4	17.9	0.0	0.0	2,017,775.2	17,075.2	75.3	94,683.1	2,160,054.0
<u>Commission on the Arts</u>													
Arizona Arts Trust Fund	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	2,000.0	0.0	0.0	0.0	2,000.0
<u>Board of Athletic Training</u>													
Athletic Training Fund	1.5	63.1	35.6	0.0	1.2	0.0	0.0	0.0	0.0	59.2	0.0	0.0	159.1
<u>Attorney General - Department of Law</u>													
General Fund	279.0	18,750.8	8,462.1	497.6	106.3	49.3	0.0	0.0	350.0	7,824.5	239.7	120.0	36,400.3
Consumer Protection/Fraud Revolving Fund	51.6	3,033.7	1,246.3	276.7	26.4	63.1	0.0	0.0	0.0	768.7	151.5	509.3	6,075.7
Attorney General Antitrust Revolving	3.0	132.3	56.6	16.4	0.3	0.1	0.0	0.0	0.0	13.2	1.7	23.7	244.3
Attorney General Collection Enforcement	85.0	5,429.8	2,165.6	133.1	9.9	6.6	0.0	0.0	0.0	486.8	151.8	461.6	8,845.2
Attorney General Agency Fund	127.5	9,874.9	3,321.4	383.3	6.6	4.4	0.0	0.0	0.0	317.0	41.5	1,559.4	15,508.5
Victims Rights Fund	3.4	181.3	70.0	2.5	1.3	0.2	0.0	0.0	3,354.9	105.7	2.4	40.6	3,758.9
Internet Crimes Against Children	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	900.0	0.0	0.0	0.0	900.0
Risk Management Fund	93.0	6,024.3	2,101.4	1.1	2.2	3.6	0.0	0.0	0.0	347.5	8.9	917.7	9,406.7
Attorney General Legal Services Cost Allocation Fund	18.4	1,283.3	459.0	68.5	1.1	0.7	0.0	0.0	0.0	55.4	7.1	205.3	2,080.4
Attorney General - Department of Law Total	660.9	44,710.4	17,882.4	1,379.2	154.1	128.0	0.0	0.0	4,604.9	9,918.8	604.6	3,837.6	83,220.0
<u>Automobile Theft Authority</u>													
Automobile Theft Authority Fund	6.0	317.3	131.9	19.5	9.0	12.5	0.0	0.0	1,732.7	197.6	50.0	4,025.0	6,495.5
<u>Board of Barbers</u>													
Board of Barbers Fund	5.0	215.4	91.0	39.9	22.0	10.0	0.0	0.0	0.0	49.8	0.0	0.0	428.1
<u>Board of Behavioral Health Examiners</u>													
Behavioral Health Examiner Fund	17.0	900.4	316.7	267.1	7.4	6.0	0.0	0.0	0.0	236.5	25.0	0.0	1,759.1
<u>Board for Charter Schools</u>													
General Fund	13.0	681.2	272.5	45.7	5.0	5.5	0.0	0.0	0.0	137.3	3.0	35.0	1,185.2

Summary of FY 2018 Agency Requests by Object

State Agency Budgets

	FTEs	Personal Services	ERE	P&O	Travel In-State	Travel Out-State	Food	Library Acquisitions	Aid to Others	OOE	Equipment	Cap. Outlay, Debt Servc, Cost Alloc & Trans.	Total
<u>Department of Child Safety</u>													
General Fund	1,542.2	68,598.2	35,403.3	23,841.0	2,732.8	191.4	0.0	0.0	253,818.8	14,449.8	3,062.1	0.0	402,097.4
Temporary Assistance for Needy Families	619.9	28,278.3	15,457.7	2,221.1	1,406.9	2.2	0.0	0.0	98,036.1	3,287.7	782.7	0.0	149,472.7
Child Care and Development Fund	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	27,000.0	0.0	0.0	0.0	27,000.0
DCS Expenditure Authority	1,045.0	51,194.8	18,789.2	5,651.6	974.4	22.8	0.0	0.0	328,991.8	8,895.8	749.0	0.0	415,269.4
Child Abuse Prevention Fund	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	1,459.3	0.0	0.0	0.0	1,459.3
Children and Family Services Training Program Fund	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	207.1	0.0	0.0	207.1
Department of Child Safety Total	3,207.1	148,071.3	69,650.2	31,713.7	5,114.1	216.4	0.0	0.0	709,306.0	26,840.4	4,593.8	0.0	995,505.9
<u>Board of Chiropractic Examiners</u>													
Chiropractic Examiners Board	4.5	220.2	79.2	40.6	3.6	5.4	0.0	0.0	0.0	92.9	31.0	0.0	472.9
<u>Commerce Authority</u>													
General Fund	0.0	0.0	0.0	177.1	0.0	0.0	0.0	0.0	0.0	122.9	0.0	21,500.0	21,800.0
<u>Community Colleges</u>													
General Fund	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	50,288.5	0.0	0.0	5,420.2	55,708.7
<u>Registrar of Contractors</u>													
Registrar of Contractors Fund	105.6	5,670.6	2,296.4	405.3	505.1	11.8	0.0	0.0	0.0	2,158.3	100.3	1,017.6	12,165.4
<u>Corporation Commission</u>													
General Fund	8.0	513.8	208.8	2.0	55.6	2.0	0.0	0.0	0.0	26.0	0.0	0.0	808.2
Utility Regulation Revolving	151.5	8,831.1	3,260.0	436.5	85.5	92.5	0.0	0.0	0.0	1,152.8	215.0	25.0	14,098.4
Securities Regulatory & Enforcement	46.9	3,543.5	1,106.1	50.0	35.0	15.0	0.0	0.0	0.0	410.0	0.0	0.0	5,159.6
Public Access Fund	82.5	3,814.5	1,473.2	127.0	7.5	17.5	0.0	0.0	0.0	1,089.1	30.0	0.0	6,558.8
Securities Investment Management Fund	13.0	500.0	208.9	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	708.9
Arizona Arts Trust Fund	1.0	29.0	20.9	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	49.9
Corporation Commission Total	302.9	17,231.9	6,277.9	615.5	183.6	127.0	0.0	0.0	0.0	2,677.9	245.0	25.0	27,383.8
<u>Department of Corrections</u>													
General Fund	9,563.5	411,335.0	212,594.4	271,194.8	317.7	129.7	36,247.2	0.0	280.0	130,086.2	4,881.7	1,500.0	1,068,566.7
Corrections Fund	0.0	0.0	0.0	24,517.0	0.0	0.0	3,000.8	0.0	0.0	0.0	0.0	2,500.0	30,017.8
State Education Fund for Correctional Education	6.0	462.2	207.3	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	669.5
DOC - Alcohol Abuse Treatment	0.0	0.0	0.0	555.5	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	555.5
Transition Program Fund	0.0	135.7	64.3	2,200.1	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	2,400.1
Prison Construction and Operations Fund	0.0	0.0	0.0	10,000.0	0.0	0.0	2,500.0	0.0	0.0	0.0	0.0	0.0	12,500.0
Penitentiary Land Earnings	0.0	918.4	281.6	979.2	0.0	0.0	0.0	0.0	0.0	0.1	0.0	0.0	2,179.3
State Charitable, Penal & Reformatory Land Earnings	0.0	612.3	187.7	1,861.5	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	2,661.5
Department of Corrections Total	9,569.5	413,463.6	213,335.3	311,308.1	317.7	129.7	41,748.0	0.0	280.0	130,086.3	4,881.7	4,000.0	1,119,550.4

503

Summary of FY 2018 Agency Requests by Object

	FTEs	Personal Services	ERE	P&O	Travel In-State	Travel Out-State	Food	Library Acquisitions	Aid to Others	OOE	Equipment	Cap. Outlay, Debt Servc, Cost Alloc & Trans.	Total
<u>Board of Cosmetology</u>													
Cosmetology Board	32.5	827.6	487.1	165.0	51.6	9.3	0.0	0.0	0.0	340.2	10.8	0.0	1,891.6
<u>Criminal Justice Commission</u>													
General Fund	0.0	0.0	0.0	1,881.5	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	1,881.5
Criminal Justice Enhancement Fund	5.0	367.5	120.9	38.1	7.4	10.0	0.0	0.0	0.0	92.2	10.5	0.0	646.6
Victims Compensation and Assistance Fund	2.0	120.2	65.4	2.2	0.0	0.0	0.0	0.0	3,997.8	0.0	0.0	35.0	4,220.6
Drug and Gang Prevention Resource Center Fund	6.0	244.1	85.4	189.1	3.9	10.0	0.0	0.0	0.0	65.6	6.4	0.0	604.5
State Aid to County Attorneys Fund	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	973.7	0.0	0.0	0.0	973.7
State Aid to Indigent Defense Fund	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	800.0	0.0	0.0	0.0	800.0
Criminal Justice Commission Total	13.0	731.8	271.7	2,110.9	11.3	20.0	0.0	0.0	5,771.5	157.8	16.9	35.0	9,126.9
<u>Schools for the Deaf and the Blind</u>													
General Fund	347.9	11,636.0	5,204.4	978.8	169.9	54.3	(4.3)	0.0	0.0	4,201.0	738.0	0.0	22,978.1
Schools for the Deaf & Blind Fund	181.8	6,923.9	3,330.4	1,326.6	0.0	0.5	0.0	0.0	0.0	0.9	0.0	0.0	11,582.3
Schools for the Deaf and the Blind Total	529.7	18,559.9	8,534.8	2,305.4	169.9	54.8	(4.3)	0.0	0.0	4,201.9	738.0	0.0	34,560.4
<u>Commission for the Deaf and the Hard of Hearing</u>													
Telecommunication for the Deaf	17.0	1,022.9	383.9	803.9	12.6	13.4	0.0	0.0	2,644.2	2,359.9	128.4	0.0	7,369.2
<u>Board of Dental Examiners</u>													
Dental Board Fund	11.0	547.3	149.6	299.2	3.2	5.5	0.0	0.0	0.0	186.0	23.7	0.0	1,214.5
<u>Department of Economic Security</u>													
General Fund	1,414.9	64,864.4	28,467.7	14,585.7	1,095.5	63.0	379.2	0.0	418,648.7	22,443.9	5,013.7	3,382.6	558,944.4
Indirect Cost Recovery Fund - A	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	1,000.0	0.0	0.0	1,000.0
Workforce Investment Grant	33.0	961.3	383.8	368.3	13.5	6.4	0.0	0.0	53,669.3	610.3	27.3	0.0	56,040.2
Temporary Assistance for Needy Families	374.0	8,481.2	4,337.7	10,113.8	146.5	8.7	0.0	0.0	45,818.1	3,531.6	527.1	0.0	72,964.7
Child Care and Development Fund	179.3	5,832.8	3,054.4	1,081.5	44.1	2.6	0.0	0.0	95,678.8	1,766.3	313.1	0.0	107,773.6
Special Administration Fund	29.1	770.9	284.2	1,240.4	2.8	4.5	0.0	0.0	120.0	372.5	133.4	0.0	2,928.7
Child Support Enforcement Administration Fund	336.3	8,582.5	3,909.4	531.3	11.3	2.1	0.0	0.0	1,167.0	2,317.7	110.1	1.2	16,632.6
Domestic Violence Services Fund	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	2,500.0	0.0	0.0	0.0	2,500.0
Public Assistance Collections Fund	6.4	205.4	77.6	34.2	0.6	1.0	0.0	0.0	0.0	76.2	26.9	0.0	421.9
Department Long-Term Care System Fund	11.6	77.9	41.1	23.0	0.2	0.0	0.0	0.0	26,132.6	254.7	30.1	0.0	26,559.6
Spinal and Head Injuries Trust Fund	8.0	324.2	127.8	3.2	3.1	0.1	0.0	0.0	1,778.1	84.1	3.1	0.0	2,323.7
Reed Act Fund	71.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Department of Economic Security Total	2,463.6	90,100.6	40,683.7	27,981.4	1,317.6	88.4	379.2	0.0	645,512.6	32,457.3	6,184.8	3,383.8	848,089.4
<u>State Board of Education</u>													
General Fund	6.0	358.2	135.6	300.5	10.0	10.0	0.0	0.0	0.0	208.0	25.0	150.3	1,197.6

Summary of FY 2018 Agency Requests by Object

State Agency Budgets

	FTEs	Personal Services	ERE	P&O	Travel In-State	Travel Out-State	Food	Library Acquisitions	Aid to Others	OOE	Equipment	Cap. Outlay, Debt Servc, Cost Alloc & Trans.	Total
<u>Department of Education</u>													
General Fund	206.5	13,834.3	4,865.6	15,922.9	156.1	43.6	0.0	0.0	4,005,337.3	12,991.1	1,453.6	37,202.5	4,091,807.0
School Accountability Fund Prop 301	21.6	1,439.8	530.6	4,679.1	13.3	17.6	0.0	0.0	0.0	310.1	9.5	0.0	7,000.0
Teacher Certification Fund	25.0	1,519.1	544.1	5.0	7.0	6.6	0.0	0.0	0.0	239.6	21.3	0.0	2,342.7
State Web Portal Fund	0.0	0.0	0.0	485.0	0.0	0.0	0.0	0.0	0.0	15.0	0.0	0.0	500.0
Education Learning and Accountability	16.3	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Treasurer Empowerment Scholarship Account Fund	11.0	415.0	149.4	24.0	1.0	0.0	0.0	0.0	0.0	204.0	4.5	0.0	797.9
Professional Development Fund	0.0	0.0	0.0	30.0	0.0	0.0	0.0	0.0	0.0	2,650.0	20.0	0.0	2,700.0
Tribal College Dual Enrollment Program	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	250.0	0.0	0.0	0.0	250.0
Public Institutions Permanent School Earnings	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	219,804.2	0.0	0.0	0.0	219,804.2
Department of Education Total	280.4	17,208.2	6,089.7	21,146.0	177.4	67.8	0.0	0.0	4,225,391.5	16,409.8	1,508.9	37,202.5	4,325,201.8
<u>Department of Emergency and Military Affairs</u>													
General Fund	70.6	2,976.0	1,166.1	150.0	5.0	23.0	0.0	0.0	4,000.0	2,446.5	0.0	1,852.9	12,619.5
<u>Department of Environmental Quality</u>													
General Fund	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	2,823.6	2,823.6
DEQ Emissions Inspection	26.2	1,053.7	463.7	22,640.5	40.0	4.0	0.0	0.0	1,361.0	328.7	0.0	9,928.9	35,820.5
Hazardous Waste Management	19.4	747.3	328.9	129.6	24.2	0.0	0.0	0.0	0.0	22.2	1.0	481.4	1,734.6
Air Quality Fund	23.6	1,525.1	663.0	1,375.5	149.2	45.5	0.0	0.0	0.0	554.5	66.2	3,857.4	8,236.4
Underground Storage Tank Revolving	0.0	0.0	0.0	6.5	11.0	0.0	0.0	0.0	0.0	4.5	0.0	0.0	22.0
Recycling Fund	11.9	593.0	261.0	55.1	11.9	7.9	0.0	0.0	1,000.0	32.0	10.0	382.0	2,352.9
Permit Administration	53.2	3,098.2	1,363.5	321.3	104.0	24.0	0.0	0.0	0.0	75.3	6.0	4,335.2	9,327.5
Emergency Response Fund	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	42.8	90.0	0.0	132.8
Solid Waste Fee Fund	10.9	581.3	255.8	0.0	11.0	10.0	0.0	0.0	0.0	6.4	0.0	374.5	1,239.0
Water Quality Fee Fund	81.1	4,351.2	1,914.1	177.6	76.0	18.0	0.0	0.0	0.0	154.6	13.5	2,802.4	9,507.4
Indirect Cost Fund	95.7	5,259.8	2,314.3	266.9	24.5	6.1	0.0	0.0	0.0	5,244.1	259.5	0.0	13,375.2
Department of Environmental Quality Total	322.0	17,209.6	7,564.3	24,973.0	451.8	115.5	0.0	0.0	2,361.0	6,465.1	446.2	24,985.4	84,571.9
<u>Office of Economic Opportunity</u>													
General Fund	5.0	386.2	164.3	0.0	0.0	4.0	0.0	0.0	0.0	14.2	0.0	500.0	1,068.7
<u>Governor's Office for Equal Opportunity</u>													
General Fund	4.0	125.5	50.9	5.0	1.2	0.0	0.0	0.0	0.0	4.5	2.0	0.0	189.1
<u>Board of Equalization</u>													
General Fund	7.0	400.5	71.0	9.0	13.1	0.0	0.0	0.0	0.0	148.6	0.8	0.0	643.0
<u>Board of Executive Clemency</u>													
General Fund	14.5	632.2	233.5	38.8	5.0	0.0	0.0	0.0	0.0	176.3	0.0	0.0	1,085.8
<u>Exposition & State Fair</u>													
Arizona Exposition and State Fair Fund	184.0	3,591.7	1,046.5	3,793.3	5.0	7.0	0.0	0.0	0.0	3,569.8	100.0	0.0	12,113.3

