Commerce S.B. 1163

PROPOSED

HOUSE OF REPRESENTATIVES AMENDMENTS TO S.B. 1163 (Reference to Senate engrossed bill)

1	Strike everything after the enacting clause and insert:
2	"Section 1. Section 9-462.01, Arizona Revised Statutes, is amended
3	to read:
4	9-462.01. Zoning regulations; public hearing; definitions
5	A. Pursuant to this article, the legislative body of any
6	municipality by ordinance, in order to conserve and promote the public
7	health, safety and general welfare, may:
8	1. Regulate the use of buildings, structures and land as between
9	agriculture, residence, industry, business and other purposes.
10	2. Regulate signs and billboards.
11	3. Regulate the location, height, bulk, number of stories and size
12	of buildings and structures, the size and use of lots, yards, courts and
13	other open spaces, the percentage of a lot that may be occupied by a
14	building or structure, access to incident solar energy and the intensity of
15	land use.
16	4. Establish requirements for off-street parking and loading.
17	5. Establish and maintain building setback lines.
18	6. Create civic districts around civic centers, public parks, public
19	buildings or public grounds and establish regulations for the civic
20	districts.
21	7. Require as a condition of rezoning public dedication of
22	rights-of-way as streets, alleys, public ways, drainage and public

1 utilities as are reasonably required by or related to the effect of the 2 rezoning.

8. Establish floodplain zoning districts and regulations to protect life and property from the hazards of periodic inundation. Regulations may include variable lot sizes, special grading or drainage requirements, or other requirements deemed necessary for the public health, safety or general welfare.

9. Establish special zoning districts or regulations for certain
lands characterized by adverse topography, adverse soils, subsidence of the
earth, high water table, lack of water or other natural or man-made hazards
to life or property. Regulations may include variable lot sizes, special
grading or drainage requirements, or other requirements deemed necessary
for the public health, safety or general welfare.

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10. Establish districts of historical significance provided that:

15 (a) The ordinances may require that special permission be obtained 16 for any development within the district if the legislative body has adopted 17 a plan for the preservation of districts of historical significance that 18 meets the requirements of subdivision (b) of this paragraph, and the 19 criteria contained in the ordinance are consistent with the objectives set 20 forth in the plan.

(b) A plan for the preservation of districts of historical significance shall identify districts of special historical significance, state the objectives to be sought concerning the development or preservation of sites, area and structures within the district, and formulate a program for public action, including providing public facilities and regulating private development and demolition necessary to realize these objectives.

(c) The ordinance establishing districts of historical significance
 shall set forth standards necessary to preserve the historical character of
 the area so designated.

31 (d) The ordinances may designate or authorize any committee,
 32 commission, department or person to designate structures or sites of

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special historical significance in accordance with criteria contained in the ordinance, and no designation shall be made except after a public hearing on notice of the owners of record of the property designated of special historical significance. The ordinances may require that special permission be obtained for any development respecting the structures or sites.

7 Establish age-specific community zoning districts in which 11. 8 residency is restricted to a head of a household or spouse who must be of a specific age or older and in which minors are prohibited from living in the 9 Age-specific community zoning districts shall not be overlaid over 10 home. 11 property without the permission of all owners of property included as part 12 of the district unless all of the property in the district has been developed, advertised and sold or rented under specific age restrictions. 13 14 The establishment of age-specific community zoning districts is subject to 15 all of the public notice requirements and other procedures prescribed by 16 this article.

17 12. Establish procedures, methods and standards for the transfer of 18 development rights within its jurisdiction. Any proposed transfer of 19 development rights from the sending property or to the receiving property 20 shall be subject to the notice and hearing requirements of section 9-462.04 21 and shall be subject to the approval and consent of the property owners of 22 both the sending and receiving property. Before any transfer of 23 development rights, a municipality shall adopt an ordinance providing for:

(a) The issuance and recordation of the instruments necessary to
 sever development rights from the sending property and to affix development
 rights to the receiving property. These instruments shall be executed by
 the affected property owners and lienholders.

(b) The preservation of the character of the sending property and
 assurance that the prohibitions against the use and development of the
 sending property shall bind the landowner and every successor in interest
 to the landowner.

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1 (c) The severance of transferable development rights from the 2 sending property and the delayed transfer of development rights to a 3 receiving property.

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(d) The purchase, sale, exchange or other conveyance of transferable development rights before the rights being affixed to a receiving property.

6 (e) A system for monitoring the severance, ownership, assignment and 7 transfer of transferable development rights.

8 (f) The right of a municipality to purchase development rights and 9 to hold them for resale.

10 (g) The right of a municipality at its discretion to enter into an 11 intergovernmental agreement with another municipality or a county for the 12 transfer of development rights between jurisdictions. The transfer shall 13 comply with this paragraph, except that if the sending property is located 14 in an unincorporated area of a county, the approval of the development 15 rights to be sent to a municipality shall comply with section 11-817.

B. For the purposes of subsection A of this section, the legislative body may divide a municipality, or portion of a municipality, into zones of the number, shape and area it deems best suited to carry out the purpose of this article and articles 6, 6.2 and 6.3 of this chapter.

