

House and Senate Budget Bills As Introduced

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

	A	B	C	D
	FY 2026 4/27	FY 2027 4/27	FY 2028 4/27	FY 2029 4/27
1 Beginning Balance	\$ 1,367.3	\$ 678.6	\$ 10.5	\$ 48.8
2 Ongoing Revenues				
3 Ongoing Revenues - January Baseline	17,066.1	17,612.2	18,381.3	19,230.0
4 Base Revenue Adjustment (April FAC Forecast)	(21.8)	(65.9)	(111.4)	(111.5)
Tax Conformity TY 25/FY 26 = Conform to All H.R. 1 Individual/Business Provisions TY 26/FY 27 And Beyond = SB 1106 Provisions, Which Has These Changes From H.R. 1:				
<u>Removes</u>	<u>Adds</u>			
5 <ul style="list-style-type: none"> • \$6k Senior Deduction (Age 65+) • SALT Deduction Increase (\$10k to \$40k) • New Car Auto Loan Interest Deduction 	(440.9)	(343.0)	(373.2)	(296.0)
<u>Adds</u>				
• \$6k Retirement/Pension Deduction (Age 60+)				
• \$6k Roth IRA Contribution Deduction				
• Increase Dependent Credit From \$100 to \$125				
• Child/Dependent Care Expenses Deduction				
6 Repeal TPT Exemption for Solar Energy Devices		30.5	30.5	30.5
7 Repeal Income Tax Credit for Installation of Solar Energy Device (25% Credit/\$1k Limit)		12.0	12.0	12.0
8 Repeal Renewable Energy Production Tax Credit (\$ Per kWh/\$2 M Limit/\$20 M Statewide Cap)		13.4	13.4	13.4
9 Repeal New Employment Tax Credit (\$3k Per Job For 3 Years)		10.3	10.3	10.3
10 Research and Development Tax Credit - Repeal Refundable Credit Only (15%/24% Credit)		7.5	7.5	7.5
11 Repeal Pollution Control Device Tax Credit (10% Credit/\$500k Limit)		1.7	1.7	1.7
12 Repeal Commerce Authority Lottery Distribution (Current Law = \$1.75 M FY 27 -> \$3.5 M FY 28)		1.8	3.5	3.5
13 Subtotal - Ongoing Revenues	\$ 16,603.4	\$ 17,280.5	\$ 17,975.6	\$ 18,901.4
14 One-Time Revenues/Transfers				
15 One-Time Revenues - January Baseline (Excluding Beginning Balance)	30.1	9.7	0.6	
16 Additional Proposed Fund Transfers (See Attachment A)	360.2			
17 ASDB Tucson Campus Land Sale Proceeds (\$1.2 M Annual GF Deposit FY 27 - FY 29)		1.2	1.2	1.2
18 Subtotal - One-Time Revenues (Including Beginning Balance)	\$ 1,757.6	\$ 689.5	\$ 12.3	\$ 50.0
19 Total Revenues	\$ 18,361.0	\$ 17,970.0	\$ 17,987.9	\$ 18,951.4
20 JLBC Baseline - Ongoing Spending	\$ 16,543.5	\$ 17,401.1	\$ 18,185.4	\$ 18,860.3

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

	A	B	C	D
	FY 2026 4/27	FY 2027 4/27	FY 2028 4/27	FY 2029 4/27
21 Ongoing Changes to JLBC Baseline				
22 AHCCCS - Formula Adjustments - Include HB 2796 (Quarterly Income Checks/Data Matching)		(42.0)	(42.0)	(42.0)
23 Commerce - Eliminate Annual Competes Fund Direct GF Deposit		(0.5)	(0.5)	(0.5)
24 DES - SNAP Benefit Match Rate (Baseline Includes \$ for Error Rate Penalty) Include HB 2206 (3% Error Rate Limit/Special Audit) and SB 1002 (Data Matching) Assume Error Rate Goes Below 6%		See FY 28/ FY 29	(138.7)	(185.0)
25 ADE - Formula (Declining Public School Enrollment)		(92.1)	(95.0)	(103.8)
26 Tourism - Eliminate Agency General Fund Appropriation		(8.2)	(8.2)	(8.2)
27 Other - Government Efficiency and Reform Initiative – Reduce Agency Budgets In FY 28		See FY 28	(100.0)	(100.0)
28 Other - 5% Statewide Lump Sum Reduction (Exclude ADC/DCS/DPS) - See Attachment B		(99.2)	(99.2)	(99.2)
29 Other - Eliminate Rio Nuevo Sales Tax Diversion (Displayed As Spending Reduction)		(19.0)	(19.0)	(19.0)
30 Other - Statewide Retirement Cost Adjustment		(3.8)	(3.8)	(3.8)
31 Subtotal - Ongoing Changes to JLBC Baseline	\$ -	\$ (264.8)	\$ (506.4)	\$ (561.5)
32 Total Ongoing Spending	\$ 16,543.5	\$ 17,136.3	\$ 17,679.0	\$ 18,298.8
33 JLBC Baseline - One-Time Spending	\$ 1,246.8	\$ 218.9	\$ 294.0	\$ 177.3
34 One-Time Changes to JLBC Baseline				
35 ADOA/SFD - Building Renewal Grants [Continue FY 26 \$ Amount]		183.3		
36 ADOA/SFD - New Construction Formula (Prior Year Project Savings)		(20.2)		
37 DCS - One-Time Congregate Care Funding		36.9		
38 DCS - Continue and Expand Extended Foster Care Coaching [FY 26 = \$6.4 M One-Time]		8.2		
39 ADC - Continue FY 26 One-Time 4% Correctional Officer Stipend (Adds \$600k for New FTEs)		21.4		
40 ACJC - Victims of Crime Act (VOCA) Federal Funds Backfill (\$2.25 M)		2.3		
41 DES - Victims of Crime Act (VOCA) Federal Funds Backfill		11.5		
42 DES - Continue One-Time Child Care Funding (FY 26 = \$44.8 M)		44.8		
43 DES - Continue One-Time DD High Need Client Supplement (FY 26 = \$14.8 M)		17.9		
44 ADE - FY 26 Formula Changes [Baseline: \$47.2 M Supplemental/Leg: \$(31.9) M Ex-Appropriation]	(79.1)			
45 ADE - Unused Land Trust Balances - One-Time Fund Shift to Offset FY 27 Formula Costs		(8.0)		
46 ADE - Fund 3rd Year of Low Income Weight Increase In FY 27 [Baseline Funds Ongoing In FY 28]		37.0		
47 ADE - Fund 3rd Year of Additional Assistance Increase In FY 27 [Baseline Funds Ongoing In FY 28]		29.0		

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

		A	B	C	D
		FY 2026 4/27	FY 2027 4/27	FY 2028 4/27	FY 2029 4/27
48	ADE - Continue One-Time No School Meal Copay for 130-185% FPL Households (FY 26 = \$3.8 M)		2.0		
49	DJC - Continue FY 26 One-Time 4% Youth Correctional Officer Stipend		0.5		
50	DPS - Victims of Crime Act (VOCA) Federal Funds Backfill		9.3		
51	DPS - Highway Patrol Operating Expenses Supplemental (Highway Patrol Fund) HPF - \$4.75 M				
52	Capital - Veterans Services - Shift \$25 M Northwest AZ Veterans Home From FY 28 to FY 29			(25.0)	25.0
53	Capital - ADOT - SMART Rural Transportation Fund Deposit in FY 29 (Same \$ As FY 26 Transfer)				26.3
54	Other - State Employee Health Insurance Funding (Fund FY 27 Costs Under Current Plan Design)		232.0		
55	Other - Health Insurance Employee Premium Increase Savings (Plan Year 27 = 10% Increase/Plan Year 28 = 5% increase/Plan Year 29 = 5% Increase)		(3.6)	(8.9)	(12.8)
56	<u>Prior Year Reductions - Clawback Unspent Monies</u>				
57	ADOA - Lapse Prior Budget Funding for Debt Retirement (FY 2022)	(5.0)			
58	AHCCCS - Lapse Prior Budget Funding for Graduate Medical Education (FY 2025)	(4.3)			
59	ADC - Lapse Prior Budget Funding for Transitional and Reentry Housing (FY 2024)	(3.7)			
60	ADE - Lapse Prior Budget Funding for Teacher Development Pilot Program (FY 2020)	(0.3)			
61	ADE - Lapse Prior Budget Funding for Teacher Development Pilot Program (FY 2021)	(0.4)			
62	ADE - Lapse Prior Budget Funding for Teacher Development Pilot Program (FY 2022)	(0.4)			
63	DPS - Lapse Prior Budget Funding for Civil Air Patrol Infrastructure (FY 2024)	(2.3)			
64	DPS - Lapse Prior Budget Funding for Major Incident Division (FY 2024)	(1.3)			
65	DPS - Lapse Prior Budget Funding for Major Incident Division (FY 2025)	(6.4)			
66	SOS - Lapse Prior Budget Funding for CD 7 Special Election (FY 2026)	(1.2)			
67	Veterans - Lapse Prior Budget Funding for Tribal Ceremonies (FY 2023)	(1.0)			
68	Capital - ADOT - Project Surplus - US 191 Pavement (FY 26 Budget Removed \$/Score Savings Now)	(2.5)			
69	Subtotal - One-Time Changes to JLBC Baseline	\$ (107.9)	\$ 604.3	\$ (33.9)	\$ 38.5
70	Total One-Time Spending	\$ 1,138.9	\$ 823.2	\$ 260.1	\$ 215.8
71	Total Spending	\$ 17,682.4	\$ 17,959.5	\$ 17,939.1	\$ 18,514.6
72	Cash Balance	\$ 678.6	\$ 10.5	\$ 48.8	\$ 436.8
73	Ongoing Balance	\$ 59.9	\$ 144.2	\$ 296.6	\$ 602.6

Attachment A

Proposed Fund Transfers (\$ In Millions)

		4/27
		Proposed
Agency	Fund Description	Transfer
1 Department of Administration	Risk Management Fund	24.3
2 Department of Administration	Construction Insurance Fund	8.5
3 Attorney General	Consumer Protection - Consumer Fraud Revolving Fund	3.0
4 Arizona Board of Regents	Technology And Research Initiative Fund	24.9
5 Arizona Commerce Authority	Arizona Competes Fund	63.3
6 Corporation Commission	Securities Regulatory And Enforcement Fund	16.9
7 Corporation Commission	Utility Regulation Revolving Fund	6.8
8 Department of Corrections	Prison Construction and Operations Fund	10.0
9 Department of Corrections	Corrections Fund	4.4
10 Department of Corrections	Transition Program Fund	2.2
11 Department of Environmental Quality	Underground Storage Tank Revolving Fund	8.7
12 Department of Environmental Quality	Recycling Fund	4.0
13 Arizona Game and Fish Department	Heritage Land Acquisition Fund	10.0
14 Arizona Game and Fish Department	Watercraft Licensing Fund	3.4
15 Department of Health Services	Health Services Lottery Fund	5.1
16 Arizona Department of Housing	Housing Trust Fund	14.4
17 Industrial Commission	ICA Admin Fund	6.7
18 Department of Insurance & Financial Institutions	Automobile Theft Authority Fund	5.8
19 Land Department	Trust Land Management Fund	21.2
20 Arizona State Parks Board	State Parks Revenue Fund	11.9
21 Arizona State Parks Board	Off-Highway Vehicle Recreation Fund	10.0
22 Arizona State Parks Board	Arizona State Parks Heritage Fund	2.6
23 Department of Revenue	Dept Of Revenue Administrative Fund	5.0
24 Supreme Court	Judicial Collection and Enhancement Fund	9.6
25 Department of Transportation	SMART Rural Transportation Fund	26.3
26 Department of Transportation	Motor Vehicle Liability Ins. Enforcement Fund	16.2
27 Department of Transportation	State Vehicle Replacement Fund	5.0
28 Water Infrastructure Finance Authority	Water Supply Development Revolving Fund	30.0
Total		360.2

