

**FY 2010 BUDGET REDUCTIONS - SUMMARY OF ISSUES**  
**Arizona Biomedical Research Commission**

**ALL NON-GENERAL FUNDS**

FY 2010 All Non-General Funds Budget (less Federal Funds)      500,000

AGENCY REDUCTION TARGET - ALL NON-GENERAL FUNDS (w/o Federal Funds)      \$75,000

Fund	Reductions Amount	Percent Reductions
Health Research Fund	\$75,000	100.0%
<b>Total</b>	<b>\$75,000</b>	
All Non-General Funds Total as a Percentage of Agency Non-GF Reduction Target		100%

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**FY 2010 BUDGET REDUCTIONS - SUMMARY OF ISSUES**  
**Arizona Biomedical Research Commission**

**HEALTH RESEARCH FUND**

**FY 2010 All Non-General Funds Budget (less Federal Funds)      500,000**

**AGENCY REDUCTION TARGET - ALL NON-GENERAL FUNDS (w/o Federal Funds)      \$75,000**

<b>Priority</b>	<b>Issue Title<sup>1</sup></b>	<b>Reductions Amount</b>
1	Translational Genomics Research Institute	\$75,000
	<b>Issue Total</b>	<b>\$75,000</b>

Fund Total as a Percentage of Non-General Fund Reduction Target      100%

<sup>1</sup> Please complete the attached Description and Impact Statement for each issue.

**STATE OF ARIZONA  
FY 2010 BUDGET REDUCTIONS - ISSUE DESCRIPTIONS**

**Arizona Biomedical Research Commission**

**Issue Title:** Translational Genomics Research Institute

**Issue Priority: 1**

**Reduction Amounts:**

Health Research Fund: \$75,000

**Total: \$75,000**

**Issue Description and Statement of Effects**

The loss of \$75,000 currently contracted for payment to the Translational Genomics Research Institute (TGen) would result in a loss of an additional \$75,000 in matching funds from TGen and would also be in violation of the requirements of Arizona Constitution Article 4, Part 1 Section 1, Paragraph 6(D).

A.R.S. §36-276 required the Arizona Biomedical Research Commission to enter into a ten year contract with a nonprofit medical research foundation. The contract provides \$500,000 per year to the Translational Genomics Research Institute (TGen) and requires TGen to match the allocation dollar for dollar.

A.R.S. §42-3251.01 and A.R.S. §42-3252 provide for the collection of tax from the sale of tobacco products. Both sources of funds were created by voter initiative - Proposition 200 in 2000, and Proposition 303 in 2002. Funds are then available to the Health Research Fund A.R.S. §36-275. A.R.S. §36-276 requires that the TGen contract be paid from the Health Research Fund A.R.S. §36-275. A.R.S. §36-275 and A.R.S. §36-276 require that the money be used for tobacco related research, disease related research, or biotechnology research.

The money required by A.R.S. §36-276 for allocation to TGen comes from A.R.S. §36-275. The source of money in A.R.S. §36-275 is voter protected and, as such, compliance with Arizona Constitution Article 4, Part 1 Section 1, Paragraph 6(D) which prohibits transfer of the funds to the General Fund is required. In addition, the funds derived from A.R.S. §36-275 are restricted to uses proscribed by A.R.S. §36-275 and A.R.S. §36-276 and therefore the provisions of Arizona Constitution Article 4, Part 1 Section 1, Paragraph 6(D) apply.