

FY 2023 STATE GENERAL FUND BUDGET SUMMARY

The FY 2023 budget is based primarily upon the actions of the 55th Legislature's 2nd Regular Session. On June 28, 2022, the Governor signed into law the FY 2023 General Appropriation Act for the year beginning July 1, 2022.

FY 2023 Baseline

The FY 2023 January JLBC Baseline projected an available ongoing balance of \$1 billion and a one-time balance of \$2.1 billion. This was based on uncertainty in the outcome of pending referendum, litigation and federal policy decisions, which could impact the level of available resources. As a result, the Baseline made these projections under a "maximum commitment scenario" in an effort to not overstate how much would be available in the FY 2023 budget process. This scenario made several assumptions which were resolved during the session:

- Proposition 208 would be upheld in litigation. Result: The courts subsequently ruled that the measure was unconstitutional for causing the K-12 Aggregate Expenditure Limit to be exceeded.
- \$939 million would be put in reserve pending the outcome of the Proposition 208 litigation for the purpose of issuing refunds for income tax payments already collected. Result: Based on updated information, a reserve was not needed.
- The enacted Individual Income Tax reductions, including the triggers, would go into effect. These tax reductions were referred to the 2022 general election ballot as Proposition 307. The Supreme Court has since ruled that the measure cannot be placed on the ballot. Result: The enacted FY 2023 budget still assumes that the triggers go into effect.
- The federal government would not extend the enhanced Medicaid match rate past March 2022. Result: The federal government has since extended the rate to at least December 2022.

These changes resulted in additional resources available in the FY 2023 budget process.

Revised FY 2022 General Fund Budget

At the time of publication of the *FY 2022 Appropriations Report* in August 2021, the FY 2022 budget was anticipated to have a \$202 million ending balance. By June 2022, the ending balance was adjusted upward to \$4.5 billion based on year-to-date revenue gains, Proposition 208 being invalidated, and other changes. *(Please see the FY 2022 General Fund Adjustments section for additional information.)*

Due to the large available balance, the budget included \$1.3 billion for several major one-time FY 2022 supplementals:

- \$1.1 billion to pay down pension debt for state Public Safety Personnel Retirement System (PSPRS) and Correctional Officer Retirement Plan (CORP) groups,
- \$93.5 million to pay off state debt for the Arizona State Hospital Forensic Unit and Arizona Department of Corrections (ADC) prison beds and water supply projects, and
- \$93.1 million to fund building renewal grants for school facilities.

FY 2023 General Fund Revenues

The enacted budget assumes General Fund revenues of \$16.8 billion, or a (2.8)% decrease compared to FY 2022. This is based on:

- A projected (0.6)% decrease in base revenues after adjusting for urban revenue sharing, the beginning balance, tax law changes and other one-time revenues.
- \$2.3 billion in one-time diversions from the state share of transaction privilege tax (TPT) revenues to agency funds, including:
 - ⇒ \$946.1 million to the State Highway Fund and Aviation Fund for transportation and road projects.
 - ⇒ \$544.2 million to the Border Security Fund.
 - ⇒ \$425.0 million to the Budget Stabilization Fund.
 - ⇒ \$334.0 million to the Long-Term Water Augmentation Fund.
 - ⇒ \$38.2 million to the State Parks Revenue Fund for capital projects.
- \$(1.3) billion in tax reductions as a result of Laws 2021, Chapter 412 reducing the individual income tax rates to 2.55% and 2.98% starting in TY 2022/FY 2023.

FY 2023 General Fund Spending

FY 2023 General Fund spending is projected to be \$15.8 billion. This spending level reflects an increase of \$2.95 billion, or 23.0%, above FY 2022. Major funding changes include:

- \$1.01 billion for the Arizona Department of Education (ADE).

- \$217.6 million for the Universities.
- \$405.4 million for AHCCCS.
- \$229.0 million for the Department of Economic Security (DES).
- \$91.4 million for the Department of Health Services (DHS).
- \$153.7 million for the Arizona Department of Corrections (ADC).
- \$112.7 million for the Department of Forestry and Fire Management (DFFM).
- \$72.5 million for the Department of Public Safety (DPS).
- \$67.1 million for the Department of Child Safety (DCS).
- \$189.0 million for other agencies' operating budget increases.
- \$240.6 million for one-time capital and transportation projects.
- \$1.36 billion backfill for one-time FY 2022 reverts due to lower ADE enrollment, federal Medicaid match rate savings, federal American Rescue Plan Act funding offsets and general net reverts.
- \$(1.08) billion of savings from the elimination of a one-time FY 2022 buydown of state employee pension debt and
- \$(93.5) million of savings from the elimination of a one-time FY 2022 early payoff of state building debt.

These operating budget adjustments reflects increases for state employee salaries, which are described in *the State Employees* section below. As noted in the earlier *General Fund Revenues* section, the budget also includes \$2.3 billion of initiatives funded from TPT diversions rather than expenditures.

The entire FY 2023 state budget, including both appropriated and non-appropriated funds, is projected to be approximately \$63.2 billion. The main drivers of FY 2023 budget spending are delineated below by function of government.

General Fund and Budget Stabilization Fund Balances

Based on \$16.8 billion in revenue and \$15.8 billion in spending, the FY 2023 cash balance is projected to be \$1.1 billion. This does not reflect monies available in the Budget Stabilization Fund, which has an estimated ending balance of \$1.4 billion in FY 2023.

Long Term Projections

A.R.S. § 35-125 requires that the General Appropriation Act delineate the revenue and expenditure estimates for the budget year and the following 2 years. The expenditure estimates are based on statutory revenue and funding requirements as well as eliminating any initiatives labeled as one time in the FY 2023 budget:

- FY 2024 revenues are projected to be \$15.9 billion compared to FY 2024 spending of \$15.2 billion with an ending cash balance of \$678.8 million.
- FY 2025 revenues are projected to be \$16.0 billion compared to FY 2025 spending of \$15.8 billion with an ending cash balance of \$218.2 million.

Education

Department of Education

- ADE General Fund spending increases by \$1.013 billion, or 17.1%, including:
 - ⇒ \$(244.6) million for a base adjustment in FY 2022 for lower-than-budgeted enrollment.
 - ⇒ \$141.2 million for FY 2023 K-12 enrollment growth of 11,777, or 1.1%. This amount does not include adjustments for potential growth in the ESA program associated with HB 2853 (Laws 2022, Chapter 388), which expands ESA eligibility to all Arizona children eligible to attend a public school.
 - ⇒ \$137.7 million for a 2.0% inflation adjustment of funding levels for the per pupil base level, transportation and charter additional assistance.
 - ⇒ \$(57.6) million for growth in property taxes from new construction.
 - ⇒ \$49.4 million for growth in Homeowner's Rebate Expenses. This amount includes \$30.0 million for an increase in the Homeowner's Rebate percentage from 47.19% to 50.0% in FY 2023 and \$4.4 million for a 0.5% decrease in the assessment ratio for commercial property pursuant to Laws 2021, Chapter 412.
 - ⇒ \$(19.1) million for an increase in land trust endowment earnings, which offset General Fund costs.
 - ⇒ \$(81.2) million to eliminate funding from the FY 2022 budget labeled as one-time.
 - ⇒ \$389.3 million for an additional 6.76% increase to the Base Level, resulting in a total Base Level increase of 8.76% for FY 2023. This amount includes a reduction of \$(70.0) million to eliminate the 1.25% increase to the Base Level for Additional Teacher Compensation monies pursuant to A.R.S. § 15-952.
 - ⇒ \$330.5 million to eliminate the State Equalization Tax Rate (SETR).

- ⇒ \$100.0 million to increase Basic State Aid formula funding for special education.
- ⇒ \$65.0 million to eliminate the K-12 rollover for districts with more than 2,000 but less than 4,000 pupils. The remaining ongoing rollover is \$800.7 million.
- ⇒ \$60.0 million to increase the per pupil amounts of the District Additional Assistance (DAA) and Charter Additional Assistance formulas. Sections 127 and 128 of the General Appropriation Act advance-appropriate monies to increase the DAA/CAA adjustment to \$89.0 million in FY 2024 and \$118.0 million in FY 2025.
- ⇒ \$50.0 million to establish a Group B formula weight for pupils eligible for the federal Free and Reduced-Price Lunch (FRPL) program. Sections 127 and 128 of the General Appropriation Act advance-appropriate monies to increase the FRPL weight funding to \$63.0 million in FY 2024 and \$100.0 million in FY 2025.
- ⇒ \$50.0 million for additional School Resource Officers (SROs). If funding is still available after funding all SRO grant applications, remaining monies may be allocated to school counselors and social workers on school campuses.
- ⇒ \$16.6 million for adult education programs.
- ⇒ \$10.0 million for foster youth transitional housing at the East Valley Institute of Technology (EVIT) campus.
- ⇒ \$16.1 million for all other miscellaneous adjustments.
- The budget assumes ADE will revert \$(389.1) million in FY 2022 for Basic State Aid savings associated with lower-than-budgeted enrollment and district transportation route miles.

Arizona Department of Administration/School Facilities Division (SFD)

- SFD General Fund spending decreases by \$(59.2) million, or (15.4)%, including:
 - ⇒ \$(58.5) million for a decrease in new school construction costs. The budget funds a total of \$113.1 million for new construction, including the completion of 5 FY 2022 schools, the initial funding for 3 FY 2023 schools in the Marana, Nadaburg and Pima School Districts, and site conditions for Kirkland.
 - ⇒ \$(649,100) for a decrease in one-time building renewal grant monies.

Universities

- University General Fund spending increases by \$217.5 million, or 24.8%, including:
 - ⇒ \$80 million for one-time operating and capital funding for ASU and NAU.
 - ⇒ \$46.0 million for one-time operating funding for all 3 universities.
 - ⇒ \$12.5 million for the Arizona Promise Program.
 - ⇒ \$10.0 million to fund tuition scholarships for spouses of military veterans.
 - ⇒ \$10.9 million for the UA Food Product and Safety Lab.
 - ⇒ \$9.7 million for a meat processing facility and truck handling facilities in Camp Verde.
 - ⇒ \$9.5 million for a UA Enclosed Feeding Facility.
 - ⇒ \$8.0 million for the UA College of Veterinary Medicine.
 - ⇒ \$6.0 million for the Arizona Veterinary Loan Assistance Program.
 - ⇒ \$5.0 million for the UA Veterinary Diagnostic Lab.
 - ⇒ \$5.0 million for ongoing "freedom school" funding.
 - ⇒ \$3.0 million for UA wind tunnel upgrades.
 - ⇒ \$1.5 million for the UA Natural Resources Users Law and Policy Center.
 - ⇒ \$1.7 million to transfer the Commission for Postsecondary Education to the Arizona Board of Regents.
 - ⇒ \$250,000 for the ASU Eastern Europe Cultural Collaborative.
 - ⇒ \$250,000 for the UA Kazakhstan Studies Program.
 - ⇒ \$(46.0) million to remove one-time funding from the FY 2022 budget.
 - ⇒ \$843,000 for adjustments to capital appropriations.
 - ⇒ \$53.4 million for statewide adjustments.
- Fall 2021 enrollment increased by 5,041 full-time equivalent students, or 2.6% above Fall 2020, for total enrollment of 197,120.

Community Colleges

- Community College General Fund spending decreases by \$(6.1) million, or (5.6)%, including:
 - ⇒ \$(689,400) for formula and other technical adjustments.
 - ⇒ \$(2.0) million to remove one-time STEM and Workforce Program funding to Maricopa and Pima.
 - ⇒ \$(14.0) million to remove one-time rural aid.
 - ⇒ \$(13.0) million to remove one-time urban aid.
 - ⇒ \$(500,000) to remove a one-time increase in the out- of-county reimbursement subsidy.

- ⇒ \$10.8 million to restore Maricopa, Pima, and Pinal STEM and Workforce Program funding.
- ⇒ \$7.0 million for one-time rural aid.
- ⇒ \$6.3 million for a Southern Arizona First Responder Academy.
- The Community College funding formula is based on student counts from 2 years prior. FY 2021 rural district enrollment decreased by (3,996) full-time equivalent students, or (14.9)%, for a total rural enrollment of 22,830. Including the Maricopa and Pima districts, total enrollment decreased by (17,437), or (16.1)%, for total enrollment of 90,735.

Health and Welfare

AHCCCS

- AHCCCS General Fund spending increases by \$405.4 million, or 21.1%, including:
 - ⇒ \$319.2 million for caseload growth, a capitation rate increase and a backfill for the expiration of the enhanced federal match rate.
 - ⇒ \$25.0 million one-time for construction of secure behavioral health residential facilities.
 - ⇒ \$24.2 million for Elderly and Physically Disabled home and community based provider rate increases.
 - ⇒ \$10.0 million for pregnancy care provider rate increases.
 - ⇒ \$7.5 million for behavioral health provider rate increases.
 - ⇒ \$2.7 million for an expansion of postpartum care.
 - ⇒ \$2.6 million for an expansion of chiropractic care.
 - ⇒ \$2.4 million for staff salary adjustments.
 - ⇒ \$1.6 million for statewide adjustments.
 - ⇒ \$10.2 million for all other adjustments.
- AHCCCS enrollment was 2.35 million recipients in June 2022, an 8.0% increase above the prior year.
- The enacted budget assumed the end of the enhanced match in December 2021. Since the federal government extended the higher rate for all of FY 2022, the state will generate an additional \$(286) million in FY 2022 General Fund savings across all 3 Medicaid agencies (AHCCCS, DES and DCS). The FY 2023 budget assumes no enhanced federal match rate for the 3 agencies. The federal government, however, has extended the enhanced match rate until at least December 2022.