505

Summary of FY 2018 Agency Requests by Object

506

	FTEs	Personal Services	ERE	P&O	Travel In-State	Travel Out-State	Food	Library Acquisitions	Aid to Others	OOE	Equipment	Cap. Outlay, Debt Servc, Cost Alloc & Trans.	Total
<u>Department of Financial Institutions</u>													
General Fund	46.1	2,137.7	867.2	6.8	68.0	69.0	0.0	0.0	0.0	503.6	122.4	0.0	3,774.7
Financial Services Fund	14.0	623.3	242.7	101.9	1.0	1.0	0.0	0.0	0.0	87.1	0.0	0.0	1,057.0
Board of Appraisal Fund	9.0	427.5	165.7	158.6	1.8	13.2	0.0	0.0	0.0	41.8	5.0	1.5	815.1
Department of Financial Institutions Total	69.1	3,188.5	1,275.6	267.3	70.8	83.2	0.0	0.0	0.0	632.5	127.4	1.5	5,646.8
<u>Department of Forestry and Fire Management</u>													
General Fund	63.6	3,146.1	1,278.4	906.4	155.6	15.8	0.0	0.0	250.0	1,162.8	895.9	4,000.1	11,811.1
<u>Board of Funeral Directors & Embalmers</u>													
Funeral Directors & Embalmers	3.0	193.5	71.8	41.9	2.3	0.0	0.0	0.0	0.0	87.7	0.1	0.0	397.3
<u>Game & Fish Department</u>													
Game & Fish Fund	244.5	14,095.6	9,691.0	1,590.6	248.1	100.1	0.0	0.0	773.8	5,830.4	1,457.0	3,358.0	37,144.6
Game & Fish Watercraft License	25.0	1,062.0	535.7	250.0	12.5	0.0	0.0	0.0	1,151.1	1,402.7	1,066.0	1,389.8	6,869.8
Game/Non-Game Fund	4.0	174.2	73.9	24.0	0.9	0.5	0.0	0.0	2.4	68.6	1.3	0.0	345.8
Capital Improvement Fund	0.0	0.0	0.0	0.0	6.0	0.0	0.0	0.0	0.0	330.2	0.0	665.0	1,001.2
Wildlife Endowment Fund	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	16.2	16.2
Game & Fish Department Total	273.5	15,331.8	10,300.6	1,864.6	267.5	100.6	0.0	0.0	1,927.3	7,631.9	2,524.3	5,429.0	45,377.6
<u>Department of Gaming</u>													
General Fund	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	200.0	0.0	1,779.5	1,979.5
Lottery Fund	0.0	0.0	0.0	300.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	300.0
Permanent Tribal-State Compact Fund	23.0	1,270.2	538.4	4.0	11.0	11.0	0.0	0.0	0.0	247.2	0.0	0.0	2,081.8
Arizona Benefits Fund	86.8	4,988.2	1,664.7	2,558.7	253.7	40.0	0.0	0.0	0.0	1,276.5	266.3	3.7	11,051.8
Racing Regulation Fund	37.5	1,493.2	550.4	687.7	32.0	4.0	0.0	0.0	0.0	118.7	0.0	0.0	2,886.0
Department of Gaming Total	147.3	7,751.6	2,753.5	3,550.4	296.7	55.0	0.0	0.0	0.0	1,842.4	266.3	1,783.2	18,299.1
<u>Office of the Governor</u>													
General Fund	62.0	4,261.9	1,488.0	20.0	39.3	85.2	0.0	0.0	0.0	937.0	18.5	0.0	6,849.9
<u>Governor's Office of Strategic Planning and Budgeting</u>													
General Fund	22.0	1,266.0	438.3	88.0	0.0	1.6	0.0	0.0	0.0	200.0	0.1	0.0	1,994.0

FY 2018 Executive Budget

Summary of FY 2018 Agency Requests by Object

State Agency Budgets

	FTEs	Personal Services	ERE	P&O	Travel In-State	Travel Out-State	Food	Library Acquisitions	Aid to Others	OOE	Equipment	Cap. Outlay, Debt Servc, Cost Alloc & Trans.	Total
<u>Department of Health Services</u>													
General Fund	785.9	42,057.4	16,195.3	6,613.1	119.4	7.0	0.0	0.0	6,036.4	21,651.6	21.5	0.0	92,701.7
Tobacco Tax Hlth Care Fund MNMI Account	0.0	0.0	0.0	400.0	0.0	0.0	0.0	0.0	300.0	0.0	0.0	0.0	700.0
Capital Outlay Stabilization	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	1,559.9	0.0	0.0	1,559.9
Health Services Licenses Fund	110.4	4,928.8	2,047.3	104.7	294.2	14.1	0.0	0.0	0.0	426.8	31.5	1,384.9	9,232.3
Child Care and Development Fund	9.5	497.5	238.5	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	136.3	872.3
Disease Control Research Fund	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	250.0	0.0	0.0	0.0	250.0
Health Research Fund	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	4,000.0	0.0	0.0	0.0	4,000.0
Emergency Medical Operating Services	33.2	1,618.0	747.0	135.0	66.6	14.0	0.0	0.0	1,689.2	1,074.1	14.0	0.0	5,357.9
Newborn Screening Program Fund	28.1	1,259.0	539.2	1,400.0	10.0	0.0	0.0	0.0	0.0	3,385.6	5.0	531.3	7,130.1
Nursing Care Institution Resident Protection Revolving Fund	0.0	0.0	0.0	138.2	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	138.2
Environmental Laboratory Licensure Revolving	6.5	307.6	123.0	5.0	20.0	44.6	0.0	0.0	0.0	281.0	5.0	138.0	924.2
Child Fatality Review Fund	1.5	52.6	28.7	0.0	1.0	0.0	0.0	0.0	11.0	1.4	0.0	0.0	94.7
Vital Records Electronic Systems Fund	27.7	463.1	229.1	89.0	2.2	0.0	0.0	0.0	0.0	1,036.1	1,800.0	0.0	3,619.5
The Arizona State Hospital Fund	36.0	2,152.3	857.3	6,015.3	0.0	0.0	0.0	0.0	0.0	(4,762.9)	0.0	0.0	4,262.0
DHS State Hospital Land Earnings	0.0	0.0	0.0	10.0	0.0	0.0	0.0	0.0	0.0	792.0	78.1	0.0	880.1
DHS - Indirect Cost Fund	26.7	2,330.0	1,109.5	450.0	3.7	7.5	0.0	0.0	9.0	5,946.4	0.0	0.0	9,856.1
Department of Health Services Total	1,065.5	55,666.3	22,114.9	15,360.3	517.1	87.2	0.0	0.0	12,295.6	31,392.0	1,955.1	2,190.5	141,579.0
<u>Arizona Historical Society</u>													
General Fund	47.0	1,728.1	760.7	72.1	10.0	0.0	0.0	0.0	155.7	697.1	40.0	125.0	3,588.7
<u>Prescott Historical Society of Arizona</u>													
General Fund	748.8	543.7	247.9	20.0	0.0	0.0	0.0	0.0	0.0	55.6	0.0	0.0	867.2
<u>Board of Homeopathic Medical Examiners</u>													
Homeopathic Medical Examiners	1.0	34.7	25.0	1.8	2.4	0.0	0.0	0.0	0.0	23.4	0.0	0.0	87.3
<u>Department of Housing</u>													
Housing Trust Fund	3.0	198.7	77.5	3.0	7.5	0.0	0.0	0.0	0.0	29.1	2.7	0.0	318.5
<u>Independent Redistricting Commission</u>													
General Fund	3.3	236.5	88.4	717.4	6.0	0.0	0.0	0.0	0.0	67.0	0.0	0.0	1,115.3
<u>Industrial Commission of Arizona</u>													
Industrial Commission Administration Fund	235.2	9,851.6	3,985.6	2,109.9	153.7	53.7	0.0	0.0	0.0	3,938.4	12.5	793.3	20,898.7
<u>Department of Insurance</u>													
General Fund	71.2	3,475.1	1,340.2	314.0	21.3	1.1	0.0	0.0	0.0	666.2	6.4	0.0	5,824.3

Summary of FY 2018 Agency Requests by Object

508

	FTEs	Personal Services	ERE	P&O	Travel In-State	Travel Out-State	Food	Library Acquisitions	Aid to Others	OOE	Equipment	Cap. Outlay, Debt Servc, Cost Alloc & Trans.	Total
Judiciary													
General Fund	468.5	28,084.2	10,399.0	427.9	568.6	69.0	0.0	0.0	63,375.9	7,036.2	948.7	0.0	110,909.5
Supreme Court CJEF Disbursements	45.4	2,278.7	871.0	710.0	122.0	11.6	0.0	0.0	3,137.0	2,670.1	0.0	0.0	9,800.4
Judicial Collection - Enhancement	100.9	5,847.4	2,186.0	775.4	51.2	1.3	0.0	0.0	5,702.5	5,469.3	0.0	0.0	20,033.1
Defensive Driving Fund	28.1	1,540.1	606.0	50.0	7.6	0.0	0.0	0.0	0.0	1,994.8	0.0	0.0	4,198.5
Court Appointed Special Advocate Fund	8.2	404.5	163.9	44.0	10.0	0.0	0.0	0.0	2,215.7	105.1	0.0	0.0	2,943.2
Confidential Intermediary Fund	6.1	253.9	106.3	11.0	2.4	0.0	0.0	0.0	0.0	115.3	0.0	0.0	488.9
Drug Treatment and Education Fund	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	500.2	2.7	0.0	0.0	502.9
State Aid to Courts Fund	0.4	17.1	6.3	0.0	0.0	0.0	0.0	0.0	2,285.9	635.8	0.0	0.0	2,945.1
Judiciary Total	657.6	38,425.9	14,338.5	2,018.3	761.8	81.9	0.0	0.0	77,217.2	18,029.3	948.7	0.0	151,821.6
Department of Juvenile Corrections													
General Fund	428.5	12,006.9	4,826.3	721.7	119.9	9.5	0.0	0.0	0.0	5,629.6	866.5	0.0	24,180.4
Juvenile Corrections CJEF Distribution	0.0	175.9	104.6	248.2	0.0	0.0	0.0	0.0	0.0	2.8	0.0	0.0	531.5
Juvenile Education Fund	8.0	1,057.1	531.1	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	1,588.2
Local Cost Sharing Fund	0.0	7,060.0	4,136.3	0.0	0.0	0.0	0.0	0.0	0.0	63.7	0.0	0.0	11,260.0
State Charitable, Penal and Reformatory Land Fund	0.0	0.0	0.0	9.5	0.0	0.0	0.0	0.0	0.0	1,990.6	0.0	0.0	2,000.1
Department of Juvenile Corrections Total	436.5	20,299.9	9,598.3	979.4	119.9	9.5	0.0	0.0	0.0	7,686.7	866.5	0.0	39,560.2
Land Department													
General Fund	126.7	6,886.2	2,892.2	451.0	20.0	15.0	0.0	0.0	500.0	2,589.4	0.0	50.0	13,403.8
Environmental Special Plate Fund	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	260.5	0.0	0.0	0.0	260.5
Due Diligence Fund	0.0	0.0	0.0	500.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	500.0
Trust Land Management Fund	3.0	305.0	126.8	3,592.4	80.0	5.0	0.0	0.0	0.0	1,997.7	180.0	200.0	6,486.9
Land Department Total	129.7	7,191.2	3,019.0	4,543.4	100.0	20.0	0.0	0.0	760.5	4,587.1	180.0	250.0	20,651.2
Auditor General													
General Fund	184.4	11,235.8	4,142.6	699.1	290.8	4.5	0.0	0.0	0.0	1,126.4	567.3	0.0	18,066.5
House of Representatives													
General Fund	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	13,201.5	0.0	0.0	13,201.5
Joint Legislative Budget Committee													
General Fund	29.0	1,661.8	601.3	125.0	0.5	0.0	0.0	0.0	0.0	97.7	2.0	0.0	2,488.3
Legislative Council													
General Fund	49.0	3,399.8	1,151.0	60.3	0.0	0.0	0.0	0.0	0.0	353.9	3,250.4	0.0	8,215.4
Telecommunication for the Deaf	0.0	0.0	0.0	250.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	250.0
Legislative Council Total	49.0	3,399.8	1,151.0	310.3	0.0	0.0	0.0	0.0	0.0	353.9	3,250.4	0.0	8,465.4
Senate													
General Fund	0.0	0.0	0.0	9,408.5	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	9,408.5

FY 2018 Executive Budget

Summary of FY 2018 Agency Requests by Object

State Agency Budgets

	FTEs	Personal Services	ERE	P&O	Travel In-State	Travel Out-State	Food	Library Acquisitions	Aid to Others	OOE	Equipment	Cap. Outlay, Debt Servc, Cost Alloc & Trans.	Total
<u>Department of Liquor Licenses and Control</u>													
Liquor Licenses Fund	30.0	1,522.7	786.0	716.4	110.4	3.3	0.0	0.0	0.0	674.6	100.0	0.0	3,913.4
<u>Lottery Commission</u>													
Lottery Fund	101.8	5,002.5	1,768.0	12,784.4	271.6	16.8	0.0	0.0	0.0	96,616.7	596.6	0.0	117,056.6
<u>Massage Therapy</u>													
Massage Therapy Board Fund	5.0	241.1	101.4	34.1	3.7	0.0	0.0	0.0	13.9	93.4	2.4	0.0	490.0
<u>Medical Board</u>													
Medical Examiners Board Fund	68.0	3,517.1	1,300.4	1,191.9	22.5	31.0	1.0	0.0	0.0	956.9	323.2	20.0	7,364.0
<u>Mine Inspector</u>													
General Fund	19.5	869.6	351.4	20.0	166.6	27.9	0.0	0.0	0.0	266.6	13.0	66.0	1,781.1
Aggregate Mining Reclamation Fund	0.0	0.0	0.0	85.0	2.0	0.0	0.0	0.0	0.0	25.9	0.0	0.0	112.9
Mine Inspector Total	19.5	869.6	351.4	105.0	168.6	27.9	0.0	0.0	0.0	292.5	13.0	66.0	1,894.0
<u>Naturopathic Physicians Board of Medical Examiners</u>													
Naturopathic Board	2.0	98.9	47.4	4.3	2.0	0.0	0.0	0.0	0.0	31.6	0.0	0.0	184.2
<u>Navigable Stream Adjudication Commission</u>													
General Fund	1.0	70.0	24.0	0.0	0.0	0.0	0.0	0.0	0.0	28.4	1.6	0.0	124.0
Arizona Water Banking Fund	0.0	0.0	0.0	396.1	3.9	0.0	0.0	0.0	0.0	0.0	0.0	0.0	400.0
Navigable Stream Adjudication Commission Total	1.0	70.0	24.0	396.1	3.9	0.0	0.0	0.0	0.0	28.4	1.6	0.0	524.0
<u>Board of Nursing</u>													
Nursing Board	84.0	2,720.0	1,031.2	450.1	10.0	8.0	0.0	0.0	0.0	735.9	82.4	28.2	5,065.8
<u>Nursing Care Ins. Admin. Examiners</u>													
Nursing Care Institution Administrators/ACHMC	6.0	247.0	98.0	8.0	7.0	4.0	0.0	0.0	0.0	75.4	6.0	0.0	445.4
<u>Board of Occupational Therapy Examiners</u>													
Occupational Therapy Fund	1.5	91.0	46.1	0.0	1.3	0.0	0.0	0.0	0.0	70.3	12.0	0.0	220.7
<u>Board of Dispensing Opticians</u>													
Dispensing Opticians Board Fund	70.5	70.5	29.7	0.5	8.8	1.8	0.0	0.0	0.0	52.7	0.0	0.0	164.0
<u>Board of Optometry</u>													
Board of Optometry Fund	2.0	113.4	41.0	40.0	1.5	3.0	0.0	0.0	0.0	61.2	0.0	0.0	260.1
<u>Board of Osteopathic Examiners</u>													
Osteopathic Examiners Board	6.3	415.2	169.0	158.7	3.0	5.0	0.0	0.0	0.0	159.1	33.0	1.5	944.5
<u>Personnel Board</u>													
Personnel Division Fund	3.0	125.0	45.8	162.8	2.4	0.0	0.0	0.0	0.0	36.6	2.7	0.0	375.3

Summary of FY 2018 Agency Requests by Object

	FTEs	Personal Services	ERE	P&O	Travel In-State	Travel Out-State	Food	Library Acquisitions	Aid to Others	OOE	Equipment	Cap. Outlay, Debt Servc, Cost Alloc & Trans.	Total
<u>Board of Pharmacy</u>													
Pharmacy Board	19.0	1,372.6	444.5	236.2	42.5	5.0	0.0	0.0	0.0	258.9	0.0	0.0	2,359.7
<u>Board of Physical Therapy Examiners</u>													
Physical Therapy Fund	4.0	200.8	102.0	76.0	1.5	0.0	0.0	0.0	0.0	95.8	12.1	0.0	488.2
<u>Pioneers' Home</u>													
Pioneers' Home State Charitable Earnings	69.2	2,654.9	1,060.5	70.0	25.0	0.0	100.0	0.0	2.2	531.7	19.5	0.0	4,463.8
Pioneers' Home Miners' Hospital	33.8	1,011.4	652.1	23.3	0.0	0.0	98.5	0.0	0.0	224.6	19.0	0.0	2,028.9
Pioneers' Home Total	103.0	3,666.3	1,712.6	93.3	25.0	0.0	198.5	0.0	2.2	756.3	38.5	0.0	6,492.7
<u>Board of Podiatry Examiners</u>													
Podiatry Examiners Board	1.0	76.5	27.9	18.0	5.0	5.0	0.0	0.0	0.0	40.0	0.0	0.0	172.4
<u>Commission for Postsecondary Education</u>													
General Fund	2.0	81.0	40.8	52.3	0.0	0.0	0.0	0.0	1,670.8	50.0	3.0	176.0	2,073.9
Postsecondary Education Fund	5.0	134.7	56.6	126.1	0.0	0.0	0.0	0.0	1,098.7	117.8	0.2	0.0	1,534.1
Commission for Postsecondary Education Total	7.0	215.7	97.4	178.4	0.0	0.0	0.0	0.0	2,769.5	167.8	3.2	176.0	3,608.0
<u>Board for Private Postsecondary Education</u>													
Private Postsecondary Education	4.0	251.5	90.0	27.4	0.0	2.0	0.0	0.0	0.0	40.2	75.8	0.0	486.9
<u>Board of Psychologist Examiners</u>													
Psychologist Examiners Board	4.0	234.1	94.4	124.6	5.5	5.0	0.0	0.0	0.0	91.9	0.0	0.0	555.5