Attachment B

FY 2027 Agency Lump Sum Reductions

Agency	General Fund Lump Sum Base 1/	4/27 5% Lump Sum Reduction
1 Department of Administration	19,345,400	967,200
2 ADOA - School Facilities Division	1,564,500	78,200
3 Office of Administrative Hearings	925,100	46,300
4 Department of Agriculture	15,268,000	763,400
5 AHCCCS	211,527,700	10,576,400
6 Attorney General	25,857,500	1,292,900
7 Board for Charter Schools	2,697,700	134,900
8 Department of Child Safety	440,512,900	Excluded
9 Arizona Commerce Authority	2,550,000	127,500
10 Community Colleges	16,282,900	814,100
11 Corporation Commission	739,600	37,000
12 Department of Corrections	1,431,778,200	Excluded
13 Criminal Justice Commission	4,600,000	230,000
14 Arizona Schools for the Deaf & the Blind	24,066,800	Excluded
15 Office of Economic Opportunity	495,400	24,800
16 Department of Economic Security	198,182,500	9,909,100
17 Board of Education	3,317,200	165,900
18 Department of Education	142,408,600	7,120,400
19 Department of Emergency & Military Affairs	11,289,000	564,500
20 State Board of Equalization	711,800	35,600
21 Board of Executive Clemency	1,457,300	72,900
22 Department of Forestry & Fire Management	43,407,900	2,170,400
23 Department of Gaming	6,204,500	310,200
24 Governor's Office	9,128,100	456,400
25 Governor's Office of Strategic Planning and Budgeting	2,766,000	138,300
26 Department of Health Services	114,352,300	5,717,600
27 Arizona Historical Society	2,849,700	142,500
28 Prescott Historical Society	943,800	47,200
29 Department of Homeland Security	10,000,000	500,000
30 Industrial Commission	84,500	4,200
31 Department of Insurance & Financial Institutions	5,988,300	299,400
32 Judiciary		
33 Supreme Court	25,477,400	1,273,900
34 Court of Appeals	13,778,500	688,900
35 Superior Court	84,211,800	4,210,600
36 Judiciary - Subtotal	123,467,700	6,173,400

Attachment B

FY 2027 Agency Lump Sum Reductions

Agency	General Fund Lump Sum Base <u>1/</u>	4/27 5% Lump Sum Reduction
37 Department of Juvenile Corrections	29,309,100	1,465,500
38 Land Department	11,594,800	579,700
39 Legislature		
40 Auditor General	25,822,200	1,291,100
41 House of Representatives	18,155,000	907,800
42 Joint Legislative Budget Committee	2,963,200	148,200
43 Legislative Council	9,058,700	452,900
44 Ombudsman-Citizens Aide Office	1,540,300	77,000
45 Senate	16,130,500	806,500
46 Legislature - Subtotal	73,669,900	3,683,500
47 Mine Inspector	2,157,600	107,900
48 Natural Resource Conservation Board	389,400	19,500
49 Navigable Streams Commission	133,400	6,700
50 Department of Public Safety	290,644,200	Excluded
51 Real Estate Department	3,003,700	150,200
52 Department of Revenue	57,240,800	2,862,000
53 Secretary of State	13,844,300	692,200
54 Board of Tax Appeals	305,600	15,300
55 Tourism	8,202,700	Other Reduction
56 State Treasurer	1,715,200	85,800
57 Office of Tribal Relations	64,500	3,200
58 Universities		
59 Arizona Board of Regents	54,660,700	2,733,000
60 Arizona State University	322,852,900	16,142,600
61 Northern Arizona University	111,234,100	5,561,700
62 University of Arizona - Main	213,416,900	10,670,800
63 University of Arizona - Health Sciences	75,428,400	3,771,400
64 Universities - Subtotal	777,593,000	38,879,500
65 Department of Veterans' Services	11,395,300	569,800
66 Department of Water Resources	23,990,700	1,199,500
TOTAL	4,180,025,100	99,241,000

1/ The General Fund lump sum base column reflects an estimate of agency ongoing funding and excludes statutory funding, lease-purchase payments and constitutional officer salaries.

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

	<u>FY 2026 4/27</u>	<u>FY 2027 4/27</u>	<u>FY 2028 4/27</u>	<u>FY 2029 4/27</u>
REVENUES				
Ongoing Revenues	\$18,230,525,500	\$18,848,282,000	\$19,640,137,700	\$20,551,907,100
Tax Conformity	(440,900,000)	(343,000,000)	(373,200,000)	(296,000,000)
Newly Enacted Revenue Adjustments		77,200,000	78,900,000	78,900,000
Urban Revenue Sharing	(1,186,305,800)	(1,302,029,600)	(1,370,273,400)	(1,433,387,300)
Net Ongoing Revenues	<u>\$16,603,319,700</u>	<u>\$17,280,452,400</u>	<u>\$17,975,564,300</u>	<u>\$18,901,419,800</u>
One-Time Revenues				
Balance Forward	1,367,290,000	678,645,500	10,480,700	48,772,800
Marana Prison Sale (Already Enacted)	14,574,400			
ASDB Land Sale Proceeds		1,200,000	1,200,000	1,200,000
Fund Transfers (Already Enacted)	15,500,000	9,700,000	600,000	
New Proposed Fund Transfers	360,200,000			
Subtotal One-Time Revenues	<u>\$1,757,564,400</u>	<u>\$689,545,500</u>	<u>\$12,280,700</u>	<u>\$49,972,800</u>
Total Revenues	\$18,360,884,100	\$17,969,997,900	\$17,987,845,000	\$18,951,392,600
EXPENDITURES				
Ongoing Operating Appropriations	\$16,614,985,900	\$17,191,326,300	\$17,733,983,300	\$18,353,835,200
Administrative Adjustments	135,000,000	145,000,000	145,000,000	145,000,000
Revertments	(206,500,000)	(200,000,000)	(200,000,000)	(200,000,000)
Subtotal Ongoing Expenditures	<u>\$16,543,485,900</u>	<u>\$17,136,326,300</u>	<u>\$17,678,983,300</u>	<u>\$18,298,835,200</u>
One-Time Expenditures				
Capital Outlay	26,227,100			25,000,000
Transportation Funding	107,489,000	30,000,000	125,000,000	26,300,000
FY 26 One-Time Supplementals	161,347,100			
FY 26 One-Time Ex-Appropriations	(31,859,000)			
Prior Year Ex-Appropriations	(26,485,100)			
Operating One-Time Spending	1,002,033,600	793,190,900	135,088,900	164,475,800
Hospital Assessment Savings	(100,000,000)			
Subtotal One-Time Expenditures	<u>\$1,138,752,700</u>	<u>\$823,190,900</u>	<u>\$260,088,900</u>	<u>\$215,775,800</u>
Total Expenditures	\$17,682,238,600	\$17,959,517,200	\$17,939,072,200	\$18,514,611,000
Ending Balance	\$678,645,500	\$10,480,700	\$48,772,800	\$436,781,600
Ongoing Balance	\$59,833,800	\$144,126,100	\$296,581,000	\$602,584,600

DETAILED LIST OF GENERAL FUND CHANGES BY AGENCY

	FY 2026 GF 4-27	FY 27 Baseline <u>1</u> / Above FY 26	FY 27 Change to FY 27 Baseline	FY 2027 GF 4-27
OPERATING SPENDING CHANGES				
1 DOA - Arizona Department of Administration	32,058,300			20,435,300
2 DOA - Remove One-Time Fire Incident Management Grants		(2,291,600)		
3 DOA - Remove One-Time Records Mgmt System/Data Sharing Funding		(2,708,500)		
4 DOA - Remove One-Time Tribal Healthcare Investment		(3,000,000)		
5 DOA - Remove One-Time Healthcare Interoperability Grants		(1,000,000)		
6 DOA - Remove One-Time Erroneous Convictions Fund (Pilot)		(3,000,000)		
7 DOA - County Support for Corrections Officer Employer Contributions			377,100	
8 APF - Automation Projects Fund/ADOA	3,762,000			12,538,400
9 APF - Remove One-Time AHCCCS IT Mainframe Replacement		(1,800,000)		
10 APF - Remove One-Time Real Estate System Modernization		(1,962,000)		
11 APF - Restore DOR Tax System as Part of Enacted 3-Yr Plan		12,538,400		
12 SFD - School Facilities Division/ADOA	352,955,500			324,315,400
13 SFB - Remove One-Time Building Renewal Grants Admin Funding		(750,000)		
14 SFD - Remove One-Time Building Renewal Funding		(183,300,000)		
15 SFD - Remove New School Construction Projects (FY 25 Starts)		(45,077,100)		
16 SFD - Continue New School Construction Projects (FY 26 Starts)		(1,459,800)		
17 SFD - Agua Fria Construction Adjustment and Site Conditions		38,809,400		
18 SFD - Building Renewal Grants Funding			183,300,000	
19 SFD - Litchfield Land Donation			460,000	
20 SFD - Unencumbered Project Savings			(20,622,600)	
21 OAH - Office of Administrative Hearings	985,200			985,200
22 AGR - Department of Agriculture	16,247,500			15,866,400
23 AGR - Remove One-Time Equipment Funding		(381,100)		
24 AXS - AHCCCS	2,613,652,600			2,900,224,700
25 AXS - Formula Adjustments		183,092,100	(42,000,000)	
26 AXS - Remove One-Time Enhanced FMAP Savings		6,000,000		
27 AXS - Remove One-Time Critical Access Hospital Supplemental Pool		(4,300,000)		
28 AXS - Remove One-Time Eligibility Income Verification Charge		(2,220,000)		
29 AXS - Remove One-Time PDRF Rebate Shift		50,000,000		
30 AXS - Remove One-Time Hospital Assessment Behavioral Health Shift		100,000,000		
31 AXS - Remove One-Time Funding for GME Payments		(4,000,000)		
32 ART - Arizona Commission on the Arts	2,000,000			0
33 ART - Remove One-Time Arts Trust Fund Deposit		(2,000,000)		

DETAILED LIST OF GENERAL FUND CHANGES BY AGENCY

	FY 2026 GF 4-27	FY 27 Baseline 1/ Above FY 26	FY 27 Change to FY 27 Baseline	FY 2027 GF 4-27
34	ATT - Attorney General	27,692,600		27,692,600
35	CHA - State Board for Charter Schools	2,811,100		2,811,100
36	DCS - Department of Child Safety	488,771,000		495,571,300
37	DCS - Continue and Expand Extended Foster Care Coaching (One-Time)		(6,400,000)	8,196,100
38	DCS - Remove One-Time Vehicle Replacement Funding		(2,610,000)	
39	DCS - Remove One-Time IT System (Guardian) Maintenance Funding		(9,823,000)	
40	DCS - Remove One-Time Group Home Training (Human Trafficking)		(100,000)	
41	DCS - Continue Congregate Care Funding As One-Time [FY 2026 Budget = Same \$ Amount]		(19,359,500)	19,359,500
42	DCS - Congregate Care Provider Rate Increases (One-Time)			8,844,100
43	DCS - Backfill FY 2026 Congregate Care Monies (One-Time) (Prior Source TBD)			5,409,800
44	DCS - Other Congregate Care Increases (One-Time)			3,283,300
45	ACA - Arizona Commerce Authority	15,175,000		12,550,000
46	ACA - Remove One-Time Applied Research Centers Funding		(500,000)	
47	ACA - Remove One-Time Office of Defense Innovation Funding		(300,000)	
48	ACA - Remove One-Time State Rural Development Council Funding		(1,200,000)	
49	ACA - Remove One-Time Romania Trade Office Funding		(125,000)	
50	ACA - Removing Ongoing GF Competes Fund Deposit			(500,000)
51	CCO - Arizona Community Colleges	103,901,900		107,989,900
52	CCO - Formula Adjustments		5,338,000	
53	CCO - Remove One-Time Eastern Arizona College (Graham Co.) Expenses		(1,000,000)	
54	CCO - Remove One-Time Maricopa County Wrestling Scholarships		(250,000)	
55	COR - Corporation Commission	792,700		792,700
56	ADC - Department of Corrections	1,574,149,400		1,565,260,900
57	ADC - Remove One-Time Operating Funding (23 FTE)		(9,488,500)	
58	ADC - Continue One-Time Correctional Officer Stipend		(20,842,500)	21,442,500
59	JUS - Arizona Criminal Justice Commission	4,600,000		6,850,000
60	JUS - Victims of Crime Act (VOCA) Federal Funds Backfill			2,250,000
61	SDB - Arizona State Schools for the Deaf and the Blind	25,645,100		25,545,100
62	SDB - Remove One-Time Supplemental Childhood Therapies		(100,000)	
63	OEC - Office of Economic Opportunity	4,031,900		531,900
64	OEC - Remove One-Time Dual Enrollment Incentive Program		(1,500,000)	
65	OEC - Remove One-Time Adult Workforce Diploma Program		(2,000,000)	