20 C. All zoning regulations shall be uniform for each class or kind of 21 building or use of land throughout each zone, but the regulations in one 22 type of zone may differ from those in other types of zones as follows:

Within individual zones, there may be uses permitted on a
 conditional basis under which additional requirements must be met,
 including requiring site plan review and approval by the planning agency.
 The conditional uses are generally characterized by any of the following:

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(a) Infrequency of use.

(b) High degree of traffic generation.

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(c) Requirement of large land area.

Within residential zones, the regulations may permit
 modifications to minimum yard lot area and height requirements.

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D. ON VACANT LAND IN ANY ZONE THAT ALLOWS SINGLE-FAMILY RESIDENTIAL 1 USES. A MUNICIPALITY WITH A POPULATION OF MORE THAN THIRTY THOUSAND PERSONS 2 MAY NOT REQUIRE THE FOLLOWING: 3

4

1. LOT SIZE MINIMUMS THAT ARE GREATER THAN FOUR THOUSAND SOUARE FEET IN AREA. THE MUNICIPALITY MAY LIMIT THE DENSITY TO SIX PRIMARY DWELLING 5 6 UNITS PER ACRE.

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2. LOT WIDTH MINIMUMS THAT ARE GREATER THAN FORTY FEET.

8 3. FRONT SETBACKS THAT ARE GREATER THAN TEN FEET, EXCEPT FOR PORTIONS OF A DWELLING THAT ARE OCCUPIED BY A GARAGE. IN WHICH THE FRONT 9 SETBACK MINIMUM MAY NOT BE GREATER THAN EIGHTEEN FEET FROM THE BACK OF THE 10 11 SIDEWALK OR LOT LINE IF THERE IS NO SIDEWALK.

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4. SIDE YARD SETBACKS THAT ARE GREATER THAN FIVE FEET.

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5. REAR SETBACKS THAT ARE GREATER THAN TEN FEET.

14 6. THE PERCENTAGE OF A LOT THAT MAY BE OCCUPIED BY A BUILDING OR 15 STRUCTURE TO BE GREATER THAN THE SETBACKS.

16 E. IN ANY ZONE THAT ALLOWS RESIDENTIAL USES. A MUNICIPALITY WITH A 17 POPULATION OF MORE THAN THIRTY THOUSAND PERSONS MAY NOT PROHIBIT THE 18 PLACEMENT OF A NEW MANUFACTURED HOME THAT IS, OR WILL BE AFTER PURCHASE, 19 TITLED AS REAL PROPERTY AND THAT IS BUILT ACCORDING TO THE UNITED STATES DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT CODE. A MUNICIPALITY MAY 20 REQUIRE SINGLE-FAMILY OR DUPLEX NEW MANUFACTURED HOUSING THAT IS BUILT 21 22 ACCORDING TO THE UNITED STATES DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT CODE TO BE SECURELY FIXED TO A PERMANENT STANDARD OR ENGINEERED FOUNDATION 23 24 AT AN EQUIVALENT LEVEL AS THE REQUIREMENTS APPLICABLE TO SINGLE-FAMILY 25 DWELLINGS WITHIN THE MUNICIPALITY ON WHICH THE MANUFACTURED HOUSING IS PROPOSED TO BE LOCATED. 26

F. A MUNICIPALITY WITH A POPULATION OF MORE THAN THIRTY THOUSAND 27 28 PERSONS SHALL PROVIDE ADDITIONAL RESIDENTIAL ZONES THAT ALLOW FOR THE CONSTRUCTION OR USE OF DUPLEXES. TRIPLEXES. LOTS THAT ARE SMALLER THAN FOUR 29 30 THOUSAND SQUARE FEET AND OTHER HOUSING TYPES PROPOSED BY APPLICANTS.

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 \mathbf{D} . G. To carry out the purposes of this article and articles 6 and 1 6.2 of this chapter, the legislative body may adopt overlay zoning 2 districts and regulations applicable to particular buildings, structures 3 4 and land within individual zones. For the purposes of this subsection, "overlay zoning district" means a special zoning district that includes 5 regulations that modify regulations in another zoning district with which 6 7 the overlay zoning district is combined. Overlay zoning districts and 8 regulations shall be adopted pursuant to section 9-462.04.

E. H. The legislative body may approve a change of zone conditioned 9 10 on a schedule for development of the specific use or uses for which 11 rezoning is requested. If, at the expiration of this period, the property 12 has not been improved for the use for which it was conditionally approved, 13 the legislative body, after notification by certified mail to the owner and 14 applicant who requested the rezoning, shall schedule a public hearing to 15 take administrative action to extend, remove or determine compliance with the schedule for development or take legislative action to cause the 16 17 property to revert to its former zoning classification.

18 F. I. All zoning and rezoning ordinances or regulations adopted under this article shall be consistent with and conform to the adopted 19 20 general plan of the municipality, if any, as adopted under article 6 of 21 this chapter. In the case of uncertainty in construing or applying the 22 conformity of any part of a proposed rezoning ordinance to the adopted 23 general plan of the municipality, the ordinance shall be construed in a 24 manner that will further the implementation of, and not be contrary to, the 25 goals, policies and applicable elements of the general plan. A rezoning ordinance conforms with the land use element of the general plan if it 26 proposes land uses, densities or intensities within the range of identified 27 28 uses, densities and intensities of the land use element of the general 29 plan.