Summary of FY 2018 Agency Requests by Object

State Agency Budgets

	FTEs	Personal Services	ERE	P&O	Travel In-State	Travel Out-State	Food	Library Acquisitions	Aid to Others	OOE	Equipment	Cap. Outlay, Debt Servc, Cost Alloc & Trans.	Total
<u>Department of Public Safety</u>													
General Fund	736.7	50,068.6	38,381.9	5,333.4	599.2	179.0	0.0	0.0	2,858.4	19,476.2	7,943.7	3,722.1	128,562.5
State Highway Fund	56.0	3,222.4	3,231.3	0.8	9.0	1.1	0.0	0.0	0.0	326.3	192.7	318.2	7,301.8
Arizona Highway Patrol Fund	173.3	10,335.9	9,403.4	80.2	68.4	48.1	0.0	0.0	0.0	3,442.3	734.8	0.0	24,113.1
Safety Enforcement and Transportation Infrastructure	10.0	732.4	734.4	0.0	10.6	0.3	0.0	0.0	0.0	74.1	0.0	0.0	1,551.8
Crime Laboratory Assessment	5.0	266.4	109.0	0.4	1.4	0.5	0.0	0.0	391.5	65.9	35.1	0.0	870.2
Auto Fingerprint Identification	1.0	208.9	78.3	0.0	0.2	4.4	0.0	0.0	145.8	1,904.0	576.0	0.0	2,917.6
DNA Identification System Fund	49.0	2,438.4	1,059.4	4.4	14.3	5.3	0.0	0.0	0.0	681.9	365.9	400.0	4,969.6
Public Safety Equipment Fund	0.0	1.4	0.9	0.1	0.0	0.0	0.0	0.0	0.0	172.7	3,218.5	0.1	3,393.7
Crime Laboratory Operations Fund	132.0	7,363.3	3,011.4	176.2	30.3	12.9	0.0	0.0	0.0	2,073.9	929.3	0.0	13,597.3
Gang and Immigration Intelligence Team Enforcement Mission Fund	0.0	0.0	137.7	0.0	0.0	0.0	0.0	0.0	2,390.0	0.0	0.0	0.0	2,527.7
State Aid to Indigent Defense Fund	0.0	0.0	0.0	26.6	4.8	0.0	0.0	0.0	0.0	643.1	25.5	0.0	700.0
Motorcycle Safety Fund	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	205.0	205.0
Parity Compensation Fund	17.0	2,103.5	1,199.2	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	3,302.7
Concealed Weapons Permit Fund	15.0	582.0	231.7	9.0	0.0	0.0	0.0	0.0	0.0	388.0	2,299.0	0.0	3,509.7
Highway User Revenue Fund	755.0	44,629.1	41,301.3	511.4	173.6	37.7	0.0	0.0	0.0	6,700.1	2,599.7	53.2	96,006.1
DPS Criminal Justice Enhancement Fund	26.0	1,466.5	636.4	98.3	2.6	2.1	0.0	0.0	0.0	495.7	158.9	0.0	2,860.5
Risk Management Fund	10.0	583.1	584.7	0.1	1.6	0.2	0.0	0.0	0.0	59.1	34.9	0.0	1,263.7
Department of Public Safety Total	1,986.0	124,001.9	100,101.0	6,240.9	916.0	291.6	0.0	0.0	5,785.7	36,503.3	19,114.0	4,698.6	297,653.0
<u>Radiation Regulatory Agency</u>													
General Fund	14.4	542.6	191.4	0.0	10.0	6.7	0.0	0.0	0.0	22.7	0.0	789.7	1,563.1
State Radiologic Technologist Certification	3.0	131.2	68.5	3.9	0.0	0.0	0.0	0.0	0.0	68.0	0.0	0.0	271.6
Radiation Regulatory Fee Fund	6.6	238.6	121.0	35.3	15.3	0.3	0.0	0.0	0.0	166.0	0.0	0.0	576.5
Radiation Regulatory Agency Total	24.0	912.4	380.9	39.2	25.3	7.0	0.0	0.0	0.0	256.7	0.0	789.7	2,411.2
<u>Department of Real Estate</u>													
General Fund	1.0	1,640.6	674.0	115.0	15.0	10.0	0.0	0.0	0.0	565.2	87.3	0.0	3,107.1
<u>Residential Utility Consumer Office</u>													
Residential Utility Consumer Office Revolving	8.0	757.7	241.9	147.4	8.6	7.0	0.0	0.0	0.0	168.8	0.0	0.0	1,331.4
<u>Board of Respiratory Care Examiners</u>													
Board of Respiratory Care Examiners	4.0	192.5	66.1	45.0	1.5	2.0	0.0	0.0	0.0	50.5	0.7	0.0	358.3
<u>Arizona State Retirement System</u>													
Retirement System Appropriated	238.9	13,025.0	5,027.3	1,277.4	30.0	49.0	0.0	0.0	0.0	2,571.0	389.5	15.0	22,384.2
LTD Trust Fund	0.0	0.0	0.0	2,500.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	2,500.0
Arizona State Retirement System Total	238.9	13,025.0	5,027.3	3,777.4	30.0	49.0	0.0	0.0	0.0	2,571.0	389.5	15.0	24,884.2

Summary of FY 2018 Agency Requests by Object

512

	FTEs	Personal Services	ERE	P&O	Travel In-State	Travel Out-State	Food	Library Acquisitions	Aid to Others	OOE	Equipment	Cap. Outlay, Debt Servc, Cost Alloc & Trans.	Total
<u>Department of Revenue</u>													
General Fund	389.0	11,674.9	5,019.6	4,152.4	17.0	17.5	0.0	0.0	0.0	12,397.8	10,256.3	0.0	43,535.5
Tobacco Tax and Health Care Fund	7.0	130.0	55.9	21.4	33.0	0.0	0.0	0.0	0.0	438.0	0.0	0.0	678.3
Veterans' Income Tax Settlement Fund	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	(100.0)	(100.0)
Department of Revenue Administrative Fund	473.8	18,568.8	7,984.5	10,035.4	208.8	59.1	0.0	0.0	0.0	6,323.8	1,978.3	0.0	45,158.7
DOR Liability Setoff Fund	11.0	219.1	94.3	0.0	0.0	0.0	0.0	0.0	0.0	79.5	5.0	0.0	397.9
Department of Revenue Total	880.8	30,592.8	13,154.3	14,209.2	258.8	76.6	0.0	0.0	0.0	19,239.1	12,239.6	(100.0)	89,670.4
<u>School Facilities Board</u>													
General Fund	20.0	1,248.9	365.4	143.7	48.4	0.0	0.0	0.0	500.0	182.3	21.9	225,927.7	228,438.3
<u>Department of State - Secretary of State</u>													
General Fund	106.7	5,287.6	2,299.1	977.4	78.6	29.0	0.0	0.0	2,843.1	3,723.0	12.2	50.0	15,300.0
Election Systems Improvement Fund	2.0	130.0	59.8	1,941.0	0.0	0.0	0.0	0.0	(577.5)	1,354.8	33.0	0.0	2,941.1
Records Services Fund	3.0	101.0	46.5	14.1	0.5	2.0	0.0	0.0	0.5	575.8	0.0	0.0	740.4
Department of State - Secretary of State Total	111.7	5,518.6	2,405.4	2,932.5	79.1	31.0	0.0	0.0	2,266.1	5,653.6	45.2	50.0	18,981.5
<u>Board of Tax Appeals</u>													
General Fund	4.0	179.0	44.6	0.0	0.4	0.0	0.0	0.0	0.0	42.6	0.0	0.0	266.6
<u>Board of Technical Registration</u>													
Technical Registration Board	25.0	1,106.4	439.0	265.6	5.0	17.2	0.0	0.0	0.0	408.2	0.0	0.0	2,241.4
<u>Office of Tourism</u>													
General Fund	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	10,112.0	10,112.0
<u>Department of Transportation</u>													
General Fund	0.0	0.0	0.0	50.4	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	50.4
State Aviation Fund	17.0	880.1	396.1	4.3	4.1	2.5	0.0	0.0	0.0	742.6	160.0	0.0	2,189.7
State Highway Fund	3,490.9	164,818.9	67,686.9	15,836.6	1,786.2	153.9	0.0	0.0	0.1	155,685.1	25,406.3	(48,962.2)	382,411.8
Transportation Department Equipment Fund	172.0	9,206.0	4,022.7	364.8	56.5	0.0	0.0	0.0	0.0	5,263.7	303.3	0.0	19,217.0
Safety Enforcement and Transportation Infrastructure	10.0	905.7	379.0	0.0	2.0	0.0	0.0	0.0	0.0	622.1	0.0	0.0	1,908.8
Air Quality Fund	0.0	0.0	0.0	84.4	0.0	0.0	0.0	0.0	0.0	77.3	0.0	0.0	161.7
Vehicle Inspection & Title Enforcement	19.0	897.7	373.8	0.0	19.0	0.0	0.0	0.0	0.0	149.4	88.0	0.0	1,527.9
Motor Vehicle Liability Insurance Enforcement	17.0	825.1	386.5	0.0	25.0	0.0	0.0	0.0	0.0	165.4	0.0	0.0	1,402.0
Driving Under Influence Abatement Fund	3.0	117.4	53.1	0.0	0.0	0.0	0.0	0.0	0.0	0.4	0.0	0.0	170.9
Highway User Revenue Fund	8.0	308.6	138.4	0.0	5.4	0.0	0.0	0.0	0.0	182.8	44.0	0.0	679.2
Department of Transportation Total	3,736.9	177,959.5	73,436.5	16,340.5	1,898.2	156.4	0.0	0.0	0.1	162,888.8	26,001.6	(48,962.2)	409,719.4

FY 2018 Executive Budget

Summary of FY 2018 Agency Requests by Object

State Agency Budgets

	FTEs	Personal Services	ERE	P&O	Travel In-State	Travel Out-State	Food	Library Acquisitions	Aid to Others	OOE	Equipment	Cap. Outlay, Debt Servc, Cost Alloc & Trans.	Total
<u>Treasurer</u>													
General Fund	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	1,205.1	0.0	0.0	0.0	1,205.1
Boating Safety Fund	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	2,183.8	0.0	0.0	0.0	2,183.8
Treasurer Empowerment Scholarship Account Fund	1.0	79.4	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	79.4
State Treasurer's Operating Fund	26.4	1,469.4	771.4	52.0	2.0	5.0	0.0	0.0	0.0	259.5	0.0	0.0	2,559.3
State Treasurer's Management Fund	2.0	195.6	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	195.6
Treasurer Total	29.4	1,744.4	771.4	52.0	2.0	5.0	0.0	0.0	3,388.9	259.5	0.0	0.0	6,223.2
<u>Governor's Office on Tribal Relations</u>													
General Fund	3.0	28.0	10.6	0.0	1.5	0.0	0.0	0.0	0.0	14.1	0.0	3.3	57.5
<u>Board of Regents</u>													
General Fund	37.0	1,688.8	545.5	55.0	0.0	0.0	0.0	0.0	14,217.2	421.9	0.0	0.0	16,928.4
<u>ASU - Tempe</u>													
General Fund	342.5	27,841.3	117,240.0	13,942.8	83.0	3,279.4	0.0	12,159.4	0.0	84,708.9	29,263.6	12,200.0	300,718.4
ASU Collections - Appropriated	6,769.4	498,321.0	49,750.7	26,963.6	0.0	0.0	0.0	0.0	0.0	18,090.9	0.0	0.0	593,126.2
ASU - Tempe Total	7,111.9	526,162.3	166,990.7	40,906.4	83.0	3,279.4	0.0	12,159.4	0.0	102,799.8	29,263.6	12,200.0	893,844.6
<u>ASU - Polytechnic</u>													
General Fund	34.6	2,963.2	6,208.0	488.7	33.7	26.0	0.0	150.0	0.0	15,196.5	668.4	0.0	25,734.5
ASU Collections - Appropriated	423.3	26,056.8	3,052.1	3,772.5	0.0	0.0	0.0	0.0	0.0	9,421.9	0.0	0.0	42,303.3
Technology and Research Initiative Fund	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	2,000.0	0.0	0.0	2,000.0
ASU - Polytechnic Total	457.9	29,020.0	9,260.1	4,261.2	33.7	26.0	0.0	150.0	0.0	26,618.4	668.4	0.0	70,037.8
<u>ASU - West</u>													
General Fund	58.1	4,818.8	7,315.2	992.2	46.6	56.6	0.0	1,351.0	0.0	17,690.4	270.3	0.0	32,541.1
ASU Collections - Appropriated	477.9	32,553.9	4,489.8	3,270.2	0.0	0.0	0.0	0.0	0.0	3,876.6	0.0	0.0	44,190.5
Technology and Research Initiative Fund	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	1,600.0	0.0	0.0	1,600.0
ASU - West Total	536.0	37,372.7	11,805.0	4,262.4	46.6	56.6	0.0	1,351.0	0.0	23,167.0	270.3	0.0	78,331.6
<u>Northern Arizona University</u>													
General Fund	2,434.7	170,672.4	53,252.6	9,908.3	675.7	0.0	0.0	3,084.6	0.0	26,524.5	8,110.8	(144,283.3)	127,945.6
NAU Collections - Appropriated	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	147,283.3	147,283.3
Northern Arizona University Total	2,434.7	170,672.4	53,252.6	9,908.3	675.7	0.0	0.0	3,084.6	0.0	26,524.5	8,110.8	3,000.0	275,228.9
<u>University of Arizona - Main Campus</u>													
General Fund	2,538.8	145,950.8	49,119.8	2,544.4	587.7	25.3	0.0	0.0	0.0	65,174.1	0.0	(41,586.2)	221,815.9
U of A Main Campus - Collections - Appropriated	3,646.7	241,090.8	92,164.3	1,076.9	20.9	37.5	0.0	8,641.2	0.0	6,843.1	0.0	55,266.4	405,141.1
University of Arizona - Main Campus Total	6,185.5	387,041.6	141,284.1	3,621.3	608.6	62.8	0.0	8,641.2	0.0	72,017.2	0.0	13,680.2	626,957.0

Summary of FY 2018 Agency Requests by Object

	FTEs	Personal Services	ERE	P&O	Travel In-State	Travel Out-State	Food	Library Acquisitions	Aid to Others	OOE	Equipment	Cap. Outlay, Debt Servc, Cost Alloc & Trans.	Total
University of Arizona - Health Sciences Center													
General Fund	1,169.8	81,092.0	26,670.3	4,270.0	104.2	6.7	0.0	0.0	0.0	5,077.5	0.0	(47,032.3)	70,188.4
U of A Main Campus - Collections - Appropriated	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	47,491.4	47,491.4
University of Arizona - Health Sciences Center Total	1,169.8	81,092.0	26,670.3	4,270.0	104.2	6.7	0.0	0.0	0.0	5,077.5	0.0	459.1	117,679.8
Department of Veterans' Services													
General Fund	117.8	4,346.9	1,483.3	108.8	80.9	22.0	0.0	0.0	0.0	809.9	44.0	10,000.0	16,895.8
Veterans' Conservatorship Fund	0.0	145.7	(75.5)	2.0	(7.5)	0.0	0.0	0.0	0.0	(76.7)	12.0	0.0	0.0
State Home for Veterans Trust	380.5	13,100.2	5,683.3	6,757.6	30.0	16.0	407.5	0.0	0.0	4,928.5	271.0	0.0	31,194.1
Department of Veterans' Services Total	498.3	17,592.8	7,091.1	6,868.4	103.4	38.0	407.5	0.0	0.0	5,661.7	327.0	10,000.0	48,089.9
Veterinary Medical Examining Board													
Veterinary Medical Examiners Board	6.0	359.2	111.5	104.8	4.5	1.6	0.0	0.0	0.0	68.8	1.5	0.0	651.9
Department of Water Resources													
General Fund	136.5	7,875.6	3,019.4	483.2	202.6	62.5	0.0	0.0	0.0	2,829.6	341.0	0.0	14,813.9
Arizona Water Banking Fund	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	1,211.4	0.0	0.0	1,211.4
Water Resources Fund	9.0	460.4	181.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	641.4
Assured and Adequate Water Supply Administration Fund	3.5	190.3	76.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	266.3
Department of Water Resources Total	149.0	8,526.3	3,276.4	483.2	202.6	62.5	0.0	0.0	0.0	4,041.0	341.0	0.0	16,933.0
Statewide Issues													
General Fund		0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Grand Total	50,211.4	2,676,199.7	1,105,905.8	672,333.2	18,278.1	6,141.5	42,732.4	25,386.2	7,807,327.0	1,182,508.9	149,684.9	521,259.4	14,207,757.1

