

## FY 2001 GENERAL FUND ADJUSTMENTS <sup>1/</sup>

	Original Forecast 2/	Change	Revised Estimate
<b>REVENUES</b>			
Balance Forward	\$56,330,600	\$123,819,600	\$180,150,200
Revenue	6,109,823,800	229,022,300	6,338,846,100
Triggers - Ch. 5, 1st Special Session	0	(65,030,000)	(65,030,000)
Other Bills - 2nd Regular Session	0	(2,625,900)	(2,625,900)
<b>TOTAL REVENUES</b>	<b>\$6,166,154,400</b>	<b>\$285,186,000</b>	<b>\$6,451,340,400</b>
<b>EXPENDITURES</b>			
Original Operating Budget	\$6,165,314,100	\$0	\$6,165,314,100
- Triggers - Ch. 5, 1st Special Session	0	63,870,400	63,870,400
- Supplemental Adjustments - 2nd Regular Session	0	1,736,400	1,736,400
Revised School Facilities Board Estimate	0	132,500,000	132,500,000
Other Bills - 2nd Regular Session	0	1,516,000	1,516,000
Subtotal - Operating Budget	\$6,165,314,100	\$199,622,800	\$6,364,936,900
Original Capital Outlay	\$35,337,500	\$0	\$35,337,500
Other Bills - 2nd Regular Session	0	350,000	350,000
Subtotal Capital Budget	\$35,337,500	\$350,000	\$35,687,500
Administrative Adjustments	\$33,000,000	\$0	\$33,000,000
Revertments	(78,114,800)	4,114,800	(74,000,000)
<b>TOTAL EXPENDITURES</b>	<b>\$6,155,536,800</b>	<b>\$204,087,600</b>	<b>\$6,359,624,400</b>
FY 2001 Set-Aside	0	54,780,500	54,780,500
<b>ENDING BALANCE</b>	<b>\$10,617,600</b>	<b>\$26,317,900</b>	<b>\$36,935,500</b>

During the 1999 Session, the Legislature enacted its first biennial budget since the 1950s. The enacted budget covered FY 2000 and FY 2001. The FY 2001 budget included certain supplemental adjustments.

The 1<sup>st</sup> Special Session approved a series of FY 2001 tax changes and spending increases that would be “triggered” if actual revenue collections exceeded budget projections. All excess revenue triggers not achieved in FY 1999 are expected to be reached in FY 2000 (and implemented in FY 2001). As a result, we are projecting that all \$128,900,400 in triggered tax reductions and spending increases will be enacted. The FY 2001 impact of the enacted triggers on operating spending totals \$63,870,400.

FY 2001 General Fund operating budget supplemental adjustments enacted during the 2<sup>nd</sup> Regular Session included an adjustment to the Community Colleges budget of \$1,736,400. The School Facilities Board estimate was increased by \$132,500,000. Another \$54,780,500 was set aside for anticipated FY 2001 General Fund supplementals. In addition, Other Appropriated Funds increased by a net \$25,119,000. The detail for these adjustments appears on the next page.

Other bills enacted during the 2<sup>nd</sup> Regular Session added another \$1,516,000 in FY 2001 General Fund spending, while Other Appropriated Funds were increased by \$32,909,763.

Higher-than-anticipated revenue growth is anticipated to be available to finance this additional FY 2001 spending.

The tax reductions included in the 1<sup>st</sup> Special Session triggers reduced FY 2001 General Fund revenues by \$65,030,000. In the 2<sup>nd</sup> Regular Session, the Legislature also approved legislation that resulted in a net revenue reduction of \$2,625,900. (See page 230 for a schedule of these changes).

The revertment estimate was reduced by \$4,114,800. This adjustment is a result of reducing the estimated FY 2001 Clean Elections Fund Reversion from \$(13,100,000) down to \$(9,000,000). The remaining \$(65,000,000) in revertments essentially reflects a continuation of the FY 2000 revertment estimate.

1/ This General Fund statement reflects the status of the FY 2001 budget as of the adjournment of the 2000 Regular Session.

2/ The original forecast reflects the FY 2001 budget as of the adjournment of the 1999 Regular Session.

**FY 2000 AND FY 2001 SUPPLEMENTAL SUMMARY  
GENERAL FUND**

<b><u>OPERATING BUDGETS</u></b>	<u>FY 2000</u>	<u>FY 2001</u>	<u>Section</u>	<u>1/</u>
Community Colleges	0	1,736,400	4	
Education, Department of	41,929,300	0	1	2/
Health Services, Department of	6,766,000	0	10	
Superior Court	<u>222,700</u>	<u>0</u>	11	
<b>TOTAL - GENERAL FUND SUPPLEMENTALS</b>	<b>48,918,000</b>	<b>1,736,400</b>		

**OTHER APPROPRIATED FUNDS**

<b><u>OPERATING BUDGETS</u></b>	<u>FY 2000</u>	<u>FY 2001</u>	<u>Section</u>	<u>1/</u>
Accountancy, State Board of	64,700	219,100	1	
Behavioral Health Examiners, Board of	2,600	3,500	3	
Contractors, Registrar of	79,500	0	5	
Criminal Justice Commission, Arizona	0	500,000	6	
Economic Security, Department of	12,688,100	10,467,300	8	
Environmental Quality, Department of	0	2,033,600	9	
Judiciary - Supreme Court	0	358,800	11	
Judiciary - Superior Court	<u>0</u>	<u>2,655,700</u>	11	
Subtotal - Judiciary	0	3,014,500		
Medical Examiners, Board of	176,100	3,949,600	13	
Nursing, State Board of	0	78,600	14	
Nursing Care Institution Administrators Board	0	44,400	15	
Parks Board, Arizona State	124,700	170,000	16	
Pioneers' Home, Arizona	0	1,213,500	C 23	
Private Postsecondary Education, Board for		900	17	
Public Safety, Department of	0	489,000	18	
Technical Registration, State Board of	100,000	0	19	
Classification Maintenance Review	<u>1,466,700</u>	<u>2,935,000</u>	20	
<b>TOTAL - OTHER APPROPRIATED FUNDS SUPPLEMENTALS</b>	<b>14,702,400</b>	<b>25,119,000</b>		

1/ Laws 2000, Chapter 3.

2/ Laws 2000, Chapter 2.

C Capital Appropriation