

GOVERNOR'S EMERGENCY FUND [A.R.S. § 35-192(E)]

In compliance with Arizona Revised Statutes § 35-192(E), the following report is a summary of obligations, allocations and expenditures of state funds under the authority granted by the State Legislature in A.R.S. § 35-192. The report represents the actions taken by the Governor and the Arizona State Emergency Council (Council) in response to Arizona's emergency needs during FY2017 beginning July 1, 2016 through June 30, 2017.

I. GUBERNATORIAL PROCLAMATIONS DECLARED

As a result of emergency situations which were beyond the capability and resources of local government, five gubernatorial proclamations were declared during FY2017.

A. Graham County Flooding (73036); Declared: October 19, 2016

- Between October 8-9, 2016, a high intensity storm system passed through Graham County and the City of Safford. The storm system produced over two inches of rain in a short time-frame and extremely damaging hail, which measured over 2.5 inches in diameter. It is estimated that over 500 homes received damage due to hail and surface water flooding. Additionally, public infrastructure within the County and City of Safford sustained damage due to the storm.
- Graham County and the City of Safford, in accordance with A.A.C. R8-2-304; requested assistance from the State with the repair of public infrastructure.
- The Governor's declaration appropriated \$200,000 to this emergency for these repairs.

B. Opioid Overdose Epidemic (73037); Declared: June 5, 2017

- In the year 2016, the Department of Health Services confirmed 790 deaths due to opioids. In response to this, the Governor ordered enhanced surveillance of suspected opioid overdoses and additional training on the proper protocols for administering the drug Naloxone. By September 5, 2017, the Department of Health Services will provide a report outlining findings and recommendations for response activities.
- There was no financial contribution from the Governor's Emergency Fund for this declaration.

C. Bisbee Fire (73038); Declared: June 21, 2017

- On May 15, 2017, a structure fire in the historic area in the City of Bisbee spread into a brush fire that damaged or destroyed residential properties, infrastructure and public utilities.
- The City of Bisbee, in accordance with A.A.C. R8-2-304; requested assistance from the State with the repair of public infrastructure.
- The Governor's declaration appropriated \$200,000 to this emergency for these repairs.

D. Arizona Wildfire Suppression Emergency (73039); Declared: June 23, 2017

- The Arizona Department of Forestry and Fire Management (DFFM) approached the Arizona Department of Emergency and Military Affairs as the State's Revolving Fire Suppression Fund had been depleted and DFFM had incurred liabilities in excess of their ability to pay.
- The Governor's declaration appropriated \$200,000 for this action.

E. Goodwin Fire (73040); Declared: June 28, 2017

- On June 24, 2017, a wildfire started in Yavapai County that damaged or destroyed residential properties, infrastructure and public utilities. Mandatory evacuation orders were issued for the community of Mayer.
- Yavapai County, in accordance with A.A.C. R8-2-304; requested assistance from the state with the repair of public infrastructure.
- The Governor's declaration appropriated \$200,000 to this emergency for these repairs.

II. GUBERNATORIAL PROCLAMATIONS CONTINUING

A. **Statewide Drought Emergency (99006)**; Declared: June 23, 1999

- The Governor proclaimed an emergency due to the lack of precipitation.
- On May 22, 2007, the Governor signed Executive Order 2007-10, Drought Declaration for the state of Arizona. The Order supplements the directives in the Statewide Drought Emergency and shall remain in effect until the Governor rescinds it.
- Loans that offset economic losses because of reduced revenues to farmers and ranchers caused by drought have been made available by USDA and Small Business Administration.
- No funding allocation from the Governor's Emergency Fund has been made.

B. **February 2005 Winter Storms & Flooding Emergency (25005)**; Declared: Feb 16, 2005, Amended: Mar 8, 2005; Presidential Declaration FEMA-1586-DR-AZ: April 14, 2005

- The President's declaration provided Public Assistance and Hazard Mitigation Grant Programs for the counties of Gila, Graham, Greenlee, Mohave, Pinal and Yavapai as well as the Havasupai Tribe, the Hopi Tribe, the San Carlos Apache Tribe and the portion of the Navajo Tribal Nation within the State of Arizona.
- Maricopa County was not included in the Federal declaration as they did not meet the county threshold requirement per federal regulation. Maricopa County is supported under the Governor's declaration.
- One project is still active/outstanding due to an extended environmental review process with FEMA.
- Total allocations from the Governor's Emergency Fund to date are \$4,457,689, with no anticipated additional future allocation needs.