Summary of FY 2018 Executive Recommendations by Object

State Agency Budgets

	FTEs	Personal Services	ERE	P&O	Travel In-State	Travel Out-State	Food	Library Acquisitions	Aid to Others	OOE	Equipment	Cap. Outlay, Debt Servc, Cost Alloc & Trans.	Total
<u>Board of Accountancy</u>													
Accountancy Board Fund	14.0	866.8	354.7	449.6	5.0	12.0	0.0	0.0	0.0	295.0	41.3	0.0	2,024.4
<u>Acupuncture Board of Examiners</u>													
Acupuncture Board of Examiners	1.0	105.2	22.6	22.9	1.5	0.0	0.0	0.0	0.0	16.1	44.0	0.0	212.3
<u>Department of Administration</u>													
General Fund	114.2	6,121.0	2,200.3	471.8	21.2	9.3	0.0	0.0	6,000.5	86,764.8	16.0	51,280.8	152,885.7
Personnel Division Fund	65.0	5,870.0	2,020.0	2,244.2	8.5	20.0	0.0	0.0	0.0	2,442.7	24.2	228.3	12,857.9
Capital Outlay Stabilization Fund	73.4	3,861.7	1,553.5	1,057.0	139.0	0.0	0.0	0.0	0.0	11,090.3	12.0	356.1	18,069.6
Department of Revenue Administrative Fund	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	3,000.0	3,000.0
Corrections Fund	4.0	278.1	107.2	0.0	5.0	0.0	0.0	0.0	0.0	173.8	0.0	6.3	570.4
Information Technology Fund	15.0	1,022.1	408.8	345.8	0.0	12.7	0.0	0.0	0.0	590.5	451.9	1,754.2	4,586.0
Industrial Commission Administration Fund	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	1,017.4	1,017.4
Air Quality Fund	0.0	0.0	0.0	927.3	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	927.3
Underground Storage Tank Revolving	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	3,200.0	3,200.0
Public Safety Equipment Fund	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	1,000.0	1,000.0
Concealed Weapons Permit Fund	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	2,500.0	2,500.0
State Web Portal Fund	1.0	394.9	158.0	2,428.6	0.4	6.1	0.0	0.0	0.0	2,485.2	29.4	6,288.2	11,790.8
Automation Projects Fund	15.0	0.0	0.0	0.0	0.0	0.0	440.0	0.0	15,456.7	35,944.5	5,000.0	(418.4)	56,422.8
Special Employee Health	33.5	2,157.0	777.0	1,025.0	1.5	0.0	0.0	0.0	0.0	865.6	0.0	430.0	5,256.1
Motor Pool Revolving	6.0	387.0	122.3	40.2	0.0	0.0	0.0	0.0	0.0	6,285.2	3,066.2	250.4	10,151.3
Admin - Special Services Fund	6.0	456.8	202.9	5.0	3.0	0.0	0.0	0.0	0.0	122.2	20.0	0.0	809.9
State Surplus Property	9.0	377.5	182.0	125.3	45.0	0.0	0.0	0.0	0.0	2,175.8	0.0	41.4	2,947.0
Federal Surplus Materials Property	1.0	41.3	20.0	1.0	5.0	0.0	0.0	0.0	0.0	397.2	0.0	0.0	464.5
Risk Management Fund	50.0	3,727.8	1,373.4	28,911.4	19.3	6.8	0.0	0.0	0.0	57,867.6	34.0	640.3	92,580.6
Arizona Financial Information System Collections Fund	35.0	2,672.6	962.2	338.5	0.0	0.0	0.0	0.0	0.0	5,279.0	0.0	154.0	9,406.3
Automation Operations Fund	119.0	4,801.5	1,920.6	1,863.0	19.2	34.4	0.0	0.0	0.0	13,457.5	1,239.1	8,205.3	31,540.6
Telecommunications Fund	8.0	735.1	287.4	308.3	1.0	2.0	0.0	0.0	0.0	314.9	0.0	196.4	1,845.1
Department of Administration Total	555.1	32,904.4	12,295.6	40,092.4	268.1	91.3	440.0	0.0	21,457.2	226,256.8	9,892.8	80,130.7	423,829.3
<u>Office of Administrative Hearings</u>													
General Fund	12.0	564.6	205.1	0.0	0.0	0.0	0.0	0.0	0.0	90.8	0.0	0.0	860.5
<u>African-American Affairs</u>													
General Fund	3.0	83.1	25.0	3.0	0.0	1.0	0.0	0.0	0.0	12.9	0.0	0.0	125.0
<u>Department of Agriculture</u>													
General Fund	183.0	4,979.7	2,150.0	159.0	591.6	28.3	0.0	0.0	0.0	1,140.0	0.7	198.4	9,247.7
Air Quality Fund	14.3	630.7	296.0	212.0	100.0	9.4	0.0	0.0	0.0	172.4	13.9	0.0	1,434.4
Department of Agriculture Total	197.3	5,610.4	2,446.0	371.0	691.6	37.7	0.0	0.0	0.0	1,312.4	14.6	198.4	10,682.1

515

Summary of FY 2018 Executive Recommendations by Object

	FTEs	Personal Services	ERE	P&O	Travel In-State	Travel Out-State	Food	Library Acquisitions	Aid to Others	OOE	Equipment	Cap. Outlay, Debt Servc, Cost Alloc & Trans.	Total
<u>Arizona Health Care Cost Containment System</u>													
General Fund	1,021.8	18,354.0	7,312.7	2,730.4	22.3	14.6	0.0	0.0	1,680,124.2	13,423.2	70.0	48,972.4	1,771,023.8
Tobacco Tax and Health Care Fund	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	33,478.2	0.0	0.0	36,310.2	69,788.4
Tobacco Products Tax Fund	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	17,941.5	0.0	0.0	0.0	17,941.5
Substance Abuse Services Fund	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	2,250.2	0.0	0.0	0.0	2,250.2
Children's Health Insurance Program	45.9	918.2	362.2	183.5	0.5	0.9	0.0	0.0	87,883.9	4,251.2	3.4	0.0	93,603.8
Budget Neutrality Compliance Fund	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	3,670.7	3,670.7
Prescription Drug Rebate Fund	2.0	9.3	3.4	487.4	0.0	0.0	0.0	0.0	143,278.8	0.0	0.0	0.0	143,778.9
Arizona Health Care Cost Containment System Total	1,069.7	19,281.5	7,678.3	3,401.3	22.8	15.5	0.0	0.0	1,964,956.8	17,674.4	73.4	88,953.3	2,102,057.3
<u>Board of Athletic Training</u>													
Athletic Training Fund	1.5	63.1	35.6	0.0	1.2	0.0	0.0	0.0	0.0	19.2	0.0	40.0	159.1
<u>Attorney General - Department of Law</u>													
General Fund	218.0	15,584.8	5,931.5	490.6	53.7	49.3	0.0	0.0	350.0	2,224.4	153.6	120.0	24,957.9
Consumer Protection/Fraud Revolving Fund	51.6	3,266.7	1,333.2	276.7	26.4	63.1	0.0	0.0	0.0	710.3	126.5	509.3	6,312.2
Attorney General Antitrust Revolving	3.0	132.3	56.6	16.4	0.3	0.1	0.0	0.0	0.0	15.7	1.7	23.7	246.8
Attorney General Collection Enforcement	64.0	4,269.8	1,713.2	133.1	9.9	6.6	0.0	0.0	0.0	220.0	34.3	461.6	6,848.5
Attorney General Agency Services Fund	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	67.4	0.0	0.0	67.4
Attorney General Agency Fund	127.5	9,874.9	3,321.4	383.3	6.6	4.4	0.0	0.0	0.0	317.0	41.5	1,559.4	15,508.5
Victims Rights Fund	3.4	181.3	70.0	2.5	1.3	0.2	0.0	0.0	3,354.9	105.7	2.4	40.6	3,758.9
Internet Crimes Against Children	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	900.0	0.0	0.0	0.0	900.0
Risk Management Fund	93.0	6,024.3	2,101.4	1.1	2.2	3.6	0.0	0.0	0.0	347.5	8.9	917.7	9,406.7
Attorney General Legal Services Cost Allocation Fund	18.4	1,283.3	459.0	68.5	1.1	0.7	0.0	0.0	0.0	59.0	7.1	205.3	2,084.0
Attorney General - Department of Law Total	578.9	40,617.4	14,986.3	1,372.2	101.5	128.0	0.0	0.0	4,604.9	4,067.0	376.0	3,837.6	70,090.9
<u>Automobile Theft Authority</u>													
Automobile Theft Authority Fund	6.0	317.3	131.9	19.5	9.0	12.5	0.0	0.0	1,732.7	197.6	50.0	4,025.0	6,495.5
<u>Board of Barbers</u>													
Board of Barbers Fund	4.0	181.9	75.1	39.9	22.0	10.0	0.0	0.0	0.0	12.9	0.0	0.0	341.8
<u>Board of Behavioral Health Examiners</u>													
Behavioral Health Examiner Fund	17.0	900.4	316.7	267.1	7.4	6.0	0.0	0.0	0.0	236.5	25.0	0.0	1,759.1
<u>Board for Charter Schools</u>													
General Fund	13.0	681.2	272.5	45.7	5.0	5.5	0.0	0.0	0.0	137.3	3.0	35.0	1,185.2

Summary of FY 2018 Executive Recommendations by Object

State Agency Budgets

	FTEs	Personal Services	ERE	P&O	Travel In-State	Travel Out-State	Food	Library Acquisitions	Aid to Others	OOE	Equipment	Cap. Outlay, Debt Servc, Cost Alloc & Trans.	Total
<u>Department of Child Safety</u>													
General Fund	1,527.2	66,229.9	34,437.1	10,132.2	2,732.8	191.4	0.0	0.0	250,818.8	14,192.8	2,961.5	0.0	381,696.5
Temporary Assistance for Needy Families	619.9	28,278.3	15,457.7	2,221.1	1,406.9	2.2	0.0	0.0	98,036.1	3,287.7	782.7	0.0	149,472.7
Child Care and Development Fund	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	27,000.0	0.0	0.0	0.0	27,000.0
DCS Expenditure Authority	1,070.0	51,194.8	18,789.2	5,651.6	974.4	22.8	0.0	0.0	331,991.8	5,895.8	749.0	0.0	415,269.4
Child Abuse Prevention Fund	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	1,459.3	0.0	0.0	0.0	1,459.3
Children and Family Services Training Program Fund	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	207.1	0.0	0.0	207.1
Risk Management Fund	0.0	219.0	47.4	2,179.8	0.0	0.0	0.0	0.0	0.0	0.0	25.0	0.0	2,471.2
Department of Child Safety Total	3,217.1	145,922.0	68,731.4	20,184.7	5,114.1	216.4	0.0	0.0	709,306.0	23,583.4	4,518.2	0.0	977,576.2
<u>Board of Chiropractic Examiners</u>													
Chiropractic Examiners Board	4.5	220.2	65.4	40.6	3.6	5.4	0.0	0.0	0.0	89.9	26.0	0.0	451.1
<u>Commerce Authority</u>													
General Fund	0.0	0.0	0.0	177.1	0.0	0.0	0.0	0.0	0.0	122.9	0.0	21,500.0	21,800.0
<u>Community Colleges</u>													
General Fund	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	50,685.5	0.0	0.0	4,698.6	55,384.1
<u>Registrar of Contractors</u>													
Registrar of Contractors Fund	105.6	5,670.6	2,296.4	405.3	505.1	11.8	0.0	0.0	0.0	2,158.3	100.3	1,017.6	12,165.4
<u>Corporation Commission</u>													
General Fund	6.0	390.0	165.0	2.0	32.6	2.0	0.0	0.0	0.0	20.0	0.0	0.0	611.6
Utility Regulation Revolving	151.5	8,831.1	3,260.0	436.5	85.5	92.5	0.0	0.0	0.0	1,152.8	215.0	25.0	14,098.4
Securities Regulatory & Enforcement	46.9	3,543.5	1,099.4	50.0	35.0	15.0	0.0	0.0	0.0	410.0	0.0	0.0	5,152.9
Public Access Fund	82.5	3,814.5	1,473.2	127.0	7.5	17.5	0.0	0.0	0.0	1,089.1	30.0	0.0	6,558.8
Securities Investment Management Fund	13.0	500.0	208.9	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	708.9
Arizona Arts Trust Fund	1.0	29.0	20.9	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	49.9
Corporation Commission Total	300.9	17,108.1	6,227.4	615.5	160.6	127.0	0.0	0.0	0.0	2,671.9	245.0	25.0	27,180.5

Summary of FY 2018 Executive Recommendations by Object

	FTEs	Personal Services	ERE	P&O	Travel In-State	Travel Out-State	Food	Library Acquisitions	Aid to Others	OOE	Equipment	Cap. Outlay, Debt Servc, Cost Alloc & Trans.	Total
<u>Department of Corrections</u>													
General Fund	9,570.5	401,684.2	210,560.6	263,863.4	317.7	129.7	35,060.9	0.0	280.0	130,086.2	3,717.8	1,500.0	1,047,200.5
Corrections Fund	0.0	0.0	0.0	27,311.5	0.0	0.0	3,000.8	0.0	0.0	0.0	0.0	2,500.0	32,812.3
State Education Fund for Correctional Education	6.0	462.2	207.3	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	669.5
DOC - Alcohol Abuse Treatment	0.0	0.0	0.0	555.5	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	555.5
Transition Program Fund	0.0	135.7	64.3	2,200.1	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	2,400.1
Prison Construction and Operations Fund	0.0	0.0	0.0	10,000.0	0.0	0.0	2,500.0	0.0	0.0	0.0	0.0	0.0	12,500.0
Inmate Store Proceeds Fund	0.0	0.0	0.0	0.0	0.0	0.0	386.3	0.0	0.0	0.0	0.0	0.0	386.3
Penitentiary Land Earnings	0.0	0.0	0.0	2,062.4	0.0	0.0	0.0	0.0	0.0	0.1	0.0	0.0	2,062.5
State Charitable, Penal & Reformatory Land Earnings	0.0	0.0	0.0	1,861.5	0.0	0.0	800.0	0.0	0.0	0.0	0.0	0.0	2,661.5
Department of Corrections Total	9,576.5	402,282.1	210,832.2	307,854.4	317.7	129.7	41,748.0	0.0	280.0	130,086.3	3,717.8	4,000.0	1,101,248.2
<u>Board of Cosmetology</u>													
Cosmetology Board	24.5	983.6	435.1	165.0	51.6	9.3	0.0	0.0	0.0	340.2	10.8	0.0	1,995.6
<u>Criminal Justice Commission</u>													
Criminal Justice Enhancement Fund	5.0	367.5	120.9	38.1	7.4	10.0	0.0	0.0	0.0	92.2	10.5	0.0	646.6
Victims Compensation and Assistance Fund	2.0	120.2	65.4	2.2	0.0	0.0	0.0	0.0	3,997.8	0.0	0.0	35.0	4,220.6
Drug and Gang Prevention Resource Center Fund	6.0	244.1	85.4	189.1	3.9	10.0	0.0	0.0	0.0	65.6	6.4	0.0	604.5
State Aid to County Attorneys Fund	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	973.7	0.0	0.0	0.0	973.7
Criminal Justice Commission Total	13.0	731.8	271.7	229.4	11.3	20.0	0.0	0.0	4,971.5	157.8	16.9	35.0	6,445.4
<u>Schools for the Deaf and the Blind</u>													
General Fund	339.9	11,156.0	4,940.8	958.8	129.9	54.3	(4.3)	0.0	0.0	4,204.6	738.0	0.0	22,178.1
Schools for the Deaf & Blind Fund	181.8	6,923.9	3,330.4	1,326.6	0.0	0.5	0.0	0.0	0.0	0.9	0.0	0.0	11,582.3
Schools for the Deaf and the Blind Total	521.7	18,079.9	8,271.2	2,285.4	129.9	54.8	(4.3)	0.0	0.0	4,205.5	738.0	0.0	33,760.4
<u>Commission for the Deaf and the Hard of Hearing</u>													
Telecommunication for the Deaf	16.0	972.9	368.8	803.9	12.6	13.4	0.0	0.0	117.0	2,188.2	127.5	0.0	4,604.3
<u>Board of Dental Examiners</u>													
Dental Board Fund	11.0	547.3	149.6	299.2	3.2	5.5	0.0	0.0	0.0	186.0	23.7	0.0	1,214.5

Summary of FY 2018 Executive Recommendations by Object

State Agency Budgets

	FTEs	Personal Services	ERE	P&O	Travel In-State	Travel Out-State	Food	Library Acquisitions	Aid to Others	OOE	Equipment	Cap. Outlay, Debt Servc, Cost Alloc & Trans.	Total
<u>Department of Economic Security</u>													
General Fund	1,368.9	63,057.6	28,622.6	13,718.3	1,006.9	63.0	379.2	0.0	431,035.4	21,366.0	4,526.8	3,382.6	567,158.4
Indirect Cost Recovery Fund - A	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	1,000.0	0.0	0.0	1,000.0
Workforce Investment Grant	33.0	961.3	383.8	368.3	13.5	6.4	0.0	0.0	53,669.3	610.3	27.3	0.0	56,040.2
Temporary Assistance for Needy Families	374.0	8,481.2	4,337.7	10,113.8	146.5	8.7	0.0	0.0	45,818.1	3,531.6	527.1	0.0	72,964.7
Child Care and Development Fund	179.3	5,832.8	3,054.4	1,081.5	44.1	2.6	0.0	0.0	95,678.8	1,766.3	313.1	0.0	107,773.6
Special Administration Fund	29.1	770.9	284.2	1,240.4	2.8	4.5	0.0	0.0	120.0	372.5	133.4	0.0	2,928.7
Child Support Enforcement Administration Fund	336.3	8,582.5	3,909.4	531.3	11.3	2.1	0.0	0.0	1,167.0	2,317.7	110.1	1.2	16,632.6
Domestic Violence Services Fund	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	2,500.0	0.0	0.0	0.0	2,500.0
Public Assistance Collections Fund	6.4	205.4	77.6	34.2	0.6	1.0	0.0	0.0	0.0	76.2	26.9	0.0	421.9
Department Long-Term Care System Fund	11.6	77.9	41.1	23.0	0.2	0.0	0.0	0.0	28,132.6	254.7	30.1	0.0	28,559.6
Spinal and Head Injuries Trust Fund	8.0	324.2	127.8	3.2	3.1	0.1	0.0	0.0	1,778.1	84.1	3.1	0.0	2,323.7
Health Services Lottery Fund	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	700.0	0.0	0.0	0.0	700.0
Reed Act Fund	71.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Department of Economic Security Total	2,417.6	88,293.8	40,838.6	27,114.0	1,229.0	88.4	379.2	0.0	660,599.3	31,379.4	5,697.9	3,383.8	859,003.4
<u>State Board of Education</u>													
General Fund	4.0	314.4	125.8	250.5	10.0	10.0	0.0	0.0	0.0	306.8	25.0	150.3	1,192.8
<u>Department of Education</u>													
General Fund	135.4	8,694.1	3,008.6	15,387.9	82.3	43.6	0.0	0.0	4,173,660.0	2,375.6	76.3	37,202.5	4,240,530.9
School Accountability Fund Prop 301	21.6	1,439.8	530.6	4,679.1	13.3	17.6	0.0	0.0	0.0	310.1	9.5	0.0	7,000.0
Teacher Certification Fund	25.0	1,519.1	544.1	5.0	7.0	6.6	0.0	0.0	0.0	239.6	21.3	0.0	2,342.7
Education Learning and Accountability	16.3	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Treasurer Empowerment Scholarship Account Fund	11.0	415.0	149.4	24.0	1.0	0.0	0.0	0.0	0.0	204.0	4.5	0.0	797.9
Professional Development Fund	0.0	0.0	0.0	30.0	0.0	0.0	0.0	0.0	0.0	2,650.0	20.0	0.0	2,700.0
Tribal College Dual Enrollment Program	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	250.0	0.0	0.0	0.0	250.0
Public Institutions Permanent School Earnings	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	235,779.2	0.0	0.0	0.0	235,779.2
Department of Education Total	209.3	12,068.0	4,232.7	20,126.0	103.6	67.8	0.0	0.0	4,409,689.2	5,779.3	131.6	37,202.5	4,489,400.7
<u>Department of Emergency and Military Affairs</u>													
General Fund	70.6	2,976.0	1,166.1	150.0	5.0	23.0	0.0	0.0	4,000.0	2,446.5	0.0	1,852.9	12,619.5