30 G. J. A regulation or ordinance under this section may not prevent 31 or restrict agricultural composting on farmland that is five or more 32 contiguous acres and that meets the requirements of this subsection. An

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agricultural composting operation shall notify in writing the legislative 1 body of the municipality and the nearest fire department of the location of 2 the composting operation. If the nearest fire department is located in a 3 4 different municipality from the agricultural composting operation, the agricultural composting operation shall also notify in writing the fire 5 department of the municipality in which the operation is located. 6 7 Agricultural composting is subject to sections 3-112 and 49-141. 8 Agricultural composting may not be conducted within one thousand three hundred twenty feet of an existing residential use, unless the operations 9 10 are conducted on farmland or land leased in association with farmland. Any 11 disposal of manure shall comply with section 49-247. For the purposes of 12 this subsection:

13 1. "Agricultural composting" means the controlled biological 14 decomposition of organic solid waste under in-vessel anaerobic or aerobic 15 conditions where all or part of the materials are generated on the farmland 16 or will be used on the farmland associated with the agricultural composting 17 operation.

18 2. "Farmland" has the same meaning prescribed in section 3-111 and
19 is subject to regulation under section 49-247.

20 H. K. A municipality may not adopt a land use regulation or impose 21 any condition for issuance of a building or use permit or other approval 22 that violates section 9-461.16.

In accordance with article II, sections 1 and 2, Constitution
 of Arizona, the legislative body of a municipality shall consider the
 individual property rights and personal liberties of the residents of the
 municipality before adopting any zoning ordinance.

27 J. M. Before adopting any zoning ordinance or zoning ordinance text 28 amendment of general applicability, the legislative body of a municipality 29 shall consider the probable impact of the proposed zoning ordinance or text 30 amendment on the cost to construct housing for sale or rent.

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 \mathbf{K} . N. A municipality may not adopt or enforce a land use regulation 1 2 that requires the property on which a nongovernmental primary or secondary school operates to be larger than one acre. 3

4 0. THIS SECTION DOES NOT AFFECT THE VALIDITY OR ENFORCEABILITY OF 5 PRIVATE COVENANTS OR OTHER CONTRACTUAL ELEMENTS AMONG PROPERTY OWNERS BY PARTIES OTHER THAN THE MUNICIPALITY. 6

7 P. SUBSECTION A. PARAGRAPH 4 AND SUBSECTIONS D. E AND F OF THIS SECTION DO NOT APPLY TO A MUNICIPALITY THAT IS LOCATED ON TRIBAL LAND, AN 8 AREA THAT IS DESIGNATED AS A DISTRICT OF HISTORICAL SIGNIFICANCE PURSUANT 9 TO SUBSECTION A, PARAGRAPH 10 OF THIS SECTION OR AN AREA THAT IS DESIGNATED 10 11 AS HISTORIC ON THE NATIONAL REGISTER OF HISTORIC PLACES.

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t. **Q**. For the purposes of this section:

13 1. "Development rights" means the maximum development that would be allowed on the sending property under any general or specific plan and 14 15 local zoning ordinance of a municipality in effect on the date the 16 municipality adopts an ordinance pursuant to subsection A, paragraph 12 of 17 this section respecting the permissible use, area, bulk or height of 18 improvements made to the lot or parcel. Development rights may be 19 calculated and allocated in accordance with factors including dwelling units, area, floor area, floor area ratio, height limitations, traffic 20 21 generation or any other criteria that will guantify a value for the 22 development rights in a manner that will carry out the objectives of this 23 section.

24 2. "Receiving property" means a lot or parcel within which 25 development rights are increased pursuant to a transfer of development 26 rights. Receiving property shall be appropriate and suitable for development and shall be sufficient to accommodate the transferable 27 28 development rights of the sending property without substantial adverse 29 environmental, economic or social impact to the receiving property or to 30 neighboring property.

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3. "Sending property" means a lot or parcel with special 1 2 characteristics, including farmland, woodland, desert land, mountain land, floodplain, natural habitats, recreation or parkland, including golf course 3 4 area, or land that has unique aesthetic, architectural or historic value that a municipality desires to protect from future development. 5

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4. "Transfer of development rights" means the process by which development rights from a sending property are affixed to one or more receiving properties.

Sec. 2. Section 9-463.01, Arizona Revised Statutes, is amended to 9 10 read:

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9-463.01. Authority

12 A. Pursuant to this article, the legislative body of every 13 municipality shall regulate the subdivision of all lands within its 14 corporate limits.

15 B. The legislative body of a municipality shall exercise the authority granted in subsection A of this section by ordinance prescribing: 16

17 1. Procedures to be followed in the preparation, submission, review 18 and approval or rejection of all final plats.

19

2. Standards governing the design of subdivision plats.

20 3. Minimum requirements and standards for the installation of 21 subdivision streets, sewer and water utilities and improvements as a 22 condition of final plat approval.

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25

C. By ordinance, the legislative body of any municipality shall:

24

1. Require the preparation, submission and approval of a preliminary plat as a condition precedent to submission of a final plat.

26

2. Establish the procedures to be followed in the preparation, submission, review and approval of preliminary plats. 27

28 3. Make requirements as to the form and content of preliminary 29 plats.

30 4. Either determine that certain lands may not be subdivided, by reason of adverse topography, periodic inundation, adverse soils, 31 32 subsidence of the earth's surface, high water table, lack of water or other

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natural or man-made hazard to life or property, or control the lot size,
 establish special grading and drainage requirements and impose other
 regulations deemed reasonable and necessary for the public health, safety
 or general welfare on any lands to be subdivided affected by such
 characteristics.

