

House Engrossed

teacher salary increases; public schools

State of Arizona  
House of Representatives  
Fifty-sixth Legislature  
First Regular Session  
2023

# HOUSE BILL 2800

AN ACT

AMENDING SECTION 15-189.05, ARIZONA REVISED STATUTES; AMENDING TITLE 15, CHAPTER 2, ARTICLE 2, ARIZONA REVISED STATUTES, BY ADDING SECTION 15-248.01; AMENDING SECTIONS 15-747 AND 15-903, ARIZONA REVISED STATUTES; AMENDING TITLE 41, CHAPTER 56, ARTICLE 1, ARIZONA REVISED STATUTES, BY ADDING SECTION 41-5706; APPROPRIATING MONIES; RELATING TO PUBLIC SCHOOLS.

(TEXT OF BILL BEGINS ON NEXT PAGE)

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

2 Section 1. Section 15-189.05, Arizona Revised Statutes, is amended  
3 to read:

4 15-189.05. Charter school budgets; posting of teacher salary  
5 information; annual report

6 A. The budget for each charter school shall contain the following  
7 information:

8 1. The average salary of all teachers employed by the charter  
9 school for the current year.

10 2. The average salary of all teachers employed by the charter  
11 school for the previous year.

12 3. The dollar increase in the average salary of all teachers  
13 employed by the charter school for the current year.

14 4. The percentage increase in the average salary of all teachers  
15 employed by the charter school for the current year.

16 5. THE SALARY SCHEDULE FOR ELIGIBLE TEACHERS AS DEFINED IN SECTION  
17 15-248.01 WHO ARE EMPLOYED BY THE CHARTER SCHOOL FOR THE CURRENT YEAR.

18 6. A STATEMENT IDENTIFYING THE NUMBER OF ELIGIBLE TEACHERS AS  
19 DEFINED IN SECTION 15-248.01 WHO ARE EMPLOYED BY THE CHARTER SCHOOL FOR  
20 THE CURRENT YEAR.

21 B. Each charter school shall prominently post the information  
22 required by subsection A of this section on its website home page  
23 separately from its budget.

24 C. On or before November 30 of each year, the department of  
25 education shall electronically submit to the joint legislative budget  
26 committee and the governor's office of strategic planning and budgeting a  
27 report that compiles the information required by subsection A of this  
28 section for all charter schools statewide.

29 Sec. 2. Title 15, chapter 2, article 2, Arizona Revised Statutes,  
30 is amended by adding section 15-248.01, to read:

31 15-248.01. Teachers; base salary increases; pay teachers  
32 first fund; annual estimate; definitions

33 A. REGARDLESS OF WHETHER A SCHOOL DISTRICT OR CHARTER SCHOOL  
34 RECEIVES MONIES FROM THE FUND ESTABLISHED BY SUBSECTION E OF THIS SECTION,  
35 EACH SCHOOL DISTRICT AND CHARTER SCHOOL IN THIS STATE SHALL REVISE ITS  
36 SALARY SCHEDULE OR SCHEDULES TO INCREASE THE BASE SALARY OF ALL ELIGIBLE  
37 TEACHERS WHO ARE OR WILL BE EMPLOYED BY A SCHOOL OPERATED BY THE SCHOOL  
38 DISTRICT OR CHARTER SCHOOL AS FOLLOWS:

39 1. IN FISCAL YEAR 2023-2024, \$5,000 ABOVE THE BASE SALARY OF FISCAL  
40 YEAR 2022-2023.

41 2. IN FISCAL YEAR 2024-2025, \$10,000 ABOVE THE BASE SALARY OF  
42 FISCAL YEAR 2022-2023.

43 B. THE BASE SALARY INCREASES REQUIRED UNDER SUBSECTION A OF THIS  
44 SECTION MUST BE THE SAME AMOUNT FOR EACH ELIGIBLE TEACHER WITHOUT REGARD  
45 TO TEACHER EXPERIENCE LEVELS OR TEACHING ASSIGNMENTS.