Summary of FY 2018 Executive Recommendations by Object

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<u>Department of Environmental Quality</u>													
General Fund	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	2,823.6	2,823.6
DEQ Emissions Inspection	26.2	1,053.7	463.7	22,640.5	40.0	4.0	0.0	0.0	1,361.0	328.7	0.0	4,678.9	30,570.5
Hazardous Waste Management	19.4	747.3	328.9	129.6	24.2	0.0	0.0	0.0	0.0	22.2	1.0	481.4	1,734.6
Air Quality Fund	23.6	1,525.1	663.0	1,375.5	149.2	45.5	0.0	0.0	0.0	554.5	66.2	2,982.4	7,361.4
Underground Storage Tank Revolving	0.0	0.0	0.0	6.5	11.0	0.0	0.0	0.0	0.0	4.5	0.0	0.0	22.0
Recycling Fund	11.9	593.0	261.0	55.1	11.9	7.9	0.0	0.0	0.0	32.0	10.0	1,382.0	2,352.9
Permit Administration	53.2	3,098.2	1,363.5	321.3	104.0	24.0	0.0	0.0	0.0	75.3	6.0	4,335.1	9,327.4
Emergency Response Fund	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	42.8	90.0	0.0	132.8
Solid Waste Fee Fund	10.9	581.3	255.8	0.0	11.0	10.0	0.0	0.0	0.0	6.4	0.0	374.5	1,239.0
Water Quality Fee Fund	67.1	3,637.3	1,600.0	2,749.0	56.0	14.0	0.0	0.0	0.0	108.5	0.0	2,342.6	10,507.4
Indirect Cost Fund	95.7	5,259.8	2,314.3	266.9	24.5	6.1	0.0	0.0	0.0	5,244.1	259.5	0.0	13,375.2
Department of Environmental Quality Total	308.0	16,495.7	7,250.2	27,544.4	431.8	111.5	0.0	0.0	1,361.0	6,419.0	432.7	19,400.5	79,446.8
<u>Office of Economic Opportunity</u>													
General Fund	5.0	326.2	139.7	0.0	0.0	4.0	0.0	0.0	0.0	14.2	0.0	0.0	484.1
<u>Governor's Office for Equal Opportunity</u>													
General Fund	4.0	125.5	50.9	5.0	1.2	0.0	0.0	0.0	0.0	4.5	2.0	0.0	189.1
<u>Board of Equalization</u>													
General Fund	7.0	400.5	71.0	9.0	13.1	0.0	0.0	0.0	0.0	148.6	0.8	0.0	643.0
<u>Board of Executive Clemency</u>													
General Fund	14.0	527.1	205.4	38.8	5.0	0.0	0.0	0.0	0.0	176.3	0.0	0.0	952.6
<u>Exposition & State Fair</u>													
Arizona Exposition and State Fair Fund	184.0	3,591.7	1,046.5	3,793.3	5.0	7.0	0.0	0.0	0.0	3,569.8	100.0	0.0	12,113.3
<u>Department of Financial Institutions</u>													
General Fund	46.1	814.5	324.2	6.8	0.0	0.0	0.0	0.0	0.0	332.7	0.0	0.0	1,478.2
Financial Services Fund	14.0	1,946.5	785.7	101.9	9.0	5.0	0.0	0.0	0.0	233.0	122.4	0.0	3,203.5
Board of Appraisal Fund	9.0	427.5	165.7	158.6	1.8	13.2	0.0	0.0	0.0	41.8	5.0	1.5	815.1
Department of Financial Institutions Total	69.1	3,188.5	1,275.6	267.3	10.8	18.2	0.0	0.0	0.0	607.5	127.4	1.5	5,496.8
<u>Department of Forestry and Fire Management</u>													
General Fund	77.6	3,516.7	1,409.9	906.4	126.0	15.8	0.0	0.0	250.0	853.7	343.8	4,433.0	11,855.3
<u>Board of Funeral Directors & Embalmers</u>													
Funeral Directors & Embalmers	3.0	193.5	71.8	17.9	2.3	0.0	0.0	0.0	0.0	87.7	0.1	0.0	373.3

Summary of FY 2018 Executive Recommendations by Object

State Agency Budgets

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<u>Game & Fish Department</u>													
Game & Fish Fund	244.5	14,095.6	9,691.0	1,590.6	248.1	100.1	0.0	0.0	773.8	5,830.4	485.7	3,358.0	36,173.3
Game & Fish Watercraft License	25.0	938.6	507.6	(78.8)	12.5	0.0	0.0	0.0	1,151.1	1,606.5	701.0	889.8	5,728.3
Game/Non-Game Fund	4.0	174.2	73.9	24.0	0.9	0.5	0.0	0.0	2.4	68.6	1.3	0.0	345.8
Capital Improvement Fund	0.0	0.0	0.0	0.0	6.0	0.0	0.0	0.0	0.0	330.2	0.0	665.0	1,001.2
Wildlife Endowment Fund	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	16.2	16.2
Game & Fish Department Total	273.5	15,208.4	10,272.5	1,535.8	267.5	100.6	0.0	0.0	1,927.3	7,835.7	1,188.0	4,929.0	43,264.8
<u>Department of Gaming</u>													
General Fund	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	1,779.5	1,779.5
Lottery Fund	0.0	0.0	0.0	300.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	300.0
Permanent Tribal-State Compact Fund	23.0	1,270.2	538.4	4.0	11.0	11.0	0.0	0.0	0.0	247.2	0.0	0.0	2,081.8
Arizona Benefits Fund	86.8	4,988.2	1,664.7	2,558.7	253.7	40.0	0.0	0.0	0.0	1,275.6	266.3	3.7	11,050.9
Racing Regulation Fund	37.5	1,493.2	550.4	687.7	32.0	4.0	0.0	0.0	0.0	118.7	0.0	0.0	2,886.0
Department of Gaming Total	147.3	7,751.6	2,753.5	3,550.4	296.7	55.0	0.0	0.0	0.0	1,641.5	266.3	1,783.2	18,098.2
<u>Office of the Governor</u>													
General Fund	62.0	4,261.9	1,488.0	20.0	39.3	85.2	0.0	0.0	0.0	937.0	18.5	0.0	6,849.9
<u>Governor's Office of Strategic Planning and Budgeting</u>													
General Fund	22.0	1,266.0	438.3	88.0	0.0	1.6	0.0	0.0	0.0	200.0	0.1	0.0	1,994.0
<u>Department of Health Services</u>													
General Fund	785.9	41,649.4	16,103.3	6,613.1	119.4	7.0	0.0	0.0	5,686.4	16,351.6	21.5	0.0	86,551.7
Tobacco Tax Hlth Care Fund MNMI Account	0.0	0.0	0.0	400.0	0.0	0.0	0.0	0.0	300.0	0.0	0.0	0.0	700.0
Capital Outlay Stabilization	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	1,559.9	0.0	0.0	1,559.9
Health Services Licenses Fund	110.4	4,928.8	2,047.3	104.7	294.2	14.1	0.0	0.0	0.0	426.8	31.5	1,384.9	9,232.3
Child Care and Development Fund	9.5	497.5	238.5	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	136.3	872.3
Health Research Fund	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	4,000.0	0.0	0.0	0.0	4,000.0
Emergency Medical Operating Services	33.2	1,618.0	747.0	135.0	66.6	14.0	0.0	0.0	1,689.2	1,074.1	14.0	0.0	5,357.9
Newborn Screening Program Fund	28.1	1,259.0	539.2	1,400.0	10.0	0.0	0.0	0.0	0.0	3,898.6	5.0	531.3	7,643.1
Nursing Care Institution Resident Protection Revolving Fund	0.0	0.0	0.0	138.2	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	138.2
Environmental Laboratory Licensure Revolving	6.5	307.6	123.0	5.0	20.0	44.6	0.0	0.0	0.0	281.0	5.0	138.0	924.2
Child Fatality Review Fund	1.5	52.6	28.7	0.0	1.0	0.0	0.0	0.0	11.0	1.4	0.0	0.0	94.7
Vital Records Electronic Systems Fund	27.7	463.1	229.1	89.0	2.2	0.0	0.0	0.0	0.0	1,036.1	1,800.0	0.0	3,619.5
The Arizona State Hospital Fund	36.0	2,152.3	857.3	6,015.3	0.0	0.0	0.0	0.0	0.0	(2,262.9)	0.0	0.0	6,762.0
DHS State Hospital Land Earnings	0.0	0.0	0.0	10.0	0.0	0.0	0.0	0.0	0.0	881.9	78.1	0.0	970.0
DHS - Indirect Cost Fund	26.7	2,330.0	1,109.5	450.0	3.7	7.5	0.0	0.0	359.0	6,136.4	0.0	0.0	10,396.1
Department of Health Services Total	1,065.5	55,258.3	22,022.9	15,360.3	517.1	87.2	0.0	0.0	12,045.6	29,384.9	1,955.1	2,190.5	138,821.9
<u>Arizona Historical Society</u>													
General Fund	41.5	1,518.1	653.9	72.1	0.0	0.0	0.0	0.0	41.7	437.1	0.0	0.0	2,722.9

521

Summary of FY 2018 Executive Recommendations by Object

522

	FTEs	Personal Services	ERE	P&O	Travel In-State	Travel Out-State	Food	Library Acquisitions	Aid to Others	OOE	Equipment	Cap. Outlay, Debt Servc, Cost Alloc & Trans.	Total
<u>Prescott Historical Society of Arizona</u>													
General Fund	748.8	507.8	241.1	20.0	0.0	0.0	0.0	0.0	0.0	55.6	0.0	0.0	824.5
<u>Board of Homeopathic Medical Examiners</u>													
Homeopathic Medical Examiners	1.0	34.7	25.0	1.8	2.4	0.0	0.0	0.0	0.0	23.4	0.0	0.0	87.3
<u>Department of Housing</u>													
Housing Trust Fund	3.0	198.7	77.5	3.0	7.5	0.0	0.0	0.0	0.0	29.1	2.7	0.0	318.5
<u>Independent Redistricting Commission</u>													
General Fund	3.3	236.5	88.4	717.4	6.0	0.0	0.0	0.0	0.0	67.0	0.0	0.0	1,115.3
<u>Industrial Commission of Arizona</u>													
Industrial Commission Administration Fund	235.2	9,851.6	3,985.6	2,109.9	153.7	53.7	0.0	0.0	0.0	3,938.4	12.5	(224.1)	19,881.3
<u>Department of Insurance</u>													
General Fund	71.2	3,475.1	1,340.2	314.0	21.3	1.1	0.0	0.0	0.0	666.2	6.4	0.0	5,824.3
<u>Judiciary</u>													
General Fund	456.0	28,156.2	10,130.1	427.9	568.6	69.0	0.0	0.0	63,375.9	7,036.2	948.7	0.0	110,712.6
Supreme Court CJEF Disbursements	45.4	2,278.7	871.0	710.0	122.0	11.6	0.0	0.0	3,137.0	2,670.1	0.0	0.0	9,800.4
Judicial Collection - Enhancement	100.9	5,847.4	2,186.0	775.4	51.2	1.3	0.0	0.0	5,702.5	5,469.3	0.0	0.0	20,033.1
Defensive Driving Fund	28.1	1,540.1	606.0	50.0	7.6	0.0	0.0	0.0	0.0	1,994.8	0.0	0.0	4,198.5
Court Appointed Special Advocate Fund	8.2	404.5	163.9	44.0	10.0	0.0	0.0	0.0	2,215.7	505.1	0.0	0.0	3,343.2
Confidential Intermediary Fund	6.1	253.9	106.3	11.0	2.4	0.0	0.0	0.0	0.0	115.3	0.0	0.0	488.9
Drug Treatment and Education Fund	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	500.2	2.7	0.0	0.0	502.9
State Aid to Courts Fund	0.4	17.1	6.3	0.0	0.0	0.0	0.0	0.0	2,285.9	635.8	0.0	0.0	2,945.1
Judiciary Total	645.1	38,497.9	14,069.6	2,018.3	761.8	81.9	0.0	0.0	77,217.2	18,429.3	948.7	0.0	152,024.7
<u>Department of Juvenile Corrections</u>													
General Fund	428.5	12,006.9	4,826.3	721.7	119.9	9.5	0.0	0.0	0.0	5,629.6	866.5	0.0	24,180.4
Juvenile Corrections CJEF Distribution	0.0	175.9	104.6	248.2	0.0	0.0	0.0	0.0	0.0	2.8	0.0	1,100.0	1,631.5
Juvenile Education Fund	8.0	1,057.1	531.1	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	1,588.2
Local Cost Sharing Fund	0.0	7,060.0	4,136.3	0.0	0.0	0.0	0.0	0.0	0.0	63.7	0.0	0.0	11,260.0
State Charitable, Penal and Reformatory Land Fund	0.0	0.0	0.0	9.5	0.0	0.0	0.0	0.0	0.0	1,990.6	0.0	0.0	2,000.1
Department of Juvenile Corrections Total	436.5	20,299.9	9,598.3	979.4	119.9	9.5	0.0	0.0	0.0	7,686.7	866.5	1,100.0	40,660.2
<u>Land Department</u>													
General Fund	126.7	6,886.2	2,892.2	451.0	20.0	15.0	0.0	0.0	389.5	2,589.4	0.0	50.0	13,293.3
Environmental Special Plate Fund	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	260.5	0.0	0.0	0.0	260.5
Due Diligence Fund	0.0	0.0	0.0	500.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	500.0
Trust Land Management Fund	3.0	305.0	126.8	3,592.4	80.0	5.0	0.0	0.0	0.0	1,997.7	180.0	200.0	6,486.9
Land Department Total	129.7	7,191.2	3,019.0	4,543.4	100.0	20.0	0.0	0.0	650.0	4,587.1	180.0	250.0	20,540.7

FY 2018 Executive Budget

Summary of FY 2018 Executive Recommendations by Object

State Agency Budgets

	FTEs	Personal Services	ERE	P&O	Travel In-State	Travel Out-State	Food	Library Acquisitions	Aid to Others	OOE	Equipment	Cap. Outlay, Debt Servc, Cost Alloc & Trans.	Total
<u>Auditor General</u>													
General Fund	184.4	11,235.8	4,142.6	699.1	290.8	4.5	0.0	0.0	0.0	1,126.4	567.3	0.0	18,066.5
<u>House of Representatives</u>													
General Fund	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	13,201.5	0.0	0.0	13,201.5
<u>Joint Legislative Budget Committee</u>													
General Fund	29.0	1,661.8	601.3	125.0	0.5	0.0	0.0	0.0	0.0	97.7	2.0	0.0	2,488.3
<u>Legislative Council</u>													
General Fund	49.0	3,399.8	1,151.0	60.3	0.0	0.0	0.0	0.0	0.0	353.9	3,250.4	0.0	8,215.4
<u>Senate</u>													
General Fund	0.0	0.0	0.0	9,408.5	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	9,408.5
<u>Department of Liquor Licenses and Control</u>													
Liquor Licenses Fund	30.0	1,522.7	786.0	100.9	110.4	3.3	0.0	0.0	0.0	674.6	0.0	0.0	3,197.9
<u>Lottery Commission</u>													
Lottery Fund	101.8	5,002.5	1,767.6	12,784.4	271.6	16.8	0.0	0.0	0.0	99,646.8	527.4	0.0	120,017.1
<u>Massage Therapy</u>													
Massage Therapy Board Fund	5.0	241.1	101.4	19.1	3.7	0.0	0.0	0.0	0.0	93.4	2.4	0.0	461.1
<u>Medical Board</u>													
Medical Examiners Board Fund	61.0	3,278.9	1,187.4	1,053.8	22.5	31.0	1.0	0.0	0.0	899.6	289.8	20.0	6,784.0
<u>Mine Inspector</u>													
General Fund	14.0	687.1	250.0	5.0	74.8	5.0	0.0	0.0	0.0	185.1	5.5	0.0	1,212.5
Aggregate Mining Reclamation Fund	0.0	0.0	0.0	85.0	2.0	0.0	0.0	0.0	0.0	25.9	0.0	0.0	112.9
Mine Inspector Total	14.0	687.1	250.0	90.0	76.8	5.0	0.0	0.0	0.0	211.0	5.5	0.0	1,325.4
<u>Naturopathic Physicians Board of Medical Examiners</u>													
Naturopathic Board	2.0	98.9	47.4	4.3	2.0	0.0	0.0	0.0	0.0	31.6	(4.0)	0.0	180.2
<u>Navigable Stream Adjudication Commission</u>													
General Fund	1.0	70.0	24.0	0.0	0.0	0.0	0.0	0.0	0.0	28.4	1.6	0.0	124.0
Arizona Water Banking Fund	0.0	0.0	0.0	196.1	3.9	0.0	0.0	0.0	0.0	0.0	0.0	0.0	200.0
Navigable Stream Adjudication Commission Total	1.0	70.0	24.0	196.1	3.9	0.0	0.0	0.0	0.0	28.4	1.6	0.0	324.0
<u>Board of Nursing</u>													
Nursing Board	42.0	2,720.0	1,031.2	361.7	10.0	8.0	0.0	0.0	0.0	603.4	42.3	28.2	4,804.8
<u>Nursing Care Ins. Admin. Examiners</u>													
Nursing Care Institution Administrators/ACHMC	6.0	247.0	98.0	8.0	7.0	4.0	0.0	0.0	0.0	75.4	6.0	0.0	445.4