DETAILED LIST OF GENERAL FUND CHANGES BY AGENCY

	FY 2026 GF 4-27	FY 27 Baseline 1/ Above FY 26	FY 27 Change to FY 27 Baseline	FY 2027 GF 4-27
66 DES - Department of Economic Security	1,888,688,400			2,154,006,800
67 DES - Formula Adjustments		286,331,300		
68 DES - Administrative Cost Shift		32,700,000		
69 DES - Remove One-Time Enhanced FMAP Savings		8,400,000		
70 DES - Remove One-Time Backfill - Prior Year DD Actuarial Loss		(32,300,000)		
71 DES - Remove One-Time After School/ Summer Child Care Grant Program		(3,000,000)		
72 DES - Continue One-Time Child Care Subsidy Funding		(44,900,000)	44,757,100	
73 DES - Remove One-Time Food Benefit Administration (SUN Bucks)		(200,000)		
74 DES - Remove One-Time Eligibility Income Verification Data Charge		(990,000)		
75 DES - Remove One-Time Mainframe as a Service Contract Increase		(4,010,000)		
76 DES - Continue One-Time DD High Need Client Supplement (One-Time)		(14,800,000)	17,900,000	
77 DES - Remove One-Time Adult Protective Services ARPA Backfill		(3,700,000)		
78 DES - Remove One-Time Benefit Services Digital Portal Implementation		(1,170,000)		
79 DES - Remove One-Time Coordinated Homelessness Services Funding		(15,500,000)		
80 DES - Remove One-Time Veteran Homelessness Strategic Plan Funding		(500,000)		
81 DES - Remove One-Time Veteran Homelessness Services Funding		(1,500,000)		
82 DES - Remove One-Time Produce Incentive (Double Up Food Bucks)		(2,000,000)		
83 DES - Remove One-Time Education Workforce Innovation Initiative		(500,000)		
84 DES - Remove One-Time Civil Legal Aid Funding		(3,000,000)		
85 DES - Remove One-Time Area Agency on Aging Housing Funding		(5,000,000)		
86 DES - Remove One-Time Area Agency on Aging Funding		(2,000,000)		
87 DES - Remove One-Time DD Group Home Monitoring Pilot		(1,200,000)		
88 DES - Victims of Crime Act (VOCA) Federal Fund Backfill			11,500,000	
89 BOE - State Board of Education	3,462,800			3,462,800
90 ADE - Arizona Department of Education	8,287,685,600			8,449,517,600
91 ADE - Formula Adjustments		277,781,100	(92,065,600)	
92 ADE - Continue One-Time FRPL Group B Weight (Already Ongoing in FY 2028)		(37,000,000)	37,000,000	
93 ADE - Continue One-Time DAA/CAA Per Pupil Funding (Already Ongoing in FY 2028)		(29,000,000)	29,000,000	
94 ADE - Remove One-Time Flagstaff Unified Robotics Funding		(10,000)		
95 ADE - Continue One-Time School Meal Co-Pay for 130-185% FPL		(3,800,000)	2,000,000	
96 ADE - Remove One-Time Comm College Adult Ed. Workforce Program		(6,000,000)		
97 ADE - Remove One-Time 9th Grade On Track Program Funding		(3,400,000)		
98 ADE - Remove One-Time Rural School Nurse Access Grant Fund		(2,500,000)		
99 ADE - Remove One-Time AEDs for Public High School Athletic Events		(500,000)		
100 ADE - Remove One-Time Virtual School Assessments		(400,000)		
101 ADE - Remove One-Time Apache Junction Unified Robotics Funding		(200,000)		
102 ADE - Remove One-Time Teacher Retention Study Funding		(100,000)		
103 ADE - Remove One-Time Adult Education Skills Center Funding		(1,000,000)		

DETAILED LIST OF GENERAL FUND CHANGES BY AGENCY

	FY 2026 GF 4-27	FY 27 Baseline 1/ Above FY 26	FY 27 Change to FY 27 Baseline	FY 2027 GF 4-27
104	ADE - Remove One-Time Show Low Robotics Funding		(10,000)	
105	ADE - Fund Shift to Land Trust Balance (One-Time)		(7,963,500)	
106	EMA - Department of Emergency & Military Affairs	16,692,900		16,192,900
107	EMA - Remove One-Time Emergency Division Grant Support		(500,000)	
108	DEQ - Department of Environmental Quality	0		15,000,000
109	DEQ - Restore General Fund for WQARF after One-Time Non-GF FY 2026 Funding		15,000,000	
110	EQU - State Board of Equalization	734,700		734,700
111	EXE - Board of Executive Clemency	1,488,600		1,482,600
112	EXE - Remove One-Time Equipment Funding		(6,000)	
113	FOR - Department of Forestry and Fire Management	47,222,200		47,222,200
114	GAM - Department of Gaming	9,104,500		6,204,500
115	GAM - Remove One-Time Racing Purse Enhancement Funding		(1,000,000)	
116	GAM - Remove One-Time Racing Regulation Fund Deposit		(1,900,000)	
117	GOV - Office of the Governor	10,394,700		9,644,700
118	GOV - Remove One-Time Funding		(750,000)	
119	OSP - Gov's Office of Strategic Planning & Budgeting	2,854,500		2,854,500
120	DHS - Department of Health Services	127,571,300		118,668,100
121	DHS - Restore General Fund after One-Time FY 2026 Biomedical Research Funding Shift		2,000,000	
122	DHS - Remove One-Time Dementia Awareness Campaign Funding		(750,000)	
123	DHS - Remove One-Time Ibogaine Clinical Research Grant Funding		(5,000,000)	
124	DHS - Remove One-Time Nurse Education Investment (Comm Colleges)		(1,500,000)	
125	DHS - Remove One-Time ASH Operating Shortfall Funding		(1,807,900)	
126	DHS - Remove One-Time ASH Sexually Violent Persons Funding		(1,520,300)	
127	DHS - Remove One-Time Contract Facilitator - Rural Maternal Health		(100,000)	
128	DHS - Remove One-Time Intl. Medical School Collaboration Funding		(125,000)	
129	DHS - Remove One-Time Clinical Health Training Program Funding		(100,000)	
130	AZH - Arizona Historical Society	4,113,500		3,034,400
131	AZH - Remove One-Time Flagstaff Pioneer Museum Re-Opening		(1,079,100)	
132	PAZ - Prescott Historical Society	1,574,300		1,074,300

DETAILED LIST OF GENERAL FUND CHANGES BY AGENCY

	FY 2026 GF 4-27	FY 27 Baseline <u>1</u> / Above FY 26	FY 27 Change to FY 27 Baseline	FY 2027 GF 4-27
133	PAZ - Remove One-Time Territorial Governor Mansion Remodeling		(500,000)	
134	HOM - Department of Homeland Security	10,107,800		10,000,000
135	HOM - Remove One-Time Federal Cybersecurity Grant State Match		(107,800)	
136	ICA - Industrial Commission	90,100		90,100
137	DIF - Department of Insurance and Financial Institutions	6,321,200		6,321,200
138	SPA - Judiciary - Supreme Court	31,325,600		30,538,600
139	SPA - Remove One-Time Juvenile Monetary Sanctions Backfill		(250,000)	
140	SPA - Remove One-Time Child and Family Representation Funding		(600,000)	
141	SPA - Judicial Salary Increase Annualization		63,000	
142	COA - Judiciary - Court of Appeals	25,308,700		25,550,900
143	COA - Remove One-Time Equipment Funding		(10,000)	
144	COA - Judicial Salary Increase Annualization		252,200	
145	SUP - Judiciary - Superior Court	117,217,300		118,036,900
146	SUP - Judicial Salary Increase Annualization		819,600	
147	DJC - Department of Juvenile Corrections	31,085,800		31,985,800
148	DJC - Restore General Fund after One-Time FY 2026 Operating Shift to Land Trust Fund		800,000	
149	DJC - Restore General Fund after One-Time FY 2026 Operating Shift to CJEF		100,000	
150	DJC - Continue FY 26 One-Time 4% Youth Correctional Officer Stipend		(542,200)	542,200
151	LAN - State Land Department	12,199,900		12,256,300
152	LAN - Central Arizona Project (CAP) Fees Technical Adjustment		56,400	
153	Legislature			
154	AUD - Auditor General	32,009,000		26,709,000
155	AUD - Remove One-Time Special Audit Funding		(5,300,000)	
156	HOU - House of Representatives	22,545,300		21,795,300
157	HOU - Remove One-Time Funding		(750,000)	
158	JLBC - Joint Legislative Budget Committee	3,071,000		3,071,000
159	LEG - Legislative Council	9,422,400		9,422,400
160	LEG - Ombudsman-Citizens Aide Office	1,608,900		1,608,900

DETAILED LIST OF GENERAL FUND CHANGES BY AGENCY

	FY 2026 GF 4-27	FY 27 Baseline <u>1</u> / Above FY 26	FY 27 Change to FY 27 Baseline	FY 2027 GF 4-27
161	SEN - Senate	18,814,300		18,064,300
162	SEN - Remove One-Time Funding		(750,000)	
163	MIN - State Mine Inspector	2,431,400		2,431,400
164	NRB - State Natural Resource Conservation Board	739,400		389,400
165	NRB - Remove One-Time Operating Costs		(100,000)	
166	NRB - Remove One-Time Groundwater Recharge Facilities Funding		(250,000)	
167	NAV - Arizona Navigable Steam Adjudication Comm.	143,900		143,900
168	NUR - State Board of Nursing	500,000		0
169	NUR - Remove One-Time Certified Nurse Anesthetist Preceptor Grant		(500,000)	
170	SPB - Arizona State Parks Board	2,500,000		0
171	SPB - Remove One-Time Heritage Fund Deposit		(1,000,000)	
172	SPB - Remove One-Time State Lake Improvement Fund Deposit		(1,500,000)	
173	DPS - Department of Public Safety	313,660,800		304,587,300
174	DPS - Remove One-Time State Crime Lab Funding		(200,000)	
175	DPS - Remove One-Time Local Border Support Funding		(5,000,000)	
176	DPS - Remove One-Time Vehicle Replacements		(8,667,500)	
177	DPS - Remove One-Time Civil Air Patrol Maintenance and Operations		(106,000)	
178	DPS - Remove One-Time Recruitment Funding		(150,000)	
179	DPS - Remove One-Time Sex Offender Management Board Funding		(400,000)	
180	DPS - Remove One-Time Yuma County Family Advocacy Center		(750,000)	
181	DPS - Remove One-Time Anti-Human Trafficking Fund Deposit		(1,600,000)	
182	DPS - Remove One-Time One-Time ACTIC Funding Increase		(1,500,000)	
183	DPS - Victims of Crime Act (VOCA) Federal Funds Backfill		9,300,000	
184	PSP - Public Safety Personnel Retirement System	6,000,000		5,000,000
185	PSP - Remove Prescott Fire Pension Liability Funding		(1,000,000)	
186	REA - State Real Estate Department	3,119,300		3,119,300
187	REV - Department of Revenue	60,871,900		60,371,900
188	REV - Remove One-Time Prop 312 Property Tax Refund Admin Costs		(500,000)	
189	SOS - Secretary of State	22,857,100		18,457,100
190	SOS - Remove One-Time CD7 Special Election Expenses		(8,000,000)	