1 C. NOTWITHSTANDING SECTIONS 15-502 AND 15-544, A SCHOOL DISTRICT OR  
2 CHARTER SCHOOL MAY NOT REDUCE THE BASE SALARY OF ELIGIBLE TEACHERS WHO ARE  
3 OR WILL BE EMPLOYED BY THE SCHOOL DISTRICT OR CHARTER SCHOOL BELOW THE  
4 BASE SALARY SCHEDULE REPORTED TO THE DEPARTMENT IN FISCAL YEAR 2024-2025.  
5 THIS SUBSECTION DOES NOT RESTRICT A SCHOOL DISTRICT'S OR CHARTER SCHOOL'S  
6 AUTHORITY TO ADJUST AN INDIVIDUAL TEACHER'S SALARY IN A MANNER THAT IS  
7 CONSISTENT WITH THE APPLICABLE BASE SALARY SCHEDULE, INCLUDING AN  
8 ADJUSTMENT FOR ANY CHANGE IN EMPLOYMENT STATUS.

9 D. A SCHOOL DISTRICT OR CHARTER SCHOOL IS ELIGIBLE TO RECEIVE  
10 MONIES FROM THE PAY TEACHERS FIRST FUND ESTABLISHED BY THIS SECTION IF THE  
11 SCHOOL DISTRICT OR CHARTER SCHOOL COMPLIES WITH THE REQUIREMENTS  
12 PRESCRIBED IN SECTION 15-747. MONIES DISTRIBUTED FROM THIS FUND MUST BE  
13 USED FOR THE SALARY INCREASES FOR ELIGIBLE TEACHERS REQUIRED BY SUBSECTION  
14 A OF THIS SECTION. MONIES IN THE FUND MAY BE USED FOR UP TO FIFTY PERCENT  
15 OF ASSOCIATED EMPLOYEE-RELATED EXPENSE COST INCREASES.

16 E. THE PAY TEACHERS FIRST FUND IS ESTABLISHED CONSISTING OF  
17 LEGISLATIVE APPROPRIATIONS. MONIES IN THE FUND ARE CONTINUOUSLY  
18 APPROPRIATED AND EXEMPT FROM THE PROVISIONS OF SECTION 35-190 RELATING TO  
19 LAPSING OF APPROPRIATIONS. THE DEPARTMENT SHALL ADMINISTER THE FUND AND  
20 ESTABLISH PROCEDURES FOR DETERMINING WHETHER SCHOOL DISTRICTS AND CHARTER  
21 SCHOOLS ARE ELIGIBLE TO RECEIVE MONIES FROM THE FUND. THE DEPARTMENT  
22 SHALL ALLOCATE MONIES FROM THE FUND TO EACH ELIGIBLE SCHOOL DISTRICT OR  
23 CHARTER SCHOOL AS FOLLOWS:

24 1. IN FISCAL YEAR 2023-2024, \$5,000 PER ELIGIBLE TEACHER AS  
25 REPORTED PURSUANT TO SECTIONS 15-189.05 AND 15-903 TO FUND THE INCREASES  
26 MADE UNDER SUBSECTION A OF THIS SECTION IN FISCAL YEAR 2023-2024.

27 2. BEGINNING IN FISCAL YEAR 2024-2025 AND EACH FISCAL YEAR  
28 THEREAFTER, \$10,000 PER ELIGIBLE TEACHER AS REPORTED PURSUANT TO SECTIONS  
29 15-189.05 AND 15-903 TO FUND THE INCREASES MADE UNDER SUBSECTION A OF THIS  
30 SECTION IN FISCAL YEAR 2024-2025.

31 F. ON OR BEFORE MAY 30 OF EACH YEAR, THE DEPARTMENT SHALL FURNISH  
32 TO THE JOINT LEGISLATIVE BUDGET COMMITTEE AN ESTIMATE OF THE AMOUNT  
33 REQUIRED TO FUND THE PAY TEACHERS FIRST FUND ALLOCATIONS PRESCRIBED BY  
34 SUBSECTION E OF THIS SECTION FOR THE FOLLOWING FISCAL YEAR.