523

Summary of FY 2018 Executive Recommendations by Object

	FTEs	Personal Services	ERE	P&O	Travel In-State	Travel Out-State	Food	Library Acquisitions	Aid to Others	OOE	Equipment	Cap. Outlay, Debt Servc, Cost Alloc & Trans.	Total
<u>Board of Occupational Therapy Examiners</u>													
Occupational Therapy Fund	1.5	91.0	46.1	0.0	1.3	0.0	0.0	0.0	0.0	70.3	12.0	0.0	220.7
<u>Board of Dispensing Opticians</u>													
Dispensing Opticians Board Fund	70.5	70.5	29.7	0.5	8.8	1.8	0.0	0.0	0.0	52.7	0.0	0.0	164.0
<u>Board of Optometry</u>													
Board of Optometry Fund	2.0	113.4	41.0	0.0	1.5	3.0	0.0	0.0	0.0	61.2	0.0	40.0	260.1
<u>Board of Osteopathic Examiners</u>													
Osteopathic Examiners Board	6.3	415.2	169.0	158.7	3.0	5.0	0.0	0.0	0.0	153.1	0.0	1.5	905.5
<u>Parks Board</u>													
State Parks Revenue Fund	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	1,500.0	0.0	1,650.0	3,150.0
<u>Personnel Board</u>													
Personnel Division Fund	3.0	125.0	45.8	162.8	2.4	0.0	0.0	0.0	0.0	36.6	2.7	0.0	375.3
<u>Board of Pharmacy</u>													
Pharmacy Board	19.0	1,277.6	413.0	236.2	42.5	5.0	0.0	0.0	0.0	283.9	0.0	0.0	2,258.2
<u>Board of Physical Therapy Examiners</u>													
Physical Therapy Fund	4.0	200.8	102.0	43.0	1.5	0.0	0.0	0.0	0.0	98.8	2.1	0.0	448.2
<u>Pioneers' Home</u>													
Pioneers' Home State Charitable Earnings	69.2	2,654.9	1,060.4	70.0	25.0	0.0	100.0	0.0	2.2	531.7	19.5	0.0	4,463.7
Pioneers' Home Miners' Hospital	33.8	1,011.4	652.1	23.3	0.0	0.0	98.5	0.0	0.0	224.6	19.0	0.0	2,028.9
Pioneers' Home Total	103.0	3,666.3	1,712.5	93.3	25.0	0.0	198.5	0.0	2.2	756.3	38.5	0.0	6,492.6
<u>Board of Podiatry Examiners</u>													
Podiatry Examiners Board	1.0	76.5	27.9	18.0	5.0	5.0	0.0	0.0	0.0	40.0	0.0	0.0	172.4
<u>Commission for Postsecondary Education</u>													
General Fund	1.0	40.5	20.4	52.3	0.0	0.0	0.0	0.0	1,420.8	50.0	1.5	176.0	1,761.5
Postsecondary Education Fund	5.0	134.7	56.6	126.1	0.0	0.0	0.0	0.0	1,098.7	117.8	0.2	0.0	1,534.1
Commission for Postsecondary Education Total	6.0	175.2	77.0	178.4	0.0	0.0	0.0	0.0	2,519.5	167.8	1.7	176.0	3,295.6
<u>Board for Private Postsecondary Education</u>													
Private Postsecondary Education	4.0	251.5	90.0	27.4	0.0	2.0	0.0	0.0	0.0	40.2	75.8	0.0	486.9
<u>Board of Psychologist Examiners</u>													
Psychologist Examiners Board	4.0	234.1	94.4	124.6	5.5	5.0	0.0	0.0	0.0	91.9	0.0	0.0	555.5

Summary of FY 2018 Executive Recommendations by Object

State Agency Budgets

	FTEs	Personal Services	ERE	P&O	Travel In-State	Travel Out-State	Food	Library Acquisitions	Aid to Others	OOE	Equipment	Cap. Outlay, Debt Servc, Cost Alloc & Trans.	Total
<u>Department of Public Safety</u>													
General Fund	695.7	43,527.3	33,031.6	2,467.8	497.4	179.0	0.0	0.0	2,858.4	20,158.4	800.2	3,722.1	107,242.2
State Highway Fund	56.0	3,222.4	3,231.3	0.8	9.0	1.1	0.0	0.0	0.0	326.3	192.7	318.2	7,301.8
Arizona Highway Patrol Fund	173.3	10,301.3	9,370.9	80.2	68.4	48.1	0.0	0.0	0.0	3,509.4	734.8	0.0	24,113.1
Safety Enforcement and Transportation Infrastructure	10.0	732.4	734.4	0.0	10.6	0.3	0.0	0.0	0.0	74.1	0.0	0.0	1,551.8
Crime Laboratory Assessment	5.0	266.4	109.0	0.4	1.4	0.5	0.0	0.0	391.5	65.9	35.1	0.0	870.2
Auto Fingerprint Identification	1.0	208.9	78.3	0.0	0.2	4.4	0.0	0.0	145.8	1,904.0	576.0	0.0	2,917.6
DNA Identification System Fund	49.0	2,438.4	1,059.4	4.4	14.3	5.3	0.0	0.0	0.0	681.9	365.9	400.0	4,969.6
Public Safety Equipment Fund	0.0	1.4	0.9	0.1	0.0	0.0	0.0	0.0	0.0	172.7	3,218.5	0.1	3,393.7
Crime Laboratory Operations Fund	132.0	7,363.3	3,011.4	176.2	30.3	12.9	0.0	0.0	0.0	2,073.9	929.3	0.0	13,597.3
Gang and Immigration Intelligence Team Enforcement Mission Fund	0.0	0.0	137.7	0.0	0.0	0.0	0.0	0.0	2,390.0	0.0	0.0	0.0	2,527.7
Fingerprint Clearance Card Fund	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	700.0	0.0	700.0
State Aid to Indigent Defense Fund	0.0	0.0	0.0	26.6	4.8	0.0	0.0	0.0	0.0	643.1	25.5	0.0	700.0
Motorcycle Safety Fund	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	205.0	205.0
Parity Compensation Fund	17.0	2,103.5	1,199.2	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	3,302.7
Concealed Weapons Permit Fund	15.0	582.0	231.7	9.0	0.0	0.0	0.0	0.0	0.0	388.0	199.0	0.0	1,409.7
Highway User Revenue Fund	755.0	44,299.9	40,992.8	511.4	173.6	37.7	0.0	0.0	0.0	7,337.8	2,599.7	53.2	96,006.1
DPS Criminal Justice Enhancement Fund	26.0	1,397.2	571.4	98.3	2.6	2.1	0.0	0.0	0.0	630.0	158.9	0.0	2,860.5
Risk Management Fund	10.0	583.1	584.7	0.1	1.6	0.2	0.0	0.0	0.0	59.1	34.9	0.0	1,263.7
Department of Public Safety Total	1,945.0	117,027.5	94,344.7	3,375.3	814.2	291.6	0.0	0.0	5,785.7	38,024.6	10,570.5	4,698.6	274,932.7
<u>Radiation Regulatory Agency</u>													
General Fund	14.4	542.6	191.4	0.0	10.0	6.7	0.0	0.0	0.0	22.7	0.0	789.7	1,563.1
State Radiologic Technologist Certification	3.0	131.2	68.5	3.9	0.0	0.0	0.0	0.0	0.0	68.0	0.0	0.0	271.6
Radiation Regulatory Fee Fund	6.6	238.6	121.0	35.3	15.3	0.3	0.0	0.0	0.0	166.0	0.0	0.0	576.5
Radiation Regulatory Agency Total	24.0	912.4	380.9	39.2	25.3	7.0	0.0	0.0	0.0	256.7	0.0	789.7	2,411.2
<u>Department of Real Estate</u>													
General Fund	0.0	1,612.6	656.2	115.0	15.0	10.0	0.0	0.0	0.0	498.8	87.3	0.0	2,994.9
<u>Residential Utility Consumer Office</u>													
Residential Utility Consumer Office Revolving	8.0	757.7	241.9	147.4	8.6	7.0	0.0	0.0	0.0	168.8	0.0	0.0	1,331.4
<u>Board of Respiratory Care Examiners</u>													
Board of Respiratory Care Examiners	4.0	192.5	66.1	45.0	1.5	2.0	0.0	0.0	0.0	50.5	0.7	0.0	358.3
<u>Arizona State Retirement System</u>													
Retirement System Appropriated	238.9	13,025.0	5,027.3	1,277.4	30.0	49.0	0.0	0.0	0.0	2,571.0	389.5	15.0	22,384.2
LTD Trust Fund	0.0	0.0	0.0	2,500.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	2,500.0
Arizona State Retirement System Total	238.9	13,025.0	5,027.3	3,777.4	30.0	49.0	0.0	0.0	0.0	2,571.0	389.5	15.0	24,884.2

525

Summary of FY 2018 Executive Recommendations by Object

	FTEs	Personal Services	ERE	P&O	Travel In-State	Travel Out-State	Food	Library Acquisitions	Aid to Others	OOE	Equipment	Cap. Outlay, Debt Servc, Cost Alloc & Trans.	Total
<u>Department of Revenue</u>													
General Fund	389.0	11,316.5	4,865.5	3,114.3	5.0	0.0	0.0	0.0	0.0	8,112.2	2,584.8	0.0	29,998.3
Tobacco Tax and Health Care Fund	7.0	130.0	55.9	21.4	33.0	0.0	0.0	0.0	0.0	438.0	0.0	0.0	678.3
Department of Revenue Administrative Fund	473.8	18,568.8	7,984.5	10,035.4	208.8	59.1	0.0	0.0	0.0	6,323.8	1,978.3	0.0	45,158.7
DOR Liability Setoff Fund	11.0	219.1	94.3	0.0	0.0	0.0	0.0	0.0	0.0	79.5	5.0	0.0	397.9
Department of Revenue Total	880.8	30,234.4	13,000.2	13,171.1	246.8	59.1	0.0	0.0	0.0	14,953.5	4,568.1	0.0	76,233.2
<u>School Facilities Board</u>													
General Fund	17.0	1,031.2	289.5	143.7	20.0	0.0	0.0	0.0	0.0	182.3	0.0	226,676.1	228,342.8
<u>Department of State - Secretary of State</u>													
General Fund	106.7	5,107.6	2,258.3	977.4	78.6	29.0	0.0	0.0	2,843.1	3,673.0	2.2	0.0	14,969.2
Election Systems Improvement Fund	2.0	130.0	59.8	1,941.0	0.0	0.0	0.0	0.0	(577.5)	1,354.8	33.0	0.0	2,941.1
Records Services Fund	3.0	101.0	46.5	14.1	0.5	2.0	0.0	0.0	0.5	575.8	0.0	0.0	740.4
Department of State - Secretary of State Total	111.7	5,338.6	2,364.6	2,932.5	79.1	31.0	0.0	0.0	2,266.1	5,603.6	35.2	0.0	18,650.7
<u>Board of Tax Appeals</u>													
General Fund	4.0	179.0	44.6	0.0	0.4	0.0	0.0	0.0	0.0	42.6	0.0	0.0	266.6
<u>Board of Technical Registration</u>													
Technical Registration Board	25.0	1,106.4	439.0	228.6	5.0	17.2	0.0	0.0	0.0	408.2	0.0	0.0	2,204.4
<u>Office of Tourism</u>													
General Fund	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	7,112.0	7,112.0
<u>Department of Transportation</u>													
General Fund	0.0	0.0	0.0	50.4	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	50.4
State Aviation Fund	17.0	791.9	376.4	4.3	4.1	2.5	0.0	0.0	0.0	742.6	160.0	0.0	2,081.8
State Highway Fund	3,490.9	144,101.9	63,065.2	15,686.6	1,786.2	153.9	0.0	0.0	0.1	155,685.1	25,406.3	(48,962.2)	356,923.1
Transportation Department Equipment Fund	172.0	8,599.0	3,887.3	364.8	56.5	0.0	0.0	0.0	0.0	5,263.7	303.3	0.0	18,474.6
Safety Enforcement and Transportation Infrastructure	10.0	872.6	371.6	0.0	2.0	0.0	0.0	0.0	0.0	622.1	0.0	0.0	1,868.3
Air Quality Fund	0.0	0.0	0.0	84.4	0.0	0.0	0.0	0.0	0.0	77.3	0.0	0.0	161.7
Vehicle Inspection & Title Enforcement	19.0	834.2	359.6	0.0	19.0	0.0	0.0	0.0	0.0	149.4	88.0	0.0	1,450.2
Motor Vehicle Liability Insurance Enforcement	17.0	748.8	369.5	0.0	25.0	0.0	0.0	0.0	0.0	165.4	0.0	0.0	1,308.7
Driving Under Influence Abatement Fund	3.0	102.1	49.7	0.0	0.0	0.0	0.0	0.0	0.0	0.4	0.0	0.0	152.2
Highway User Revenue Fund	8.0	284.5	133.0	0.0	5.4	0.0	0.0	0.0	0.0	182.8	44.0	0.0	649.7
Department of Transportation Total	3,736.9	156,335.0	68,612.3	16,190.5	1,898.2	156.4	0.0	0.0	0.1	162,888.8	26,001.6	(48,962.2)	383,120.7

Summary of FY 2018 Executive Recommendations by Object

State Agency Budgets

	FTEs	Personal Services	ERE	P&O	Travel In-State	Travel Out-State	Food	Library Acquisitions	Aid to Others	OOE	Equipment	Cap. Outlay, Debt Servc, Cost Alloc & Trans.	Total
<u>Treasurer</u>													
General Fund	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	1,205.1	0.0	0.0	0.0	1,205.1
Boating Safety Fund	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	2,183.8	0.0	0.0	0.0	2,183.8
Treasurer Empowerment Scholarship Account Fund	1.0	79.4	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	79.4
State Treasurer's Operating Fund	26.4	1,469.4	771.4	52.0	2.0	5.0	0.0	0.0	0.0	259.5	0.0	0.0	2,559.3
State Treasurer's Management Fund	2.0	195.6	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	195.6
Treasurer Total	29.4	1,744.4	771.4	52.0	2.0	5.0	0.0	0.0	3,388.9	259.5	0.0	0.0	6,223.2
<u>Governor's Office on Tribal Relations</u>													
General Fund	3.0	28.0	10.6	0.0	1.5	0.0	0.0	0.0	0.0	14.1	0.0	3.3	57.5
<u>Board of Regents</u>													
General Fund	37.0	1,688.8	545.5	55.0	0.0	0.0	0.0	0.0	14,217.2	421.9	0.0	0.0	16,928.4
<u>ASU - Tempe</u>													
General Fund	93.5	9,141.3	111,283.2	13,942.8	83.0	3,279.4	0.0	11,409.4	0.0	81,032.2	25,829.4	2,930.2	258,930.9
ASU Collections - Appropriated	6,769.4	498,321.0	49,750.7	26,963.6	0.0	0.0	0.0	0.0	0.0	18,090.9	0.0	0.0	593,126.2
ASU - Tempe Total	6,862.9	507,462.3	161,033.9	40,906.4	83.0	3,279.4	0.0	11,409.4	0.0	99,123.1	25,829.4	2,930.2	852,057.1
<u>ASU - Polytechnic</u>													
General Fund	12.6	863.2	5,575.6	488.7	33.7	26.0	0.0	150.0	0.0	14,997.2	554.0	0.0	22,688.4
ASU Collections - Appropriated	423.3	26,056.8	3,052.1	3,772.5	0.0	0.0	0.0	0.0	0.0	9,421.9	0.0	0.0	42,303.3
Technology and Research Initiative Fund	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	2,000.0	0.0	0.0	2,000.0
ASU - Polytechnic Total	435.9	26,920.0	8,627.7	4,261.2	33.7	26.0	0.0	150.0	0.0	26,419.1	554.0	0.0	66,991.7
<u>ASU - West</u>													
General Fund	35.1	2,763.8	6,648.6	992.2	46.6	56.6	0.0	1,231.0	0.0	17,614.2	60.5	0.0	29,413.5
ASU Collections - Appropriated	477.9	32,553.9	4,489.8	3,270.2	0.0	0.0	0.0	0.0	0.0	3,876.6	0.0	0.0	44,190.5
Technology and Research Initiative Fund	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	1,600.0	0.0	0.0	1,600.0
ASU - West Total	513.0	35,317.7	11,138.4	4,262.4	46.6	56.6	0.0	1,231.0	0.0	23,090.8	60.5	0.0	75,204.0
<u>Northern Arizona University</u>													
General Fund	2,260.7	160,495.3	48,600.0	9,808.3	464.5	0.0	0.0	2,334.6	0.0	28,475.6	422.0	(143,430.8)	107,169.5
NAU Collections - Appropriated	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	147,283.3	147,283.3
Northern Arizona University Total	2,260.7	160,495.3	48,600.0	9,808.3	464.5	0.0	0.0	2,334.6	0.0	28,475.6	422.0	3,852.5	254,452.8
<u>University of Arizona - Main Campus</u>													
General Fund	2,362.8	134,394.8	45,348.2	2,544.4	587.7	25.3	0.0	0.0	0.0	61,379.0	0.0	(49,357.6)	194,921.8
U of A Main Campus - Collections - Appropriated	3,646.7	241,090.8	92,164.3	1,076.9	20.9	37.5	0.0	8,641.2	0.0	6,843.1	0.0	55,266.4	405,141.1
University of Arizona - Main Campus Total	6,009.5	375,485.6	137,512.5	3,621.3	608.6	62.8	0.0	8,641.2	0.0	68,222.1	0.0	5,908.8	600,062.9

Summary of FY 2018 Executive Recommendations by Object

	FTEs	Personal Services	ERE	P&O	Travel In-State	Travel Out-State	Food	Library Acquisitions	Aid to Others	OOE	Equipment	Cap. Outlay, Debt Servc, Cost Alloc & Trans.	Total
University of Arizona - Health Sciences Center													
General Fund	1,157.3	80,162.0	26,347.5	4,270.0	104.2	6.7	0.0	0.0	0.0	4,773.1	0.0	(47,032.3)	68,631.2
U of A Main Campus - Collections - Appropriated	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	47,491.4	47,491.4
University of Arizona - Health Sciences Center Total	1,157.3	80,162.0	26,347.5	4,270.0	104.2	6.7	0.0	0.0	0.0	4,773.1	0.0	459.1	116,122.6
Department of Veterans' Services													
General Fund	109.8	3,913.8	1,336.7	102.0	71.0	12.0	0.0	0.0	0.0	578.6	40.0	0.0	6,054.1
Veterans' Conservatorship Fund	16.0	665.7	186.0	12.0	2.5	0.0	0.0	0.0	0.0	21.0	12.0	(899.2)	0.0
State Home for Veterans Trust	380.0	13,071.3	5,672.2	6,757.6	28.0	16.0	407.5	0.0	0.0	4,925.0	270.0	0.0	31,147.6
Department of Veterans' Services Total	505.8	17,650.8	7,194.9	6,871.6	101.5	28.0	407.5	0.0	0.0	5,524.6	322.0	(899.2)	37,201.7
Veterinary Medical Examining Board													
Veterinary Medical Examiners Board	6.0	359.2	111.5	37.7	4.5	1.6	0.0	0.0	0.0	68.8	1.5	0.0	584.8
Department of Water Resources													
General Fund	126.5	7,292.8	2,773.5	483.2	202.6	62.5	0.0	0.0	0.0	4,835.2	221.2	0.0	15,871.0
Arizona Water Banking Fund	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	1,211.4	0.0	0.0	1,211.4
Water Resources Fund	9.0	460.4	181.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	641.4
Assured and Adequate Water Supply Administration Fund	3.5	190.3	76.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	266.3
Department of Water Resources Total	139.0	7,943.5	3,030.5	483.2	202.6	62.5	0.0	0.0	0.0	6,046.6	221.2	0.0	17,990.1
Statewide Issues													
General Fund	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	5,200.0	0.0	3,239.8	8,439.8
Grand Total	49,226.4	2,572,143.7	1,068,880.6	631,450.4	17,373.3	6,012.6	43,169.9	23,766.2	7,954,072.6	1,157,516.8	106,237.4	492,688.7	14,073,312.2