DETAILED LIST OF GENERAL FUND CHANGES BY AGENCY

	FY 2026 GF 4-27	FY 27 Baseline 1/ Above FY 26	FY 27 Change to FY 27 Baseline	FY 2027 GF 4-27
191	SOS - Remove One-Time Address Confidentiality Program Fund Deposit		(400,000)	
192	SOS - 2026 Primary/General Election Funding		4,000,000	
193	TAX - State Board of Tax Appeals	319,300		319,300
194	TOU - Office of Tourism	8,702,700		0
195	TOU - Remove One-Time Southern AZ Sports, Tourism and Film Authority		(500,000)	
196	TOU - Remove Ongoing General Fund Appropriation		(8,202,700)	
197	DOT - Department of Transportation	500,000		0
198	DOT - Remove One-Time Spaying and Neutering Fund Deposit		(500,000)	
199	TRE - State Treasurer	42,734,700		4,639,700
200	TRE - Remove One-Time Local Dist.- Ak-Chin Police Department		(300,000)	
201	TRE - Remove One-Time Local Dist. - AZ City Fire District		(100,000)	
202	TRE - Remove One-Time Local Dist. - Casa Grande Police Department		(300,000)	
203	TRE - Remove One-Time Local Dist. - Casa Grande Fire Department		(200,000)	
204	TRE - Remove One-Time Local Dist. - Coolidge Police Department		(200,000)	
205	TRE - Remove One-Time Local Dist. - Coolidge Fire Department		(200,000)	
206	TRE - Remove One-Time Local Dist. - Eloy Police Department		(200,000)	
207	TRE - Remove One-Time Local Dist. - Eloy Fire Department		(200,000)	
208	TRE - Remove One-Time Local Dist. - Florence Police Department		(500,000)	
209	TRE - Remove One-Time Local Dist. - Florence Fire Department		(270,000)	
210	TRE - Remove One-Time Local Dist. - Gila River Police Department		(200,000)	
211	TRE - Remove One-Time Local Dist. - Gila River Fire Department		(200,000)	
212	TRE - Remove One-Time Local Dist. - Intl. Dark Sky Discovery Center		(3,300,000)	
213	TRE - Remove One-Time Local Dist. - La Paz County Sheriff		(500,000)	
214	TRE - Remove One-Time Local Dist. - City of Maricopa Police Department		(200,000)	
215	TRE - Remove One-Time Local Dist. - City of Maricopa Fire Department		(200,000)	
216	TRE - Remove One-Time Local Dist. - Maricopa Co. Investigator Training		(2,000,000)	
217	TRE - Remove One-Time Local Dist. - Maricopa Co. Recorder Funding		(4,100,000)	
218	TRE - Remove One-Time Local Dist. - Mohave Co. Meadview Launch Ramp		(500,000)	
219	TRE - Remove One-Time Local Dist. - Mohave Co. Horizon Six Fire Hydrants		(500,000)	
220	TRE - Remove One-Time Local Dist. - Mohave Co. Search/Rescue Training		(100,000)	
221	TRE - Remove One-Time Local Dist. - Mohave County Sheriff		(1,000,000)	
222	TRE - Remove One-Time Local Dist. - Paradise Valley Shooting Range		(100,000)	
223	TRE - Remove One-Time Local Dist. - City of Peoria Parks Infrastructure		(300,000)	
224	TRE - Remove One-Time Local Dist. - Phoenix Police Community Policing		(100,000)	
225	TRE - Remove One-Time Local Dist. - Pinal County Sheriff's Office		(400,000)	
226	TRE - Remove One-Time Local Dist. - Pinal County Veterans Center		(200,000)	
227	TRE - Remove One-Time Local Dist. - Pinal County Suicide Prevention		(300,000)	

DETAILED LIST OF GENERAL FUND CHANGES BY AGENCY

	FY 2026 GF 4-27	FY 27 Baseline 1/ Above FY 26	FY 27 Change to FY 27 Baseline	FY 2027 GF 4-27
228	TRE - Remove One-Time Local Dist. - Pinal Co. Legal Dumping Signs		(50,000)	
229	TRE - Remove One-Time Local Dist. - Pinal Co. Alliance Reading Program		(25,000)	
230	TRE - Remove One-Time Local Dist. - Prescott Valley Police Department		(450,000)	
231	TRE - Remove One-Time Local Dist. - Salt River Police Community Policing		(100,000)	
232	TRE - Remove One-Time Local Dist. - Scottsdale Adaptive Services Park		(100,000)	
233	TRE - Remove One-Time Local Dist. - Sierra Vista Infrastructure Funding		(100,000)	
234	TRE - Remove One-Time Local Dist. - Sierra Vista Spaceport License		(1,500,000)	
235	TRE - Remove One-Time Local Dist. - Snowflake - Flake Historical House		(350,000)	
236	TRE - Remove One-Time Local Dist. - Sun Corridor Boys & Girls Club		(200,000)	
237	TRE - Remove One-Time Local Dist. - City of Taylor Child Dev. Center		(1,500,000)	
238	TRE - Remove One-Time Local Dist. - Thunderbird Fire District		(100,000)	
239	TRE - Remove One-Time Local Dist. - Yavapai Co. Criminal Intelligence		(2,000,000)	
240	TRE - Remove One-Time Local Dist. - Yavapai County Sheriff's Office		(950,000)	
241	TRE - Remove One-Time Local Dist. - Yavapai Co. Satellite Comm. Pilot		(500,000)	
242	TRE - Remove One-Time Local Dist. - SW Yavapai Co. Public Safety Building		(1,000,000)	
243	TRE - Remove One-Time Local Dist. - Yuma Co. Excess Waste Tire Cleanup		(850,000)	
244	TRE - Remove One-Time Local Dist. - Yuma County Recorder Operating		(1,000,000)	
245	TRE - Remove One-Time Local Dist. - Yuma Co. Nonprofit Regional Hospital		(3,000,000)	
246	TRE - Remove One-Time Local Dist. - City of Winslow		(2,500,000)	
247	TRE - Remove One-Time Transportation Innovation Fund Deposit		(2,000,000)	
248	TRE - Remove One-Time Advanced Air Mobility Fund Deposit		(2,000,000)	
249	TRE - Remove One-Time Statewide Infrastructure Trust Fund Deposit		(1,000,000)	
250	TRE - Remove One-Time Veterans Health Innovation Pilot		(150,000)	
251	OTR - Governor's Office on Tribal Relations	66,900		66,900
252	UNI - Universities			
253	UNI - Arizona Board of Regents	71,382,600		54,932,600
254	UNI - Remove One-Time Washington D.C. Internships		(150,000)	
255	UNI - Remove One-Time Arizona Promise Program Funding		(16,300,000)	
256	UNI - ASU	412,671,200		412,438,700
257	UNI - Lease-Purchase Adjustment		(3,800)	
258	UNI - Inflation Adjustment (2017 Capital Infrastructure)		271,300	
259	UNI - Remove One-Time Decision Theater - Pinal Co. Transportation Plan		(500,000)	
260	UNI - Northern Arizona University	124,707,700		124,810,300
261	UNI - Lease-Purchase Adjustment		(200)	
262	UNI - Inflation Adjustment (2017 Capital Infrastructure)		102,800	
263	UNI - UA - Main Campus	289,867,500		285,410,400

DETAILED LIST OF GENERAL FUND CHANGES BY AGENCY

	FY 2026 GF 4-27	FY 27 Baseline <u>1</u> / Above FY 26	FY 27 Change to FY 27 Baseline	FY 2027 GF 4-27
264	UNI - Lease-Purchase Adjustment		2,900	
265	UNI - Inflation Adjustment (2017 Capital Infrastructure)		240,000	
266	UNI - Remove One-Time Yuma Center for Excellence for Desert Agriculture		(1,350,000)	
267	UNI - Remove One-Time Geological Survey		(500,000)	
268	UNI - Remove One-Time Extractive Modular Metallurgy Facility		(850,000)	
269	UNI - Remove One-Time On-Farm Irrigation Fund Deposit		(2,000,000)	
270	UNI - UA - Health Sciences Center	75,978,400		75,428,400
271	UNI - Remove One-Time AZ REACH Funding		(500,000)	
272	UNI - Remove One-Time Medical Mission Scholarship Funding		(50,000)	
273	VSC - Department of Veterans' Services	12,814,700		11,814,700
274	VSC - Remove One-Time Mental Health Pilot Program		(1,000,000)	
275	WIF - Water Infrastructure Finance Authority	750,000		0
276	WIF - Remove One-Time Water Conservation Fund Deposit		(250,000)	
277	WIF - Remove One-Time Gila Valley Irrigation District		(500,000)	
278	WAT - Department of Water Resources	25,077,500		25,077,500
279	OTH - Other			
280	Ex-Appropriate Unused Appropriations Prior to FY 2026			
281	OTH - ADE FY 2020 High-Quality Teacher Prof. Dev. Pilot Program (Ex-Appropriation)	(344,300)	344,300	0
282	OTH - ADE FY 2021 High-Quality Teacher Prof. Dev. Pilot Program (Ex-Appropriation)	(400,000)	400,000	0
283	OTH - ADE FY 2022 High Quality Teacher Prof. Dev. Pilot Program (Ex-Appropriation)	(400,000)	400,000	0
284	OTH - ADOA Retirement or defeasance of financing agreements (Ex-Appropriation)	(5,037,800)	5,037,800	0
285	OTH - VSC Tribal Ceremonies (Ex-Appropriation)	(1,000,000)	1,000,000	0
286	OTH - ADC Transitional and Reentry Housing (Ex-Appropriation)	(3,733,300)	3,733,300	0
287	OTH - DPS FY 2024 Civil Air Patrol Infrastructure (Ex-Appropriation)	(2,300,000)	2,300,000	0
288	OTH - DPS FY 2024 Major Incident Division (Ex-Appropriation)	(1,323,200)	1,323,200	0
289	OTH - AHCCCS FY 2025 Graduate Medical Education (Ex-Appropriation)	(4,298,100)	4,298,100	0
290	OTH - DPS FY 2025 Major Incident Division (Ex-Appropriation)	(6,433,200)	6,433,200	0
291	OTH - SOS FY 2026 Special Election Expenses	(1,215,200)	1,215,200	0
292	FY 2026 Supplementals and Ex-Appropriations			
293	OTH - AHCCCS Formula Costs (Supplemental)	64,528,400	(64,528,400)	0
294	OTH - DES Formula Costs (Supplemental)	96,818,700	(96,818,700)	0
295	OTH - ADE Formual Costs (Ex-Appropriation)	(31,859,000)	31,859,000	0
296	Statewide Adjustments			
297	OTH - Re-estimate of FY 2026 CORP Employer DC Rate Cost - Moved to ADOA/Ret. Adj.	0	1,000,000	(1,000,000)
298	OTH - FY 2026 Unallocated Health Insurance Adjustments	152,100	(152,100)	0
299	OTH - FY 2026 Unallocated Fleet Operating Adjustments	125,600	(125,600)	0

