



ARIZONA STATE SENATE
Fifty-First Legislature, Second Regular Session

AMENDED
FACT SHEET FOR S.B. 1493

budget procedures; 2014-2015

Purpose

Makes statutory and session law changes related to budget procedures necessary to implement the FY 2015 state budget.

Background

The Arizona Constitution prohibits substantive law from being included in the general appropriations, capital outlay appropriations and supplemental appropriations bills. However, it is often necessary to make statutory and session law changes to effectuate the budget. Thus, separate bills called budget reconciliation bills (BRBs) are introduced to enact these provisions. Because BRBs contain substantive law changes, the Arizona Constitution provides that they become effective on the general effective date, unless an emergency clause is enacted.

Provisions

Arizona Department of Administration

1. Requires all state budget units to contract with an independent third party for review of any information technology projects with a total cost in excess of \$5,000,000.
2. Exempts \$4,132,000 of the \$28,630,000 appropriated to the Arizona Department of Administration (ADOA) for Fiscal Year (FY) 2014 from lapsing through FY 2016 for the purpose of paying contingency costs relating to the replacement of the Arizona Financial Information System.
3. Continues to set the Capital Outlay Stabilization Fund rental rate for state owned buildings at \$13.08 per square foot of office space and \$4.74 per square foot of storage space.

Public Safety Personnel Retirement System

4. Requires the Public Safety Personnel Retirement System (PSPRS) Board of Directors annual report to include an estimate of the aggregate employer contribution rate for the next ten fiscal years for PSPRS as well as the Corrections Officer Retirement Plan (CORP).
5. Specifies that the PSPRS Board of Directors annual report must include contribution rates for the next ten fiscal years for the following PSPRS employers:
 - a) Department of Liquor License and Control;
 - b) Department of Public Safety;

- c) Northern Arizona University;
 - d) University of Arizona;
 - e) Arizona State University;
 - f) Arizona Game and Fish Department;
 - g) Department of Law;
 - h) Department of Emergency and Military Affairs; and
 - i) Arizona State Parks Board.
6. Specifies that the PSPRS Board of Directors annual report must include contribution rates for the next ten fiscal years for the following CORP employers:
- a) State Department of Corrections;
 - b) Department of Public Safety;
 - c) The Judiciary; and
 - d) Department of Juvenile Corrections.

State Lottery Fund Commission

7. Directs the State Lottery Commission to pay \$25,836,400 in lottery ticket sales commissions earned between January 1, 2013 and June 30, 2013 only from the State Lottery Fund's FY 2013 ending balance.

Miscellaneous

8. Continues to require all unrestricted federal funds to be deposited in the state General Fund for the payment of essential government services.
9. Continues to allow annual budgets for all departments for FY 2015 and FY 2016.
10. Stipulates that the executive budget, submitted no more than 5 days after the regular session of the Legislature convenes in 2015, only address the next fiscal year.
11. Requires the head of each budget unit submit a budget estimate in calendar year 2014 addressing only the next fiscal year.
12. Makes technical and conforming changes.
13. Becomes effective on the general effective date.

Amendments Adopted by COW

- Suspends requirements of the Governor and the heads of state budget units related to biannual budgets.