Administrative Costs *

(Dollars in Thousands)

	FY 2018		
	Admin Costs	Total Request	Admin Percentage
Board of Accountancy	143.4	2,022.0	7.09%
Acupuncture Board of Examiners	6.0	228.0	2.63%
Department of Administration	4,625.9	1,615,222.0	0.29%
Office of Administrative Hearings	100.0	1,610.0	6.21%
African-American Affairs	10.0	232.0	4.31%
Department of Agriculture	1,746.6	29,432.0	5.93%
Arizona Finance Authority	374.9	205,018.0	0.18%
Arizona Health Care Cost Containment System	40,301.7	13,693,009.0	0.29%
Arizona Historical Society	283.8	4,725.0	6.01%
Arizona State Retirement System	5,432.9	237,355.0	2.29%
Commission on the Arts	940.0	4,289.0	21.92%
ASU - Polytechnic	0.0	137,401.0	0.00%
ASU - Tempe	0.0	2,523,228.0	0.00%
ASU - West	0.0	215,197.0	0.00%
Board of Athletic Training	0.0	159.0	0.00%
Attorney General - Department of Law	8,885.3	138,893.0	6.40%
Auditor General	1,258.0	20,027.0	6.28%
Automobile Theft Authority	375.6	6,598.0	5.69%
Board of Barbers	22.8	428.0	5.33%
Board of Behavioral Health Examiners	63.7	1,759.0	3.62%
State Board of Education	25.0	1,198.0	2.09%
Board for Charter Schools	69.0	1,214.0	5.68%
Department of Child Safety	115,019.5	995,714.0	11.55%
Board of Chiropractic Examiners	42.8	473.0	9.05%
Citizens' Clean Elections Commission	0.0	10,423.0	0.00%
Commerce Authority	1,225.9	54,969.0	2.23%
Constable Ethics Standards & Training Board	0.0	498.0	0.00%
Corporation Commission	3,409.3	28,209.0	12.09%
Department of Corrections	36,108.5	1,182,586.0	3.05%
Board of Cosmetology	0.0	2,047.0	0.00%
Criminal Justice Commission	679.7	22,558.0	3.01%
Schools for the Deaf and the Blind	3,863.9	52,499.0	7.36%
Commission for the Deaf and the Hard of Hearing	227.4	7,369.0	3.09%
Board of Dental Examiners	57.7	1,214.0	4.75%
Board of Dispensing Opticians	13.0	164.0	7.93%
Early Childhood Development and Health Board	10,771.4	150,893.0	7.14%
Office of Economic Opportunity	165.0	5,364.0	3.08%
Department of Economic Security	221,045.2	4,187,403.0	5.28%
Department of Education	18,697.2	6,135,552.0	0.30%
Department of Emergency and Military Affairs	2,498.5	69,664.0	3.59%

Administrative Costs *

(Dollars in Thousands)

	FY 2018		
	Admin Costs	Total Request	Admin Percentage
Department of Environmental Quality	12,224.3	158,825.0	7.70%
Governor's Office for Equal Opportunity	0.0	189.0	0.00%
Board of Equalization	44.0	643.0	6.84%
Board of Executive Clemency	25.0	1,129.0	2.21%
Exposition & State Fair	904.9	12,113.0	7.47%
Department of Financial Institutions	643.1	6,726.0	9.56%
Board of Fingerprinting	9.1	617.0	1.47%
Department of Fire, Building and Life Safety	0.0	0.0	0.00%
Department of Forestry and Fire Management	1,082.4	55,428.0	1.95%
Board of Funeral Directors & Embalmers	26.5	397.0	6.68%
Game & Fish Department	10,850.5	122,762.0	8.84%
Department of Gaming	1,460.4	19,669.0	7.42%
Geological Survey	0.0	0.0	0.00%
Department of Health Services	11,264.9	465,932.0	2.42%
Governor's Office of Highway Safety	1,007.0	11,374.0	8.85%
Department of Homeland Security	951.7	30,561.0	3.11%
Board of Homeopathic Medical Examiners	3.3	87.0	3.79%
Department of Housing	1,092.3	111,108.0	0.98%
Independent Redistricting Commission	4.0	1,115.0	0.36%
Industrial Commission of Arizona	3,339.7	41,866.0	7.98%
Department of Insurance	1,478.5	105,555.0	1.40%
Judiciary	10,102.6	181,263.0	5.57%
Department of Juvenile Corrections	2,773.7	40,884.0	6.78%
Land Department	1,308.1	21,622.0	6.05%
Department of Liquor Licenses and Control	545.3	4,861.0	11.22%
Lottery Commission	4,316.2	1,442,611.0	0.30%
Massage Therapy	37.4	490.0	7.63%
Medical Board	959.8	7,364.0	13.03%
Mine Inspector	219.2	2,328.0	9.42%
Naturopathic Physicians Board of Medical Examiners	26.2	184.0	14.24%
Navigable Stream Adjudication Commission	30.0	524.0	5.73%
Northern Arizona University	5,816.7	656,047.0	0.89%
Board of Nursing	544.8	5,584.0	9.76%
Nursing Care Ins. Admin. Examiners	28.5	445.0	6.40%
Board of Occupational Therapy Examiners	0.0	221.0	0.00%
Board of Optometry	9.1	260.0	3.50%
Board of Osteopathic Examiners	67.0	944.0	7.10%
Parks Board	1,759.9	27,498.0	6.40%
Personnel Board	38.6	375.0	10.29%

Administrative Costs *

(Dollars in Thousands)

	FY 2018		
	Admin Costs	Total Request	Admin Percentage
Office of Pest Management	0.0	0.0	0.00%
Board of Pharmacy	67.0	3,483.0	1.92%
Board of Physical Therapy Examiners	24.2	488.0	4.96%
Pioneers' Home	270.0	6,521.0	4.14%
Board of Podiatry Examiners	8.5	172.0	4.94%
Commission for Postsecondary Education	120.1	4,669.0	2.57%
Power Authority	0.0	37,652.0	0.00%
Prescott Historical Society of Arizona	100.0	1,697.0	5.89%
Board for Private Postsecondary Education	19.0	764.0	2.49%
Board of Psychologist Examiners	44.0	556.0	7.91%
Department of Public Safety	44,360.2	395,570.0	11.21%
Public Safety Personnel Retirement System	0.0	12,804.0	0.00%
Radiation Regulatory Agency	164.5	3,576.0	4.60%
Department of Real Estate	270.2	3,286.0	8.22%
Board of Regents	523.5	196,488.0	0.27%
Registrar of Contractors	1,210.1	16,832.0	7.19%
Residential Utility Consumer Office	41.2	1,331.0	3.10%
Board of Respiratory Care Examiners	10.0	358.0	2.79%
Department of Revenue	6,959.3	90,258.0	7.71%
School Facilities Board	917.0	612,319.0	0.15%
Department of State - Secretary of State	1,284.8	23,274.0	5.52%
State Boards Office	0.0	0.0	0.00%
Governor's Office of Strategic Planning and Budgeting	0.0	1,994.0	0.00%
Board of Tax Appeals	25.6	267.0	9.59%
Board of Technical Registration	144.5	2,253.0	6.41%
Office of Tourism	558.7	34,364.0	1.63%
Department of Transportation	41,400.0	3,197,932.0	1.29%
Treasurer	283.7	6,326.0	4.48%
Governor's Office on Tribal Relations	0.0	71.0	0.00%
University of Arizona - Health Sciences Center	2,790.6	668,768.0	0.42%
University of Arizona - Main Campus	10,668.6	1,948,810.0	0.55%
Department of Veterans' Services	1,852.0	53,148.0	3.48%
Veterinary Medical Examining Board	60.0	652.0	9.20%
Water Infrastructure Finance Authority	0.0	0.0	0.00%
Department of Water Resources	1,900.8	25,884.0	7.34%
Department of Weights and Measures	0.0	0.0	0.00%

* The agency request represents all funds, not just appropriated funds. These administrative costs are estimated for the express purpose of satisfying A.R.S. § 35-115.5 and should not be used for any other purpose. The administrative costs for the Universities represent funds subject to Legislative appropriation control only.

Glossary

Part 1: Budget Terms

90/10 Professional and occupational regulatory agencies funded through the collection of fees and the issuance of licenses. These agencies retain 90% of the fees collected annually in separate agency fund accounts and deposit 10% of the fees collected into the *General Fund*.¹

A

accountability Monitoring, measuring, and evaluating the performance and progress of policies, plans and programs to ensure that results are achieved.

actual expenditure An expenditure made in the prior *fiscal year* as reported in the State of Arizona Annual Financial Report, including *Personal Services, Employee-Related Expenditures, All Other Operating Expenditures* and all *below-the-line items* as authorized by the Legislature.

administrative adjustment Adjustments made to reflect expenditures made by an agency after the close of the *fiscal year*. Administrative adjustments include the time period from the close of the 13th month to June 30 of the next fiscal year.

administrative cost An expense associated with the support, management and oversight of services delivered pursuant to the agency or program *mission*. Typical administrative costs include those associated with accounting, human resources, budgeting, strategic planning, public information, auditing, executive management, etc.

AFIS The Arizona Financial Information System is the statewide accounting system maintained by the Department of Administration.

AHCCCS The Arizona Health Care Cost Containment System is the State's Medicaid program designed to deliver quality managed healthcare to qualifying individuals.

All Other Operating Expenditures (AOOE) Category of expenditure accounts that include Professional and Outside Services, In-State Travel, Out-of-State Travel, Food, *Other Operating Expenditures*, and *Equipment*.

ALTCS The Arizona Long Term Care System is a single federally defined program providing services through two State agencies: AHCCCS, which serves the elderly and physically disabled, and the

Department of Economic Security (DES), which serves the developmentally disabled.

annualization An adjustment, made to the current year funding base, that will allow a partially-funded program to operate for a full year or accounts for a full-year of budget savings due to mid-year reductions.

appropriated fund The Legislatively mandated segregation of funds. It is used and monitored by the *General Accounting Office* as a separate self-balancing set of accounts.

Arizona Administrative Code State agency rules of practice setting forth the nature and requirements of all formal procedures available to the public.

Arizona Revised Statutes (A.R.S.) The laws governing the State of Arizona.

B

base budget An adjusted budget base that reflects the current year appropriation, amended to include changes for *standard operating adjustments*.

below-the-line item A specific expenditure or budgetary account that has been singled out through the appropriation process to provide high visibility of expenditure. Also known as "special line item."

biennial budgeting A process that estimates revenues and expenditures for a two-year period.

block grant Allocations of federal money to a state or its subdivisions in accordance with a distribution formula prescribed by law or administrative regulation, for activities of a continuing nature within a restricted subject area (e.g., social services, maternal and child health, and childcare).

budget A financial plan that estimates the revenues and expenditures for a given period of time. (SEE ALSO: *capital outlay* and *operating budget*).

budget program Functions and activities of a *budget unit* or within a budget unit that are pre-planned to fulfill a distinct *mission*.

budget reform legislation Refers to the provisions contained in Laws 1993, Chapter 252; Laws 1994, Chapter 218; Laws 1995, Chapter 283; Laws 1996, Chapter 339; Laws 1997, Chapter 210, and Laws 2002, Chapter 210.

budget unit A department, commission, board, institution or other State organization receiving, expending, disbursing or incurring obligations against State funds.

¹ Italicized terms are defined in this Glossary.

C

capital outlay Expenditures for upkeep, preservation, development, improvement or acquisition of lands, buildings or certain associated equipment.

Capital Outlay Stabilization Fund (COSF) A fund into which rent monies collected from agencies occupying State-owned rental space are deposited. The monies partially offset building operating and maintenance costs.

categorical eligibility Automatic eligibility for certain federal-State matched public assistance programs, based on criteria established in federal law. Admission to a program (e.g., Medicaid) is mandatory to certain groups of beneficiaries who meet the legal criteria for eligibility to the specified program.

categorical program A broad category of joint federal-State public assistance programs that provide financial assistance to individuals or that may subsidize a particular activity (e.g., Medicaid pays for medical services on behalf of certain groups of low-income persons).

certificate of participation (COP) A financing tool used by the State for the acquisition and construction of State facilities.

comptroller object An obsolete identifier that was formerly used in the statewide accounting system to identify the detailed revenue or expenditure account affected by a transaction; replaced in the new accounting system by *object*.

continuing appropriation An appropriation that is automatically renewed without further Legislative action, period after period, until altered, revoked or liquidated by expenditure.

current services budget A financial plan that incorporates the *base budget* needs of an agency and the addition of funding to support demographic growth in client caseloads and workload functions.

D

decision package A funding request made by State agencies.

detail fund A fund designation used in the statewide accounting system to segregate agency-specific activity. The balance of an *appropriated fund* is comprised of the sum of all of its detail funds.

Disproportionate Share Hospital (DSH) A hospital that serves a disproportionate share of low-income and Medicaid patients, thereby qualifying for federal aid pursuant to Section 1923 of the Social Security Act. The federal basis for payments is either a reflection of a hospital's number of Title XIX in-patient days or a "low-income" utilization rate. States may also establish optional payment categories. Arizona has established optional groups that include county, State and private hospitals.

E

Employee-Related Expenditures (ERE) The State's contribution to an employee's benefit package. ERE include FICA; retirement; Worker's Compensation; health, dental, and life insurance; unemployment insurance; Personnel Division charges; Government Information Technology Agency charges; and uniforms for certain classes of employees.

entitlement program A broad category of *categorical* public assistance programs that provide services (e.g., cash assistance, medical services, etc.) to certain population groups (e.g., low-income families with minor children). Admission is often mandatory for qualified individuals who meet the legal eligibility criteria (e.g., individuals who are low-income and aged, blind or disabled), hence the reference "entitlement."

Equipment In the operating budget, a specific item of expenditure divided into capitalized equipment (purchased for \$5,000 or more) and non-capitalized equipment (usually between \$300 and \$4,999).

ERE rate The quotient of *Employee-Related Expenditures* and *Personal Services* expressed as a percentage.

Executive Issue An adjustment to the prior-year appropriation to change the scope of current programs or service levels.

expenditures See actual expenditures.

F

federal funds Amounts collected and made available to the State by the federal government, usually in the form of *categorical* or *block grants* and *entitlement programs*.

Federal Insurance Contribution Act (FICA) Requires employees and employers to make matching contributions into the Social Security fund.

Federal Waiver Program Experimental, pilot or demonstration projects that, in the judgment of the Secretary of the U.S. Department of Health and Human Services, are likely to assist in promoting the objectives of the Medicaid Statute. Projects approved under this authority are referred to as "waiver" programs.

fiscal year The State's yearly accounting period beginning July 1 and ending June 30. (The federal fiscal year begins October 1 and ends September 30.)

FPL (Federal Poverty Level) Refers to the poverty guidelines, in relation to income standards, as updated annually in the FEDERAL REGISTER by the U.S. Department of Health and Human Services.

full-time equivalent (FTE) position A position budgeted at 2,080 hours per year.

fund An independent fiscal and accounting entity with a self-balancing set of accounts recording cash and/or other resources together with all related liabilities, obligations, reserves and

equities, which are segregated for the purpose of carrying on specific activities in accordance with limitations, restrictions or regulations.

fund balance The excess of the assets of a fund over its liabilities and reserves.

G

General Accounting Office (GAO) A division of the Department of Administration that provides diverse statewide financial services and ensures compliance with related *statutes* and rules.

General Fund The primary State account into which monies are collected for the general purposes of government. The primary sources of revenues for the General Fund include sales taxes, income taxes and property taxes. The General Fund is also the major expenditure source from which agencies make payments for specified purposes.

grant anticipation note (GAN) A federal finance tool involving bonding that can be issued by the State Transportation Board. The issuance of a GAN allows the State to fund and accelerate highway construction projects with anticipated federal monies.

I

inflation An allowance made for an increase in price levels of operating expenditures from one *fiscal year* to the next.

input A *performance measure* that identifies the amount of resources needed to provide particular products or services.

J

JLBC Staff The Legislative counterpart to the Governor's *Office of Strategic Planning and Budgeting (OSPB)*. The Joint Legislative Budget Committee Staff is often referred to as the JLBC but should not be confused with the Legislative committee of the same name. The JLBC Staff prepares an analysis of the Executive Budget as soon as it is presented to the Legislature. The analysis includes the JLBC Staff's recommendations for revisions in expenditures.

Joint Committee on Capital Review (JCCR) Created by Laws 1986, Chapter 85, to establish the Building Renewal Formula, approve the creation of Building Systems, and review the State Capital Improvement Plan. The JCCR is also responsible for reviewing all construction projects before commencement of the project. The JCCR consists of the following 14 members of the Legislature: Chairs of the House and Senate Appropriations Committees, majority and minority leaders from the House and Senate, four members of the House Appropriations Committee, and four members of the Senate Appropriations Committee.

Joint Legislative Budget Committee (JLBC) A Legislative committee consisting of the following 16 members of the Legisla-

ture: Majority Leaders of both the House and Senate; Chairs of both the House and Senate Appropriations Committees; Chair of the Senate Finance Committee; Chair of the House Ways and Means Committee; five members of the House Appropriations Committee; and five members of the Senate Appropriations Committee. The JLBC meets as often as is necessary to transact business related to fiscal management of the State's resources.

