

Senate Engrossed
housing trust fund; shelter services

State of Arizona
Senate
Fifty-fifth Legislature
Second Regular Session
2022

SENATE BILL 1263

AN ACT

AMENDING SECTION 41-3955, ARIZONA REVISED STATUTES; RELATING TO THE
HOUSING TRUST FUND.

(TEXT OF BILL BEGINS ON NEXT PAGE)

1 Be it enacted by the Legislature of the State of Arizona:

2 Section 1. Section 41-3955, Arizona Revised Statutes, is amended to
3 read:

4 41-3955. Housing trust fund; purpose; annual report

5 A. The housing trust fund is established, and the director shall
6 administer the fund. The fund consists of monies from unclaimed property
7 deposited in the fund pursuant to section 44-313, monies transferred
8 pursuant to section 35-751 and investment earnings.

9 B. On notice from the department, the state treasurer shall invest
10 and divest monies in the fund as provided by section 35-313, and monies
11 earned from investment shall be credited to the fund.

12 C. Except as provided in subsection D of this section, fund monies
13 shall be spent on approval of the department for developing projects and
14 programs connected with providing housing opportunities for low and
15 moderate income households and for housing affordability programs.
16 Pursuant to section 44-313, subsection A, a portion of fund monies shall
17 be used exclusively for housing in rural areas. **AT LEAST FIFTY PERCENT OF
18 THE MONIES TRANSFERRED PURSUANT TO SECTION 35-751 SHALL BE USED TO SUPPORT
19 EMERGENCY AND TRANSITIONAL HOMELESS SHELTER SERVICES.**

20 D. Fund monies may be spent on constructing or renovating
21 facilities and on housing assistance, including support services, for
22 persons who have been determined to be seriously mentally ill and to be
23 chronically resistant to treatment.

24 E. For the purposes of subsection C of this section, in approving
25 the expenditure of monies, the director shall give priority to funding
26 projects that provide for operating, constructing or renovating facilities
27 for housing for low-income families and that provide housing and shelter
28 to families that have children.

29 F. The director shall report annually to the legislature on the
30 status of the housing trust fund. The report shall include a summary of
31 facilities for which funding was provided during the preceding fiscal year
32 and shall show the cost and geographic location of each facility and the
33 number of individuals benefiting from the operation, construction or
34 renovation of the facility. The report shall also include the number of
35 individuals who benefit from housing assistance pursuant to subsection D
36 of this section. The report shall be submitted to the president of the
37 senate and the speaker of the house of representatives, and **PROVIDE** a copy
38 **provided** to the secretary of state, not later than September 1 of each
39 year.

40 G. Monies in the housing trust fund are exempt from the provisions
41 of section 35-190 relating to lapsing of appropriations.

42 H. An amount not to exceed ten percent of the housing trust fund
43 monies may be appropriated annually by the legislature to the department
44 for administrative costs in providing services relating to the housing
45 trust fund.

1 I. For any construction project financed by the department pursuant
2 to this section, the department shall notify a city, town, county or
3 tribal government that a project is planned for its jurisdiction and,
4 before proceeding, shall seek comment from the governing body of the city,
5 town, county or tribal government or an official authorized by the
6 governing body of the city, town, county or tribal government. The
7 department shall not interfere with or attempt to override the local
8 jurisdiction's planning, zoning or land use regulations.