6 5. Require payment of a proper and reasonable fee by the subdivider
7 based upon the number of lots or parcels on the surface of the land to
8 defray municipal costs of plat review and site inspection.

9 6. Require the dedication of public streets, sewer and water utility 10 easements or rights-of-way, within the proposed subdivision.

7. Require the preparation and submission of acceptable engineering
 plans and specifications for the installation of required street, sewer,
 electric and water utilities, drainage, flood control, adequacy of water
 and improvements as a condition precedent to recordation of an approved
 final plat.

16 8. Require the posting of performance bonds, assurances or such 17 other security as may be appropriate and necessary to assure the 18 installation of required street, sewer, electric and water utilities, 19 drainage, flood control and improvements meeting established minimum 20 standards of design and construction.

D. The legislative body of any municipality may require by ordinance that land areas within a subdivision be reserved for parks, recreational facilities, school sites and fire stations subject to the following conditions:

The requirement may only be made upon ON preliminary plats filed
 at least thirty days after the adoption of a general or specific plan
 affecting the land area to be reserved.

28 2. The required reservations are in accordance with definite
29 principles and standards adopted by the legislative body.

30 3. The land area reserved shall be of such a size and shape as to 31 permit the remainder of the land area of the subdivision within which the 32 reservation is located to develop in an orderly and efficient manner.

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4. The land area reserved shall be in such multiples of streets and parcels as to permit an efficient division of the reserved area in the event that it is not acquired within the prescribed period.

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4 E. The public agency for whose benefit an area has been reserved shall have a period of one year after recording the final subdivision plat 5 to enter into an agreement to acquire such reserved land area. The 6 7 purchase price shall be the fair market value of the reserved land area at 8 the time of the filing of the preliminary subdivision plat plus the taxes 9 against such reserved area from the date of the reservation and any other 10 costs incurred by the subdivider in the maintenance of such reserved area, 11 including the interest cost incurred on any loan covering such reserved 12 area.

F. If the public agency for whose benefit an area has been reserved does not exercise the reservation agreement set forth in subsection E of this section within such one year ONE-YEAR period or such extended period as may be mutually agreed upon ON by such public agency and the subdivider, the reservation of such area shall terminate.

18 G. The legislative body of every municipality shall comply with this
19 article and applicable state statutes pertaining to the hearing, approval
20 or rejection, and recordation of:

21

1. Final subdivision plats.

22 2. Plats filed for the purpose of reverting to acreage of land23 previously subdivided.

24 3. Plats filed for the purpose of vacating streets or easements
25 previously dedicated to the public.

26 4. Plats filed for the purpose of vacating or redescribing lot or
 27 parcel boundaries previously recorded.

28 29 H. Approval of every preliminary and final plat by a legislative body is conditioned upon ON compliance by the subdivider with:

Rules as may be established by the department of transportation
 relating to provisions for the safety of entrance upon and departure from
 abutting state primary highways.

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2. Rules as may be established by a county flood control district relating to the construction or prevention of construction of streets in land established as being subject to periodic inundation.

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3. Rules as may be established by the department of health services 5 or a county health department relating to the provision of domestic water 6 supply and sanitary sewage disposal.

7 I. If the subdivision is comprised COMPOSED of subdivided lands, as defined in section 32-2101, and is within an active management area, as 8 defined in section 45-402, the final plat shall not be approved unless it 9 is accompanied by a certificate of assured water supply issued by the 10 11 director of water resources, or unless the subdivider has obtained a 12 written commitment of water service for the subdivision from a city. town or private water company designated as having an assured water supply by 13 14 the director of water resources pursuant to section 45-576 or is exempt 15 from the requirement pursuant to section 45-576. The legislative body of the municipality shall note on the face of the final plat that a 16 17 certificate of assured water supply has been submitted with the plat or 18 that the subdivider has obtained a written commitment of water service for the proposed subdivision from a city, town or private water company 19 20 designated as having an assured water supply, pursuant to section 45-576, 21 or is exempt from the requirement pursuant to section 45-576.

22 J. Except as provided in subsections K and P of this section, if the subdivision is composed of subdivided lands as defined in section 32-2101 23 24 outside of an active management area and the director of water resources 25 has given written notice to the municipality pursuant to section 45-108, subsection H, the final plat shall not be approved unless one of the 26 following applies: 27

28 1. The director of water resources has determined that there is an adequate water supply for the subdivision pursuant to section 45-108 and 29 30 the subdivider has included the report with the plat.

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2. The subdivider has obtained a written commitment of water service
 for the subdivision from a city, town or private water company designated
 as having an adequate water supply by the director of water resources
 pursuant to section 45-108.

K. The legislative body of a municipality that has received written 5 6 notice from the director of water resources pursuant to section 45-108, 7 subsection H or that has adopted an ordinance pursuant to subsection O of 8 this section may provide by ordinance an exemption from the requirement in subsection J or O of this section for a subdivision that the director of 9 10 water resources has determined will have an inadequate water supply because 11 the water supply will be transported to the subdivision by motor vehicle or 12 train if all of the following apply:

13 1. The legislative body determines that there is no feasible 14 alternative water supply for the subdivision and that the transportation of 15 water to the subdivision will not constitute a significant risk to the 16 health and safety of the residents of the subdivision.

