

FY 2024 GENERAL APPROPRIATION ACT PROVISIONS

The Baseline includes the following provisions in the General Appropriation Act. These provisions are in addition to the individual agency appropriations, but exclude supplemental appropriations, ex-appropriations, and fund transfers.

Department of Education

1. As session law, continue deferral of \$800,727,700 of Basic State Aid payments for FY 2024 until FY 2025. Continue to exempt districts with less than 4,000 students from the deferral. Appropriate \$800,727,700 in FY 2025 for these deferred Basic State Aid payments. Allow ADE to make the rollover payment no later than July 12, 2024.
2. As session law, continue to require school districts to include in the FY 2024 revenue estimates that they use for computing their FY 2024 tax rates the rollover monies that they will receive for FY 2024 in July 2024.

Revenues

3. As session law, continue to specify revenue and expenditure estimates for FY 2023, FY 2024, FY 2025, and FY 2026.
4. As session law, continue to require the Executive Branch to provide JLBC preliminary estimates of FY 2023 ending balances by September 15, 2023. Require the Joint Legislative Budget Committee (JLBC) Staff to report to JLBC by October 15, 2023 as to whether FY 2024 revenues and ending balance are expected to change by more than \$50,000,000 from budgeted projections.

Statewide

5. As session law, continue to state legislative intent that all budget units receiving appropriations continue to report actual, estimated and requested expenditures in a format similar to prior years.
6. As session law, continue to require ADOA to compile a report on Full-Time Equivalent (FTE) Position usage in FY 2024 in all agencies and provide it to the Director by October 1, 2024. The Universities are exempt from the report but are required to report separately.
7. As session law, continue to require each agency to submit a report to the JLBC Director by October 1, 2023 on the number of filled appropriated and non-appropriated FTE Positions by fund source as of September 1, 2023.
8. As session law, continue to require ADOA to report monthly to the JLBC Director on agency transfers of spending authority from one expenditure class to another or between programs.
9. As session law, prior to spending more than \$10,000,000, require the following entities to report to the Senate President, Speaker of the House of Representatives, Appropriations Committee chairmen, and the JLBC Director on the use of monies received from the American Rescue Plan Act. In addition, require each entity to report quarterly on all expenditures.
 - The Governor's Office would report on the Coronavirus State Fiscal Recovery Fund and the Coronavirus Capital Projects Fund.
 - The Superintendent of Public Instruction would report on the Elementary and Secondary School Emergency Relief Fund.
 - The Arizona Board of Regents would report the Higher Education Emergency Relief Fund.The Legislature's intent is that the Executive Branch also report on any additional federal aid distributed to Arizona through federal legislation enacted before the end of FY 2024.

General

10. As session law, continue to define "*" as designating an appropriation exempt from lapsing.
11. As session law, continue to define "expenditure authority" as continuously appropriated monies included in individual line items of appropriations.
12. As session law, continue to define "review by the Joint Legislative Budget Committee" (JLBC) as a review by a vote of a majority of a quorum of the members.

FY 2024 MAJOR FOOTNOTE CHANGES

The Baseline includes the following major additions, deletions or modifications of footnotes. This list does not include footnote changes pertaining to one-time reports or appropriations or footnote changes conforming to enacted policy.

Arizona Department of Administration

13. Adds a footnote requiring ADOA to report annually to the JLBC Staff on prior year Cyber Risk Insurance Fund expenditures.

Department of Economic Security

14. Adds footnote requiring DES submit an expenditure plan for JLBC review prior to the expenditure of the \$1,000,000 appropriation for homeless youth services from the Coordinated Homeless Services line item.

Department of Education

15. Adds footnote requiring the Department of Education to submit an expenditure plan for review before spending the \$6,880,000 increase for the Early Literacy line item for literacy coaches, kindergarten entry assessments, dyslexia training, and science of reading exams.

Department of Transportation

16. Deletes footnote requiring an annual report to JLBC from the department on the progress in improving Motor Vehicle Division wait times and vehicle registrations renewal by mail turnaround times for the prior fiscal year. The Baseline proposes to convert this footnote into permanent law.
17. Deletes footnote requiring the Arizona Strategic Enterprise Technology office to report to JLBC annually, on behalf of the department, regarding the department's plan to spend their dedicated portion of the authorized third-party electronic service partner's fee retention on the motor vehicle modernization project. The Baseline proposes to convert this footnote into permanent law.
18. Deletes footnote requiring the department to report annually to JLBC on the state's share of fees retained by the Service Arizona vendor in the prior fiscal year. The Baseline proposes to convert this footnote into permanent law.

Capital

19. Deletes footnote allowing ADOA to use monies appropriated for building renewal to retrofit facilities for space consolidation initiatives. (Capital)