35 G. THE DEPARTMENT SHALL ADD THE AMOUNT ALLOCATED TO EACH SCHOOL  
36 DISTRICT AND CHARTER SCHOOL PURSUANT TO SUBSECTION E OF THIS SECTION TO  
37 THE BASE SUPPORT LEVEL THAT WOULD OTHERWISE BE COMPUTED FOR THE SCHOOL  
38 DISTRICT OR CHARTER SCHOOL FOR EACH FISCAL YEAR PURSUANT TO SECTION 15-943  
39 OR 15-943.02.

40 H. FOR THE PURPOSES OF THIS SECTION:

41 1. "CLASSROOM TEACHING" INCLUDES ANY NONADMINISTRATIVE ACTIVITIES  
42 THAT PROVIDE INSTRUCTION TO STUDENTS OR THAT SUPPORT STUDENT ACADEMIC  
43 ACHIEVEMENT AS PRESCRIBED BY THE SCHOOL DISTRICT GOVERNING BOARD OR  
44 CHARTER SCHOOL GOVERNING BODY.

- 1           2. "ELIGIBLE TEACHER":  
2           (a) MEANS A PERSON WHO MEETS ALL OF THE FOLLOWING:  
3           (i) IS EMPLOYED BY A CHARTER SCHOOL OR A SCHOOL OPERATED BY A  
4 SCHOOL DISTRICT IN THIS STATE.  
5           (ii) DEVOTES MORE THAN FIFTY PERCENT OF THE PERSON'S TIME TO  
6 CLASSROOM TEACHING.  
7           (iii) IS EMPLOYED FOR A FULL SCHOOL DAY, OR ITS EQUIVALENT, OR FOR  
8 A FULL CLASS LOAD, OR ITS EQUIVALENT, AS DETERMINED BY THE DEPARTMENT.  
9           (b) INCLUDES CURRENT TEACHERS AND TEACHERS WHO BEGIN WORK FOR THE  
10 SCHOOL DISTRICT OR CHARTER SCHOOL AFTER THE EFFECTIVE DATE OF THIS  
11 SECTION.  
12           (c) DOES NOT INCLUDE AN ADMINISTRATOR OR A PERSON WHO HAS BEEN  
13 DESIGNATED IN EITHER OF THE TWO LOWEST PERFORMANCE CLASSIFICATIONS AFTER  
14 AN EVALUATION CONDUCTED PURSUANT TO SECTION 15-189.06 OR 15-537.

15           Sec. 3. Section 15-747, Arizona Revised Statutes, is amended to  
16 read:

17           15-747. School transparency; online portal; required  
18 information; comprehensive database; third-party  
19 contractor

20           A. ~~Beginning in fiscal year 2021-2022,~~ The department of  
21 ~~administration~~ EDUCATION shall develop AND MAINTAIN a transparent and  
22 easily accessible school ~~financial~~ ONLINE transparency portal that:

- 23           1. IS ELECTRONICALLY SEARCHABLE BY THE PUBLIC AT NO COST.  
24           2. Includes the following school level data for charter schools,  
25 SCHOOL DISTRICTS AND individual schools operated by a school district ~~and~~  
26 ~~school districts~~:

- 27           ~~1.~~ (a) The detailed total revenues generated by weighted student  
28 count.  
29           ~~2.~~ (b) The total allocated federal, state and local revenues.  
30           ~~3.~~ (c) The allocation of classroom site fund monies.  
31           ~~4.~~ (d) The amounts allocated for teacher pay and benefits,  
32 classroom supplies, student support and other expenditures.  
33           ~~5.~~ (e) A comparison of the funding information for each school in  
34 relation to the funding information for other schools in the same ~~local~~  
35 ~~education agency~~ SCHOOL DISTRICT OR OTHER CHARTER SCHOOLS.

36           (f) THE NUMBER OF FULL-TIME EQUIVALENT POSITIONS AT EACH INDIVIDUAL  
37 SCHOOL, DISAGGREGATED BY THE TYPE OF POSITION.

38           (g) THE AVERAGE SALARY AND SALARY RANGE FOR EACH TYPE OF POSITION  
39 REPORTED PURSUANT TO SUBDIVISION (f) OF THIS PARAGRAPH AT EACH INDIVIDUAL  
40 SCHOOL.