17 2. If the water to be transported to the subdivision will be
18 withdrawn or diverted in the service area of a municipal provider as
19 defined in section 45-561, the municipal provider has consented to the
20 withdrawal or diversion.

3. If the water to be transported is groundwater, the transportation
 complies with the provisions governing the transportation of groundwater in
 title 45, chapter 2, article 8.

24 4. The transportation of water to the subdivision meets any
 25 additional conditions imposed by the legislative body.

L. A municipality that adopts the exemption authorized by subsection 26 K of this section shall give written notice of the adoption of the 27 28 exemption, including a certified copy of the ordinance containing the 29 to the director of water resources. the director exemption. of 30 environmental quality and the state real estate commissioner. If the municipality later rescinds the exemption, the municipality shall give 31 32 written notice of the rescission to the director of water resources, the

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director of environmental quality and the state real estate
 commissioner. A municipality that rescinds an exemption adopted pursuant
 to subsection K of this section shall not readopt the exemption for at
 least five years after the rescission becomes effective.

M. If the legislative body of a municipality approves a subdivision 5 plat pursuant to subsection J, paragraph 1 or 2 or subsection 0 of this 6 7 section, the legislative body shall note on the face of the plat that the director of water resources has reported that the subdivision has an 8 adequate water supply or that the subdivider has obtained a commitment of 9 10 water service for the proposed subdivision from a city, town or private 11 water company designated as having an adequate water supply pursuant to 12 section 45-108.

N. If the legislative body of a municipality approves a subdivision plat pursuant to an exemption authorized by subsection K of this section or granted by the director of water resources pursuant to section 45-108.02 or 45-108.03:

The legislative body shall give written notice of the approval to
 the director of water resources and the director of environmental quality.

19 2. The legislative body shall include on the face of the plat a 20 statement that the director of water resources has determined that the 21 water supply for the subdivision is inadequate and a statement describing 22 the exemption under which the plat was approved, including a statement that 23 the legislative body or the director of water resources, whichever applies, 24 has determined that the specific conditions of the exemption were met. If 25 the director subsequently informs the legislative body that the subdivision is being served by a water provider that has been designated by the 26 27 director as having an adequate water supply pursuant to section 45-108, the 28 legislative body shall record in the county recorder's office a statement 29 disclosing that fact.

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0. If a municipality has not been given written notice by the 1 director of water resources pursuant to section 45-108, subsection H, the 2 legislative body of the municipality, to protect the public health and 3 4 safety, may provide by ordinance that, except as provided in subsections K and P of this section, the final plat of a subdivision located in the 5 municipality and outside of an active management area will not be approved 6 7 by the legislative body unless the director of water resources has determined that there is an adequate water supply for the subdivision 8 pursuant to section 45-108 or the subdivider has obtained a written 9 10 commitment of water service for the subdivision from a city, town or 11 private water company designated as having an adequate water supply by the 12 director of water resources pursuant to section 45-108. Before holding a 13 public hearing to consider whether to enact an ordinance pursuant to this 14 subsection, a municipality shall provide written notice of the hearing to 15 the board of supervisors of the county in which the municipality is A municipality that enacts an ordinance pursuant to this 16 located. 17 subsection shall give written notice of the enactment of the ordinance. 18 including a certified copy of the ordinance, to the director of water 19 resources, the director of environmental quality, the state real estate 20 commissioner and the board of supervisors of the county in which the 21 municipality is located. If a municipality enacts an ordinance pursuant to 22 this subsection, water providers may be eligible to receive monies in a 23 water supply development fund, as otherwise provided by law.

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P. Subsections J and O of this section do not apply to:

A proposed subdivision that the director of water resources has
 determined will have an inadequate water supply pursuant to section 45-108
 if the director grants an exemption for the subdivision pursuant to section
 45-108.02 and the exemption has not expired or if the director grants an
 exemption pursuant to section 45-108.03.

A proposed subdivision that received final plat approval from the
 municipality before the requirement for an adequate water supply became
 effective in the municipality if the plat has not been materially changed

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since it received the final plat approval. If changes were made to the 1 plat after the plat received the final plat approval, the director of water 2 resources shall determine whether the changes are material pursuant to the 3 4 rules adopted by the director to implement section 45-108. If the 5 municipality approves a plat pursuant to this paragraph and the director of 6 water resources has determined that there is an inadequate water supply for 7 the subdivision pursuant to section 45-108, the municipality shall note 8 this on the face of the plat.

9 Q. If the subdivision is composed of subdivided lands as defined in 10 section 32-2101 outside of an active management area and the municipality 11 has not received written notice pursuant to section 45-108, subsection H 12 and has not adopted an ordinance pursuant to subsection 0 of this section:

13 1. If the director of water resources has determined that there is 14 an adequate water supply for the subdivision pursuant to section 45-108 or 15 if the subdivider has obtained a written commitment of water service for 16 the subdivision from a city, town or private water company designated as 17 having an adequate water supply by the director of water resources pursuant 18 to section 45-108, the municipality shall note this on the face of the plat 19 if the plat is approved.

20 2. If the director of water resources has determined that there is
an inadequate water supply for the subdivision pursuant to section 45-108,
the municipality shall note this on the face of the plat if the plat is
approved.