C. **Summer 2006 Monsoons & Flooding Emergency (27001)**; Declared: Aug 8, 2006, Amended: Sep 13, 2006; Presidential Declaration FEMA-1660-DR-AZ: Sep 7, 2006; Amended: Sep 29, 2006 and Nov 9, 2006

- The President's declaration and subsequent amendments made Public Assistance and Hazard Mitigation Grants available for Gila, Graham, Greenlee, Navajo, Pinal and Pima Counties, the Gila River Indian Community within Pinal County, the tribal areas of the Hopi Tribe within Navajo County, the Navajo Nation within Apache, Coconino, and Navajo Counties, and the Tohono O'Odham Nation within Pima and Pinal Counties.
- One project still active/outstanding due to an extended environmental review process with FEMA.
- Total allocations from the Governor's Emergency Fund to date are \$2,661,217 with no anticipated additional future allocation needs.

D. **January 2010 Winter Storm Emergency (20102)**; Declared: January 21, 2010, Amended: February 11, 2010; Presidential Declaration: FEMA-3307-DR-AZ: January 24, 2010; FEMA-1888-DR-AZ: March 18, 2010

- The Governor declared an emergency for significant cumulative precipitation coupled with high winds and heavy snow in areas across Arizona from January 18 – 22, 2010. This storm system led to record levels of snowfall and significant flooding posing an extreme danger to public health and safety.
- On January 24, 2010 the Governor submitted a request to the President for an Emergency Declaration in support of life sustaining efforts to the citizens of the Hopi Tribe and Navajo Nations. This was a complex incident involving two tribes, three counties and a very large geographical area.
- The President's major disaster declaration made Public Assistance and Hazard Mitigation Grants available for Apache, Coconino, Gila, Greenlee, La Paz, Mohave, Navajo and Yavapai Counties and the Gila River Indian Community, Hopi Tribe, Navajo Nation, San Carlos Apache, Tohono O'Odham Nation and White Mountain Apache Tribe.
- The Governor's requests for Snow Assistance as well as activation of FEMA's Individual Assistance Program were denied, as was the appeal.
- There were a total of 243 projects associated with this event. More than 99% of the applicant files are through final audit. One project is still open and active.
- Total allocations from the Governor's Emergency Fund to date are \$5,260,000, with no anticipated additional future allocation needs.

E. Schultz Fire Post-Fire Flooding Emergency (11001); Declared: July 21, 2010; Presidential Declaration: FEMA-1940-DR-AZ: October 4, 2010, Amended: November 22, 2010

- On July 20, 2010 an early afternoon rainfall of about 1.6” to 2” within a 30 minute time-frame fell on the steep terrain and intense burn area of the Schultz Fire. This rain caused flash flooding of debris, ash, mud and rain impacting many downstream communities in the Flagstaff area.
- On September 16, 2010 the Governor submitted a request to the President for a Major Disaster Declaration for this Post-Fire Flooding event.
- On October 4, 2010, the President declared a major disaster for Coconino County, activating the Public Assistance Program and making available the Hazard Mitigation Grant Program to political subdivisions statewide. Both of these programs are to be administered by the Arizona Division of Emergency Management.
- On November 22, 2010, the President amended the declaration to include the Hopi Tribe. FEMA is providing the Hopi Tribe with support for the Public Assistance and Hazard Mitigation Grant Programs. As a sovereign nation the Hopi Tribe is working directly with DHS/FEMA and will provide for their non-federal cost share.
- Total allocations from the Governor’s Emergency Fund to date are \$2,290,000, with no anticipated additional future allocation needs.

F. Town of Colorado City Flooding Emergency (73033); Declared: September 14, 2015

- On September 14, 2015, thunderstorms and excessive rainfall fell over Mohave County, Arizona, resulting in flooding that overwhelmed city streets and associated public infrastructure in the Town of Colorado City. The flooding created roadway and peripheral structure damage and presented the potential for an imminent public safety situation.
- The Town of Colorado City and the County of Mohave, in accordance with A.A.C. R8-2-304; requested assistance from the State with the repair of public infrastructure.
- The Governor’s declaration appropriated \$200,000 to this emergency for these repairs.

G. Cedar Fire (73034); Declared: June 15, 2016

- The Cedar Fire began burning on June 15, 2016 approximately 18 miles northwest of Whiteriver, 10 miles south of Pinetop-Lakeside/Show Low on the White Mountain Apache Reservation. The community of Forestdale was evacuated, and the communities of Show Low, Pinetop/Lakeside, McNary, Hon-dah and Cedar Creek were under pre-evacuation notice. The fire consumed approximately 46,000 acres.
- Navajo County, in accordance with A.A.C. R8-2-304; requested assistance from the State.
- The Governor’s declaration appropriated \$200,000 to this emergency.