41           (h) LINKS TO EACH SCHOOL DISTRICT'S AND CHARTER SCHOOL'S PROPOSED,  
42 ADOPTED AND REVISED BUDGETS FOR AT LEAST THE CURRENT FISCAL YEAR, THE TWO  
43 FISCAL YEARS IMMEDIATELY PRECEDING THE CURRENT FISCAL YEAR AND THE  
44 UPCOMING FISCAL YEAR.

1 (i) THE AMOUNT ALLOCATED FOR EACH CURRENT AND PROSPECTIVE CAPITAL  
2 PROJECT OR FACILITY EXPENSE AND ALL FUNDING SOURCES FOR EACH PROJECT OR  
3 EXPENSE.

4 ~~6.~~ (j) Any other information that is necessary for a transparent  
5 comparison between schools with respect to their revenues, expenditures,  
6 student demographics or academic achievement.

7 3. CONTAINS A COMPREHENSIVE DATABASE OF RECEIPTS AND EXPENDITURES  
8 BY EACH SCHOOL DISTRICT AND EACH INDIVIDUAL SCHOOL OPERATED BY A SCHOOL  
9 DISTRICT.

10 B. THE COMPREHENSIVE DATABASE PRESCRIBED IN SUBSECTION A, PARAGRAPH  
11 3 OF THIS SECTION MUST ALLOW USERS TO:

12 1. SEARCH AND AGGREGATE PAYMENTS BY INDIVIDUAL SCHOOL, CATEGORY OF  
13 EXPENSES AND SCHOOL DISTRICT.

14 2. SEARCH AND AGGREGATE PAYMENTS TO INDIVIDUAL VENDORS, INCLUDING  
15 THE TOTAL AMOUNT OF FUNDING AWARDED TO INDIVIDUAL VENDORS BY EACH  
16 INDIVIDUAL SCHOOL, EACH SCHOOL DISTRICT OR ALL SCHOOL DISTRICTS IN THIS  
17 STATE.

18 3. DOWNLOAD INFORMATION YIELDED BY A SEARCH OF THE DATABASE.

19 4. ACCESS ELECTRONIC VERSIONS OF CONTRACTS THAT RELATE TO  
20 EXPENDITURES.

21 C. THE COMPREHENSIVE DATABASE PRESCRIBED IN SUBSECTION A, PARAGRAPH  
22 3 OF THIS SECTION SHALL INCLUDE EACH ENTRY INTO THE SCHOOL DISTRICTS'  
23 GENERAL LEDGER, INCLUDING RECEIPTS OF REVENUES, EXPENDITURES AND  
24 DISBURSEMENTS. THE EXPENDITURE DATA PRESCRIBED IN THIS SUBSECTION SHALL  
25 LIST:

26 1. THE MANNER OF PAYMENT, INCLUDING CHECK, WARRANT OR CREDIT, DEBIT  
27 OR OTHER PURCHASE CARD.

28 2. THE FUNDING SOURCE FROM WHICH THE EXPENDITURE IS APPROPRIATED.

29 3. A STANDARDIZED DESCRIPTIVE TITLE OF THE TYPE AND PURPOSE OF THE  
30 TRANSACTION.

31 4. THE DATE AND AMOUNT OF EACH PAYMENT.

32 5. THE INDIVIDUAL SCHOOL OR SCHOOL DISTRICT MAKING THE PAYMENT.

33 6. THE NAME OF THE PERSON OR ENTITY RECEIVING THE PAYMENT,  
34 INCLUDING TO THE EXTENT PRACTICABLE A PARENT ENTITY OF THE RECIPIENT IF  
35 THE RECIPIENT IS OWNED BY ANOTHER ENTITY.

36 7. THE PRIMARY LOCATION OF PERFORMANCE UNDER THE CONTRACT,  
37 INCLUDING THE COUNTY, CITY OR TOWN AND LEGISLATIVE DISTRICT.

38 D. THE COMPREHENSIVE DATABASE PRESCRIBED IN SUBSECTION A, PARAGRAPH  
39 3 OF THIS SECTION MAY NOT INCLUDE:

40 1. PAYEES' ADDRESSES OR TELEPHONE NUMBERS, BUT THE DEPARTMENT MAY  
41 ALLOW PUBLIC ACCESS TO THE DATABASE INFORMATION IDENTIFYING THE COUNTY IN  
42 WHICH THE PAYEE IS LOCATED.