24 R. Every municipality is responsible for the recordation of all 25 final plats approved by the legislative body and shall receive from the 26 subdivider and transmit to the county recorder the recordation fee 27 established by the county recorder.

28 S. Pursuant to provisions of applicable state statutes, the 29 legislative body of any municipality may itself prepare or have prepared a 30 plat for the subdivision of land under municipal ownership.

31 T. The legislative bodies of cities and towns may regulate by 32 ordinance land splits within their corporate limits. Authority granted

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under this section refers to the determination of division lines, area and shape of the tracts or parcels and does not include authority to regulate the terms or condition of the sale or lease nor does it include the authority to regulate the sale or lease of tracts or parcels that are not the result of land splits as defined in section 9-463.

U. For any subdivision that consists of ten or fewer lots, tracts or 6 7 parcels, each of which is of a size as prescribed by the legislative body. 8 the legislative body of each municipality may expedite the processing of or waive the requirement to prepare, submit and receive approval of a 9 preliminary plat as a condition precedent to submitting a final plat and 10 11 may waive or reduce infrastructure standards or requirements proportional 12 to the impact of the subdivision. Requirements for dust-controlled access 13 and drainage improvements shall not be waived.

14 V. AT THE APPLICANT'S REQUEST. AFTER PRELIMINARY PLAT SUBMITTAL AND 15 AFTER THE APPLICANT RECEIVES ANY REQUIRED APPROVAL FROM THE DEPARTMENT OF 16 ENVIRONMENTAL QUALITY. THE MUNICIPALITY SHALL ISSUE AN AT-RISK PERMIT FOR GRADING AND EARTHMOVING THAT RELATES TO THE PROPERTY THAT IS THE SUBJECT OF 17 18 THE PRELIMINARY PLAT. THE MUNICIPALITY ISSUING AN AT-RISK PERMIT DOES NOT CONSTITUTE FINAL PRELIMINARY PLAT APPROVAL OR FINAL APPROVAL OF ANY GRADING 19 AND DRAINAGE PLANS. ANY WORK, SERVICES OR MATERIALS ACCOMPLISHED OR 20 ACQUIRED BY THE APPLICANT OR ITS AGENTS IS DONE AT THE FINANCIAL RISK OF 21 22 THE APPLICANT WITH NO FINANCIAL LIABILITY TO THE MUNICIPALITY FOR ISSUING THE AT-RISK PERMIT. THE MUNICIPALITY MAY REQUIRE THAT ALL GRADING AND 23 EARTHMOVING BE DONE IN COMPLIANCE WITH ALL MUNICIPAL CODES. ORDINANCES AND 24 STANDARDS AND OTHER LEGAL REQUIREMENTS. THIS SUBSECTION DOES NOT APPLY TO 25 A MUNICIPALITY WITH A POPULATION OF LESS THAN THIRTY THOUSAND PERSONS, A 26 MUNICIPALITY THAT IS LOCATED ON TRIBAL LAND. LAND IN AN AREA THAT IS 27 DESIGNATED AS A DISTRICT OF HISTORICAL SIGNIFICANCE PURSUANT TO SECTION 28 9-462.01, SUBSECTION A, PARAGRAPH 10 OR AN AREA THAT IS DESIGNATED AS 29 HISTORIC ON THE NATIONAL REGISTER OF HISTORIC PLACES. 30

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Sec. 3. Title 9, chapter 4, article 6.4, Arizona Revised Statutes, 1 2 is amended by adding section 9-469, to read: 9-469. Municipal housing needs assessment; annual report; 3 4 applicability A. BEGINNING JANUARY 1, 2024 AND EVERY FIVE YEARS THEREAFTER, A 5 MUNICIPALITY SHALL PUBLISH A HOUSING NEEDS ASSESSMENT THAT INCLUDES AT 6 LEAST THE FOLLOWING: 7 8 1. THE TOTAL POPULATION GROWTH PROJECTED FOR THE SUBSEQUENT FIVE-YEAR PERIOD. 9 2. THE TOTAL JOB GROWTH PROJECTED FOR THE SUBSEQUENT FIVE-YEAR 10 11 PERIOD. 3. THE TOTAL NEED FOR ADDITIONAL RESIDENTIAL HOUSING UNITS FOR RENT 12 AND FOR SALE IN THE MUNICIPALITY TO MEET: 13 14 (a) ANY DEFICIENCIES IN HOUSING THE EXISTING POPULATION. 15 (b) ANY DEFICIENCIES IN HOUSING THE EXISTING WORKFORCE. 16 (c) THE POPULATION GROWTH PROJECTIONS. 17 (d) THE JOBS GROWTH PROJECTIONS. 18 (e) THE HOUSING NEEDS ACROSS ALL VARIOUS INCOME LEVELS. 19 B. BEGINNING JANUARY 1, 2025 AND EVERY YEAR THEREAFTER, EACH 20 MUNICIPALITY SHALL SUBMIT AN ANNUAL REPORT ACCOUNTING FOR THE TOTAL NUMBER OF PROPOSED RESIDENTIAL HOUSING UNITS SUBMITTED TO THE MUNICIPALITY. THE 21 22 TOTAL NUMBER OF NET NEW RESIDENTIAL HOUSING UNITS SUBMITTED TO THE 23 MUNICIPALITY AND THE TOTAL NUMBER OF NEW RESIDENTIAL HOUSING UNITS THAT ARE 24 ENTITLED. HAVE BEEN PLATTED. HAVE BEEN ISSUED A BUILDING PERMIT AND HAVE 25 RECEIVED A CERTIFICATE OF OCCUPANCY BY THE MUNICIPALITY. THE REPORT SHALL BE SUBMITTED TO THE ARIZONA DEPARTMENT OF HOUSING. THE ANNUAL REPORT SHALL 26 27 ALSO INCLUDE THE FOLLOWING: 28 1. THE NUMBER OF HOUSING DEVELOPMENT APPLICATIONS RECEIVED IN THE 29 PRIOR YEAR. 30 2. THE NUMBER OF LOTS AND MULTIFAMILY UNITS INCLUDED IN ALL DEVELOPMENT APPLICATIONS IN THE PRIOR YEAR. 31