Department of Child Safety (DCS)

- DCS General Fund spending increases by \$67.1 million, or 16.5%, including:
 - ⇒ \$19.8 million to increase the monthly kinship stipend from \$75 to \$300.
 - ⇒ \$10.0 million for Healthy Families expansion.
 - ⇒ \$10.0 million for expiration of the enhanced federal match rate.
 - ⇒ \$7.0 million for a qualified residential treatment program rate increase.
 - ⇒ \$4.8 million to increase the foster child daily stipend from \$1.41 to \$2.82.
 - ⇒ \$2.6 million to increase the independent living stipend.
 - ⇒ \$12.2 million for staff salary adjustments.
 - ⇒ \$781,300 for statewide adjustments.

Department of Economic Security (DES)

- DES General Fund spending increases by \$229.0 million, or 26.9%, including:
 - ⇒ \$130.2 million for Developmental Disabilities (DD) formula adjustments, including enrollment growth and a capitation rate increase and expiration of the enhanced federal match rate.
 - ⇒ \$64.8 million for ongoing DD provider rate increases.
 - ⇒ \$3.0 million for a Cost Effectiveness Study base adjustment.
 - ⇒ \$3.0 million for Area Agencies on Aging provider rate increases, of which \$2.0 million is one-time.
 - ⇒ \$11.2 million for 95 additional Adult Protective Services investigative staff.
 - ⇒ \$3.9 million for IT security upgrades, of which \$1.4 million is one-time.
 - ⇒ \$1.4 million for recidivism and reentry services staffing and prisoner workforce development.
 - ⇒ \$1.2 million for a DD group home monitoring pilot program.
 - ⇒ \$500,000 for a one-time increase to support regional foodbanks that purchase from local farmers and growers.
 - ⇒ \$419,800 for a building system management upgrade, of which \$272,800 is one-time.
 - ⇒ \$(9.5) million to remove one-time funding from the FY 2022 budget.
 - ⇒ \$15.7 million for staff salary adjustments.

- ⇒ \$3.2 million for statewide adjustments.
- Medicaid Developmental Disability caseloads are 38,042 in June 2022.

Department of Health Services (DHS)

- DHS General Fund spending increases by \$91.4 million, or 88.4%, including:
 - ⇒ \$50.0 million in one-time funding for accelerated nursing programs.
 - ⇒ \$15.0 million for the Nurse Education Investment Pilot Program.
 - ⇒ \$7.1 million for one-time replacement of the Arizona State Hospital surveillance system.
 - ⇒ \$7.0 million for increased operating costs at the Arizona State Hospital.
 - ⇒ \$2.5 million for Alzheimer's Disease Research.
 - ⇒ \$2.0 million for the Behavioral Health Care Provider Loan Repayment Program, of which \$1.0 million is one-time.
 - ⇒ \$1.5 million for one-time Family Health Pilot Program funding.
 - ⇒ \$705,000 for Arizona State Hospital hiring bonuses.
 - ⇒ \$627,000 to increase funding for issuing Certificates of Necessity for ambulance services.
 - ⇒ \$500,000 for the Preceptor Grant Program for Graduate Students.
 - ⇒ \$300,000 for one-time homeless pregnant women services funding.
 - ⇒ \$100,000 to shift the state suicide prevention coordinator from AHCCCS to DHS.
 - ⇒ \$(3.0) million for debt service savings.
 - ⇒ \$(3.7) million to remove one-time funding.
 - ⇒ \$7.8 million for staff salary adjustments.
 - ⇒ \$3.0 million for statewide adjustments.

Criminal Justice/Public Safety

Department of Corrections (ADC)

- ADC General Fund spending increases by \$153.7 million, or 12.0%, including:
 - ⇒ \$70.0 million for inmate health care.
 - ⇒ \$17.5 million for private prison contract increases.
 - ⇒ \$7.5 million for vehicle purchases.
 - ⇒ \$5.4 million for substance abuse treatment.
 - ⇒ \$2.4 million for net increased costs associated with year 2 of the phased closure of the Florence prison.
 - ⇒ \$2.0 million for community treatment program for imprisoned women.
 - ⇒ \$(607,100) for other adjustments.
 - ⇒ \$(16.0) million for debt service savings.
 - ⇒ \$(41.2) million for the elimination of one-time funding.
 - ⇒ \$(52.0) million to lower retirement costs associated with the FY 2022 budget's partial payoff of unfunded pension liabilities. *(See Pension Payoff below.)*
 - ⇒ \$116.7 million for a 20% increase in staff salary adjustments.
 - ⇒ \$41.9 million for statewide adjustments.
- The systemwide prison population at the end of FY 2022 was 33,371, a decrease of (2,622) or (7.3)% below the population at the end of FY 2021.

Department of Emergency and Military Affairs (DEMA)

- DEMA General Fund spending increases by \$16.2 million, or 121.5%, including:
 - ⇒ \$15.0 million for National Guard readiness center maintenance funding.
 - ⇒ \$1.2 million for other adjustments.
- The budget also includes \$544.2 million for border security initiatives. Of that amount:
 - ⇒ \$209.2 million is diverted from the state share of TPT General Fund revenues to the Border Security Fund for the following:
 - \$20.0 million for a new Cochise County jail.
 - \$15.0 million to reimburse local agencies for participating in a program with the U.S. Immigration and Customs Enforcement (ICE).
 - \$10.0 million for deposit into the Antihuman Trafficking Grant Fund.
 - \$30.0 million for distribution to local governments for prosecution and jail costs of border-related crimes.
 - \$10.0 million for costs incurred by the Arizona National Guard in the southern border region.

- \$10.0 million for emergency health care and testing for immigrants along the southern border.
 - \$15.0 million for transporting individuals seeking asylum in the U.S.
 - \$53.4 million for deputy county sheriff compensation.
 - \$800,000 for the chain of command in the Arizona State Guard.
 - \$30.0 million for construction of a state emergency operations center.
 - \$15.0 million for construction of a DPS southern border coordinated response center.
- ⇒ \$335.0 million is diverted from the state share of TPT General Fund revenues to the Border Security Fund to construct and maintain a physical border fence and to install border security technologies. (Laws 2022, Chapter 334)

Judiciary

- Judiciary General Fund spending increases by \$16.2 million, or 11.2%, including:
 - ⇒ \$3.1 million to expand the Court of Appeals with 6 additional judges and staff.
 - ⇒ \$2.0 million for partial-year implementation of a salary increase for judges.
 - ⇒ \$1.6 million for wage compensation for petit jurors in the Superior Court eligible after 1 day of jury service.
 - ⇒ \$1.2 million for county probation officer salary increases.
 - ⇒ \$1.0 million for the Supreme Court's Automation line to address a revenue shortfall.
 - ⇒ \$460,600 for other adjustments.
 - ⇒ \$4.2 million for staff salary adjustments.
 - ⇒ \$2.6 million for statewide adjustments.

Department of Juvenile Corrections (DJC)

- DJC General Fund spending increases by \$7.9 million, or 28.8%, including:
 - ⇒ \$5.2 million for a 20% increase in staff salary adjustments.
 - ⇒ \$2.8 million for statewide adjustments.

Department of Public Safety (DPS)

- DPS General Fund spending increases by \$72.5 million, or 24.9%, including:
 - ⇒ \$(46.1) million to lower retirement costs associated with the FY 2022 budget's partial payoff of unfunded pension liabilities. (*See Pension issues below.*)
 - ⇒ \$13.5 million for one-time helicopter replacement.
 - ⇒ \$11.7 million for one-time vehicle replacement.
 - ⇒ \$11.0 million for additional Border Strike Task Force Local Support funding.
 - ⇒ \$10.1 million to fill 69 vacant FTE Positions.
 - ⇒ \$10.0 million for a new Major Incident Division to conduct independent investigations of critical force incidents.
 - ⇒ \$9.0 million for 21.5 new FTE Positions in the DPS Border Strike Task Force.
 - ⇒ \$6.1 million for AZPOST operating funding.
 - ⇒ \$5.0 million for new Civil Air Patrol infrastructure.
 - ⇒ \$(4.4) million to remove one-time funding.
 - ⇒ \$3.0 million for a Phase 2 upgrade of the DPS Public Services Portal and the FBI's RAP Back program.
 - ⇒ \$1.9 million for one-time K-9 support initiatives.
 - ⇒ \$1.8 million for one-time vehicle bumper tethers.
 - ⇒ \$3.0 million for other adjustments.
 - ⇒ \$24.5 million for a 15% increase in staff salary adjustments.
 - ⇒ \$12.7 million for statewide adjustments.

Natural Resources

Department of Forestry and Fire Management (DFFM)

- Forestry General Fund spending increases by \$112.7 million, including:
 - ⇒ \$65.0 million for wildfire emergency response.
 - ⇒ \$38.8 million for continuation of the 3-year funding plan for wildfire mitigation.
 - ⇒ \$5.0 million for Gila River salt-cedar eradication.
 - ⇒ \$2.2 million for renovating the Mount Lemmon Fire District headquarters.
 - ⇒ \$2.2 million for administering US Forest Service land thinning projects.
 - ⇒ \$2.1 million for other adjustments.
 - ⇒ \$(2.6) million to remove one-time funding.

Arizona State Parks Board

- Parks General Fund spending decreases by \$(2.5) million, or (27.8)%, to remove a one-time deposit to the Arizona State Parks Heritage Fund.
- The budget also transfers \$38.2 million from the state share of TPT General Fund revenues to the State Parks Revenue Fund for capital projects.

Department of Water Resources (DWR)

- DWR General Fund spending increases by \$6.9 million, or 37.7%, including:
 - ⇒ \$3.5 million for annual water supply and demand assessment.
 - ⇒ \$1.3 million for statewide employee salary increase.
 - ⇒ \$1.2 million transfer for a shift to GF from the Water Banking Fund for department operating costs.
 - ⇒ \$1.0 million for an ongoing deposit to the Arizona Water Protection Fund.
 - ⇒ \$1.3 million for other adjustments.
 - ⇒ \$(1.4) million to remove one-time funding from the FY 2022 budget.

Water Infrastructure Finance Authority (WIFA)

- WIFA spending decreases by \$(2.0) million, or (16.7)%, including:
 - ⇒ \$10.0 million for one-time water assistance grants, including \$6.0 million for cities and towns in Navajo and Apache Counties and \$4.0 million for irrigation districts in Cochise and Graham Counties.
 - ⇒ \$(12.0) million to remove one-time funding.
- The budget also transfers \$334.0 million from the state share of TPT General Fund revenues for the Long-Term Water Augmentation Fund. This is the first year of 3 years of funding totaling \$1.0 billion.

General Government

Arizona Commerce Authority (ACA)

- ACA spending decreases by \$(37.9) million, or (48.0)%, including:
 - ⇒ \$(50.0) million for removal of one-time appropriations.
 - ⇒ \$(5.0) million for removal of one-time blockchain and wearables funding.
 - ⇒ \$15.0 million in one-time funding for Pinal Country water infrastructure grants.
 - ⇒ \$1.1 million for increased trade office funding.
 - ⇒ \$1.0 million for economic development marketing and attraction.

State Employees

- The budget increases the Total Appropriated Funds Full-Time Equivalent (FTE) ceiling by 377.7 FTE Positions in FY 2023. These adjustments would bring the total FTE Position ceiling to 54,831 in FY 2023.
- The budget includes \$210.3 million from the General Fund for state employee salary increases. Of this amount, \$121.8 million is for a 20% salary increase for ADC and Department of Juvenile Corrections (DJC) staff, \$24.5 million is for a 15% salary increase for DPS staff, \$49.1 million is for a minimum 10% salary increase for state employees, and \$14.9 million is for market adjustments for selected agency positions. These adjustments exclude the Universities.

Capital

- The budget includes \$110.4 million for building renewal at ADOA, ADC, Game and Fish, Lottery, and ADOT. Of this amount, \$68.2 million is financed from the General Fund and \$42.2 million is financed from Other Funds
- The budget includes \$235.8 million for capital projects. Of this amount, \$182.3 million is financed from the General Fund and \$53.5 million is financed from Other Funds. These amounts include the following:
 - ⇒ \$174.8 million including \$140.7 million from the General Fund and \$34.1 million from Other Appropriated Funds for new projects for the ADOA, ADC, ASDB, DEMA, Game and Fish, DHS, State Fair, Judiciary, DJC, Legislative Council, Liquor, Parks, Pioneers Home, and DPS.
 - ⇒ \$29.6 million from the General Fund for ADOA to distribute for local and tribal capital projects.
 - ⇒ \$12.0 million from the General Fund to ABOR to renovate the University of Arizona Mining, Minerals and Natural Resources Educational Museum.
 - ⇒ \$19.4 million from Other Appropriated Funds for new ADOT non-highway capital projects.
- The budget includes \$1.0 billion in FY 2023 for transportation initiatives, including \$83.0 million from the General Fund, \$925.4 million as a TPT diversion to the State Highway Fund and \$20.6 million as a TPT diversion to the State Aviation Fund for specific road projects and local aviation improvements.