DETAILED LIST OF GENERAL FUND CHANGES BY AGENCY

	FY 2026 GF 4-27	FY 27 Baseline 1/ Above FY 26	FY 27 Change to FY 27 Baseline	FY 2027 GF 4-27
300	OTH - FY 2026 Unallocated Fleet Replacement Adjustments	859,000	(859,000)	0
301	OTH - FY 2026 Unallocated Retirement Adjustments	(18,300)	18,300	0
302	OTH - FY 2026 Unallocated Risk Management Adjustments	400	(400)	0
303	OTH - FY 2026 Unallocated AZ360 Adjustments	(3,900)	3,900	0
304	OTH - FY 2026 Unallocated Salary Adjustments	63,100	(63,100)	0
305	OTH - Remove One-Time Risk Management Adjustments	0	(19,999,600)	(19,999,600)
306	OTH - Remove One-Time FY 2026 State Fleet Adjustments	0	(5,205,900)	(5,205,900)
307	OTH - Remove One-Time FY 2026 Health Insurance Adjustments	0	(194,788,900)	(194,788,900)
308	OTH - Remove One-Time FY 2026 Vehicle Replacement Adjustments	0	(2,422,400)	(2,422,400)
309	OTH - FY 2027 Health Insurance Adjustments	0	228,363,200	228,363,200
310	OTH - FY 2027 Retirement Adjustments	0	(3,135,800)	(3,135,800)
311	Other Changes			
312	OTH - 5% Lump Sum Reductions	0	(99,241,000)	(99,241,000)
313	OTH - Phoenix Convention Center Debt Service	26,497,400	499,700	26,997,100
314	OTH - Eliminate Rio Nuevo Sales Tax Diversion	19,000,000	(19,000,000)	0
315	OTH - Administrative Adjustments	135,000,000	10,000,000	145,000,000
316	OTH - Revertments	(206,500,000)	6,500,000	(200,000,000)
317	TOTAL - OPERATING SPENDING CHANGES	17,548,522,500	41,441,000	339,553,700
318	CAPITAL SPENDING			
319	Building Renewal			
320	Arizona Department of Administration	1,600,000	(1,600,000)	0
321	New Projects			
322	ADOT - Continue I-10 Widening SR 85/Citrus Road	27,000,000	3,000,000	30,000,000
323	Eliminate One-Time FY 2026 Funding			
324	ADC - Yuma Fire Alarm System Replacement	8,500,000	(8,500,000)	0
325	Parks - Verde Rive Headwaters State Park Costs	500,000	(500,000)	0
326	DPS - Office Replacements (Payson and Sanders)	2,000,000	(2,000,000)	0
327	DPS - Phoenix Headquarters Electrical Upgrade	11,227,100	(11,227,100)	0
328	ADOT - SR 347/Riggs Rd Overpass Construction - Shortfall	41,400,000	(41,400,000)	0
329	ADOT - SR 347 Intersection (Casa Blanca Rd/Cement Plant Rd) - Shortfall	10,839,000	(10,839,000)	0
330	ADOT - SR 347 Widening (I-10 to Maricopa) - Shortfall	1,500,000	(1,500,000)	0
331	ADOT - NB SR 87 Second Right Turn Lane - Design (Payson)	600,000	(600,000)	0
332	ADOT - Glendale 75th Ave Reconstruction	3,000,000	(3,000,000)	0
333	ADOT - SR 70 Safety Improvements (San Carlos Apache Reservation)	1,400,000	(1,400,000)	0
334	ADOT - SR 303/155th Ave Interchange Design (Surprise)	3,500,000	(3,500,000)	0
335	ADOT - Olga Rd Pavement Preservation/Rehab - Design (Bowie/San Simon)	850,000	(850,000)	0
336	ADOT - SR 389 Traffic Control Systems (Colorado City - Funding Remains in FY 2026)	1,500,000	(1,500,000)	0
337	ADOT - FY 2023 US 191 Pavement Rehab (Ex-Appropriation)	(2,500,000)	2,500,000	0
338	ADOT - Local Dist. - Yuma Co. Somerton Ave Bridge Replacement	1,300,000	(1,300,000)	0

DETAILED LIST OF GENERAL FUND CHANGES BY AGENCY

	FY 2026 GF 4-27	FY 27 Baseline <u>1/</u> Above FY 26	FY 27 Change to FY 27 Baseline	FY 2027 GF 4-27
339	ADOT - Local Dist. - Bullhead City Hancock Road Repaving	1,500,000	(1,500,000)	0
340	ADOT - Local Dist. - Cottonwood Main St Preservation/Sidewalks	1,000,000	(1,000,000)	0
341	ADOT - Local Dist. - Flagstaff Woody Mountain Rd Streetlight	1,900,000	(1,900,000)	0
342	ADOT - Local Dist. - Kingman Eastern St Infrastructure	1,500,000	(1,500,000)	0
343	ADOT - Local Dist. - Mohave Co. Mountain View Rd Improvements	1,000,000	(1,000,000)	0
344	ADOT - Local Dist. - Nogales Frank Reed Rd Improvements	1,500,000	(1,500,000)	0
345	ADOT - Local Dist. - Nogales Industrial Park Rs Improvements	2,900,000	(2,900,000)	0
346	ADOT - Local Dist. - Nogales La Quinta Rd Improvements	1,800,000	(1,800,000)	0
347	ADOT - Local Dist. - Prescott Reg. Airport Fire Aircraft Ramp	3,500,000	(3,500,000)	0
348	ADOT - Local Dist. - Prescott Reg. Airport Maint. & Operations	500,000	(500,000)	0
349	Veterans' Services - Tucson Veterans' Home HVAC Replacement	2,400,000	(2,400,000)	0
350	TOTAL - CAPITAL SPENDING	133,716,100	(103,716,100)	0
351	TOTAL - ALL SPENDING	17,682,238,600	(62,275,100)	17,959,517,200
352	REVENUE CHANGES			
353	Ongoing Revenue			
354	REV - Ongoing Revenue (Including Urban Revenue Sharing)	17,044,219,700	546,131,100	(65,946,800)
355	REV - Tax Conformity	(440,900,000)		(343,000,000)
356	REV - Newly Enacted Revenue Adjustments			77,200,000
357	One-Time Revenue			
358	REV - Beginning Balance	1,367,290,000	(694,171,000)	5,526,500
359	REV - ASDB Campus Sale Revenue			1,200,000
360	REV - One-Time Marana Prison Sale Revenue	14,574,400	(14,574,400)	0
361	Fund Transfers			
362	REV - One-Time Fund Transfers to GF (Baseline)	15,500,000	(5,800,000)	9,700,000
363	REV - Fund Transfers	360,200,000		
364	TOTAL - REVENUE CHANGES	18,360,884,100	(168,414,300)	(325,020,300)
365	ENDING BALANCE	678,645,500	(106,139,200)	10,480,700

1/ Represents FY 2027 Baseline spending above the FY 2026 Adjusted Appropriation.

DETAILED LIST OF OTHER FUND CHANGES BY AGENCY

	FY 2026 OF 4/27		FY 27 Baseline 1/ Above FY 26	FY 27 Change to FY 27 Baseline	FY 2027 OF 4/27
OPERATING SPENDING CHANGES					
1	SBA - State Board of Accountancy	2,257,400			2,257,400
2	ACU - Acupuncture Board of Examiners	217,000			217,000
3	DOA - Arizona Department of Administration	280,901,000			277,389,200
4	DOA - Remove One-Time State Personnel IT System Software Transition		(1,911,800)		
5	DOA - Remove One-Time Records Mgmt System/Data Sharing		(500,000)		
6	DOA - Remove One-Time State Employee Child Care Study		(100,000)		
7	DOA - Remove One-Time State FTE Professional Dev/Univ. Partnership		(1,000,000)		
8	APF - Automation Projects Fund/ADOA	16,898,700			19,756,800
9	APF - Remove One-Time ADOA State Personnel IT System Funding		(5,941,700)		
10	APF - Remove One-Time ADOA State Web Portal Platform Funding		(1,750,000)		
11	APF - Remove ADOA A to Z Single Access to State Services Funding		(3,370,000)		
12	APF - Remove One-Time AHCCCS IT Mainframe Multi-year Replacement		(1,800,000)		
13	APF - Remove One-Time ADOA State Web Portal Software Upgrades		(375,000)		
14	APF - Remove One-Time Real Estate IT Software Update Funding		(1,962,000)		
15	APF - Remove One-Time ADOA Business One-Stop Funding		(1,700,000)		
16	APF - Restore DOR Tax System as Part of Enacted 3-year Plan		19,756,800		
17	AGR - Department of Agriculture	3,977,400			1,983,200
18	AGR - Nuclear Emergency Mgmt Fund Changes (Laws 2025, Ch. 56)		5,800		
19	AGR - Remove One-Time Water and Innovation Fund Deposit		(2,000,000)		
20	AXS - AHCCCS	621,178,500			555,985,500
21	AXS - Formula Adjustments		(8,818,000)		
22	AXS - Remove One-Time Contracted Legal Costs - Sober Living Homes (PDRF)		(1,375,000)		
23	AXS - Remove One-Time Secure Behavioral Health Residential Facility Costs		(5,000,000)		
24	AXS - Remove One-Time Prescription Drug Rebate Fund Shift to GF		(50,000,000)		
25	BAT - Board of Athletic Training	166,000			166,000

DETAILED LIST OF OTHER FUND CHANGES BY AGENCY

	FY 2026 OF 4/27	FY 27 Baseline 1/ Above FY 26	FY 27 Change to FY 27 Baseline	FY 2027 OF 4/27
26	ATT - Attorney General	111,996,800		101,996,800
27	ATT - Remove One-Time Coordinated Re-Entry Funding		(10,000,000)	
28	BCB - Barbering and Cosmetology Board	3,227,300		3,027,300
29	BCB - Remove One-Time IT Development Costs (Laws 2024, Ch. 250)		(200,000)	
30	BHE - Board of Behavioral Health Examiners	2,975,200		2,766,900
31	BHE - Remove One-Time E-Licensing Transition Consultant		(20,400)	
32	BHE - Remove One-Time Office Space Reorganization		(187,900)	
33	DCS - Department of Child Safety	204,235,700		204,235,700
34	BCE - State Board of Chiropractic Examiners	660,600		660,600
35	ROC - Registrar of Contractors	14,328,200		14,328,200
36	COR - Corporation Commission	38,732,900		38,732,900
37	ADC - Department of Corrections	63,451,500		59,750,300
38	ADC - Remove One-Time Correctional Information System Improvements		(2,000,000)	
39	ADC - Remove One-Time Cloud and Data Warehouse Systems		(165,900)	
40	ADC - Remove One-Time Kitchen Equipment Replacement		(1,535,300)	
41	JUS - Arizona Criminal Justice Commission	9,961,100		7,366,300
42	JUS - Remove One-Time Law Enforcement Crime Victim Notification Fund		(2,594,800)	
43	SDB - AZ State Schools for the Deaf and the Blind	33,259,500		28,301,800
44	SDB - Adjustments for Less Revenue and Base Level Increases		(4,957,700)	
45	HEA - Comm for the Deaf & the Hard of Hearing	5,045,800		5,045,800
46	DEN - Board of Dental Examiners	2,150,900		2,150,900

DETAILED LIST OF OTHER FUND CHANGES BY AGENCY

	FY 2026 OF 4/27	FY 27 Baseline 1/ Above FY 26	FY 27 Change to FY 27 Baseline	FY 2027 OF 4/27
47 DES - Department of Economic Security	499,805,500			449,270,800
48 DES - Formula Adjustments Long Term Care System Fund (non-matched)		545,800		
49 DES - Remove One-Time Child Care Assistance Program Funding (CCDF)		(51,080,500)		
50 ADE - Arizona Department of Education	87,507,600			95,471,100
51 ADE - Offset ADE Formula Expenses with Unspent Land Trust Monies			7,963,500	
52 EMA - Department of Emergency & Military Affairs	5,620,900			2,408,500
53 EMA - Nuclear Emergency Mgmt Fund Changes (Laws 2025, Ch. 56)		87,600		
54 EMA - Remove One-Time Local Law Enforcement Fentanyl Interdiction		(3,000,000)		
55 EMA - Remove One-Time Evacuation Protocols Awareness Campaign		(300,000)		
56 DEQ - Department of Environmental Quality	128,029,600			100,859,500
57 DEQ - Remove One-Time Clean Air Plan/Diesel Match/Air Emission Data		(1,170,100)		
58 DEQ - Remove One-Time WQARF Funding Offset		(15,000,000)		
59 DEQ - Remove One-Time Water Quality Fee Fund Deposit		(9,000,000)		
60 DEQ - Remove One-Time Iron King Mine/Humboldt Smelter Cleanup		(2,000,000)		
61 OEO - Governor's Office of Equal Opportunity	317,400			317,400
62 COL - Arizona Exposition and State Fair Board	19,762,800			19,762,800
63 FOR - Department of Forestry and Fire Management	4,000,000			0
64 FOR - Remove One-Time Northern AZ Wildland Fire Training Facility		(4,000,000)		
65 FIS - Arizona Game and Fish Department	48,521,400			48,271,400
66 FIS - Remove One-Time Livestock Loss Board (Wolf Depredation) Funding		(250,000)		
67 GAM - Department of Gaming	23,783,700			23,783,700