43 2. WORK PRODUCT IN ANTICIPATION OF LITIGATION OR INFORMATION  
44 SUBJECT TO ATTORNEY-CLIENT PRIVILEGE.

1           3. ANY OTHER INFORMATION THAT IS DESIGNATED BY LAW AS CONFIDENTIAL  
2 OR PREAPPROVED AS CONFIDENTIAL BY THE DEPARTMENT PURSUANT TO RULE. THE  
3 DEPARTMENT AND ANY OFFICER OR EMPLOYEE OF THE DEPARTMENT:

4           (a) MAY RELY ON A DETERMINATION MADE BY A SCHOOL DISTRICT REGARDING  
5 CONFIDENTIALITY OF INFORMATION RELATING TO THE SCHOOL DISTRICT'S  
6 EXPENDITURES.

7           (b) ARE IMMUNE FROM CIVIL LIABILITY FOR POSTING CONFIDENTIAL  
8 INFORMATION UNDER THIS SECTION IF THE POSTING IS IN RELIANCE ON THE SCHOOL  
9 DISTRICT'S DETERMINATION RELATING TO CONFIDENTIALITY.

10          ~~B.~~ E. The ~~department of education and the~~ state board for charter  
11 schools shall provide and assist with any necessary data or financial  
12 information the department of ~~administration~~ EDUCATION or the contractor  
13 selected pursuant to subsection ~~C~~ H of this section requests to comply  
14 with and implement subsection A of this section. The auditor general may  
15 provide assistance related to this section.

16          F. EACH CHARTER SCHOOL AND SCHOOL DISTRICT SHALL COOPERATE WITH THE  
17 DEPARTMENT OF EDUCATION AS NECESSARY TO IMPLEMENT AND ADMINISTER THIS  
18 SECTION. EACH CHARTER SCHOOL AND SCHOOL DISTRICT SHALL PROVIDE TO THE  
19 DEPARTMENT ANY ADDITIONAL DATA IN A MANNER AND SCHEDULE PRESCRIBED BY THE  
20 DEPARTMENT THAT IS REQUIRED TO BE INCLUDED IN THE ONLINE TRANSPARENCY  
21 PORTAL. THE ONLINE TRANSPARENCY PORTAL SHALL BE UPDATED WITHIN THIRTY  
22 DAYS AFTER THE END OF EACH FISCAL YEAR AND MAY BE UPDATED AS NEW DATA  
23 BECOMES AVAILABLE. THE DATA SHALL BE RETAINED IN THE ONLINE PORTAL FOR AT  
24 LEAST TEN FULL FISCAL YEARS.

25          G. NOTWITHSTANDING SUBSECTION F OF THIS SECTION, A SCHOOL DISTRICT  
26 THAT QUALIFIES FOR THE SMALL SCHOOL WEIGHTS PRESCRIBED IN SECTION 15-943,  
27 PARAGRAPH 1 IS NOT REQUIRED TO PROVIDE ADDITIONAL DATA PURSUANT TO THIS  
28 SECTION.

29          ~~C.~~ H. The department of ~~administration~~ EDUCATION shall contract  
30 with a third party to develop the ONLINE TRANSPARENCY portal prescribed in  
31 subsection A of this section. The third party selected by the department  
32 must meet all of the following:

33           1. Have experience in building education finance platforms to show  
34 school financial information in a transparent and easily understandable  
35 format.

36           2. Be incorporated for at least five years.

37           3. Have an exclusive focus on K-12 education finance technology.

38           4. Have at least five years of experience building cloud-hosted  
39 education finance software.

40           5. Have experience integrating with the uniform system of financial  
41 records.

1           Sec. 4. Section 15-903, Arizona Revised Statutes, is amended to  
2 read:

3           15-903. Budget format; prohibited expenditures; annual report

4           A. The superintendent of public instruction in conjunction with the  
5 auditor general shall prepare and prescribe a budget format to be ~~utilized~~  
6 ~~USED~~ by all school districts.