Debt

- The budget includes a one-time \$93.5 million FY 2022 General Fund supplemental for full debt payoff of the Series 2015/2017 financing agreements for the Arizona State Hospital Forensic Unit and ADC prison bed and water supply projects, which eliminates \$18.9 million in annual debt service payments beginning in FY 2023.
- At the end of FY 2023, the state's projected level of lease-purchase and bonding capital obligations will be \$5.5 billion. The associated annual debt service payment is \$568 million.
- Of the \$5.5 billion in total lease-purchase and bonding obligations, the General Fund share is \$612 million. The General Fund annual debt service is projected to be \$85.4 million in FY 2023.
- Of the \$612 million, \$350 million is related to the state's share of Phoenix Convention Center costs and \$220 million is for University capital projects.

Pension Payoff

- The budget includes a one-time \$1.1 billion FY 2022 General Fund supplemental appropriation to eliminate the unfunded actuarial liability of the state PSPRS and CORP systems. This reduction will reduce annual employer pension payments by \$99.9 million beginning in FY 2024.
- The budget includes \$60.0 million one-time from the General Fund in FY 2023 to reduce the unfunded actuarial liability of the EORP system.
- The budget includes \$(98.1) million of ADC and DPS General Fund savings in FY 2023 for lower employer retirement costs due to additional pension contributions made in the FY 2022 enacted budget. The FY 2022 budget included a total of \$1 billion to reduce unfunded pension liabilities, with \$500 million allocated to the ADC CORP system and \$500 million allocated to the DPS PSPRS system.

Local Issues

- The budget appropriates \$7.0 million for counties to establish a coordinated reentry planning services program. This amount includes a decrease of \$(3.0) million from FY 2022. The FY 2022 3-year budget plan included \$10.0 million in FY 2022 and \$7.0 million in both FY 2023 and FY 2024 for this purpose.
- The budget continues to include \$7.7 million to be allocated equally among counties with a population of less than 900,000 according to the 2020 Decennial Census. With one exception, each county receives \$550,050. Graham County receives \$1.05 million.
- The budget continues to include \$3.0 million for distribution to counties to offset increased Elected Officials Retirement Plan (EORP) liabilities.
- Beginning in FY 2024, cities will receive 18% of income tax collections rather than 15% under the urban revenue sharing program.

Statewide Adjustments

- The budget includes an increase of \$103.2 million from the General Fund and \$172.8 million in Total Funds for a one-time FY 2023 employer health insurance adjustment. This amount includes \$40.0 million from the General Fund to backfill University Tuition employer contributions.
- The budget increases state agency budgets by \$27.7 million from the General Fund the following statewide adjustments:
 - ⇒ Arizona Financial Information System Fees.
 - ⇒ Human Resource Information System Replacement Fees.
 - ⇒ Information Technology Pro Rata Charges.
 - ⇒ Revised rent payments.
 - ⇒ Employer retirement contributions.
 - ⇒ State Fleet Rate Adjustments.

**STATEMENT OF GENERAL FUND REVENUES AND EXPENDITURES
WITH ONE-TIME FINANCING SOURCES**

	FY 2022 Enacted	FY 2023 Enacted	FY 2024 Estimate	FY 2025 Estimate
REVENUES				
Ongoing Revenues	\$17,206,649,700	\$17,096,561,900	\$17,921,802,300	\$18,756,548,800
Previously Enacted Tax Reductions	(51,020,000)	(1,316,346,000)	(1,692,252,900)	(2,136,165,000)
Newly Enacted Tax Reductions		(8,885,300)	(8,935,300)	(10,935,300)
Urban Revenue Sharing	(756,388,300)	(1,106,958,600)	(1,429,609,100)	(1,258,493,500)
Net Ongoing Revenues	<u>\$16,399,241,400</u>	<u>\$14,664,372,000</u>	<u>\$14,791,005,000</u>	<u>\$15,350,955,000</u>
One-Time Revenues				
Balance Forward	894,636,000	4,508,935,400	1,077,036,700	678,790,300
Water Infrastructure Repayment	20,000,000			
TPT Diversions		(2,287,489,600)		
Newly Enacted Tax Reductions		(50,000,000)		
Other One-Time Revenue Changes		(3,500,000)		
Subtotal One-Time Revenues	<u>\$914,636,000</u>	<u>\$2,167,945,800</u>	<u>\$1,077,036,700</u>	<u>\$678,790,300</u>
Total Revenues	\$17,313,877,400	\$16,832,317,800	\$15,868,041,700	\$16,029,745,300
EXPENDITURES				
Ongoing Operating Appropriations	\$12,053,812,800	\$14,203,683,200	\$14,722,518,200	\$15,336,437,000
Administrative Adjustments	160,000,000	170,000,000	170,000,000	178,500,000
Revertments	(257,000,000)	(215,000,000)	(215,000,000)	(223,500,000)
Subtotal Ongoing Expenditures	<u>\$11,956,812,800</u>	<u>\$14,158,683,200</u>	<u>\$14,677,518,200</u>	<u>\$15,291,437,000</u>
One-Time Expenditures				
Capital Outlay	92,632,900	250,257,400	31,422,000	29,832,100
Transportation Funding		83,000,000	10,000,000	
Reduce K-12 Rollover	65,000,000	65,000,000		
FY 2022 Supplementals	93,566,300			
Debt Payoff	93,500,000			
Pension Payoff	1,139,086,400	60,000,000		
Operating One-Time Spending	654,235,900	1,138,340,500	137,311,200	157,274,200
Water Supply Funding		TPT Diversion	333,000,000	333,000,000
New Medicaid Federal Match Reversion ^{1/}	(285,844,400)			
New ADE Formula Funding Reversion ^{1/}	(389,100,000)			
Federal Funds Offset ^{2/}	(635,000,000)			
University 27th Pay Period	20,052,100			
Subtotal One-Time Expenditures	<u>\$848,129,200</u>	<u>\$1,596,597,900</u>	<u>\$511,733,200</u>	<u>\$520,106,300</u>
Total Expenditures	\$12,804,942,000	\$15,755,281,100	\$15,189,251,400	\$15,811,543,300
Ending Balance ^{3/}	\$4,508,935,400	\$1,077,036,700	\$678,790,300	\$218,202,000
Ongoing Balance ^{4/}	\$4,442,428,600	\$505,688,800	\$113,486,800	\$59,518,000

^{1/} Reflects revertments of savings for a higher federal Medicaid match rate and lower K-12 formula costs.

^{2/} Reflects higher revertments associated with American Rescue Plan Act funding offsets.

^{3/} Reflects the difference between total revenues and total expenditures. Excludes any Budget Stabilization Fund balance.

^{4/} Reflects the difference between ongoing revenues and ongoing expenditures. The 3-year spending plan makes the ongoing/one-time classifications.

GENERAL FUND SPENDING BY BUDGET UNITS 1/

ONGOING FUNDING

	FY 2022 Enacted	FY 2023 Enacted	FY 2024 Estimate	FY 2025 Estimate
EXPENDITURES				
Operating Budget				
-- Department of Administration	\$8,155,000	\$9,022,800	\$9,022,800	\$9,022,800
-- ADOA - School Facilities Division	28,323,400	28,211,600	28,211,600	28,211,600
-- Office of Administrative Hearings	891,800	966,800	966,800	966,800
-- African-American Affairs Commission	128,800	141,500	141,500	141,500
-- Arizona Department of Agriculture	12,415,700	14,577,700	14,577,700	14,577,700
-- AHCCCS	1,915,630,200	2,294,168,500	2,513,823,800	2,700,658,900
-- Attorney General	24,739,800	26,816,300	26,816,300	26,816,300
-- State Board for Charter Schools	2,103,000	3,292,600	2,897,700	2,897,700
-- Department of Child Safety	380,590,600	447,055,700	457,055,700	462,055,700
-- Commerce Authority	16,175,000	18,550,000	18,550,000	18,550,000
-- Community Colleges	79,404,700	89,531,400	90,426,600	91,370,300
-- Corporation Commission	623,100	771,600	771,600	771,600
-- Department of Corrections	1,243,120,300	1,398,205,100	1,405,431,900	1,405,431,900
-- County Funding	10,650,700	10,650,700	10,650,700	10,650,700
-- Arizona Criminal Justice Commission		4,600,000	4,600,000	4,600,000
-- Schools for the Deaf and the Blind	23,255,700	24,678,400	24,678,400	24,678,400
-- Office of Economic Opportunity	470,300	512,800	512,800	512,800
-- Department of Economic Security	840,578,500	1,071,653,800	1,188,747,100	1,291,523,000
-- State Board of Education	2,340,000	3,392,800	3,361,900	3,361,900
-- Department of Education	5,761,522,700	6,837,309,700	7,092,667,000	7,402,238,900
-- Dept. of Emergency & Military Affairs	12,846,600	16,181,400	16,181,400	16,181,400
-- Department of Environmental Quality	15,000,000	15,000,000	15,000,000	15,000,000
-- State Board of Equalization	663,900	778,300	728,300	728,300
-- Board of Executive Clemency	1,153,300	1,314,800	1,314,800	1,314,800
-- Dept. of Forestry and Fire Management	14,227,600	53,068,000	50,076,600	50,076,600
-- Department of Gaming	13,029,500	16,956,500	16,956,500	16,956,500
-- Office of the Governor	8,813,600	9,160,300	9,160,300	9,160,300
-- Gov's Ofc of Strategic Planning and Budgeting	2,688,700	2,900,100	2,900,100	2,900,100
-- Department of Health Services	98,259,200	116,429,700	115,429,700	115,429,700
-- Arizona Historical Society	2,906,000	3,123,200	3,123,200	3,123,200
-- Prescott Historical Society	900,600	978,900	978,900	978,900
-- Arizona Dept. of Homeland Security		10,000,000	10,000,000	10,000,000
-- Industrial Commission	95,000	84,600	84,600	84,600
-- Dept. of Insurance and Financial Institutions	7,663,400	8,024,500	8,024,500	8,024,500
-- Judiciary	145,093,000	157,683,100	163,093,900	164,229,900
-- Department of Juvenile Corrections	30,696,600	37,437,300	37,437,300	37,437,300
-- State Land Department	11,815,100	12,799,700	12,799,700	12,799,700
-- Legislature				
Auditor General	20,308,500	25,854,500	25,854,500	25,854,500
House of Representatives	16,429,300	21,448,600	21,448,600	21,448,600
Joint Legislative Budget Committee	2,841,900	3,079,600	3,079,600	3,079,600
Legislative Council	9,090,400	9,395,800	9,395,800	9,395,800
Ombudsman		1,489,800	1,489,800	1,489,800
Senate	12,969,100	17,983,000	17,983,000	17,983,000
SUBTOTAL - Legislature	\$61,639,200	\$79,251,300	\$79,251,300	\$79,251,300

GENERAL FUND SPENDING BY BUDGET UNITS 1/
ONGOING FUNDING

	FY 2022 Enacted	FY 2023 Enacted	FY 2024 Estimate	FY 2025 Estimate
-- State Mine Inspector	1,558,200	2,261,400	2,261,400	2,261,400
-- Navigable Stream Adjudication Commission	129,300	139,100	139,100	139,100
-- Commission for Postsecondary Education	1,680,900			
-- Department of Public Safety	287,300,400	325,854,600	332,200,000	339,200,000
-- Public Safety Personnel Retirement System	6,000,000	6,000,000	6,000,000	6,000,000
-- State Real Estate Department	2,922,100	3,142,500	3,142,500	3,142,500
-- Department of Revenue	53,076,100	59,293,900	59,293,900	59,293,900
-- Secretary of State	12,907,700	17,665,900	17,735,900	17,735,900
-- Tax Appeals, State Board of	283,300	308,100	308,100	308,100
-- Office of Tourism	8,231,500	8,465,600	8,465,600	8,465,600
-- State Treasurer	3,010,200	4,660,800	4,660,800	4,660,800
-- Governor's Office on Tribal Relations	63,500	68,100	68,100	68,100
-- Universities	831,829,500	873,522,900	874,112,000	874,268,100
-- Department of Veterans' Services	8,625,500	11,295,700	11,295,700	11,295,700
-- Department of Water Resources	17,074,400	24,569,300	24,569,300	24,569,300
-- Phoenix Convention Center Payment	24,498,500	24,999,400	25,498,600	25,998,700
-- Rio Nuevo District	16,000,000	16,000,000	16,000,000	16,000,000
-- New Pension Payoff FY 24 Savings			(99,840,200)	(99,840,200)
-- Unallocated FY 23 Rent Adjustments		(1,200)	(1,200)	(1,200)
-- Unallocated FY 23 HRIS Fee Adjustments		2,100	2,100	2,100
-- Unallocated FY 23 Salary Adjustments		153,500	153,500	153,500
-- Unallocated FY 22 Risk Management Adjustments	6,400			
-- Unallocated FY 22 AFIS Transaction Fee Adjustments	4,700			
Total - Operating Budget	\$12,053,812,800	\$14,203,683,200	\$14,722,518,200	\$15,336,437,000
-- Water Supply Funding			333,000,000	333,000,000
-- New Medicaid Federal Match Reversion	(285,844,400)			
-- New ADE Formula Funding Reversion	(389,100,000)			
-- Federal Funds Offset	(635,000,000)			
-- Capital Outlay	92,632,900	250,257,400	31,422,000	29,832,100
-- Reduce K-12 Rollover	65,000,000	65,000,000		
-- FY 22 Supplementals	93,566,300			
-- Debt Payoff	93,500,000			
-- Pension Payoff	1,139,086,400	60,000,000		
-- Transportation Funding		83,000,000	10,000,000	
-- Operating One-Time Spending	654,235,900	1,138,340,500	137,311,200	157,274,200
-- Additional (27th) University Pay Period	20,052,100			
-- Administrative Adjustments	160,000,000	170,000,000	170,000,000	178,500,000
-- Revertments	(257,000,000)	(215,000,000)	(215,000,000)	(223,500,000)
Total Spending	\$12,804,942,000	\$15,755,281,100	\$15,189,251,400	\$15,811,543,300

1/ Individual agency spending amounts listed above exclude "Operating One-Time Spending" amounts. These amounts are accounted for in the "Operating One-Time Spending" line and are summarized on the "Summary Of One-Time General Fund Adjustments" table (see page BH-13).