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3. THE NUMBER OF LOTS AND MULTIFAMILY UNITS APPROVED AND DISAPPROVED 1 OR OTHERWISE NOT APPROVED IN THE PRIOR YEAR. 2 4. THE STATUS AND PROGRESS IN MEETING THE MUNICIPALITY'S HOUSING 3 4 NEEDS. 5. A PLAN THAT SPECIFIES HOW THE MUNICIPALITY INTENDS TO SATISFY THE 5 IDENTIFIED NEED FOR ADDITIONAL HOUSING UNITS WITHIN THE MUNICIPALITY. 6 7 C. THIS SECTION DOES NOT REQUIRE A MUNICIPALITY TO MEET OR OTHERWISE FULFILL THE PROJECTIONS IN THE HOUSING NEEDS ASSESSMENT REQUIRED BY 8 SUBSECTION A OF THIS SECTION. 9 D. THIS SECTION DOES NOT APPLY TO A MUNICIPALITY THAT IS LOCATED ON 10 11 TRIBAL LAND OR A MUNICIPALITY WITH A POPULATION OF LESS THAN THIRTY 12 THOUSAND PERSONS. 13 Sec. 4. Section 11-812, Arizona Revised Statutes, is amended to 14 read: 15 11-812. <u>Restriction on regulation: exceptions: aggregate</u> 16 mining regulation: definitions 17 A. Nothing contained in Any ordinance authorized by this chapter 18 shall NOT: 19 1. Affect existing uses of property or the right to its continued 20 use or the reasonable repair or alteration of the property for the purpose 21 for which used at the time the ordinance affecting the property takes 22 effect. 2. Prevent, restrict or otherwise regulate the use or occupation of 23 24 land or improvements for railroad, mining, metallurgical, grazing or 25 general agricultural purposes, if the tract concerned is five or more 26 contiguous commercial acres. For the purposes of this paragraph: 27 (a) "General agricultural purposes" includes agritourism as defined 28 in section 3-111, but does not include any of the following: (i) Food establishments THAT ARE under the authority of the 29 30 department of health services pursuant to section 36-136, subsection I AND 31 that are associated with an agritourism business.

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1 (ii) Rodeo events that are open to the general public and that sell 2 tickets for admission. For the purposes of this item, rodeo events do not 3 include generally accepted agricultural practices associated with livestock 4 and equine operations.

5 6 (iii) The cultivation of cannabis as defined in section 13-3401 or marijuana as defined in section 13-3401 or 36-2801.

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(b) "Mining" has the same meaning prescribed in section 27-301.

8 3. Prevent, restrict or otherwise regulate the use or occupation of land or improvements for agricultural composting, if the tract is five or 9 10 more contiguous commercial acres. An agricultural composting operation 11 shall notify in writing the board of supervisors and the nearest fire 12 department of the location of the composting operation. If the nearest 13 fire department is located in a city, town or fire district where the 14 agricultural composting is not located, the agricultural composting 15 operation shall also notify in writing the fire district in which the operation is located. Agricultural composting is subject to sections 3-112 16 17 and 49-141. For the purposes of this paragraph, "agricultural composting" 18 has the same meaning prescribed in section 9-462.01, subsection 🔂 J.

4. Prevent, restrict or otherwise regulate the otherwise lawful
discharge of a firearm or air gun or use of archery equipment on a private
lot or parcel of land that is not open to the public on a commercial or
membership basis.

B. A nonconforming business use within a district may expand if the
 expansion does not exceed one hundred per cent PERCENT of the area of the
 original business.

C. For the purposes of subsection A, paragraph 2 of this section, mining does not include aggregate mining operations in an aggregate mining operations zoning district established pursuant to this section. The board of supervisors of any county with a population of more than two million persons shall designate and establish the boundaries of an aggregate mining operations zoning district on the petition of at least one hundred persons who reside within one-half mile of an existing aggregate mining operation.