7           B. The budget format shall be designed to allow all school  
8 districts to plan and provide in detail for ~~the use of~~ ~~USING~~ available  
9 ~~funds~~ ~~MONIES~~. The budget format shall contain distinct sections for, but  
10 need not be limited to, maintenance and operation, debt service, special  
11 projects, capital outlay, adjacent ways and classroom site fund. The  
12 maintenance and operation section shall include, but need not be limited  
13 to, separate subsections for regular education programs, special education  
14 programs and operational expenditures for pupil transportation. Each  
15 subsection shall clearly distinguish classroom instruction expenditures.  
16 The special education program subsection shall include a subtotal for the  
17 disability classifications as defined in section 15-761 and programs for  
18 gifted, vocational and technical education, remedial education and  
19 bilingual students. The total expenditures for each of these programs  
20 shall be included on the budget form. The pupil transportation subsection  
21 shall include all operational expenditures relating to ~~the transportation~~  
22 ~~of~~ ~~TRANSPORTING~~ pupils, including all operational expenditures within a  
23 contract if the school district contracts for pupil transportation.

24           C. The capital outlay section of the budget shall include a  
25 subsection for unrestricted capital outlay. The unrestricted capital  
26 outlay subsection shall include budgeted expenditures for acquisitions by  
27 purchase, lease-purchase or lease of capital items as defined in the  
28 uniform system of financial records and shall include:

29           1. Land, buildings and improvements to land and buildings,  
30 including labor and related employee benefits costs and material costs if  
31 work is performed by school district employees.

32           2. Furniture, furnishings, athletic equipment and other equipment,  
33 including computer software.

34           3. Pupil and nonpupil transportation vehicles and equipment,  
35 including all capital expenditures within a contract if the school  
36 district contracts for pupil transportation.

37           4. Textbooks and related printed subject matter materials adopted  
38 by the governing board.

39           5. Instructional aids.

40           6. Library books.

41           7. Payment of principal and interest on bonds.

42           8. School district administration emergency needs that are directly  
43 related to pupils.

- 1 D. The budget format shall contain distinct subsections for the  
2 following:
- 3 1. Special programs to improve academic achievement of pupils in  
4 kindergarten programs and grades one through three as provided in section  
5 15-482.
- 6 2. School plant funds.
- 7 3. Capital outlay budget increases as provided in section 15-481.
- 8 4. Property taxation, including the following:
- 9 (a) The primary tax rates for the school district for the current  
10 year and the budget year.
- 11 (b) The secondary tax rates for maintenance and operation, K-3 and  
12 capital overrides for the school district for the current year and the  
13 budget year.
- 14 (c) The secondary tax rates for class A bonds for the school  
15 district for the current year and the budget year.
- 16 (d) The secondary tax rates for class B bonds for the school  
17 district for the current year and the budget year.
- 18 5. A description of any corrections or adjustments made to the  
19 budget pursuant to section 15-915.
- 20 E. The budget format shall also contain:
- 21 1. A statement identifying proposed pupil-teacher ratios and  
22 pupil-staff ratios relating to the provision of special education services  
23 for the budget year.
- 24 2. A statement identifying the number of full-time equivalent  
25 certified employees.
- 26 3. A STATEMENT IDENTIFYING THE NUMBER OF ELIGIBLE TEACHERS AS  
27 DEFINED IN SECTION 15-248.01 WHO ARE EMPLOYED BY THE SCHOOL DISTRICT FOR  
28 THE CURRENT YEAR.
- 29 ~~3.~~ 4. The prominent display of the average salary of all teachers  
30 employed by the school district for the current year. The school district  
31 shall also prominently post this information on its website home page  
32 separately from its budget.
- 33 ~~4.~~ 5. The prominent display of the average salary of all teachers  
34 employed by the school district for the previous year. The school  
35 district shall also prominently post this information on its website home  
36 page separately from its budget.
- 37 ~~5.~~ 6. The prominent display of the dollar increase in the average  
38 salary of all teachers employed by the school district for the current  
39 year. The school district shall also prominently post this information on  
40 its website home page separately from its budget.
- 41 ~~6.~~ 7. The prominent display of the percentage increase in the  
42 average salary of all teachers employed by the school district for the  
43 current year. The school district shall also prominently post this  
44 information on its website home page separately from its budget.