SUMMARY OF ONE-TIME GENERAL FUND ADJUSTMENTS 1/

	FY 2022 Enacted	FY 2023 Enacted	FY 2024 Estimate	FY 2025 Estimate
Operating				
ADOA - Permitting Dashboard	\$ 100,000			
ADOA - K-12 Transportation Grants	10,000,000	20,000,000		
ADOA - Healthcare Interoperability Grants		12,000,000		
ADOA - Ballot Paper Testing		1,000,000		
ADOA - Secure Ballot Boxes		500,000		
ADOA - Fire Incident Management System Grants		6,100,000		
ADOA - County Sheriff Interoperability		20,000,000		
ADOA/Automation Projects Fund - K-12 Financial Transparency	614,100			
ADOA/Automation Projects Fund - Charter Board Upgrade	3,000,000	1,500,000	1,500,000	
ADOA/Automation Projects Fund - Business One-Stop Phase 2		15,614,300		
ADOA/Automation Projects Fund - Agriculture IT Projects/Cloud Migration		2,000,000		
ADOA/Automation Projects Fund - DOR Tax System		9,632,700	11,794,100	11,847,300
ADOA/SFD - Building Renewal Grants	90,832,100	183,300,000		
ADOA/SFD - New School Construction (FY 21 Authorization)	11,730,900			
ADOA/SFD - New School Construction (FY 22 Authorization)	76,881,700	47,950,000		
ADOA/SFD - New School Construction (FY 22 Budget - Retroactive Increase)	63,526,200			
ADOA/SFD - New School Construction (FY 22 Budget - Yuma HS Project)	16,515,200	16,515,200		
ADOA/SFD - New School Construction (FY 22 Budget - Kirkland Elementary)	3,000,000			
ADOA/SFD - New School Construction (FY 23 Budget - Kirkland Site Conditions)		400,000		
ADOA/SFD - New School Construction (FY 23 Authorization)		48,253,900	31,753,900	
ADOA/SFD - New School Construction (FY 24 Authorization)			363,200	
ADOA/SFD - New School Construction (FY 25 Authorization)				69,226,900
Agriculture - Cloud Migration	2,000,000			
Agriculture - State Agriculture Lab Equipment	2,500,000			
Agriculture - Livestock Operator Grants		10,000,000		
AHCCCS - Management Information System Replacement		500,000	700,000	
AHCCCS - Secure Behavioral Health Residential Facilities		25,000,000		
Arts Commission - Arts Trust Fund Deposit		5,000,000		
Attorney General - Missing and Murdered Indigenous Persons Investigations		2,000,000		
DCS - Higher Congregate Care Provider Rates	19,238,200	19,238,200		
DCS - Backfill Potential Loss of Federal Funds	5,900,000	5,900,000		
Commerce - Blockchain/Wearables (\$2.5 M Each)	5,000,000			
Commerce - Major Events Fund Deposit (4-Year Pilot Thru FY 25)	7,500,000	7,500,000	7,500,000	7,500,000
Commerce - Competes Fund Deposit	50,000,000			
Commerce - Frankfurt Germany Trade Office	250,000			
Commerce - Business Water Infrastructure		15,000,000		
Community Colleges - Rural Funding	14,000,000	7,000,000		
Community Colleges - Maricopa/Pima Funding	13,000,000			
Community Colleges - Maricopa/Pima STEM Funding	2,000,000			
Community Colleges - Out-of-County Reimbursement Aid	500,000			
Community Colleges - Southern Arizona First Responder Academy		6,250,000		
Corrections - Radio Replacement	17,329,500			
Corrections - Ballistic and Stab Vest Replacement	3,851,900			
Corrections - Substance Abuse Treatment Expansion	5,000,600			
Corrections - Medical Staff Augmentation Funding	15,000,000			
Corrections - Vehicle Purchases		7,488,400		
Corrections - Community Treatment For Imprisoned Women And Their Children		2,000,000		
Counties/ADOA - Re-Entry Planning Services	10,000,000	7,000,000	7,000,000	
ACJC - Re-Entry Planning Services	1,000,000			
ACJC - Rural County Attorney Diversion Program Grants		10,000,000		
ASDB - Increase Bus Transportation Capacity		1,106,200		
DES - Return to Work Grants	7,500,000			
DES - Adult and Aging Services Funding	1,474,000			
DES - After School/Summer Youth Program	500,000			
DES - IT Infrastructure/Security - Development Costs		1,400,500		
DES - DD Group Home Monitoring Pilot		1,200,000	1,200,000	1,200,000
DES - Area Agencies on Aging Provider Rate Increases		2,000,000		
ADE - High Quality Teacher Scholarships	400,000			
ADE - CTED Incentive Program	5,000,000			
ADE - Fully Restore Additional Assistance Funding	67,774,600			
ADE - Extraordinary Special Needs Fund Deposit	5,000,000			
ADE - Statewide Assessment Funding	5,000,000			
ADE - Procure Statewide Gifted Assessment	850,000			
ADE - Childhood Trauma Awareness/Prevention Grants		100,000		

SUMMARY OF ONE-TIME GENERAL FUND ADJUSTMENTS 1/

	FY 2022 Enacted	FY 2023 Enacted	FY 2024 Estimate	FY 2025 Estimate
ADE - Office of Indian Education		5,000,000		
ADE - Code Writers Initiative Program		1,000,000		
ADE - Foster Youth Transitional Housing		10,000,000		
ADE - Electronic Incident Prevention Program		150,000		
ADE - Postsecondary Success Program		1,000,000		
ADE - Assessment Funding		4,000,000		
DEMA - Aircraft Communication Equipment	220,500			
DEMA - National Guard Cyber Response Funding	300,000			
DEMA - Readiness Center Maintenance Backlog		13,300,000		
DEQ - Water Quality Fee Fund Deposit		6,400,000		
DEQ - Direct Potable Reuse of Treated Wastewater		1,500,000	1,500,000	
Forestry - Rural Fire District Reimbursement	2,500,000			
Forestry - One-Time Vehicle Purchases		3,190,000		
Forestry - Wildfire Expenses		65,000,000		
Forestry - Mount Lemmon Fire District Renovations		2,230,900		
Forestry - Gila River Nonnative Species Eradication		5,000,000		
Forestry - Good Neighbor/Fire Marshal Vehicle Purchases		730,000		
Gaming - County Fair Funding (FY 2020 Budget)	730,000			
Gaming - County Fair Funding (FY 2022 Budget)	2,000,000			
Governor - Arizona Civics Corp	1,000,000			
DHS - Rural Hospital Prenatal Equipment		500,000		
DHS - Board of Medical Student Loans	2,000,000			
DHS - Cognitive Decline/Caregiver Modules		160,000		
DHS - Adoption/Birth Certificate Records Release	1,000,000			
DHS - Family Health Pilot Program	1,500,000	3,000,000		
DHS - Accelerated Nursing		50,000,000		
DHS - ASH Surveillance System Upgrade		7,100,000		
DHS - Homeless Pregnant Women Services		300,000		
DHS - Arizona Nurse Education Investment Pilot Program		15,000,000	15,000,000	15,000,000
DHS - Preceptor Grant Program for Graduate Students		500,000	500,000	500,000
AZ Dept. of Homeland Security - State Cybersecurity Controls		2,000,000		
Housing - Housing Trust Fund Deposit		60,000,000		
Housing - Homeless Services Grant Pilot		10,000,000		
IRC - Commission Funding	7,900,000		1,500,000	
Judiciary - Supreme Court - Digital Evidence Storage	400,000	490,000		
Judiciary - Supreme Court - Automation Revenue Shortfall		1,000,000		
Judiciary - Supreme Court - Records Sealing		500,000		
Judiciary - Court of Appeals - Additional 6 Judges - Capital Costs		900,000		
Judiciary - Superior Court - One-Time Vehicle Purchase	187,500			
Land - Appraisal Development	1,500,000	1,500,000		
Legislature - Auditor General - K-12 Federal Funds Oversight	250,000	200,000		
Legislature - Auditor General - Audit Non Gov't Election Funding	165,000			
Legislature - Auditor General - Adult Protective Services Audit		300,000		
Legislature - Legislative Council - IT Improvements	1,000,000			
Legislature - House of Representatives	5,000,000	5,000,000		
Legislature - Senate	5,000,000	5,000,000		
Mine Inspector - Abandoned Mines Program Equipment/Vehicle Costs		522,000		
Parks - Heritage Fund Deposit	5,000,000	2,500,000		
Parks - State Lake Improvement Fund Deposit	4,000,000	4,000,000		
DPS - Training of K-9 Dogs		250,000		
DPS - Civil Asset Forfeiture Offset	3,500,000			
DPS - Rapid DNA Testing Equipment		600,000		
DPS - 400 Patrol Vehicle Bumper Tethers		1,800,000		
DPS - Expand Public Services Portal		2,631,500		
DPS - Upgrade Recently Purchase Helicopter		2,559,600		
DPS - Purchase 1 Helicopter		10,900,000		
DPS - Replace 276 Vehicles		11,709,300		
DPS - Civil Air Patrol		5,000,000		
DPS - K-9 Facility Improvements and Vehicles		1,900,000		
DOR - Pass Through Business Tax Change IT Upgrade	466,300			
SOS - Early Ballot Tracking System		250,000		
SOS - Election Funding		4,000,000		
Tourism - Southern Arizona Study Committee	250,000			
Tourism - Southern Arizona Sports, Tourism and Film Authority		750,000		
Tourism - Wine Promotion		1,000,000		