III. GUBERNATORIAL PROCLAMATIONS TERMINATED

A. House Rock Flood Damage (73032)

Declared: August 9, 2015

Terminated: April 27, 2017

B. Navajo Nation-Operation Winter Storm (73013)

Declared: February 5, 2013

Terminated: April 27, 2017

IV. CONTINGENCIES

A. Statewide Search And Rescue Contingency (70100)

There were 410 search and rescue mission identifiers issued for field operations during FY2017. Costs reimbursed to County Sheriffs and State support agencies as well as audit costs incurred for this contingency totaled \$173,758.47. Funding allocations made for the Search and Rescue Contingency within fiscal year 2017 totaled \$300,000.

B. Hazardous Materials Contingency (80100)

There were no hazardous materials incident responses supported by the Governor's HAZMAT Contingency Fund during the period July 1, 2016 to June 30, 2017. Accordingly, there were no funding allocations made for the Hazardous Materials Contingency within fiscal year 2017.

V. ARIZONA STATE EMERGENCY COUNCIL AND MEETINGS

A. The Arizona State Emergency Council Membership:

- Governor
- Secretary of State
- Attorney General
- Adjutant General, Department of Emergency and Military Affairs
- Director, Division of Emergency Management
- Director, Department of Transportation
- Director, Department of Health Services
- Director, Department of Environmental Quality
- Director, Department of Public Safety
- Director, Department of Agriculture
- Director, Department of Administration
- Director, Department of Water Resources
- President, Arizona State Senate (Advisory Member)
- Speaker, Arizona House of Representatives (Advisory Member)

B. The Arizona State Emergency Council Meetings and Actions:

May 31, 2017 Meeting

- Proposal #1: Supplemental funding for the Cochise County Flooding Emergency (PCA 73028) to support outstanding state obligations.
Council Action: The Council approved an allocation of \$25,000 for this proposal.
- Proposal #2: A reversion from the January 2010 Winter Storm Emergency (PCA 20102) as the State recouped costs from the Federal Emergency Management Agency.
Council Action: The Council approved a reversion of \$257,137 for this proposal.
- Proposal #3: A reversion from the Schultz Fire Post-Fire Flooding Emergency (PCA 11001) as the State recouped costs from the Federal Emergency Management Agency.
Council Action: The Council approved a reversion of \$260,734 for this proposal.

Mr. Darwin proposed pushing the remaining motions to the next meeting date after the Department of Forestry and Fire Management had presented their actual expenditures and their eligibility for potential SEC consideration has been determined.

June 29, 2017 Meeting

- Proposal #34: This proposal was voted on prior to the other 33 motions. The proposal allocated the remaining balance of the Governor's Emergency Fund to the Department of Forestry and Fire Management for reimbursement of fire suppression costs.
Council Action: The Council approved an allocation of \$5,378,014.60.
- Proposal 1-33: These items all related to Statewide mitigation projects to buy down future risk. These projects were not voted on as the Council determined to give all remaining funds to Department of Forestry and Fire Management.
Council Action: No action taken

**Please visit <https://dema.az.gov/resources/state-emergency-council> for SEC meeting minutes.*

VI. GOVERNOR'S EMERGENCY FUND ALLOCATIONS AND EXPENDITURES

July 1, 2016 Through June 30, 2017

State PCA	Emergency Declaration	Starting Balance	FY 2016 Allocations	Reversion of Funds	Expenditures	Balance June 30, 2017
70100	Search and Rescue	\$34,872.95	\$300,000.00	\$-	\$243,622.35	\$91,250.60
80100	Statewide Hazardous Materials	\$1,897.31	\$-	\$-	\$-	\$1,897.31
25005	February 2005 Winter Storms and Flooding	\$49,784.50	\$-	\$-	\$-	\$49,784.50
11001	Schultz Fire Post-Fire Flood Emergency	\$64,260.94	\$-	\$-	\$64,260.94	\$-
73010	January 2010 Winter Storm (from 20102)	\$392,331.35	\$-	\$(216,652.97)	\$2,467.99	\$173,210.39
73013	Hopi Tribe & Navajo Nation Winter Freeze	\$43,166.53	\$-	\$-	\$(65,121.92)	\$108,288.45
73015	Summer 2006 Monsoons & Flooding (from 27001)	\$8,510.40	\$-	\$-	\$8.74	\$8,501.66
73018	Schultz Fire Post-Fire Flood Emergency (11001)	\$204,701.98	\$-	\$(183,772.29)	\$10,223.63	\$10,706.06
73026	FY2014 GEF Hazard Mitigation Projects	\$280.09	\$-	\$-	\$-	\$280.09
73027	Statewide 2014 Flooding	\$193,214.29	\$-	\$(520,977.86)	\$(520,977.86)	\$193,214.29
73028	Cochise County Flooding	\$1,606,694.92	\$25,000.00	\$-	\$1,574,927.18	\$56,767.74
73029	February 2005 Winter Storms and Flooding	\$134,745.63	\$-	\$-	\$104,093.38	\$30,652.25
73033	Colorado City Flooding	\$166,501.48	\$-	\$-	\$92,306.46	\$74,195.02
73034	Cedar Creek Fire	\$200,000.00	\$-	\$-	\$47,669.23	\$152,330.77
73035	Hazard Mitigation Projects SFY 2016	\$728,098.04	\$-	\$-	\$283,333.84	\$444,764.20
73036	Graham County Flooding Event	\$-	\$200,000.00	\$-	\$17,646.37	\$182,353.63
73038	Bisbee Fire	\$-	\$200,000.00	\$-	\$-	\$200,000.00
73039	AZ Wildfire Suppression Emergency	\$-	\$3,200,000.00	\$-	\$-	\$3,200,000.00
73040	Goodwin Fire	\$-	\$200,000.00	\$-	\$-	\$200,000.00
	TOTALS	\$3,829,060.41	\$4,125,000.00	\$(921,403.12)	\$1,854,460.33	\$5,178,196.96