1           8. THE SALARY SCHEDULE OR SCHEDULES FOR ELIGIBLE TEACHERS AS  
2     DEFINED IN SECTION 15-248.01 WHO ARE EMPLOYED BY THE SCHOOL DISTRICT FOR  
3     THE CURRENT YEAR.

4           F. The special projects section shall include budgeted expenditures  
5     for state special projects, including special adult projects, career  
6     education, deficiencies correction fund projects and new school facilities  
7     fund projects, such federal special projects as ESEA title programs,  
8     vocational education and title IV Indian education, and other special  
9     projects.

10          G. A school district shall not make expenditures for campaign  
11     literature associated with school district or charter school officials.  
12     If the superintendent of public instruction determines that a school  
13     district has violated this subsection, the superintendent of public  
14     instruction may withhold any portion of the school district's  
15     apportionment of state aid.

16          H. The budget format shall include an electronic format that shall  
17     be submitted for each proposed, adopted and revised budget.

18          I. On or before November 30 of each year, the department of  
19     education shall electronically submit to the joint legislative budget  
20     committee and the governor's office of strategic planning and budgeting a  
21     report that compiles the information required by subsection E, paragraphs  
22     3 through ~~6~~ 8 of this section for all school districts statewide.

23          Sec. 5. Title 41, chapter 56, article 1, Arizona Revised Statutes,  
24     is amended by adding section 41-5706, to read:

25           41-5706. School districts; facilities master plans;  
26                                   requirements

27          A. BEGINNING JULY 1, 2025, EACH SCHOOL DISTRICT GOVERNING BOARD  
28     SHALL DEVELOP AND ADOPT A LONG-TERM FACILITIES MASTER PLAN THAT INCLUDES  
29     THE FOLLOWING COMPONENTS FOR THE TWENTY-YEAR PERIOD FOLLOWING THE YEAR IN  
30     WHICH THE PLAN IS ADOPTED:

31           1. A PROFESSIONAL ASSESSMENT ANALYZING THE ACADEMIC FACILITY  
32     CONDITIONS, INCLUDING BUILDING CONDITIONS, SITE FEATURES, MAINTENANCE  
33     ISSUES, FUNCTIONALITY AND UTILITIES.

34           2. PROJECTED CAPITAL FACILITY IMPROVEMENTS, RENOVATIONS, REPAIRS  
35     AND REPLACEMENTS, INCLUDING THE PRIORITY LEVEL THAT THE SCHOOL DISTRICT  
36     GOVERNING BOARD ASSIGNS TO EACH PROJECT.

37           3. THE ROUTINE PREVENTIVE MAINTENANCE GUIDELINES DEVELOPED BY THE  
38     SCHOOL DISTRICT PURSUANT TO SECTION 41-5702 AND PREVENTIVE MAINTENANCE  
39     PLAN REQUIRED BY SECTION 41-5731.

40           4. THE CAPITAL PLAN AND ENROLLMENT PROJECTIONS DEVELOPED PURSUANT  
41     TO SECTION 41-5741, AS UPDATED IN THE YEAR IN WHICH THE LONG-TERM  
42     FACILITIES MASTER PLAN IS ADOPTED OR UPDATED.

43           5. OPTIONS FOR ADDRESSING ANY IDENTIFIED DEFICIENCY, INCLUDING EACH  
44     DEFICIENCY THAT IS IDENTIFIED BY THE ASSESSMENT CONDUCTED PURSUANT TO  
45     PARAGRAPH 1 OF THIS SUBSECTION.

1 B. AT LEAST ONCE EVERY FIVE YEARS, EACH SCHOOL DISTRICT GOVERNING  
2 BOARD SHALL:

3 1. UPDATE THE LONG-TERM FACILITIES MASTER PLAN ADOPTED PURSUANT TO  
4 SUBSECTION A OF THIS SECTION.

5 2. BEGINNING JULY 1, 2025, DEVELOP AND ADOPT A SHORT-TERM  
6 FACILITIES MASTER PLAN FOR THE SUCCEEDING FIVE YEARS THAT INCLUDES EACH  
7 COMPONENT PRESCRIBED IN SUBSECTION A OF THIS SECTION.