SUMMARY OF ONE-TIME GENERAL FUND ADJUSTMENTS 1/

	FY 2022 Enacted	FY 2023 Enacted	FY 2024 Estimate	FY 2025 Estimate
Transportation - Rental Vehicle Surcharge/VLT Hold Harmless	3,300,000			
Treasurer - Crime Victim Public Safety Notifications		3,800,000		
Treasurer - Arizona Health Innovation Trust Fund Deposit		100,000		
Treasurer - Election Security Funding			5,000,000	6,000,000
Treasurer - County Election Funding			6,000,000	
Universities - ABOR - Arizona Veterinary Loan Assistance Program		6,000,000		
Universities - ABOR - Food Product and Safety Lab		10,900,000		
Universities - ABOR - Enclosed Feeding Facility		9,500,000		
Universities - ABOR - Camp Verde Meat Processing Facility		9,700,000		
Universities - ASU - Operating Funding	18,831,300	21,200,000	21,200,000	21,200,000
Universities - ASU - Operating/Capital Funding		54,000,000		
Universities - NAU - Operating Funding	9,006,300	10,100,000	10,100,000	10,100,000
Universities - NAU - Operating/Capital Funding		26,000,000		
Universities - UA - Operating Funding	9,600,000	14,700,000	14,700,000	14,700,000
Universities - ASU - Eastern Europe Cultural Collaborative	250,000			
Universities - ASU - School of Civic and Economic Thought and Leadership	2,750,000			
Universities - ASU - Political History and Leadership School	250,000			
Universities - NAU - Economic Policy Institute	250,000			
Universities - UA - Center for the Philosophy of Freedom	1,250,000			
Universities - UA - Wind Tunnel	3,500,000			
Universities - UA - Wind Tunnel Upgrades		3,000,000		
Universities - UA - Agriculture Workforce Program	500,000	500,000		
Universities - UA - Kazakhstan Exchange Program	250,000			
Universities - UA - Veterinary Diagnostic Lab		2,500,000		
Universities - UA - Natural Resource Policy Center Endangered Species Study		450,000		
Veterans' Services - Tribal Ceremonies for Members Discharged From Military		1,000,000		
DWR - Water Protection Fund Deposit	1,000,000			
DWR - Agua Fria Flood Insurance Study	350,000			
DWR - New River Flood Insurance Study		350,000		
WIFA - Water Supply Development Revolving Fund Deposit	6,000,000			
WIFA - Water Project Assistance Grants	5,000,000	10,000,000		
WIFA - Small Water Systems Fund Deposit	1,000,000			
Other - HITF Employer Premium Increase		103,277,800		
Subtotal - Operating Funding	\$ 654,235,900	\$ 1,138,340,500	\$ 137,311,200	\$ 157,274,200
University 27th Pay Period	\$ 20,052,100			
Debt Payoff	\$ 93,500,000			
Pension Payoff	\$ 1,139,086,400	\$ 60,000,000		
New Medicaid Federal Match Reversion	\$ (285,844,400)			
New ADE Formula Funding Reversion	\$ (389,100,000)			
Federal Funds Offset	\$ (635,000,000)			
Reduce K-12 Rollover	\$ 65,000,000	\$ 65,000,000		
Water Supply Funding			\$ 333,000,000	\$ 333,000,000
Capital Outlay				
<u>FY 2022 Projects</u>				
Capital - ADOA - ADC Building Demolition	2,800,000			
Capital - ADOA - Air Handler Replacement - Phase 2	3,500,000			
Capital - ADOA - Building Renewal Funding	6,200,000			
Capital - ADOA - Taylor Rodeo Arena	1,000,000			
Capital - ADOA - Fountain Hills Discovery Center/Observatory	2,500,000			
Capital - ADC - Eyman Fire/Life Safety Projects (Plus \$15.6 M OF)	10,000,000			
Capital - ADC - Building Renewal Funding	22,205,800			
Capital - DEMA - Fire Suppression System Upgrades	927,100			
Capital - State Fair - Building Renewal	1,000,000			
Capital - State Fair - Coliseum Fire Alarm Replacement	1,000,000			
Capital - Leg Council - Historic State Capitol Renovation	11,500,000			
Capital - Veterans - Northwest Veterans Home	25,000,000			

SUMMARY OF ONE-TIME GENERAL FUND ADJUSTMENTS 1/

	FY 2022 Enacted	FY 2023 Enacted	FY 2024 Estimate	FY 2025 Estimate
Capital - Yuma Fairgrounds Relocation	5,000,000			
FY 2023 Projects				
Capital - ADOA - Building Renewal Funding		37,594,200		
Capital - ADOA - 1616 and 1688 W. Adams Renovation (Demolish 1624 W. Adams)		47,274,000		
Capital - ADOA - Demolition (1818 W. Adams/1850 W. Jackson/1720 W. Madison)		1,568,000		
Capital - ADOA - Homeless Veterans Housing (Fort Whipple)		2,386,600		
Capital - ADOA - Astronomy Centers		7,500,000		
Capital - ADOA - Navajo Nation Lukachukai Veterans Multipurpose Complex		500,000		
Capital - ADOA - Kayenta Judicial Complex		2,000,000		
Capital - ADOA - Little Colorado River Visitor Center (Navajo County)		1,000,000		
Capital - ADOA - Navajo Technical University Environmental Testing Lab		4,000,000		
Capital - ADOA - Dine College Student Center Construction		8,000,000		
Capital - ADOA - Navajo Nation Teesto Multipurpose Community Center Site		1,000,000		
Capital - ADOA - Navajo Nation Dilkon Center Improvements		3,000,000		
Capital - ADC - Building Renewal Funding		30,551,100		
Capital - ADC - Replace Evaporative Cooling with AC Systemwide		47,600,000	31,422,000	29,832,100
Capital - ADC - Doors/Locks/Fire Systems		20,400,000		
Capital - ASDB - Food Service Equipment		350,000		
Capital - ASDB - Security Upgrades (Electronic Locks)		420,000		
Capital - ASDB - Classroom Notification Replacement		96,000		
Capital - DEMA - Fire Suppression		1,151,100		
Capital - DEMA - Tucson Readiness Center Construction Cost Increase		1,800,000		
Capital - Judiciary - Air Handler and Sewer Replacement		3,200,000		
Capital - DJC - Replumbing		400,000		
Capital - Leg Council - Capitol Renovations		5,700,000		
Capital - DPS - Purchase Building and Property and Evidence Vehicle Storage		1,016,400		
Capital - DPS - Replace 25 Remote Officer Housing Units and Adds 5 Units		9,750,000		
Capital - ABOR - Mining, Mineral and Natural Resources Museum		12,000,000		
Subtotal - Capital Outlay	\$ 92,632,900	\$ 250,257,400	\$ 31,422,000	\$ 29,832,100
FY 2022 Supplementals				
ADOA - Named Claimants	37,500			
Corrections - Named Claimants	7,100			
DEMA - Named Claimants	700			
Board of Equalization - Named Claimants	6,800			
Executive Clemency - Named Claimants	300			
Gaming/Racing - Adjust Racetrack Maintenance and Operations Funding	396,900			
SFB - Building Renewal Grants	93,117,000			
Subtotal - FY 2022 Supplementals	\$ 93,566,300	\$ -	\$ -	\$ -
Transportation Funding				
Loop 101 Slip Ramp		25,000,000		
Ruby Road Bridge Improvements		3,000,000		
Cesar Chavez Blvd Widening/Improvements		33,000,000		
US-89 & N. Lake Powell Blvd Traffic Circle/Control Device		5,000,000		
Ganado School Loop Road (County Road 420)		1,000,000		
N-9402 Improvements		10,000,000		
N-35 Improvements		6,000,000		
SR 97 Improvements			10,000,000	
Subtotal - Transportation Funding	\$ -	\$ 83,000,000	\$ 10,000,000	\$ -
Total - One-time Spending	\$ 848,129,200	\$ 1,596,597,900	\$ 511,733,200	\$ 520,106,300

1/ The displayed amounts reflect one-time General Fund adjustments included in the FY 2023 enacted budget's multi-year spending plan. The Legislature makes the one-time classification as part of its 3-year spending plan. These items are not included in the ongoing agency spending amounts listed on pages BH-11 and BH-12.

General Fund Budget 4-Year Analysis (\$ in Millions)

	A	B	C	D
	FY 2022 Enacted	FY 2023 Enacted	FY 2024 Estimate	FY 2025 Estimate
1 Beginning Balance	\$ 894.6	\$ 4,508.9	\$ 1,077.0	\$ 678.8
2 Ongoing Revenues				
3 Ongoing Revenues - January Baseline	14,650.5	13,794.4	14,078.6	14,648.3
4 Base Revenue Adjustment	1,043.7	435.7	441.4	462.0
5 Base Revenue Adjustment - Prop 208 Invalidated	705.0	443.2	279.9	251.6
6 Liquor Dept. Operating Increase - GF Revenue Impact		(2.4)	(2.4)	(2.4)
7 Real Estate - Eliminate Lower End of Real Estate Fee Ranges (Enacted)		(0.7)	(0.7)	(0.7)
8 Expand Vets Property Tax Exemption to all Disability Levels (Savings in '24) (Separate Bill)		Yes - see ADE	Yes - see ADE	Yes - see ADE
9 Eliminate State Equalization Tax Rate		see ADE	see ADE	see ADE
10 Annually Adjust QCO and QFCO Contribution Cap for Inflation (Separate Bill)		(1.0)	(2.0)	(4.0)
11 Expand TPT Exemption for Used Agricultural Machinery (Updated BRB Language)		(0.6)	(0.6)	(0.6)
12 Limit Aircraft License Tax Assessment to CPI/Use Fair Market Value		(1.9)	(0.9)	(0.9)
13 Comm Colleges - Reduce Apache/Greenlee Out-of-County GF Reimbursements (Revenue Loss)		(2.1)	(2.1)	(2.1)
14 Subtotal - Ongoing Revenues	\$ 16,399.2	\$ 14,664.6	\$ 14,791.2	\$ 15,351.2
15 One-Time Revenues/Transfers				
16 Water Infrastructure Repayment - Transfer to General Fund	20.0			
17 ARPA Transfer to Offset TY 20 Conformity Costs <u>(See Footnote Below)</u>	Now In Spending			
18 TPT Transfer for Transportation Projects (Highway Fund + \$20.6 M Aviation Fund)		(946.1)		
19 TPT Transfer to Border Security Fund		(209.2)		
20 TPT Transfer to Border Security Fund (Border Fence Funding) - Separate Bill		(335.0)		
21 TPT Transfer for FY 23 Water Initiative Funding - Separate Bill		(334.0)		
22 Manufacturing TPT Distribution for Public Infrastructure (Total Cap From \$50 M to \$100 M)		(50.0)		
23 TPT Transfer to State Parks Revenue Fund (Parks Capital Projects)		(38.2)		
24 TPT Transfer to Budget Stabilization Fund (Rainy Day Fund)		(425.0)		
25 Liquor Space Reconfiguration - GF Impact		(3.5)		
26 Subtotal - One-Time Revenues (Including Beginning Balance)	\$ 914.6	\$ 2,167.9	\$ 1,077.0	\$ 678.8
27 Total Revenues	\$ 17,313.8	\$ 16,832.5	\$ 15,868.2	\$ 16,030.0
28 JLBC Baseline - Ongoing Spending	\$ 12,128.8	\$ 12,539.4	\$ 13,043.4	\$ 13,519.2
29 Ongoing Changes to JLBC Baseline				
30 ADOA - Credit Lending Report		0.2	0.2	0.2

General Fund Budget 4-Year Analysis (\$ in Millions)

	A	B	C	D
	FY 2022 Enacted	FY 2023 Enacted	FY 2024 Estimate	FY 2025 Estimate
31 ADOA - Licensing Waiver Reimbursement		Bill - Report/No \$		
32 Agriculture - Selected Salary Increases Above 10%		1.2	1.2	1.2
33 AHCCCS - Formula/Federal Match Change		65.3	69.8	94.7
34 AHCCCS - Increased Eligibility Determination Costs (DES Integrated System)		4.5	4.5	4.5
35 AHCCCS - Eligibility Determinations for Older Foster Care Youth (18 to 26 Years Old)		0.2	0.2	0.2
36 AHCCCS - Transfer Suicide Prevention Coordinator to DHS		(0.1)	(0.1)	(0.1)
37 AHCCCS - Federal IT Regulation Compliance (\$75k Ongoing/\$195k One-Time)		0.3	0.1	0.1
38 AHCCCS - American Indian Health Program SMI Integration		0.2	0.2	0.2
39 AHCCCS - Selected Salary Increases Above 10%		0.3	0.3	0.3
40 AHCCCS - Chiropractic Care (\$3.4 M in FY 24/25)		2.6	3.4	3.4
41 AHCCCS - Postpartum Care		2.7	2.7	2.7
42 AHCCCS - EPD Provider Rate Increases (11%) (also see DES)		24.2	24.2	24.2
43 AHCCCS - Allow CHIP Members to Remain Eligible for 12 Months (\$630K)		0.6	0.6	0.6
44 AHCCCS - Secure Behavioral Health Facility Provider Rate Increase (Start in '24)		\$10 M in FY 24	10.0	10.0
45 AHCCCS - Pregnancy Care Provider Rate Increase		10.0	10.0	10.0
46 AHCCCS - Diabetes Management (Separate Bill for Statutory Change)		0.7	0.7	0.7
47 AHCCCS - Behavioral Health Provider Rate Increase (2.5%) - (Plus Language)		7.5	7.5	7.5
48 AHCCCS - Pediatric Skilled Nursing Facilities Rate Increase (\$144k Cost)		0.1	0.1	0.1
49 Attorney General - Additional Office of Victims Services Staff (2 FTE)		0.2	0.2	0.2
50 Charter Board - Ongoing Costs From '22 IT Upgrade (\$116k Ongoing/\$389k One-Time)		0.5	0.1	0.1
51 Charter Board - Additional Staff (4 FTE) and Selected Salary Increases Above 10%		0.5	0.5	0.5
52 Charter Board - Attorney General Legal Services (Fund 1 FTE)		0.1	0.1	0.1
53 DCS - Federal Match Change		Cost in FY 24	7.5	10.0
54 DCS - Healthy Families Expansion (\$12.5 M in '24, \$15.0 M in '25)		10.0	12.5	15.0
55 DCS - Increase Foster Child Daily Stipend From \$1.41 to \$2.82 (Licensed & Kinship)		4.8	4.8	4.8
56 DCS - Selected Salary Increases above 10% - Caseworkers/Others		3.4	3.4	3.4
57 DCS - Increase Monthly Kinship Stipend from \$75 to \$300 (Separate Bill)		19.8	19.8	19.8
58 DCS - Independent Living Stipend		2.6	2.6	2.6
59 DCS - Qualified Residential Treatment Program Rate Increase (10%)		7.0	7.0	7.0
60 Commerce - Continue Germany Trade Office Funding (\$250K Funded One-Time in '22)		0.5	0.5	0.5
61 Commerce - Increase Israel Trade Office Funding (\$125K)		0.1	0.1	0.1
62 Commerce - Economic Development Marketing and Attraction		1.0	1.0	1.0
63 Commerce - 2 New Asia Trade Offices (\$750K) - (Taiwan and South Korea)		0.8	0.8	0.8
64 Comm Colleges - Formula (FY 24/FY 25)			(3.2)	(5.1)
65 Comm Colleges - Maricopa/Pima/Pinal STEM Funding Restoration		10.8	10.8	10.8
66 Comm Colleges - Rural County Allocation Adjustment		0.2	0.2	0.2
67 Corporation Commission - Hazardous Materials Railroad Inspector (\$92k)		0.1	0.1	0.1