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In addition, the board of supervisors of any county may establish, in its 1 discretion and on the board's initiative, one or more aggregate mining 2 operations zoning districts. Aggregate mining operations zoning districts 3 4 may only be located in areas that are inventoried and mapped as areas of known reserves or in areas with existing aggregate mining operations. 5 Subject to subsections E and F of this section, a county and the state mine 6 7 inspector may jointly adopt, as internal administrative regulations, 8 reasonable aggregate mining operations zoning district standards limited to 9 permitted uses, procedures for approval of property development plans and 10 site development standards for dust control, height regulations, setbacks, 11 days and hours of operation, off-street parking, screening, noise, 12 vibration and air pollution control, signs, roadway access lanes, arterial 13 highway protection and property reclamation for which aggregate mining 14 operations are not otherwise subject to federal, state or local regulation 15 or a governmental contractual obligation. Regulations jointly adopted pursuant to this subsection by the county and the state mine inspector 16 17 shall not prohibit the activities included in the definition of mine 18 pursuant to section 27-301, paragraph 8 or duplicate, conflict with or be 19 more stringent than applicable federal, state or local laws.

20 D. The board of supervisors of any county that establishes an 21 aggregate mining operations zoning district shall appoint an aggregate 22 mining operations recommendation committee for the district. The committee 23 consists of not more than seven operators, or representatives of operators, 24 of active aggregate mining operations in any district within the county and 25 an equal number of private citizens, who are not operators, who are not employed by operators and who do not represent operators, residing within 26 three miles of the boundaries of aggregate mining operations or a proposed 27 28 aggregate mining operation in the district for which the committee is 29 established. The initial members appointed to the committee shall be 30 deemed the primary members, and the board of supervisors shall appoint not more than five alternate members who represent operators and shall appoint 31 32 not more than five alternate members who are private citizens. Alternate

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members may serve at meetings of the committee when a primary member is 1 unable to attend. An aggregate mining operator may serve on more than one 2 committee in the same county. The board of supervisors shall determine the 3 4 length of terms of members of the committee and shall stagger the initial appointments so that not all members' terms expire at the same time. 5 6 Members of the committee who no longer qualify for membership as provided 7 by this subsection are subject to removal and replacement by the board of 8 supervisors. The committee shall elect a member who is an aggregate mining 9 operator to serve as chairperson for the first year in which the committee 10 is created. For each year thereafter, the chairperson shall be elected by the members of the committee with a member who is a private citizen and a 11 12 member who is an aggregate mining operator serving as chairperson in 13 alternate years. The committee is subject to the open meeting requirements 14 of title 38, chapter 3, article 3.1.

E. Within ninety days after an aggregate mining operations recommendation committee is established, the committee shall notify all existing aggregate mining operators in the district of the application of this section and title 27, chapter 3, article 6 to the aggregate mining operation. In addition, the committee shall:

20 1. By a majority vote of all members make recommendations to the 21 board of supervisors for aggregate mining zoning districts and 22 administrative regulations as provided in this section. The board of 23 supervisors may adopt or reject the recommendations but may not make any 24 modifications to the recommendations unless the modification is approved by a majority of the members of the recommendation committee. 25

2. Serve as a forum for mediation of disputes between members of the 27 public and aggregate mining owners or operators. If the committee is 28 unable to resolve a dispute, the committee shall transmit the matter to the 29 state mine inspector, with written findings and recommendations, for 30 further action.

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3. Hear written complaints filed with the state mine inspector
 regarding alleged material deviations from approved community notices for
 aggregate mining operations and make written recommendations to the state
 mine inspector pursuant to section 27-446.

F. Any administrative regulations adopted by a board of supervisors 5 pursuant to this section are not effective until the regulations are 6 7 approved by the state mine inspector. The STATE MINE inspector may 8 disapprove the administrative regulations adopted by the board of supervisors only if they duplicate, conflict with or are more stringent 9 than applicable federal, state or local laws, rules or regulations. If the 10 11 STATE MINE inspector disapproves the administrative regulations, the STATE 12 MINE inspector must provide written reasons for the disapproval. The STATE 13 MINE inspector shall not make any modification to the administrative 14 regulations as adopted by the board of supervisors unless the modification 15 is approved by a majority of the members of the board of supervisors.

G. A person or entity is subject to this chapter if the use or
 occupation of land or improvements by the person or entity consists of or
 includes changing, remanufacturing or treating human sewage or sludge for
 distribution or resale. These activities are not exempt from this chapter
 under subsection A, paragraph 2 of this section.

21 H. A county shall not require as a condition for a permit or for any 22 approval, or otherwise cause, an owner or possessor of property to waive 23 the right to continue an existing nonconforming outdoor advertising use or 24 structure without acquiring the use or structure by purchase or 25 condemnation and paying just compensation unless the county, at its option, allows the use or structure to be relocated to a comparable site in the 26 county with the same or a similar zoning classification, or to another site 27 28 in the county acceptable to both the county and the owner of the use or structure. and the use or structure is relocated to the other site. 29 The 30 county shall pay for relocating the outdoor advertising use or structure including the cost of removing and constructing the new use or structure 31 32 that is at least the same size and height. This subsection does not apply

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1 to county rezoning of property at the request of the property owner to a 2 more intensive zoning district.

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I. For the purposes of this section:

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1. "Aggregate" has the same meaning prescribed in section 27-441.

5 2. "Aggregate mining" has the same meaning prescribed in section 6 27-441.

7 3. "Aggregate mining operation" means property that is owned,
8 operated or managed by the same person for aggregate mining.

9 4. "Operators" means persons who are actively engaged in aggregate 10 mining operations within the zoning district or proposed zoning district 11 and who have given notice to the state mine inspector pursuant to section 12 27-303."

13 Amend title to conform

LAURIN HENDRIX

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