8 C. NOTWITHSTANDING ANY OTHER LAW, A SCHOOL DISTRICT MUST SUBMIT THE  
9 LONG-TERM FACILITIES MASTER PLAN AND THE CURRENT SHORT-TERM FACILITIES  
10 MASTER PLAN TO THE DIVISION BEFORE THE SCHOOL DISTRICT MAY RECEIVE MONIES  
11 FROM THE BUILDING RENEWAL GRANT FUND ESTABLISHED BY SECTION 41-5731 OR  
12 FROM THE NEW SCHOOL FACILITIES FUND ESTABLISHED BY SECTION 41-5741.

13 Sec. 6. Public schools; notification requirement; report

14 A. Notwithstanding sections 15-189.05 and 15-903, Arizona Revised  
15 Statutes, as amended by this act, in fiscal year 2023-2024, the budgets  
16 submitted by school districts and charter schools shall include both:

17 1. The salary schedule or schedules for eligible teachers as  
18 defined in section 15-248.01, Arizona Revised Statutes, as added by this  
19 act, for the current fiscal year without the teacher salary increases  
20 provided by this act.

21 2. The revised salary schedule or schedules for eligible teachers  
22 as defined in section 15-248.01, Arizona Revised Statutes, as added by  
23 this act, for the current fiscal year with the teacher salary increases  
24 provided by this act.

25 B. In fiscal year 2023-2024, school districts and charter schools  
26 must include in the total compensation statements required under sections  
27 15-189 and 15-341, Arizona Revised Statutes, a statement notifying  
28 eligible teachers that the legislature provided them a \$5,000 base salary  
29 increase.

30 C. In fiscal year 2024-2025, school districts and charter schools  
31 must include in the total compensation statements required under sections  
32 15-189 and 15-341, Arizona Revised Statutes, a statement notifying  
33 eligible teachers that the legislature provided them an additional \$5,000  
34 year-over-year base salary increase, for a combined total of \$10,000 base  
35 salary increases since fiscal year 2022-2023.

36 Sec. 7. Appropriations; pay teachers first fund; division of  
37 school facilities; department of education; state  
38 board for charter schools; exemption; intent

39 A. The following amounts are appropriated from the state general  
40 fund in the following fiscal years to the pay teachers first fund  
41 established by section 15-248.01, Arizona Revised Statutes, as added by  
42 this act:

43 1. In fiscal year 2023-2024, \$400,000,000.

44 2. In fiscal year 2024-2025, \$700,000,000.

1           B. The sum of \$2,000,000 and 14 FTE positions are appropriated from  
2 the state general fund in fiscal year 2023-2024 to the division of school  
3 facilities within the department of administration for inspecting school  
4 facilities and reviewing the long-term facilities master plans and  
5 short-term facilities master plans required by section 41-5706, Arizona  
6 Revised Statutes, as added by this act.

7           C. The following sums are appropriated from the state general fund  
8 in fiscal year 2023-2024 to the department of education:

9           1. \$5,000,000 to develop and maintain the online transparency  
10 portal prescribed by section 15-747, Arizona Revised Statutes, as amended  
11 by this act.

12           2. \$10,000,000 to hire a third-party contractor to audit the  
13 administrative and operational efficiency of school districts in this  
14 state. The department of education shall post the audit reports on the  
15 online transparency portal prescribed by section 15-747, Arizona Revised  
16 Statutes, as amended by this act.

17           D. The sum of \$2,000,000 is appropriated from the state general  
18 fund in fiscal year 2023-2024 to the state board for charter schools to  
19 conduct financial reviews and inspections of charter schools.

20           E. The appropriations made in subsection A of this section are  
21 exempt from the provisions of section 35-190, Arizona Revised Statutes,  
22 relating to lapsing of appropriations.

23           F. The legislature intends that the appropriation made in  
24 subsection A, paragraph 2 of this section be considered ongoing funding in  
25 future years.

26           Sec. 8. Conditional enactment

27           This act does not become effective unless House Bill 2533,  
28 fifty-sixth legislature, first regular session, relating to classroom  
29 instruction, becomes law.