General Fund Budget 4-Year Analysis (\$ in Millions)

	A	B	C	D
	FY 2022 Enacted	FY 2023 Enacted	FY 2024 Estimate	FY 2025 Estimate
68	ADC - Private Prison Contract Increase (Vendor Penalty Overtime/Stipend Footnote)	17.5	17.5	17.5
69	ADC - Continue Substance Abuse Treatment Funding (One-Time in '22); Add 3 FTE	5.4	5.4	5.4
70	ADC - Inmate Healthcare Contract Services Increase	70.0	70.0	70.0
71	ADC - Salary Increases - 20% For All Staff	116.7	116.7	116.7
72	ACJC - Victims' Compensation Fund (+\$10 M ARPA in '23)	2.0	2.0	2.0
73	ACJC - State Aid for Juvenile Dependency Proceedings Fund	2.0	2.0	2.0
74	ACJC - Major Incident Regional Law Enforcement Task Forces	0.6	0.6	0.6
75	DES - Formula/Federal Match Change	15.9	25.2	36.4
76	DES - Additional Adult Protective Services Staff (95 FTE)	11.2	11.2	11.2
77	DES - Building System Management Upgrade (\$147k Ongoing/\$273k One-Time)	0.4	0.1	0.1
78	DES - Selected Salary Increases Above 10%	6.1	6.1	6.1
79	DES - IT Infrastructure/Security Upgrades - Operating Costs	2.5	2.5	2.5
80	DES - Additional Food Bank Funding (Friends of the Farm)	0.5	0.5	0.5
81	DES - Recidivism/Re-Entry Programs (Second Chance Centers)	1.4	1.4	1.4
82	DES - Arizona Early Intervention Program (AZEIP) Rate Increase	Federal Funds	4.4	8.8
83	DES - AZEIP Provider Rate Increases	3.4	3.4	3.4
84	DES - DD Provider Rate Increases (9.7%) (also see AHCCCS)	56.7	56.7	56.7
85	DES - DD State Only Provider Rate Increases	0.5	0.5	0.5
86	DES - Cost Effectiveness Study Provider Rate Increase (Includes \$3 M Base Adj.)	7.2	7.2	7.2
87	DES - Area Agencies on Aging Provider Rate Increases	1.0	1.0	1.0
88	SBE - Misconduct Caseload/AG Legal Services - 1 FTE (\$513k Ongoing/\$23k One-Time)	0.5	0.5	0.5
89	SBE - ESA Appeals Process Implementation (\$70k Ongoing/\$4k One-Time)	0.1	0.1	0.1
90	SBE - Open Enrollment Promotion/Constituent Services - 1 FTE (\$150k)	0.2	0.2	0.2
91	SBE - Additional Policy Development Staff - 1 FTE (\$106k Ongoing/\$4k One-Time)	0.1	0.1	0.1
92	ADE - Formula	(85.3)	(113.9)	(112.5)
93	ADE - Veterans Property Tax Exemptions (Savings Begins in '24) (Separate Bill)	FY 24 Impact	(1.1)	(1.1)
94	ADE - Extra 2.5% Base Level Increase; Eliminate Teacher Comp \$	99.3	101.6	104.2
95	ADE - Additional 4.3% Base Level Increase (2% Base + 2.5% Above + 4.3% = 8.8% Increase)	290.0	290.0	290.0
96	ADE - Eliminate State Equalization Tax Rate	330.5	337.6	344.7
97	ADE - Special Education Weight Increase	100.0	104.4	109.2
98	ADE - Opportunity Weight (Low Income Students)	50.0	63.0	100.0
99	ADE - Add'l Assistance Increase (\$48 M DAA/\$12 M CAA) + Phase in Add'l \$58 M	60.0	89.0	118.0
100	ADE - School Safety Funding Increase (SROs First Priority, Then Counselors/Social Workers)	50.0	50.0	50.0
101	ADE - Adult Education Administrative Costs (\$250k)	0.3	0.3	0.2
102	ADE - Adult Education (Allocate to Agencies Based on Bill)	16.6	19.7	22.3
103	ADE - Education Programs in Jails (\$114K)	0.1	0.1	0.1
104	ADE - Procure Statewide Gifted Assessment	0.8	0.8	0.8

General Fund Budget 4-Year Analysis (\$ in Millions)

	A	B	C	D
	FY 2022 Enacted	FY 2023 Enacted	FY 2024 Estimate	FY 2025 Estimate
105 ADE - Empowerment Scholarship Account Administration Costs (26 FTEs) - (Separate Bill)		2.2	2.2	2.2
106 DEMA - Reimburse Federal Government for Facilities Maintenance Overpayment		0.8	0.8	0.8
107 DEMA - Fully Fund State Match for Readiness Center Maintenance (25% to 50%)		1.7	1.7	1.7
108 Equalization - Appeals Application IT Costs (\$25k Ongoing/\$50k One-Time)		0.1	0.1	0.1
109 Executive Clemency - Chief Operating Officer Position (\$32k + Other Budget Capacity)		0.1	0.1	0.1
110 Executive Clemency - Selected Salary Increase (\$44k)		0.1	0.1	0.1
111 Forestry - Healthy Forest New Vehicle Purchases		0.3	0.3	0.3
112 Forestry - Healthy Forest Annual State Fleet Operation Charge		0.2	0.2	0.2
113 Forestry - Healthy Forest Annual State Fleet Vehicle Replacement Charge		0.1	0.1	0.1
114 Forestry - Good Neighbor/Fire Marshall Annual State Fleet Operation Charge		0.2	0.2	0.2
115 Forestry - Good Neighbor/Fire Marshall Annual State Fleet Vehicle Replacement Charge		0.1	0.1	0.1
116 Forestry - 17 FTE for US Forest Service Land Thinning (19K Acres)		1.5	1.5	1.5
117 Forestry - Additional Fire Marshal Staff (5.5 FTE)		0.5	0.5	0.5
118 Gaming/Racing - Contract Veterinarian/Pre-Race Inspections (\$175K)		0.2	0.2	0.2
119 Gaming/Racing - Horse Racing Integrity Act Assessment (\$355k)		0.4	0.4	0.4
120 Gaming/Racing - County Fair Funding		2.0	2.0	2.0
121 Gaming/Racing - Adjust Racetrack Maintenance and Operations Funding		0.4	0.4	0.4
122 DHS - Behavioral Health Student Loan Repayment Program (\$1 M in FY 24/25)		2.0	1.0	1.0
123 DHS - Arizona State Hospital (ASH) Hiring Bonuses of Up to \$5,000		0.7	0.7	0.7
124 DHS - ASH Increased Staffing and Operating Costs (SB 1444 IOC As Separate Bill)		6.9	6.9	6.9
125 DHS - Selected Salary Increases Above 10% - ASH Staff/Other		2.3	2.3	2.3
126 DHS - Shift Suicide Prevention Coordinator From AHCCCS to DHS		0.1	0.1	0.1
127 DHS - Alzheimer's Disease Research		2.5	2.5	2.5
128 DHS - Certificate of Necessity Procedures (5 FTE) - \$627k		0.6	0.6	0.6
129 Homeland Security - Cybersecurity Grants to Locals and School Districts/2 FTE		10.0	10.0	10.0
130 Judiciary - Supreme Court - Justices Salary Increases (\$212k/ \$205k Salary)		0.3	0.5	0.5
131 Judiciary - Supreme Court - Selected Staff Salary Increases Above 10%		0.6	0.6	0.6
132 Judiciary - Supreme Court - Juror Day 1 Wage Compensation		1.6	1.6	1.6
133 Judiciary - Court of Appeals - Judges Salary Increases (\$190k Salary)		0.7	1.3	1.3
134 Judiciary - Court of Appeals - Selected Staff Salary Increases Above 10%		0.4	0.4	0.4
135 Judiciary - Court of Appeals - Add 6 Judges (With Statutory Change)		2.2	4.5	4.5
136 Judiciary - Superior Court - Judges Salary Increases (\$165k Salary '23, \$180k Salary '24)		1.1	3.4	4.5
137 Judiciary - Superior Court - Selected Staff Salary Increases Above 10%		0.1	0.1	0.1
138 Judiciary - Superior Court - County Probation Salary Increases		1.2	1.2	1.2
139 DJC - Salary Increases - 20% For All Staff		5.2	5.2	5.2
140 Land - CAP Fees		0.1	0.1	0.1
141 Land - Management System (2 FTE) (\$225K)		0.2	0.2	0.2

General Fund Budget 4-Year Analysis (\$ in Millions)

	A	B	C	D
	FY 2022 Enacted	FY 2023 Enacted	FY 2024 Estimate	FY 2025 Estimate
142		3.3	3.3	3.3
143		0.6	0.6	0.6
144		4.0	4.0	4.0
145		4.2	4.2	4.2
146		1.0	1.0	1.0
147		0.3	0.3	0.3
148		0.6	0.6	0.6
149		20.0	20.0	20.0
150		24.5	24.5	24.5
151		1.0	1.0	1.0
152		0.4	0.2	0.2
153		0.4	0.4	0.4
154		0.4	0.4	0.4
155		0.5	0.5	0.5
156		10.5	10.1	10.1
157		10.0	17.0	24.0
158		6.1	6.1	6.1
159		3.5	3.5	3.5
160		0.2	0.2	0.2
161		1.4	1.4	1.4
162		12.5	12.5	12.5
163		10.0	10.0	10.0
164		2.8	2.8	2.8
165		0.4	0.4	0.4
166		1.8	1.8	1.8
167		0.3	0.3	0.3
168		0.3	0.3	0.3
169		8.0	8.0	8.0
170		1.0	1.0	1.0
171		2.5	2.5	2.5
172		2.2	2.2	2.2
173		0.4	0.4	0.4
174		1.2	1.2	1.2
175		3.5	3.5	3.5
176		1.0	1.0	1.0
177		17.2	17.2	17.2
178			(99.8)	(99.8)

General Fund Budget 4-Year Analysis (\$ in Millions)

	A	B	C	D
	FY 2022 Enacted	FY 2023 Enacted	FY 2024 Estimate	FY 2025 Estimate
179 Other - Debt Payoff Savings (DHS/ADC Building Debt)		(18.9)	(18.9)	(18.9)
180 Other - Statewide AFIS Charge		(0.2)	(0.2)	0.3
181 Other - Rent Adjustments		(0.7)	(0.7)	(0.7)
182 Other - Fleet Adjustments		0.6	0.6	0.6
183 Other - Statewide Personnel IT System (\$60 M Total Cost By FY 26)		8.0	8.0	8.0
184 Other - IT Pro Rata Charge Adjustments		1.6	1.6	1.6
185 Other - 10% Pay Increase for State Employees		49.1	49.1	49.1
186 Other - Administrative Adjustment/Reversion Estimates	(172.0)	(45.0)	(5.0)	(3.5)
187 Other Adjustments		(0.5)	(0.7)	
188 Subtotal - Ongoing Changes to JLBC Baseline	\$ (172.0)	\$ 1,618.8	\$ 1,633.7	\$ 1,772.5
189 Total Ongoing Spending	\$ 11,956.8	\$ 14,158.2	\$ 14,677.1	\$ 15,291.7
190 JLBC Baseline - One-Time Spending	\$ 394.0	\$ 186.2	\$ 48.7	\$ 76.7
191 One-Time Changes to JLBC Baseline				
192 ADOA - Healthcare Interoperability Grants (Annual Reporting Requirement)		12.0		
193 ADOA - Election Security Funding (Secure Ballot Boxes, Ballot Paper Testing)		1.5		
194 ADOA - Fire Incident Management System Grants (Municipalities/Fire Districts)		6.1		
195 ADOA - County Sheriff Interoperability for School Safety		20.0		
196 ADOA/APF - Agriculture IT Projects/Cloud Migration		2.0		
197 ADOA/APF - DOR Tax System [\$64 M GF/\$41 M Other] (Tax Data Issues/Oversight)		9.6	11.8	11.9
198 ADOA/APF - Business One Stop Phase 2 (+\$16 M in FY 26)		15.6		
199 ADOA/SFD - Building Renewal (\$200 M Total)	93.1	183.3		
200 ADOA/SFD - Kirkland Site Conditions		0.4		
201 Agriculture - Livestock Operator Infrastructure Grants		10.0		
202 AHCCCS/DES/DCS - '22 FMAP Reversion (4th Quarter Extension)	(133.0)			
203 AHCCCS - Management Information System Replacement (IT Oversight)		0.5	0.7	
204 AHCCCS - Behavioral Health Worker Training (3 Years Fed Funds)		\$5.0 M Fed Funds	\$5.0 M Fed Funds	\$5.0 M Fed Funds
205 AHCCCS - Clinical Rotation (3 Years Fed Funds)		\$27.0 M ARPA	\$27.0 M ARPA	\$27.0 M ARPA
206 AHCCCS - Secure Behavioral Health Residential Facilities		25.0		
207 Arts Commission - Arts Trust Fund Deposit		5.0		
208 Attorney General - Missing and Murdered Indigenous Persons Investigations		2.0		
209 Commerce - Business Water Infrastructure (Pinal County)		15.0		
210 Comm Colleges - Rural Funding		7.0		
211 Comm Colleges - Southern AZ First Responder Academy		6.3		
212 ADC - One-Time Vehicle Purchases (+\$1.6M OF)		7.5		