DETAILED LIST OF OTHER FUND CHANGES BY AGENCY

	FY 2026 OF 4/27	FY 27 Baseline 1/ Above FY 26	FY 27 Change to FY 27 Baseline	FY 2027 OF 4/27
68 DHS - Department of Health Services	74,512,900			69,566,300
69 DHS - Remove One-Time Biomedical Research Funding Shift		(2,000,000)		
70 DHS - Remove One-Time ASH Technology Improvements		(946,600)		
71 DHS - Remove One-Time Health Care Directives Registry Funding		(2,000,000)		
72 HLS - Arizona Department of Homeland Security	11,695,200			11,145,200
73 HLS - Remove One-Time Multi-factor Authentication Funding		(550,000)		
74 HOM - Board of Homeopathic & Integrated Medicine Examiners	64,200			64,200
75 DOH - Department of Housing	360,700			360,700
76 IND - Industrial Commission	23,213,100			23,213,100
77 DIF - Department of Insurance and Financial Institutions	13,145,100			13,145,100
78 SPA - Judiciary - Supreme Court	35,825,200			35,825,200
79 SUP - Judiciary - Superior Court	12,014,500			12,014,500
80 DJC - Department of Juvenile Corrections	13,597,800			12,697,800
81 DJC - Remove One-Time Operating Budget Shift to Land Trust Fund		(800,000)		
82 DJC - Remove One-Time Operating Budget Shift to CJEF		(100,000)		
83 LAN - State Land Department	14,239,000			14,239,000
84 LIQ - Department of Liquor Licenses & Control	6,552,800			7,052,800
85 LIQ - Remove One-Time Operating Expenses		(100,000)		
86 LIQ - Continue Records Management System Support 1 FTE (Ongoing)		600,000		

DETAILED LIST OF OTHER FUND CHANGES BY AGENCY

	FY 2026 OF 4/27	FY 27 Baseline 1/ Above FY 26	FY 27 Change to FY 27 Baseline	FY 2027 OF 4/27
87	181,935,600			194,060,200
88		10,800		
89		1,604,500		
90		1,458,200		
91		9,051,100		
92	601,200			601,200
93	8,472,700			8,472,700
94	112,800			112,800
95	260,600			260,600
96	271,800			221,800
97		(50,000)		
98	200,000			200,000
99	7,094,200			7,094,200
100	611,600			611,600
101	298,000			298,000
102	199,700			199,700
103	288,000			288,000
104	1,526,100			1,526,100

DETAILED LIST OF OTHER FUND CHANGES BY AGENCY

	FY 2026 OF 4/27	FY 27 Baseline <u>1</u> / Above FY 26	FY 27 Change to FY 27 Baseline	FY 2027 OF 4/27
105	SPB - Arizona State Parks Board	22,578,500		22,347,500
106	SPB - Remove One-Time Family Campout Program Expenses		(231,000)	
107	PER - Personnel Board	369,900		369,900
108	PHA - Arizona State Board of Pharmacy	3,804,000		3,743,900
109	PHA - Remove One-Time Investigations Funding		(60,100)	
110	PHY - Board of Physical Therapy Examiners	624,400		624,400
111	PIO - Arizona Pioneers' Home	9,160,800		9,160,800
112	POD - State Board of Podiatry Examiners	204,200		204,200
113	PRI - State Board for Private Postsecondary Education	557,500		557,500
114	PSY - State Board of Psychologist Examiners	872,600		872,600
115	DPS - Department of Public Safety	91,955,200		89,962,200
116	DPS - Remove One-Time Aircraft Maintenance Costs		(693,000)	
117	DPS - Remove One-Time North Loop Comm Network Conversion to Digital		(1,300,000)	
118	RUC - Residential Utility Consumer Office	1,951,200		1,951,200
119	RES - Board of Respiratory Care Examiners	420,500		420,500
120	RET - Arizona State Retirement System	28,966,100		28,966,100
121	REV - Department of Revenue	28,732,800		28,732,800
122	SOS - Secretary of State	2,604,900		2,604,900

DETAILED LIST OF OTHER FUND CHANGES BY AGENCY

	FY 2026 OF 4/27	FY 27 Baseline 1/ Above FY 26	FY 27 Change to FY 27 Baseline	FY 2027 OF 4/27
123 TEC - State Board of Technical Registration	2,735,900			2,735,900
124 DOT - Department of Transportation	614,325,700			594,688,900
125 DOT - Remove One-Time MVD Security System Modernization		(789,100)		
126 DOT - Remove One-Time Passenger Rail Planning		(200,000)		
127 DOT - Remove One-Time Construction Mgmt System Replacement		(6,272,000)		
128 DOT - Remove One-Time Vehicle Purchases Funding		(8,101,600)		
129 DOT - Remove I-17 Flex Lane Highway Maintenance		(813,600)		
130 DOT - Remove One-Time Maintenance Mgmt System Replacement		(3,222,500)		
131 DOT - Remove One-Time Building Management System Upgrade		(238,000)		
132 TRE - State Treasurer	12,562,900			6,562,900
133 TRE - Remove One-Time Transportation Innovation Fund Deposit		(2,000,000)		
134 TRE - Remove One-Time Advanced Air Mobility Fund Deposit		(2,000,000)		
135 TRE - Remove One-Time Statewide Infrastructure Trust Fund Deposit		(1,000,000)		
136 TRE - Remove One-Time Bullhead City - Main Water Line Transmission		(1,000,000)		
137 UNI - Universities				
138 UNI - ASU	907,759,500			907,759,500
139 UNI - Northern Arizona University	125,450,500			125,450,500
140 UNI - UA - Main Campus	443,990,600			443,990,600
141 UNI - UA - Health Sciences Center	44,684,000			44,684,000
142 VSC - Department of Veterans' Services	60,986,900			60,986,900
143 VME - Veterinary Medical Examining Board	922,700			922,700

DETAILED LIST OF OTHER FUND CHANGES BY AGENCY

	FY 2026 OF 4/27	FY 27 Baseline 1/ Above FY 26	FY 27 Change to FY 27 Baseline	FY 2027 OF 4/27
144	WIF - Water Infrastructure Finance Authority			
	8,000,000			0
145	WIF - Remove One-Time Kingman Wells Project			
		(3,000,000)		
146	WIF - Remove One-Time Gilbert Wells Project			
		(5,000,000)		
147	WAT - Department of Water Resources			
	3,767,300			2,767,300
148	WAT - Remove One-Time Colorado River Legal Defense			
		(1,000,000)		
149	OTH - Other			
150	OTH - DPS Operating Expenses (Supplemental)			
	4,750,000	(4,750,000)		0
151	OTH - Unallocated FY 2026 Health Insurance Adjustments			
	4,123,600	(4,123,600)		0
152	OTH - Unallocated FY 2026 AZ360 Adjustments			
	(8,400)	8,400		0
153	OTH - Unallocated FY 2026 Rent and COP Adjustments			
	3,700	(3,700)		0
154	OTH - Unallocated FY 2026 Risk Management Adjustments			
	5,611,300	(5,611,300)		0
155	OTH - Unallocated FY 2026 Fleet Operating Adjustments			
	510,000	(510,000)		0
156	OTH - Unallocated FY 2026 Retirement Adjustments			
	(1,373,600)	1,373,600		0
157	OTH - Unallocated FY 2026 Law Enforcement Salary Adjustments			
	1,172,200	(1,172,200)		0
161	OTH - Remove One-Time FY 2026 Health Insurance Adjustments			
	0	(45,876,400)		(45,876,400)
159	OTH - Remove One-Time FY 2026 Fleet Replacement Adjustments			
	0	(2,700,000)		(2,700,000)
160	OTH - Remove One-Time FY 2026 Fleet Operating Adjustments			
	0	10,000		10,000
161	OTH - Remove One-Time FY 2026 Risk Management Adjustments			
	0	(5,888,700)		(5,888,700)
162	OTH - FY 2027 Health Insurance Adjustments			
	0		55,000,000	55,000,000
163	OTH - FY 2027 Retirement Adjustments			
	0		(271,500)	(271,500)
164	TOTAL - OPERATING SPENDING CHANGES			
	\$5,072,840,600	(\$274,656,900)	\$62,692,000	\$4,860,875,700

DETAILED LIST OF OTHER FUND CHANGES BY AGENCY

	FY 2026 OF 4/27	FY 27 Baseline <u>1</u> / Above FY 26	FY 27 Change to FY 27 Baseline	FY 2027 OF 4/27
165 CAPITAL SPENDING CHANGES				
166 Building Renewal				
167 Arizona Department of Administration	20,313,500	(3,513,500)		16,800,000
168 Arizona Exposition and State Fair Board	3,815,100	(3,815,100)		0
169 Arizona Department of Corrections (ADC Building Renewal Fund)	5,864,300			5,864,300
170 Game & Fish Department	1,815,700	117,200		1,932,900
171 Arizona Lottery Commission (Lottery Fund)	218,200	19,600		237,800
172 State Parks Board	3,633,300	(3,633,300)		0
173 Pioneers' Home	470,400	(470,400)		0
174 Arizona Department of Transportation	23,385,300			23,385,300
175 Eliminate FY 2026 One-Time Funding				
176 Game & Fish - Dam Maintenance (Capital Improvement Fund)	150,000	(150,000)		0
177 Game & Fish - Hatchery Maintenance	400,000	(400,000)		0
178 Game & Fish - Property Maintenance	300,000	(300,000)		0
179 Game & Fish - State Match - Black Canyon/Fool Hollow Lakes Dam Repairs	6,850,000	(6,850,000)		0
180 Game & Fish - Hatchery Repairs at 6 Facilities	4,700,000	(4,700,000)		0
181 DHS - ASH Above Ground Isolation Valve Installation	160,000	(160,000)		0
182 DHS - ASH Anti-Ligature Renovations	695,000	(695,000)		0
183 DHS - ASH Perimeter Detection System	83,000	(83,000)		0
184 DJC - Fire Line Booster Pumps Replacement	536,600	(536,600)		0
185 DJC - Adobe Mountain School Door and Lock Replacements	303,000	(303,000)		0
186 DJC - Adobe Mountain School Kitchen Air Unit	641,000	(641,000)		0
187 Pioneers' Home - Replace All Windows/Doors	1,515,000	(1,515,000)		0
188 ADOT - Avondale Vehicle Repair Shop Improvements (SHF)	6,951,000	(6,951,000)		0
189 ADOT - Maint. Offices (Little Antelope/Gray Mountain) (SHF)	6,861,000	(6,861,000)		0
190 ADOT - Grand Canyon Airport Terminal Renovation - State Match	850,300	(850,300)		0
191 State Highway Fund and Aviation Fund Adjustments				
192 ADOT - Airport Planning	44,340,700	(15,291,800)		29,048,900
193 ADOT - Controlled Access	141,314,000	795,000		142,109,000
194 ADOT - Debt Service	118,773,000	405,000		119,178,000
195 ADOT - Statewide Highway Construction	198,683,000	(27,307,000)		171,376,000