VII. GOVERNOR'S EMERGENCY FUND EXPENDITURES

July 1, 2016 Through June 30, 2017

State PCA	Emergency Declaration	Personal Services 6011	Employees Related Expenditures 6100	Professional and Outside Services 6200	Travel In State 6500	Travel Out of State 6600	Air To Organization 6800	Other Operating Expenditures 7000	Capital Equipment 8400	Indirect 8600/9100	Total Expenditures
70100	Search and Rescue	3,124.35	1,009.82	0.00	200.83	0.00	232,435.75	6,261.14	0.00	590.46	\$243,622.35
80100	Statewide Hazardous Materials	-	-	-	-	-	-	-	-	-	\$-
25005	February 2005 Winter Storms and Flooding	-	-	-	-	-	-	-	-	-	\$-
27001	Summer 2006 Monsoons & Flooding	-	-	-	-	-	\$158,919.62	-	-	-	\$158,919.62
11001	Schultz Fire Post-Fire Flood Emergency	-	-	-	-	-	-	-	-	-	\$-
73010	January 2010 Winter Storm (from 20102)	\$1,905.40	\$562.59	-	-	-	-	-	-	-	\$2,467.99
73013	Hopi Tribe & Navajo Nation Winter Freeze	(1,749.16)	(491.65)	-	(288.71)	(398.12)	(62,186.78)	(7.50)	-	-	\$(65,121.92)
73015	Summer 2006 Monsoons & Flooding (from 27001)	-	-	-	-	-	-	8.74	-	-	\$8.74
73018	Schultz Fire Post-Fire Flood Emergency (11001)	\$6,743.61	\$2,433.02	-	-	-	-	-	-	1,047.00	\$10,223.63
73026	FY2014 GEF Hazard Mitigation Projects	\$-	\$-	-	-	-	-	-	-	\$-	\$-
73027	Statewide 2014 Flooding	\$144,766.53	\$39,916.21	-	\$1,706.58	\$832.60	\$321,222.85	\$1,359.79	-	10,780.16	\$520,584.72
73028	Cochise County Flooding	\$9,710.11	\$3,099.95	-	\$77.54	\$-	\$1,560,583.86	194.37	-	1,261.35	\$1,574,927.18
73029	February 2005 Winter Storms and Flooding	\$121.80	\$26.66	-	-	-	\$103,944.92	-	-	-	\$104,093.38
73033	Colorado City Flooding	\$3,115.26	\$896.84	-	\$409.36	\$-	\$87,885.00	-	-	-	\$92,306.46
73034	Cedar Creek Fire	16,769.89	4,467.28	-	2,754.77	-	23,677.29	-	-	-	\$47,669.23
73035	SFY 2016 Hazard Mitigation Projects	11,215.75	2,156.75	-	179.27	-	269,782.07	-	-	-	\$283,333.84
73036	Graham County Flooding Event	14,382.33	2,636.33	-	627.71	-	-	-	-	-	\$17,646.37
73038	Bisbee Fire	-	-	-	-	-	-	-	-	-	\$-
73039	AZ Wildfire Suppression Emergency	-	-	-	-	-	-	-	-	-	\$-
73040	Goodwin Fire	-	-	-	-	-	-	-	-	-	\$-
	TOTALS	\$210,105.87	\$56,713.80	\$-	\$5,667.35	\$434.48	\$2,696,264.58	\$7,816.54	\$-	\$13,678.97	\$2,990,681.59