General Fund Budget 4-Year Analysis (\$ in Millions)

		A	B	C	D
		FY 2022 Enacted	FY 2023 Enacted	FY 2024 Estimate	FY 2025 Estimate
213	ADC - Community Treatment Program For Imprisoned Women And Their Children		2.0		
214	ACJC - Rural County Attorney Diversion Program Grants (Non-Lapsing)		10.0		
215	ASDB - Increase Bus Transportation Capacity (95 Additional Students)		1.1		
216	DES - IT Infrastructure/Security - Development Costs		1.4		
217	DES - UI IT System Replacement (ARPA \$18.6 M FY 24/\$24.5 M FY 25)		Federal Funds	ARPA	ARPA
218	DES - DD Group Home Monitoring Pilot (3 Years)		1.2	1.2	1.2
219	DES - Area Agencies on Aging Provider Rate Increases		2.0		
220	ADE - Childhood Trauma Awareness/Prevention Grants		0.1		
221	ADE - Office of Indian Education (Non-Lapsing)		5.0		
222	ADE - FY 22 Enrollment Reversion	(104.1)			
223	ADE - Eliminate K-12 Rollover For Districts Up to 4,000 ADM		65.0		
224	ADE - Code Writers Initiative Program		1.0		
225	ADE - Foster Youth Transitional Housing (17-21 Years Old)		10.0		
226	ADE - Electronic Incident Prevention Programs (\$150K)		0.2		
227	ADE - Postsecondary Success Program (Non-Lapsing)		1.0		
228	ADE - Assessment Funding		4.0		
229	DEMA - Readiness Center Maintenance Backlog		13.3		
230	DEMA - Border Security Fund - \$20 M Cochise County New Jail State Match/\$15 M Local Law Enforcement/\$10 M Reduce Trafficking/\$30 M Local Prosecution/\$10 M Nat'l Guard/\$10 M Emergency Care and Testing/\$15 M Transportation/\$53.4 M Sheriff Stipend/\$30 M Emergency Operations Center/\$15 M DPS Marana Fusion Center/\$0.8 M DEMA State Guard Chain of Command [JLBC Transfer Review]		209.2 - TPT		
231	DEMA - Border Security Fund (Border Fence Funding + Quarterly DEMA/Homeland Sec. Report Border Fence/Technology) - Separate Bill		335.0 - TPT		
232	DEQ - Water Quality Fee Fund Deposit		6.4		
233	DEQ - Direct Potable Reuse of Treated Wastewater (\$1.5 M for 2 Years)		1.5	1.5	
234	Forestry - Gila River Nonnative Species Eradication [With Report]		5.0	\$5.0 M ARPA	\$5.0 M ARPA
235	Forestry - Wildfire Expenses (non-lapsing; includes \$3 M for Woodbury Fire)		65.0		
236	Forestry - Renovate Mount Lemmon Fire District Building		2.2		
237	Forestry - Good Neighbor/Fire Marshall New Vehicle Purchases		0.7		
238	Gaming/Racing - Adjust Racetrack Maintenance and Operations Funding Allocation	0.4			
239	DHS - Accelerated Nursing (Post Bach 1 Year) - \$6 M Creighton/\$44 All U'S/Residency		50.0		
240	DHS - Arizona State Hospital Surveillance System Upgrade (With Audio)		7.1		
241	DHS - Nurse Education Investment Pilot Program (3 Years)		15.0	15.0	15.0
242	DHS - Preceptor Grant Program for Graduate Students (3 Years)		0.5	0.5	0.5
243	DHS - Family Health Pilot Program (\$3 M total including Baseline)		1.5		
244	DHS - Homeless Pregnant Women Services (\$500K total including Baseline)		0.3		

General Fund Budget 4-Year Analysis (\$ in Millions)

	A	B	C	D
	FY 2022 Enacted	FY 2023 Enacted	FY 2024 Estimate	FY 2025 Estimate
245	Homeland Security - State Cybersecurity Controls	2.0		
246	Housing - Housing Trust Fund - Grants (With \$20 M Rural/\$4 M Tribal Set Aside)	60.0		
247	Housing - Homeless Services Grant Pilot (With 50% Local Match)	10.0		
248	IRC - FY 24 One-Time Funding (\$1.5 M in FY 24)	See FY 24	1.5	
249	Industrial Commission - Fire District COVID Related Reimbursement	ARPA - \$20.0 M		
250	Judiciary - Supreme Court - Automation Revenue Shortfall	1.0		
251	Judiciary - Court of Appeals - Additional 6 Judges - Capital Costs	0.9		
252	Legislature - Auditor General - Adult Protective Services Audit	0.3		
253	Legislature - House - One-Time Operating Funding	5.0		
254	Legislature - Senate - One-Time Operating Funding	5.0		
255	Mine Inspector - One-Time Equipment and Vehicle Costs	0.5		
256	Parks - Arizona State Parks Heritage Fund	2.5		
257	DPS - 400 Patrol Vehicle Bumper Tethers	1.8		
258	DPS - Expand Public Services Portal and Fingerprint Clearance Scope	2.6		
259	DPS - Upgrade Recently Purchased Helicopter - One-Time Costs	2.6		
260	DPS - Replace 1 Helicopter	10.9		
261	DPS - Replace 276 Vehicles	11.7		
262	DPS - Civil Air Patrol Infrastructure	5.0		
263	DPS - K-9 Facility Improvements and Vehicles	1.9		
264	SOS - Early Ballot Tracking System (\$250K) (Separate Bill)	0.3		
265	SOS - Election Funding	4.0		
266	Tourism - Southern AZ Sports, Tourism and Film Authority [\$750k] (Separate Bill)	0.8		
267	Tourism - Wine Promotion (Non-Lapsing)	1.0		
268	Treasurer - Crime Victim Public Safety Notifications (Separate Bill)	3.8		
269	Treasurer - Arizona Health Innovation Trust Fund Deposit (Plus BRB)	0.1		
270	Treasurer - Election Security Funding (Use Ballot Paper In Election)		5.0	6.0
271	Treasurer - County Election Funding		6.0	
272	Universities - ABOR - Arizona Veterinary Loan Assistance Program	6.0		
273	Universities - ABOR - On-Farm Irrigation Efficiency Grants	ARPA - 30.0 M		
274	Universities - ABOR - Food Product and Safety Lab (No Admin)	10.9		
275	Universities - ABOR - Enclosed Feeding Facility (No Admin)	9.5		
276	Universities - ABOR - Camp Verde Meat Processing Facility (No Admin)	9.7		
277	Universities - ASU - One-Time Operating Funding (Report Footnote)	21.2	21.2	21.2
278	Universities - ASU - One-Time Operating/Capital Funding	54.0		
279	Universities - NAU - One-Time Operating Funding (Report Footnote)	10.1	10.1	10.1
280	Universities - NAU - One-Time Operating/Capital Funding (\$5 M NAU-Yuma Set Aside)	26.0		
281	Universities - UA - One-Time Operating Funding (Report Footnote)	14.7	14.7	14.7

General Fund Budget 4-Year Analysis (\$ in Millions)

	A	B	C	D
	FY 2022 Enacted	FY 2023 Enacted	FY 2024 Estimate	FY 2025 Estimate
282 Universities - UA - Veterinary Diagnostic Lab (+ \$2.5 M ongoing)		2.5		
283 Universities - UA - Nat. Resource Users Law/Policy Center Endangered Species Study (\$450k)		0.5		
284 Universities - UA - Wind Tunnel Upgrades		3.0		
285 Veterans' Services - Veteran Home Operating Shortfall		ARPA - 19.5 M		
286 Veterans' Services - Tribal Ceremonies for Members Discharged From Military (Non-Lapsing)		1.0		
287 WIFA - Eastern AZ Water Project Assistance Grants		10.0		
288 WIFA - Water Initiative (\$1.0 B Total Deposit) - Separate Bill		334.0 - TPT	333.0	333.0
289 DWR - New River Flood Insurance Study (\$350K)		0.4		
290 Capital - ADOA - Building Renewal (+16.0 M OF)		37.6		
291 Capital - ADOA - Demolition (1818 W Adams/1850 W Jackson/1720 W Madison)		1.6		
292 Capital - ADOA - 1616 and 1688 West Adams Renovations (Demolish 1624 W. Adams)		47.3		
293 Capital - ADOA - Homeless Veterans Housing (Fort Whipple)		2.4		
294 Capital - ADOA - Astronomy Centers		7.5		
295 Capital - ADOA - Navajo Nation Lukachukai Veterans Multipurpose Complex		0.5		
296 Capital - ADOA - Kayenta Judicial Complex		2.0		
297 Capital - ADOA - Little Colorado River Visitor Center (Navajo County)		1.0		
298 Capital - ADOA - Navajo Technical University Environmental Testing Lab		4.0		
299 Capital - ADOA - Dine College Student Center Construction		8.0		
300 Capital - ADOA - Navajo Nation Teesto Multipurpose Community Center Site Preparation		1.0		
301 Capital - ADOA - Navajo Nation Dilkon Center Improvements		3.0		
302 Capital - ADC - Building Renewal (+5.8 M OF)		30.5		
303 Capital - ADC - Replace Evaporative Cooling With AC Systemwide (Also \$24 M in FY 26)		47.6	31.4	29.8
304 Capital - ADC - Doors/Locks/Fire Systems		20.4		
305 Capital - ASDB - Classroom Notification Replacement		0.1		
306 Capital - ASDB - Security Upgrades (Electronic Locks)		0.4		
307 Capital - ASDB - Food Service Equipment		0.4		
308 Capital - DEMA - Fire Suppression (50% Match of Federal Funds)		1.2		
309 Capital - DEMA - Tucson Readiness Center Construction Cost Increases (\$24M in '19)		1.8		
310 Capital - Judiciary - Supreme Court - Air Handler and Sewer Replacement		3.2		
311 Capital - DJC - Replumbing		0.4		
312 Capital - Leg Council - Capitol Renovations/Building Renewal		5.7		
313 Capital - DPS - Purchase Property for Evidence Vehicle Storage		1.0		
314 Capital - DPS - Replace 25 Remote Units/5 New (Non-Lapsing Thru '25)		9.8		
315 Capital - ADOT - Overall Highway Maintenance Inflation Adjustment		51.0 - SHF		
316 Capital - ADOT - FY 2022 Inflation - SR 69 Repaving (Prescott Valley)		1.6 - SHF		
317 Capital - ADOT - FY 2022 Inflation - US 95 Improvements (Yuma Proving Ground)		3.5 - SHF		
318 Capital - ADOT - FY 2022 Inflation - SR 95 Repaving/Improvements (Bullhead City/Lake Havasu)		19.5 - SHF		

General Fund Budget 4-Year Analysis (\$ in Millions)