DETAILED LIST OF OTHER FUND CHANGES BY AGENCY

	FY 2026 OF 4/27	FY 27 Baseline 1/ Above FY 26	FY 27 Change to FY 27 Baseline	FY 2027 OF 4/27
196	TOTAL - CAPITAL SPENDING CHANGES	\$593,622,400	(83,690,200)	\$0
197	TOTAL - OPERATING & CAPITAL SPENDING	\$5,666,463,000	(358,347,100)	\$5,370,807,900
198	FUND TRANSFERS			
199	<u>APF/DOA - Automation Projects Fund - All For IT Projects</u>			
200	APF/DOA - ADOA State Personnel System Replacement (IT Fund)	5,941,700	(5,941,700)	0
201	APF/DOA - ADOA A to Z Single Access to State Services (Web Portal Fund)	3,370,000	(3,370,000)	0
202	APF/DOA - ADOA Move State Agencies to State Web Portal (IT Fund)	1,750,000	(1,750,000)	0
203	APF/DOA - ADOA State Web Portal Software and Security (Web Portal Fund)	375,000	(375,000)	0
205	APF/DOA - Business One-Stop (IT Fund)	1,700,000	(1,700,000)	0
205	APF/DOA - DOR Integrated Tax System (IT Fund)	0	7,218,400	7,218,400
205				
206	<u>Other Fund Transfers</u>			
207	OTH - ROC Recovery Fund to ROC Operating Fund	2,700,000	(2,700,000)	0
208	OTH - Peace Office Training Equip. Fund to School Safety Interop. Fund	2,000,000	(2,000,000)	0
209	TOTAL - FUND TRANSFERS	\$17,836,700	(\$10,618,300)	\$0

DETAILED LIST OF EXPENDITURE AUTHORITY CHANGES BY AGENCY

	FY 2026 EA Revised	FY 27 Baseline 1/ Above FY 26	FY 2027 Changes	FY 2027 EA Enacted Budget
210	EXPENDITURE AUTHORITY CHANGES			
211	AXS - AHCCCS	19,423,891,500		19,342,628,800
212	AXS - Formula Adjustments		(222,322,900)	
213	AXS - One-Time Removals		(72,805,700)	
214	AXS - One-Time CHP Reconciliation Payment		15,285,900	
215	AXS - Remove Hospital Assessment Fund Shift		(100,000,000)	

DETAILED LIST OF OTHER FUND CHANGES BY AGENCY

	FY 2026 EA 4/27		FY 27 Baseline <u>1/</u> Above FY 26	FY 27 Change to FY 27 Baseline	FY 2027 EA 4/27
216 DCS - Department of Child Safety	645,932,900				654,676,600
217 DCS - Formula Adjustments			15,047,100		
218 DCS - One-Time Removals			(8,849,300)		
219 DCS - Extended Foster Care Success Coaches				2,545,900	
220 DES - Department of Economic Security	4,629,258,500				7,284,712,300
221 DES - Statewide Adjustments					
222 DES - Formula Adjustments			661,112,300		
223 DES - Establish New SNAP Fund			2,027,041,500		
224 DES - Shift SNAP Admin Costs to GF			(32,700,000)		
225 ADE - Arizona Department of Education	1,345,678,600				1,345,678,600
226 OTH - Other					
227 OTH - AHCCCS Formula Costs (Supplemental)	340,175,800		(340,175,800)		0
228 OTH - DES Formula Costs (Supplemental)	241,928,300		(241,928,300)		0
229 TOTAL - EXPENDITURE AUTHORITY CHANGES	\$26,626,865,600		\$2,220,607,700	(\$219,777,000)	\$28,627,696,300

1/ Represents FY 2027 Baseline spending above the FY 2026 Adjusted Appropriation.

FY 2027 BUDGET RECONCILIATION BILL PROVISIONS

AMUSEMENTS

Department of Gaming

1. As session law, continues to set the Regulatory Wagering Assessment at 0.5% in FY 2027 only. AMUS 1
2. As session law, changes the requirement that racehorses need to receive “gate approval” every 30 days to every 60 days in 2026 and 2027. AMUS 2
“Gate approval” means a demonstration to confirm a racehorse has been trained on how to safely enter and exit the starting gate prior to racing at a commercial racetrack.

STATE BUDGET IMPLEMENTATION

Statewide

3. As session law, continues to require unrestricted Federal Funds to be deposited in the General Fund for the payment of essential government services. BI 1
4. As session law, continues to notwithstanding the requirements for any deposit to or any withdrawals from the Budget Stabilization Fund (BSF) through FY 2029. Also, notwithstanding the 10% BSF cap for FY 2027. BI 2
5. As session law, require the Executive’s FY 2028 budget request to delineate the savings of the Government Efficiency and Reform Initiative by agency and type of initiative. The FY 2027 budget assumes \$100 million of such General Fund savings will be implemented in FY 2028. BI 3

COMMERCE

Arizona Commerce Authority

6. As permanent law, eliminate the Arizona Commerce Authority allocation from the State Lottery Fund beginning in FY 2027. COMM 1,2

CRIMINAL JUSTICE

Arizona Department of Corrections

7. As permanent law, on or before November 1 of each year, requires the department to submit an annual report to the Joint Legislative Budget Committee on bed capacity. The report shall reflect the bed capacity for each security classification by gender at each state-run and private institution, divided by rated and total beds, and include data for the previous 2 fiscal years and current fiscal year. The department shall also include rationale for eliminating any permanent beds rather than reducing the level of temporary beds. If the department develops a plan after the submitted report to open or close 100 or more rated beds, the department shall submit a plan detailing the proposed bed changes to the Joint Legislative Budget Committee for review. This language replaces an ongoing annual footnote. CJ 1

ENVIRONMENT

Department of Environmental Quality

- 8. As session law, continues to allow the department to utilize up to \$6,531,000 from the Underground Storage Tank Fund in FY 2027 for department administrative expenses and for sewage remediation. ENV 1
- 9. As session law, maintain emission inspection fees in FY 2027 for Area A at the June 30, 2025, Area A fee level. Area A refers to the Phoenix Metropolitan Area and includes Maricopa County as well as portions of Pinal and Yavapai Counties. ENV 4
- 10. As session law, continue notwithstanding the \$18,000,000 annual funding level for the Water Quality Assurance Revolving Fund (WQARF) and limiting the General Fund transfer to \$15,000,000. ENV 5

Arizona Navigable Stream Adjudication Commission

- 11. As session law, continues to allow use of the Water Banking Fund for the commission's legal obligations. ENV 2

Department of Water Resources

- 12. As session law, continues to allow the department's Water Protection Fund Commission to spend up to \$336,000 on administrative functions out of their unobligated balances in FY 2027. ENV 3

HEALTH CARE

Arizona Department of Administration

- 13. As session law, requires the department to implement a 10% increase to medical premiums paid by active employees and retirees enrolled in the state employee health plan for Plan Year (PY) 2027. States the Legislature intends that the department increase these premiums by an additional 5% in PY 2028 and 5% in PY 2029. HLTH 6

AHCCCS

Rates and Services

- 14. As session law, continues the FY 2010 risk contingency rate reduction for all managed care organizations. Continues to allow AHCCCS to impose a reduction on funding for all managed care organizations' administrative funding levels. HLTH 10
- 15. As session law, requires AHCCCS to report by January 31, 2027, on aggregate spending and aggregate utilization of mental health medications, including antipsychotics and antidepressants, during the contract year ending on September 30, 2025. HLTH 7

Counties

- 16. As session law, continues to exclude Proposition 204 administration costs from county expenditure limitations. HLTH 8
- 17. As session law, sets the FY 2027 County Acute Care contribution at \$42,447,600. HLTH 5
- 18. As session law, continues to require AHCCCS to transfer any excess monies back to the counties by December 31, 2027, if the counties' proportion of state match exceeds the proportion allowed in order to comply with the Federal Affordable Care Act. HLTH 4
- 19. As session law, sets the FY 2027 county Arizona Long Term Care System (ALTCs) contributions at \$445,813,900. HLTH 2

Hospitals

- 20. As session law, continues to establish FY 2027 disproportionate share (DSH) distributions to the Arizona State Hospital, private qualifying disproportionate share hospitals, and Yuma Regional Medical Center. HLTH 3
 - 21. As session law, continues to require AHCCCS to give priority to rural hospitals in Pool 5 distribution, as well as permit local jurisdictions to provide additional local match for Pool 5 distributions. HLTH 3
 - 22. As session law, continues to establish priority for payments to private hospitals via the DSH-Voluntary program in FY 2027 according to county population size. Hospitals in rural counties (i.e., excluding Maricopa, Pima, and Pinal) have first priority; hospitals in Pinal County have second priority; and hospitals in Maricopa and Pima Counties have third priority. HLTH 3
- Available Funding*
- 23. As session law, continues to state that it is the intent of the Legislature that AHCCCS implement a program within its available appropriation. HLTH 11
- Other*
- 24. As permanent law, requires AHCCCS to verify the income of all non-disabled, non-tribal adult enrollees on a quarterly basis and use records from various state agencies and federal sources to verify eligibility. HLTH 1,12
 - 25. As permanent law, limits the use of hospital presumptive eligibility to children and pregnant women and establishes standards for hospitals making presumptive eligibility determinations. HLTH 1,12

Department of Health Services

- 26. As session law, continues to exempt county expenditures on Restoration to Competency treatment at the Arizona State Hospital from county expenditure limitations. HLTH 9

HIGHER EDUCATION

Arizona Community Colleges

- 27. As session law, continues to suspend the Operating State Aid funding at levels specified in the General Appropriation Act, which effectively means suspending the formula in FY 2027 for only Maricopa and Pima Counties. HEd 3
- 28. As session law, continues to set the Science, Technology, Engineering and Mathematics and Workforce Programs district funding at levels specified in the General Appropriation Act, which effectively means suspending the inflation adjustment in FY 2027 for all community college districts. HEd 2

Universities

- 29. As session law, continues to suspend the statutory requirement that the state provide a 2:1 ratio of state funding to student fees deposited into Arizona Financial Aid Trust (AFAT). HEd 1

HUMAN SERVICES

Department of Economic Security

- 30. As permanent law, establishes the Supplemental Nutrition Assistance Program (SNAP) Fund as an expenditure authority fund used to house the federal share of the administrative and benefit costs of SNAP. HS 1

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| 31. | As session law, continues to require recipients of Temporary Assistance for Needy Families (TANF) Cash Benefits to pass a drug test in order to be eligible for benefits if the Department of Economic Security (DES) has reasonable suspicion the recipient uses illegal drugs. | HS 4 |
| 32. | As permanent law, require DES to reduce the SNAP payment error rate to no more than 3%. Also requires the Auditor General to complete a special audit to determine factors contributing to the payment error rate. | HS 1,2 |
| 33. | As permanent law, require DES to verify SNAP eligibility on at least a monthly basis, review out-of-state Electronic Benefits Transfer card transactions to determine residency, and publicly post information on SNAP-related non-compliance and fraud investigations. | HS 3 |
| 34. | As permanent law, require DES to limit categorical eligibility for SNAP benefits to 185% of the Federal Poverty Level. | HS 1 |

K-12 EDUCATION

Arizona Schools for the Deaf and Blind

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| 35. | As permanent law, establish the Property Proceeds Fund consisting of proceeds from the sale or lease of school buildings or grounds owned by ASDB. Specifies that in any fiscal year in which the legislature appropriates monies from the fund, ASDB shall prepare and submit an expenditure plan to the Joint Legislative Budget Committee for review. | K12 4 |
| 36. | As permanent law, requires that, prior to the sale of buildings or grounds, ASDB shall order two independent appraisals of the property and submit a proposal to sell the school buildings or grounds to the Joint Committee on Capital Review for review. Specifies that ASDB may not accept a bid for the ultimate sale of school buildings or grounds that is lower than the appraised value, as provided by either of the two independent appraisers. | K12 4 |
| 37. | As session law, requires ASDB to transmit the first \$1.2 million of proceeds received from a sale or lease of school buildings or grounds owned by ASDB to the state treasurer for deposited into the General Fund in FY 2027, FY 2028, and FY 2029. | K12 7 |

Department of Education

Formula Requirements

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| 38. | As permanent law, increases the base level (A.R.S. § 15-901B2), the transportation funding levels (A.R.S. § 15-945A5) and the charter school “Additional Assistance” amounts (A.R.S. § 15-185B4) by 2.0% for standard inflation. | K12 1, 2, 3 |
| 39. | As permanent law, update the Qualifying Tax Rate cited in A.R.S. § 41-1276 to reflect the Truth in Taxation rates established for FY 2027. | K12 5 |