Joint Substance Abuse Treatment Program (JSAT) Also known as "Arizona Families First," JSAT is a substance abuse program jointly administered by the Department of Child Safety and the Department of Health Services. The program pays for services to parents, guardians or custodians whose substance abuse is a significant barrier to preserving the family. Services can also be provided to federal Temporary Assistance for Needy Families (TANF) Block Grant recipients whose substance abuse is a significant barrier to obtaining or maintaining employment.

L

lapsing appropriation An appropriation that terminates automatically. Except for a *continuing appropriation*, an appropriation is made for a certain period of time, generally one year. At the end of this period (including an *administrative adjustment* period), unexpended or unencumbered balances revert to the fund from which the appropriation was made. Also known as a "reverting appropriation."

line item appropriation A method of appropriation that separates the budget into specific objects of expenditure. The specific items include *Personal Services, ERE, Professional and Outside Services, In-State Travel, Out-of-State Travel, Food, Other Operating Expenditures, and Equipment*.

lump-sum appropriation An appropriation made for a stated purpose, or for a named department, without specifying further the amounts that may be spent for specific activities or for particular objects of expenditure.

M

Master List of State Government Programs *Budget reform legislation* requires *OSPB* to publish a "Master List" of programs run by or overseen by State government. Laws 2002, Chapter 210 slightly changed the format of the Master List and designated this annual submittal as the operational plan for State agencies and conformed to the budget cycles. Required information for each agency, program and subprogram includes the agency description, *mission* statement, strategic issues, and financial and *FTE* position information, as well as the description, *mission* statements, goals, and *performance measures* for all programs and subprograms.

means-tested program Eligibility to a public assistance program restricted by an applicant's income or other resources specified by

law. Resources include bank accounts and similar liquid assets as well as real estate, automobiles and other personal property whose value exceeds specified financial limits.

mission A brief, comprehensive statement of purpose of an agency, program, or subprogram.

modified lump-sum appropriation A method of appropriation in which *Personal Services, Employee-Related Expenditures, All Other Operating Expenditures* and *below-the-line items* are specified in the appropriations bill.

modified standard adjustment The difference, as calculated by the agency, between the actual *Personal Services* base and the amount allocated for Personal Services by the agency in its expenditure plan. Any amount identified as a modified standard adjustment must be explained by the agency requesting the adjustment.

N

non-appropriated funds Generally, funds set up as Enterprise or revolving funds. These funds are considered statutorily appropriated and are not subject to the annual or biennial appropriation process.

non-lapsing appropriation An appropriation that does not revert to the fund from which it was appropriated at the end of the *fiscal year*, as provided by law. (SEE *continuing appropriation*).

O

object The unit used in the State accounting system to identify, categorize and group governmental expenditures.

object category The aggregation of similar objects of expenditure or revenue in the State accounting system.

objective A specific and measurable target for accomplishing goals.

one-time adjustment A budget adjustment that must be made because of a one-time circumstance that is not continued through the next *fiscal year*. The end of a project would bring about a one-time decrease the following year.

operating budget A plan of all proposed expenditures other than capital expenditures (SEE *capital outlay*). An operating budget is composed of various objects of expenditure, such as *Personal Services, Employee-Related Expenditures, In-State Travel*, etc.

operational plan A practical, action-oriented guide that directs goal-setting to achieve meaningful results with the existing resources through the shorter budget cycle period. The operational plan should provide incremental steps towards achieving the strategic long-range plan. SEE ALSO: *Master List*

OSPB (Office of Strategic Planning and Budgeting) A State agency charged with preparing the Governor's budget guidelines and the Executive Budget recommendation for review by the

Governor. The Office also facilitates a strategic planning process for State government and is responsible for implementing many of the provisions of *budget reform legislation*. The OSPB staff is the Executive counterpart to the *JLBC Staff*.

other appropriated funds All amounts, excluding *General Fund* amounts, appropriated by the Legislature for predetermined uses. These include Special Revenue Funds, revolving funds, etc.

other operating expenditure According to the ARIZONA ACCOUNTING MANUAL, everything using an object code of 7000. This refers to operating expenditures necessary to operate a budget unit, e.g., office supplies, utilities, communication, etc.

outcome A *performance measure* that reflects the actual results achieved, as well as the impact or benefit, of a program.

output A *performance measure* that focuses on the level of activity in a particular program or subprogram.

P

per diem compensation Compensation paid to board or commission members for their work. Per diem compensation is a daily rate set statutorily.

per diem travel Cost of meals and incidentals reimbursed to employees and board or commission members.

performance accountability A means of judging policies and programs by measuring their progress toward achieving agreed-on *performance targets*. Performance accountability systems are composed of three components: defining performance measures (including outcomes), measuring performance and reporting results.

performance measure Used to measure results and ensure accountability. (SEE ALSO: *input, output, outcome, and quality*).

performance target Quantifiable estimate of results expected for a given period of time.

personal services Line item of expenditure for salaries and wages paid to employees, elected officials and board or commission members. Payments for leave categories, overtime and other miscellaneous earnings are also recorded in this line item.

privately owned vehicle (POV) Those miles to be used in calculating reimbursement of staff for use of private vehicles on State business.

privatization The opening of government markets allowing for equitable competition between the private and public sectors for the privilege of delivering services to the public.

program budgeting A budget system that focuses on program *missions*, program achievements, and program cost effectiveness. Pursuant to *statute*, the *program structure* for program budgeting is governed by the *Master List* structure. Program budgeting is

linked to planning and *accountability* through alignment of the structures and merging of the planning and budget information.

program enhancement An upward revision in the funding level of a specific program in order to enhance the level of services being provided by that program.

program structure An orderly, logical arrangement of an organization's programs and subprograms. This structure provides the framework for planning, budgeting and strategic program authorization review.

Proposition 204 Medical Program A voter-approved AHCCCS program that expands eligibility to include individuals whose annual incomes are at or below 100% of the FPL. The program is funded through monies received by the State from the tobacco litigation settlement, tobacco tax funds, and the Hospital Assessment Fund.

Q

quality A *performance measure* that reflects the effectiveness in meeting the expectations of customers and stakeholders.

R

receipt Unless otherwise defined, cash received. There are five general categories of receipts: taxes, licenses and permits, charges for services, fines and forfeitures, and other receipts that do not fall into another category.

resource allocation Determination and allotment of resources or assets necessary to carry out strategies within the priority framework established in the goal-setting process.

revenue Additions to assets that do not increase any liability, do not represent the recovery of an expenditure, do not represent the cancellation of certain liabilities without a corresponding increase in other liabilities or a decrease in assets, or do not represent contributions of fund capital in Enterprise and Intergovernmental Service Funds.

revenue source The tax, fee or fine that generates income to a fund.

risk management The charges assessed by the Department of Administration to guard against the risk of loss by an employee or agency acting on behalf of the State of Arizona.

S

special line item See *below-the-line item*

standard adjustment Change to the current year's appropriation to arrive at the new year's *base budget*. Examples include *annualization* of programs partially funded during the current year, annualization of the pay package, restoration of *vacancy savings*, and one-time increases and decreases.

standard operating adjustment An adjustment to the *base budget* that includes *annualization* of programs partially funded by the Legislative appropriation during the current year; annualization of Legislatively authorized pay packages; restoration of *vacancy savings*; and a one-time increase or decrease to the *operating budget*.

State service All offices and positions of employment in State government except offices and positions specifically exempted by law from the State personnel system.

statute A written law, either new or revised, enacted by the Legislature and signed by the Governor.

strategic management Process of positioning an organization so it can prosper in the future. The overall framework within which policy development, strategic, operational, *quality* planning, budgeting, *capital outlay* planning, information technology planning, program implementation, and evaluation and *accountability* take place.

strategic plan A visionary guide, based on an examination of internal and external environmental and political factors, that directs goal-setting and future resource requirements to achieve meaningful results over time. Strategic projections are long-range and usually cover a five-year period.

subprogram An integral component of a program that can be separately analyzed to gain a better understanding of the larger program.

subtask In AFIS, the element used to represent each of the subprograms of an agency as established by the Governor's Office and Legislature.

supplemental appropriation An appropriation granted for the current fiscal year. Agencies request a supplemental appropriation when the need for funding is urgent and cannot wait for the passage of the next regular appropriations act.

T

task In AFIS, the element used to represent each of the programs of an agency as established by the Governor's Office and Legislature.

tracking system A system that monitors progress, compiles management information and keeps goals on track.

U

uniform allowance An amount budgeted for specific agencies for the cost of uniforms required by the agency.

V

vacancy savings Savings generated by not filling vacant positions, by not filling newly authorized positions, or by filling a vacant position at a lower grade or step.

Glossary

Part 2: Acronyms

A.R.S. Arizona Revised Statutes	APP Aquifer Protection Permit	CIS Client Information System
AAC Arizona Administrative Code	APS Adult Protective Services	CJEF Criminal Justice Enhancement Fund
ABOR Arizona Board of Regents	ARF Automation Revolving Fund	CLIA Clinical Lab Inspections Act
ACJC Arizona Criminal Justice Commission	ARRT American Registry of Radiological Technologists	CMDP Comprehensive Medical and Dental Plan
ACJIS Arizona Criminal Justice Information System	ASDB Arizona School for the Deaf and the Blind	CMR Classification Maintenance Review
ACW Arizona Center for Women	ASET Arizona Strategic Enterprise Technology	CMS Centers for Medicare and Medicaid Services
ADA Americans with Disabilities Act	ASH Arizona State Hospital	COP Certificate of Participation
ADE Arizona Department of Education	ASPC Arizona State Prison Complex	COSF Capital Outlay Stabilization Fund
ADJC Arizona Department of Juvenile Corrections	ASRS Arizona State Retirement System	CPS Child Protective Services
ADM Average Daily Membership	ASU Arizona State University	CRIPA Civil Rights of Institutionalized Persons Act
ADMIN Administration	ATA Automobile Theft Authority	CRS Children's Rehabilitative Services
ADOT Arizona Department of Transportation	ATDA Arizona Technology Development Authority	CSB Central Services Bureau
ADP Average Daily Population	AVSC Arizona Veterans' Service Commission	CSMS Combined Support Maintenance Shop
AERB Agriculture Employment Relations Board	AZAFIS Arizona Automated Fingerprint Identification System	CSO Correctional Service Officer
AFDC Aid for Families with Dependent Children	AZGS Arizona Geological Survey	CWA Clean Water Act
AFIS Arizona Financial Information System	AZPOST Arizona Peace Officer Standards and Training	CWRF Clean Water Revolving Fund
AFUND Appropriated Fund	BIFO Border Infrastructure Finance Office	DAAS Division of Aging and Adult Services
AG Attorney General	CAE Commission on the Arizona Environment	DBME Division of Benefits and Medical Eligibility
AGFD Arizona Game and Fish Department	CAP Central Arizona Project	DCS Department of Child Safety
AHCCCS Arizona Health Care Cost Containment System	CAP Child Abuse Prevention	DCYF Division of Children, Youth and Families
AHS Arizona Historical Society	CBHS Children's Behavioral Health Services	DD Dually Diagnosed or Developmentally Disabled
AIDA Arizona International Development Authority	CCDF Child Care Development Fund	DDD Division of Developmental Disabilities
AIMS Adult Inmate Management System	CEDC Commerce and Economic Development Commission	DDSA Disability Determination Services Administration
ALTCS Arizona Long-Term Care System	CERF Collection Enforcement Revolving Fund	DEA Drug Enforcement Account
AMA Active Management Area	CHC Community Health Center	DEMA Department of Emergency and Military Affairs
ANSAC Arizona Navigable Streams Commission	CHILDS Children's Information Library and Data Source	DEQ Department of Environmental Quality
AOC Administrative Office of the Courts		
AOOE All Other-Operating Expenditures		

DERS Division of Employment and Rehabilitative Services

DES Department of Economic Security

DHS Department of Health Services

DJC Department of Juvenile Corrections

DOA Department of Administration

DOC Arizona Department of Corrections

DOI Department of Insurance

DOR Department of Revenue

DPS Department of Public Safety

DSH Disproportionate Share Hospital

DUI Driving Under the Influence

DWR Department of Water Resources

EAC Eligible Assistance Children

EDP Electronic Data Processing

EEO Equal Employment Opportunity

ELAS Education Learning and Accountability System

ELIC Eligible Low-Income Children

EMS Emergency Medical Services

EMSCOM Emergency Medical Services Communications

EMSOF Emergency Medical Services Operating Fund

EPA Environmental Protection Agency

EPSDT Early Periodic Screening, Diagnostic, and Testing

ERE Employee-Related Expenditures

FES Federal Emergency Services

FFP Federal Financial Participation

FHAMIS Family Health Administration Management Information System

FICA Federal Insurance Contribution Act

FMAP Federal Matching Assistance Percentage

FMCS Financial Management Control System

FPL Federal Poverty Level

FTE Full-Time Equivalent

GAAP Generally Accepted Accounting Principles

GADA Greater Arizona Development Authority

GAO General Accounting Office

GDP Gross Domestic Product

GIITEM Gang and Immigration Intelligence Team Enforcement Mission

GITA Government Information Technology Agency

H.B. House Bill

HAP Hazardous Air Pollutant

HCBS Home and Community Based Services

HI Hearing Impaired

HMO Health Maintenance Organization

HRMS Human Resource Management System

HUD Housing and Urban Development

HURF Highway User Revenue Fund

ICAC Internet Crimes Against Children

IGA Intergovernmental Agreement

IHS Indian Health Service

IM 240 Inspection and Maintenance 240 Second Emission Test

IOCC Inter-State Oil Compact Commission

IRM Information Resource Management

IRMG Information Resource Management Group

ISA Intergovernmental Service Agreement

ISD Information Services Division

ISP Institutional Support Payments

IT Information Technology

ITAC Information Technology Authorization Committee

JCCR Joint Committee on Capital Review

JCEF Judicial Collection Enhancement Fund

JLBC Joint Legislative Budget Committee

JOBS Job Opportunity and Basic Skills

JTED Joint Technical Education District

LAN Local Area Network

LES Licensing and Enforcement Section

LGIP Local Government Investment Pool

LTC Long Term Care

MAG Maricopa Association of Governments

MAO Medical Assistance Only

MARS Management and Reporting System

MD Multiply Disabled

MDSSI Multiply Disabled Severely Sensory Impaired

MEDICS Medical Eligibility Determinations and Information Control System

MIPS Million Instructions per Second

MIS Management Information System

MNMI Medically Needy Medically Indigent

MVD Motor Vehicle Division

NADB North American Development Bank

NAFTA North American Free Trade Agreement

NAIC National Association of Insurance Commissioners

NAU Northern Arizona University

NLCIFT National Law Center for Inter-American Free Trade

NRCD Natural Resource Conservation District

OAH Office of Administrative Hearings

OGCC Oil and Gas Conservation Commission

OPM Office of Pest Management

OSHA Occupational Safety and Health Administration

OSPB Office of Strategic Planning and Budgeting

PAS Prior Authorization Screening

PASARR Pre-admission Screening and Annual Resident Review

PDSB Phoenix Day School for the Deaf

PERIS Public Employee Retirement Information System

POV Privately Owned Vehicle

PRWORA Personal Responsibility and Work Opportunity Reconciliation Act of 1986

PS Personal Services

PSPRS Public Safety Personnel Retirement System

QMB Qualified Medicare Beneficiary

OTR Qualified Tax Rate

RARF Regional Area Road Fund

RCF Registrar of Contractors Fund

REDI Rural Economic Development Initiative

REM Retain, Eliminate or Modify

RIF Reduction-in-Force

RMIS Risk Management Information System

RMRF Risk Management Revolving Fund

RTC Residential Treatment Center or Return to Custody

RUCO Residential Utility Consumer Office

S.B. Senate Bill

SAMHC Southern Arizona Mental Health Center

SAVE Systematic Alien Verification for Entitlements

SBAC Small Business Assistance Center

SBCS State Board for Charter Schools

SBE State Board of Education

SBIR Small Business Innovative Research

SBOE State Board of Equalization

SCHIP State Children’s Health Insurance Program

SDWA Safe Drinking Water Act

SDWRF Safe Drinking Water Revolving Fund

SES State Emergency Services

SLI Special Line Item

SLIAG State Legalization Impact Assistance Grant

SMI Serious Mental Illness or Seriously Mentally Ill

SNAP Supplemental Nutrition Assistance Program

SOBRA Sixth Omnibus Budget Reconciliation Act

SPAR Strategic Program Authorization Review

SPO State Purchasing Office

SPRF State Parks Revenue Fund

SPU Special Population Unit

SR&E Securities Regulation and Enforcement

SSI Supplemental Security Income

SSIG State Student Incentive Grant

SSRE State Share of Retained Earnings

SWCAP State-wide Cost Allocation Plan

T&R Title and Registration

TANF Temporary Assistance for Needy Families

TB Tuberculosis

TCC Transitional Child Care

TDD Telecommunication Devices for the Deaf

TIFS Tourism Investment Fund Sharing

TLMF Trust Land Management Fund

TPO Telecommunications Policy Office

UA University of Arizona

UAHSC University of Arizona Health Sciences Center

USAS Uniform State-wide Accounting System

USGS United States Geological Survey

UST Underground Storage Tank

VA Veterans Affairs

VEI Vehicle Emission Inspections

VI Visually Impaired

VOCA Victims of Crime Act

VR Vocational Rehabilitation

VRIRF Victims’ Rights Implementation Revolving fund

WAN Wide Area Network

WATS Wide Area Telephone System

WFRJT Work Force Recruitment and Job Training

WICHE Western Inter-State Commission on Higher Education

WIFA Water Infrastructure Finance Authority

WIPP Work Incentive Pay Plan

WPF Water Protection Fund

WQAB Water Quality Appeals Board

WQARF Water Quality Assurance Revolving Fund

Resources

Governor's Office of Strategic Planning and Budgeting

[Website](#)

[Executive Budgets for FY 2018 and Previous Years](#)

State Agency Technical Resources

[Agency Budget Development Software and Training Resources](#)

[Managing for Results](#), Arizona's Strategic Planning Handbook

Other Helpful Links

[Arizona's Official Website](#)

[Governor's Website](#)

[The Arizona Experience Website](#)

[State Agencies' Websites](#)

[Openbooks](#), a Searchable Database of the State Accounting System

[Arizona Employment Statistics](#)

[Arizona Population Statistics](#)

[FY 2017 Appropriations Report](#)

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