	A	B	C	D
	FY 2022 Enacted	FY 2023 Enacted	FY 2024 Estimate	FY 2025 Estimate
319 Capital - ADOT - FY 2022 Inflation - SR 347 and Riggs Road Overpass (Design/Easements)		2.6 - SHF		
320 Capital - ADOT - FY 2022 Inflation - SR 347 and Riggs Road Overpass (Construction)		8.8 - SHF		
321 Capital - ADOT - FY 2022 Inflation - Willcox SR 186 Funding		1.5 - SHF		
322 Capital - ADOT - FY 2022 Inflation - SR 90 Improvements (Moson Road to Campus Drive)		3.7 - SHF		
323 Capital - ADOT - FY 2022 Inflation - Pavement Rehabilitation		31.5 - SHF		
324 Capital - ADOT - I-10 Widening (Chandler to Casa Grande) - Change Fund Source to SHF		400.0 - SHF		
325 Capital - ADOT - Additional I-10 Lanes (SR-85 to Citrus Road)		64.2 - SHF		
326 Capital - ADOT - Jackrabbit Trail Improvements (80% State Match)		20.1 - SHF		
327 Capital - ADOT - SR-24 Acquisition & Pinal County Connector		15.0 - SHF		
328 Capital - ADOT - US-60 Pavement Rehabilitation (Loop 101 to Loop 202)		38.5 - SHF		
329 Capital - ADOT - SR-69/SR-169 Roundabout Construction [\$5 M in 5-Yr Plan]		1.5 - SHF		
330 Capital - ADOT - SR-74/Lake Pleasant Pkwy Study and Design		5.0 - SHF		
331 Capital - ADOT - SR-79/Hunt Highway Intersection Assessment Cost		0.1 - SHF		
332 Capital - ADOT - SR-87/Skousen Road Intersection Assessment Cost		0.1 - SHF		
333 Capital - ADOT - SR-89/SR-89A Interchange Improvements Design Costs		3.0 - SHF		
334 Capital - ADOT - SR-90 Pavement Rehabilitation (Campus Drive to Border Patrol)		39.2 - SHF		
335 Capital - ADOT - US-191 Pavement Rehabilitation (MP 163 to MP 173)		22.2 - SHF		
336 Capital - ADOT - Screen Wall On Loop 101 (Near 16th St)		7.3 - SHF		
337 Capital - ADOT - Screen Wall On Loop 101 (Between 51st Ave and 59th Ave)		9.5 - SHF		
338 Capital - ADOT - US-191 Pavement Rehabilitation (Armory Road to East Safford)		16.3 - SHF		
339 Capital - ADOT - SR-238 Improvements (SR-347 to Green Rd.) - Design Costs		0.8 - SHF		
340 Capital - ADOT - SR-279 Old State Highway Repairs (Cottonwood)		6.1 - SHF		
341 Capital - ADOT - Design for Loop 303 Improvements (I-17 to Lake Pleasant Pkwy)		4.0 - SHF		
342 Capital - ADOT - Design for Loop 303/I-17 Interchange		19.0 - SHF		
343 Capital - ADOT - SR-347 Widening (SR-347 to Maricopa) - Design Costs		19.0 - SHF		
344 Capital - ADOT - SR-389/Arizona Avenue Intersection Assessment Cost		0.1 - SHF		
345 Capital - ADOT - Lake Havasu Bridge Impact Study		0.2 - SHF		
346 Capital - ADOT - Prescott Airport Education Complex		0.6 - SAF		
347 Capital - ADOT - Flagstaff Downtown Connection Center		6.0 - SHF		
348 Capital - ADOT - Gila Bend Sentinel Exit Lighting		0.6 - SHF		
349 Capital - ADOT - Airport Improvement Projects (Aviation Fund)		20.0 - SAF		
350 Capital - ADOT - Tier 2 Study (North-South Corridor in Pinal)		15.0 - SHF		
351 Capital - ADOT - Tier 2 Study (Sonoran Corridor in Pima)		14.0 - SHF		
352 Capital - ADOT - Tier 2 Study (I-11 in Maricopa County)		25.0 - SHF		
353 Capital - ADOT - SR 97 Improvements (Bagdad) (Conditional On Federal Grant)		See FY 24	10.0	
354 Capital - ADOT - SMART Fund		50.0 - SHF		
355 Capital - ADOT - Ruby Road Bridge Improvements		3.0		

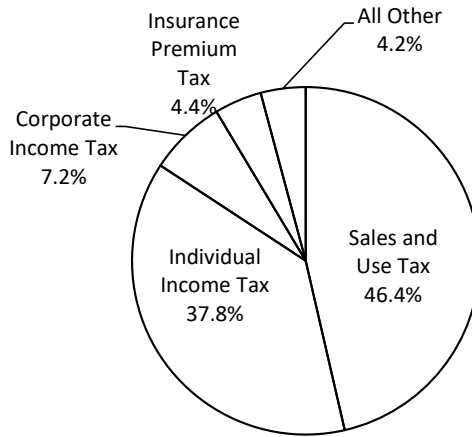
General Fund Budget 4-Year Analysis (\$ in Millions)

	A	B	C	D
	FY 2022 Enacted	FY 2023 Enacted	FY 2024 Estimate	FY 2025 Estimate
356 Capital - ADOT - Loop 101 Slip Ramp		25.0		
357 Capital - ADOT - Cesar Chavez Blvd Widening/Improvements (Separate Bill)		33.0		
358 Capital - ADOT - US 89 & N. Lake Powell Blvd Traffic Circle/US 89 Traffic Control Device (Page)		5.0		
359 Capital - ADOT - Ganado School Loop Road (County Road 420) (Apache County)		1.0		
360 Capital - ADOT - N-9402 Improvements		10.0		
361 Capital - ADOT - N-35 Improvements		6.0		
362 Capital - ABOR - Mining, Mineral, and Natural Resources Museum ('24 Revertment)		12.0		
363 Other - Named Claimants Supplemental (\$52k)	0.1			
364 Other - Federal Funds Offset (See Footnote Below)	(635.0)			
365 Other - State Employer Health Insurance Funding (Includes \$40 M for Univ. Tuition Backfill)		103.2		
366 Other - Pension Payoff (EORP) (Separate Bill - Funding In FY 23)		60.0		
367 Other - Pension Payoff (ADC/DJC/DPS/Game and Fish) (Plus \$15 M Game and Fish Fund)	1,051.4			
368 Other - Pension Payoff (Other State PSPRS Groups + DPS CORP Groups) (Separate Bill)	87.7			
369 Other - Debt Payoff (DHS/ADC State Buildings)	93.5			
370 Subtotal - One-Time Changes to JLBC Baseline	\$ 454.1	\$ 1,411.1	\$ 463.6	\$ 443.4
371 Total One-Time Spending	\$ 848.1	\$ 1,597.3	\$ 512.3	\$ 520.1
372 Total Spending	\$ 12,804.9	\$ 15,755.5	\$ 15,189.4	\$ 15,811.8
373 Cash Balance	\$ 4,508.9	\$ 1,077.0	\$ 678.8	\$ 218.2
374 Ongoing Balance	\$ 4,442.4	\$ 506.4	\$ 114.1	\$ 59.5

Note (Lines 17 and 364) - At the time of passage, the enacted budget assumed a \$635 million deposit of American Rescue Plan Act funds to the General Fund for the costs of federal tax conformity. The Executive subsequently revised its approach based on federal guidance and the \$635 million was incorporated as higher revertments associated with American Rescue Plan Act funding offsets.

FY 2023 General Fund Revenue - Where It Comes From

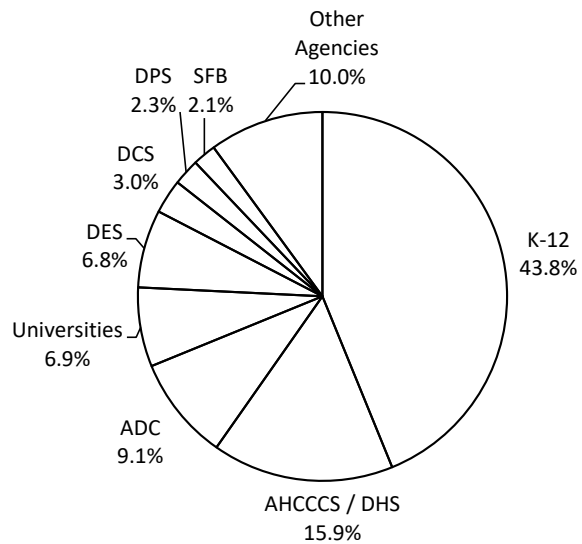
Source	Revenue (Millions)
Sales and Use Tax	\$ 7,291.3
Individual Income Tax	5,946.0
Corporate Income Tax	1,132.6
Insurance Premium Tax	690.4
All Other	657.5
TOTAL REVENUE	\$ 15,717.8 ^{1/2/}



^{1/} Excludes FY 2022 balance forward. \$1,107 million of this amount is distributed as urban revenue sharing.
^{2/} Excludes TPT diversions.

FY 2023 General Fund Appropriations - Where It Goes

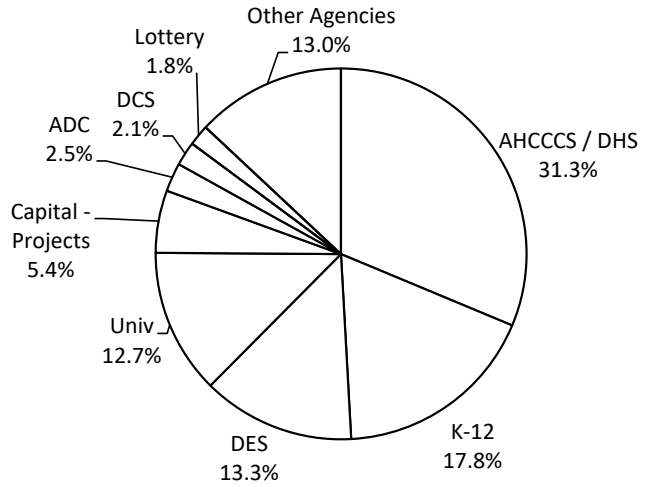
Budget Unit	Appropriation (Millions)
K-12 Education (ADE)	\$ 6,923.9
AHCCCS / DHS	2,515.9
Corrections	1,438.0
Universities	1,095.8
Economic Security	1,079.1
Child Safety	472.9
DPS	364.2
SFB	324.7
Other Agencies	1,586.1
TOTAL BUDGET	\$ 15,800.3 ^{1/}



^{1/} Does not include administrative adjustments and revertsments.

FY 2023 Total Spending - All Sources ^{1/}

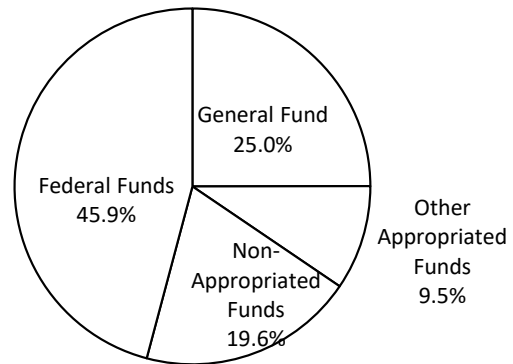
Budget Unit	Spending (Millions)
AHCCCS / DHS	\$ 19,803.9
K-12 Education (ADE)	11,282.7
Economic Security	8,420.7
Universities	8,023.6
Capital - Projects	3,444.1
Corrections	1,571.8
Child Safety	1,330.1
Lottery	1,153.6
Other Agencies / Distributions	8,250.0
TOTAL	\$ 63,280.5



^{1/} Does not include administrative adjustments and revertsments.

FY 2023 Total Spending by Fund Source ^{1/}

Fund Source	Spending (Millions)
General Fund	\$ 15,800.3
Other Appropriated Funds	6,037.2
Non-Appropriated Funds	12,417.8
Federal Funds	29,025.2
TOTAL	\$ 63,280.5



^{1/} Does not include administrative adjustments and revertsments.

FY 2023 FUNDING FORMULA SUSPENSIONS ^{1/}

	FY 2023 Formula Requirement
<u>Statutory</u>	
Community Colleges - STEM and Workforce Programs State Aid Inflation Adjustment Suspension	641,200 ^{2/}
Community Colleges - Operating State Aid (Maricopa and Pima)	N/A ^{3/}
Department of Environmental Quality - Water Quality Assurance Revolving Fund (WQARF)	0 ^{4/}
Universities - Arizona Financial Aid Trust	35,274,800 ^{5/ 6/}
 Total - FY 2023 Statutory Funding Formula Suspensions	 \$ 35,916,000
 <u>Non-Statutory</u>	
Universities - Building Renewal	201,446,500 ^{6/}
 Total - FY 2023 Non-Statutory Funding Formula Suspensions	 \$ 201,446,500

- ^{1/} Represents the General Fund cost of funding formulas that are currently suspended on an annual basis.
- ^{2/} Represents the unfunded inflation adjustment for the STEM and Workforce Programs formula. Using an inflation rate of 4.16%, the formula would provide \$219 or \$167 in per-FTSE funding, based on district size.
- ^{3/} The dollar value of the suspensions of Operating State Aid for Maricopa and Pima Community Colleges is unknown because formula growth is based on multiplying the change in student count by the current year average state aid per student. Both Maricopa and Pima do not receive funding in FY 2023.
- ^{4/} A.R.S. § 49-282 requires that \$18,000,000 be deposited annually into the Water Quality Assurance Revolving Fund, including at least \$15,000,000 from the corporate income tax. The FY 2023 Environment Budget Reconciliation Bill transfers \$15,000,000 for WQARF, but does not permit any additional corporate income tax adjustment above that level.
- ^{5/} Based on the required 2:1 match of state funds for student fees levied by the universities, the total FY 2023 General Fund contribution would be \$45,316,000. Of this amount, the budget continues \$10,041,200 in General Fund support.
- ^{6/} Based on agency estimates. Reflects amount above the appropriation in the FY 2023 budget.