Other

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| 40. | As session law, continues stating that it is the intent of the Legislature and Governor that school districts increase the total percentage of classroom spending in the combined categories of instruction, student support and instructional support as defined by the Auditor General. | K12 8 |
| 41. | As session law, continue to notwithstanding A.R.S. 15-241 to allow ADE to expend monies in FY 2027 from the Failing Schools Tutoring Fund for school improvement. Require ADE to report on proposed expenditures from the fund to the Governor, Speaker of the House, President of the Senate, JLBC and OSPB by September 1, 2026. | K12 6 |

LOCAL GOVERNMENT

Counties and Cities & Towns

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| 42. | As session law, continues to allow counties with a population of less than 250,000 according to the 2020 Decennial Census to use any source of county revenue to meet a county fiscal obligation for FY 2027, up to \$1,250,000 of county revenue for each county. The Baseline would continue to require counties using this authority to report to the Director of the Joint Legislative Budget Committee (JLBC) on the intended amount and sources of funds by October 1, 2026. | LG 1 |
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MANAGEMENT; STATE PROPERTIES

Statewide

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| 43. | As session law, continues to set the FY 2027 Capital Outlay Stabilization Fund (COSF) rental rate charged by the Arizona Department of Administration at \$17.87/square foot for rentable office space and \$6.43/square foot for rentable storage space. | MSP 1 |
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REVENUE

Department of Revenue

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| 44. | As session law, continues to stipulate legislative intent the amounts to be charged to all counties, cities, towns, Council of Governments and regional transportation authorities with a population greater than 800,000 for the DOR Integrated Tax System project. The charges shall not exceed \$6,286,300 for FY 2027. Each local government type is based on that government type's proportionate share of certain state and locally-collected revenues received by those local entities 2 fiscal years prior to the current fiscal year. Once each government type's share of the local assessment has been calculated, population is the basis for determining the apportioning of fees among counties as well as among cities and towns. | REV 2 |
| 45. | As permanent law, extend the end date of the IT charge for the new tax modernization system from FY 2028 to FY 2029 since the charge was suspended for FY 2026. | REV 1 |
| 46. | As permanent law, clarifies that the IT charge continue to be levied against the reauthorized Maricopa County Road Tax which went into effect on January 1, 2026. | REV 1 |
| 47. | As session law, continues to stipulate legislative intent the amounts to be charged to the 16% recreational marijuana excise tax and the 0.6% education sales tax for the Integrated Tax System Project. The charges shall not exceed \$169,800 and \$762,300, respectively, in FY 2027. | REV 2 |

TAX OMNIBUS

Department of Revenue

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| 48. | As permanent law, conforms Arizona state statute to the Internal Revenue Code retroactively to Tax Year (TY) 2025 to reflect the federal tax changes enacted in H.R. 1, including: <ul style="list-style-type: none"> • Increase of standard deduction to match federal amounts, beginning in TY 2025 • Deduction of up to \$25,000 for tips, beginning in TY 2025. • Deduction of up to \$12,500/\$25,000 for overtime compensation, beginning in TY 2025. • Deduction of up to \$10,000 for new auto loan interest for TY 2025 only • Deduction of up to \$6,000 for taxpayers aged 65 and older (seniors) for TY 2025 only. | TAX
11,21,25,27,35,
48 |
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- Deduction of up to \$1,000/\$2,000 for charitable contributions by non-itemizing taxpayers, beginning in TY 2026.
49. As permanent law, beginning in TY 2026, excludes the following provisions that are included in H.R. 1: TAX 25,28,48
- Deduction of up to \$6,000 for taxpayers aged 65 and older (seniors).
 - Deduction of up to \$10,000 for new auto loan interest.
 - Increase of the cap for the state and local tax (SALT) deduction from \$10,000 to \$40,000.
50. As permanent law, beginning in TY 2026, adds the following policies beyond those included in H.R. 1: TAX 25,26,29,48
- Deduction of up to \$6,000 for contributions to Roth individual retirement accounts.
 - Deduction of up to \$6,000 for distributions from a pension or retirement account for taxpayers aged 60 and older.
 - Increase of the current dependent tax credit from \$100 to \$125 for dependents under 17 years old.
 - Deduction for child and dependent care expenses in excess of the tax filer's federal Child and Dependent Care Credit.
51. As permanent law, repeals retroactively from July 1, 2026, the Transaction Privilege Tax (TPT) and Use Tax exemption on the sales of Solar Energy Devices under A.R.S. §42-5061 / §42-5071 / §42-5159. TAX 16,17,18,19,48
52. As permanent law, repeals retroactively to TY 2026, the individual and corporate income tax credit for Renewable Energy Production under A.R.S. §43-1083.02 / §43-1164.03. Credit is for electricity production by facilities that use renewable energy sources and is capped at \$20 million annually. TAX 32,36, 47,49
53. As permanent law, repeals retroactively to TY 2026, the individual income tax credit for Residential Solar Energy Devices under A.R.S. §43-1083. Credit is equal to 25% of the cost of the solar energy device, up to a maximum of \$1,000. TAX 32,47,49
54. As permanent law, repeals retroactively to TY 2026, the corporate income tax credit for Pollution Control Equipment under A.R.S. §43-1170. Credit is equal to 10% of the cost of equipment used to control or prevent pollution, up to a maximum of \$500,000. TAX 34,40,47,49
55. As permanent law, repeals retroactively to TY 2026, the individual, corporate, and insurance premium tax credit for New Employment under A.R.S. §41-1525 / §43-1074 / §43-1161 / §20-224.03. Credit is equal to \$3,000 per net new job added by an employer claimed over 3 years for a cumulative total of up to \$9,000. TAX 3,10, 30,36,47,49
56. As permanent law, repeals retroactively to TY 2026, the individual and corporate refundable Research and Development (R&D) credit under A.R.S. §43-1074.01C / §43-1168C. TAX 31,39,48,49
57. As permanent law, repeals retroactively from July 1, 2026, the Rio Nuevo District state sales tax diversion program under A.R.S. §42-5031. TAX 12,14,15,42,43, 44,45,46,48
58. As permanent law, declares that Arizona elects to participate in the federal tax credit program for individuals who make qualified contributions to Scholarship Granting Provisions (SGOs) established by H.R. 1. TAX 41

TRANSPORTATION

Department of Transportation

59. As permanent law, on or before July 31 each year, requires the department to submit an annual report to the Joint Legislative Budget Committee on the progress in improving Motor Vehicle Division wait times and vehicle registration renewal by mail turnaround times for the prior fiscal year in a format similar to prior years. This language replaces an ongoing annual footnote. TR 1

FY 2027 GENERAL APPROPRIATIONS ACT PROVISIONS

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

Department of Education	<u>Section</u>
1. As session law, continue deferral of \$800,727,700 of Basic State Aid payments for FY 2027 until FY 2028. Continue to exempt districts with less than 4,000 students from the deferral. Appropriate \$800,727,700 in FY 2028 for these deferred Basic State Aid payments. Allow ADE to make the rollover payment no later than July 12, 2027.	112
2. As session law, continue to require school districts to include in the FY 2027 revenue estimates that they use for computing their FY 2027 tax rates the rollover monies that they will receive for FY 2027 in July 2027.	112
 Revenues	
3. As session law, continue to specify revenue and expenditure estimates for FY 2026, FY 2027, FY 2028, and FY 2029.	122
4. As session law, continue to require the Executive Branch to provide JLBC preliminary estimates of FY 2026 ending balances by September 15, 2026. Require the Joint Legislative Budget Committee (JLBC) Staff to report to JLBC by October 15, 2026 as to whether FY 2027 revenues and ending balance are expected to change by more than \$50,000,000 from budgeted projections.	122
 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.	117
6. As session law, continue to require ADOA to compile a report on Full-Time Equivalent (FTE) Position usage in FY 2027 in all agencies and provide it to the Director by October 1, 2027. The Universities are exempt from the report but are required to report separately.	119
7. As session law, continue to require each agency to submit a report to the JLBC Director by October 1, 2026 on the number of filled appropriated and non-appropriated FTE Positions by fund source as of September 1, 2026.	120
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.	121
9. As session law, the following entities shall report to the Senate President, Speaker of the House of Representatives, Appropriations Committee Chairmen, and the JLBC Director on all total planned allocations and actual expenditures for monies received from the American Rescue Plan Act. The report is due within 45 days after the last day of the calendar quarter.	116
– 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 (ABOR) and each community college district would report on 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 2027.	
 General	
10. As session law, continue to define "*" as designating an appropriation exempt from lapsing.	123
11. As session law, continue to define "expenditure authority" as continuously appropriated monies included in individual line items of appropriations.	124

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. 125

FY 2027 MAJOR FOOTNOTE CHANGES

The budget 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.

	<u>Section</u>
Department of Administration	
1. Adds footnote allowing the use of the unencumbered balance of \$20.6 million in the New School Facilities Fund for facilities and land costs for school districts that received final approval from the Division of School Facilities on or before December 15, 2025.	5
2. Adds footnote requiring ADOA to distribute \$377,100 for county support for corrections officer employer contributions in FY 2027 and specifies the amounts of the total appropriation to be distributed to each county to fully cover the corrections officer retirement plan employer contribution rate increase as added in the FY 2026 budget.	4
Department of Corrections	
3. Adds footnote awarding a one-time correctional officer stipend to the department in FY 2027. Requires that the award be made to persons employed from and after July 3, 2026 and that the amount shall equal 4% of the employee's annual salary.	21
4. Adds footnote awarding a one-time correctional officer stipend to contracted private prisons in FY 2027. Requires the department to amend the private prison bed contract to increase the per diem rates in FY 2027 on a one-time basis to provide an amount sufficient for a 4% stipend to each employed correctional officer.	21
Arizona Schools for the Deaf and Blind	
5. Adds footnote requiring ASDB to provide a report to the JLBC by September 1, 2026 detailing the schools' operations and budgetary changes since FY 2026.	23
Department of Juvenile Corrections	
6. Adds footnote awarding a one-time correctional officer stipend to the department in FY 2027. Requires that the award be made to persons employed from and after July 3, 2026 and that the amount shall equal 4% of the employee's annual salary.	50
Department of Education	
7. Adds footnote requiring ADE to allocate \$23.1 million for a one-time District Additional Assistance (DAA) supplement in fiscal year 2027 and specifies that the monies be distributed on a proportional basis based on DAA formula allocations for each school district in FY 2027 and authorizes districts to allocate the monies for maintenance and operations or capital.	29
8. Adds footnote requiring ADE to allocate \$5.9 million for a one-time Charter Additional Assistance (CAA) in FY 2027 and specifies that the monies be distributed on a proportional basis based on CAA formula allocations for each charter school in FY 2027.	29
9. Adds footnote requiring ADE to allocate \$37.0 million for a one-time Free and Reduced Price Lunch (FRPL) Group B weight supplement on a pro-rata basis using weighted FRPL counts for FY 2027 and authorizes school districts to use the monies for maintenance and operations or capital.	29

10. Adds footnote stipulating that the appropriation for One-time School Meal Grants be distributed to districts and charters participating in the National School Lunch Program or School Breakfast Program for grants to reduce or eliminate copayments that would otherwise be charged to students eligible for reduced-price lunches (131% - 181% of the Federal Poverty Level). Requires ADE to reduce the grants proportionately if the appropriation is insufficient to cover all eligible districts and charters. 29

Secretary of State

11. Adds footnote requiring the Secretary of State to submit a monthly report to directors of JLBC and OSPB of the actual expenditures from the Election Services line item in the previous month and year-to-date expenditures. 81

Universities

12. Modifies existing freedom school footnotes to specify it is legislative intent that universities allocate the same amount to the Freedom Schools as was appropriated in FY 2026 except for up to the amount designated in the lump sum reduction portion of the feed bill. 88,89,90