House Engrossed

Arizona wine trail special plates

State of Arizona House of Representatives Fifty-sixth Legislature Second Regular Session 2024

## **HOUSE BILL 2048**

## AN ACT

AMENDING SECTIONS 28-2351 AND 28-2403, ARIZONA REVISED STATUTES; AMENDING TITLE 28, CHAPTER 7, ARTICLE 12, ARIZONA REVISED STATUTES, BY ADDING SECTION 28-2470.23; AMENDING SECTIONS 28-6501, 28-6991 AND 28-6993, ARIZONA REVISED STATUTES; RELATING TO SPECIAL PLATES.

(TEXT OF BILL BEGINS ON NEXT PAGE)

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

2 Section 1. Section 28-2351, Arizona Revised Statutes, is amended to 3 read:

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28-2351. License plate provided; design

A. Notwithstanding any other law, the department shall provide to every owner one license plate for each vehicle registered. At the request of the owner and on payment of a fee in an amount prescribed by the director by rule, the department shall provide one additional license plate for a vehicle for which a special plate is requested pursuant to this chapter.

B. The license plate shall display the number assigned to the 11 12 vehicle and to the owner of the vehicle and the name of this state, which may be abbreviated. The director shall coat the license plate with a 13 reflective material that is consistent with the determination of the 14 15 department regarding the color and design of license plates and special plates. The director shall design the license plate and the letters and 16 17 numerals on the license plate to be of sufficient size to be plainly readable during daylight from a distance of one hundred feet. In addition 18 19 to the standard license plate issued for a trailer before August 12, 2005, 20 the director shall issue a license plate for trailers that has a design 21 that is similar to the standard size license plate for trailers but that 22 is the same size as the license plate for motorcycles. The trailer owner 23 shall notify the department which size license plate the owner wants for 24 the trailer.

25 C. In addition to the requirements PRESCRIBED in subsection B of 26 this section, for all license plates, including all special plates, that 27 are designed or redesigned on or after September 24, 2022:

The background color of the license plate shall contrast
 significantly with the color of the letters and numerals on the license
 plate and with the name of this state on the license plate.

2. The name of this state shall appear on the license plate in capital letters in sans serif font and be three-fourths of an inch in height.

D. Notwithstanding any other law, the department shall not contract with a nongovernmental entity to purchase or secure reflective material for the plates issued by the department unless the department has made a reasonable effort to secure qualified bids or proposals from as many individual responsible respondents as possible.

E. The department shall determine the color and design of the license plate subject to the requirements prescribed by subsections B and C of this section. All plates issued by the department, except the plates that are issued pursuant to sections 28-2404, 28-2412, 28-2413, 28-2414, 28-2416, 28-2416.01, 28-2417 through <del>28-2470.22</del> 28-2470.23, 28-2472, 28-2473, 28-2474, 28-2475, 28-2476 and 28-4533 and article 14 of this 1 chapter, shall be the same color as and similar in design to the license 2 plate as determined by the department.

F. A passenger motor vehicle that is rented without a driver shall receive the same type of license plate as is issued for a private passenger motor vehicle.

6 Sec. 2. Section 28-2403, Arizona Revised Statutes, is amended to 7 read:

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28-2403. <u>Special plates; transfers; violation; classification</u>

A. Except as otherwise provided in this article, the department shall issue or renew special plates in lieu of the regular license plates pursuant to the following conditions and procedures and only if the requirements prescribed by this article for the requested special plates are met:

14 1. Except as provided in sections 28-2416 and 28-2416.01, a person 15 who is the registered owner of a vehicle registered with the department or 16 who applies for an original or renewal registration of a vehicle may 17 submit to the department a completed application form as prescribed by the 18 department with the fee prescribed by section 28-2402 for special plates 19 in addition to the registration fee prescribed by section 28-2003.

20 2. Except for plates issued pursuant to sections 28-2404, 28-2412, 21 28-2413, 28-2414, 28-2416, 28-2416.01, 28-2417 through 28-2470.22 28-2470.23, 28-2472, 28-2473, 28-2474, 28-2475 and 28-2476 and article 14 23 of this chapter, the special plates shall be the same color as and similar 24 to the design of the regular license plates that is determined by the 25 department.

3. Except as provided in section 28-2416, the department shall issue special plates only to the owner or lessee of a vehicle that is currently registered, including any vehicle that has a declared gross weight, as defined in section 28-5431, of twenty-six thousand pounds or less.

4. Except as provided in sections 28-2416 and 28-2416.01, the
department shall charge the fee prescribed by section 28-2402 for each
annual renewal of special plates in addition to the registration fee
prescribed by section 28-2003.

35 B. Except as provided in sections 28-2416 and 28-2416.01, on notification to the department and on payment of the transfer fee 36 prescribed by section 28-2402, a person who is issued special plates may 37 transfer the special plates to another vehicle the person owns or leases. 38 39 Persons who are issued special plates for hearing impaired persons 40 pursuant to section 28-2408 and international symbol of access special plates pursuant to section 28-2409 are exempt from the transfer fee. If a 41 42 person who is issued special plates sells, trades or otherwise releases ownership of the vehicle on which the plates have been displayed, the 43 44 person shall immediately report the transfer of the plates to the

department or the person shall surrender the plates to the department as 1 2 prescribed by the director. It is unlawful for a person to whom the 3 plates have been issued to knowingly allow them to be displayed on a 4 vehicle except the vehicle authorized by the department.

5 C. The special plates shall be affixed to the vehicle for which 6 registration is sought in lieu of the regular license plates.

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D. A person is guilty of a class 3 misdemeanor who:

Violates subsection B of this section. 1.

9 Fraudulently gives false or fictitious information in the 2. 10 application for or renewal of special plates or placards issued pursuant 11 to this article.

12 3. Conceals a material fact or otherwise commits fraud in the 13 application for or renewal of special plates or placards issued pursuant 14 to this article.

15 Sec. 3. Title 28, chapter 7, article 12, Arizona Revised Statutes, 16 is amended by adding section 28-2470.23, to read:

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28-2470.23. Northern Arizona wine trail special plates: fund

18 A. IF, BY DECEMBER 31, 2024, A PERSON PAYS \$32,000 TO THE 19 DEPARTMENT FOR THE IMPLEMENTATION OF THIS SECTION, THE DEPARTMENT SHALL 20 ISSUE NORTHERN ARIZONA WINE TRAIL SPECIAL PLATES. THE PERSON THAT 21 PROVIDES THE \$32,000 SHALL DESIGN THE NORTHERN ARIZONA WINE TRAIL SPECIAL 22 PLATES. THE DESIGN AND COLOR OF THE NORTHERN ARIZONA WINE TRAIL SPECIAL 23 PLATES ARE SUBJECT TO THE APPROVAL OF THE DEPARTMENT. THE DIRECTOR MAY ALLOW A REQUEST FOR NORTHERN ARIZONA WINE TRAIL SPECIAL PLATES TO BE 24 25 COMBINED WITH A REQUEST FOR PERSONALIZED SPECIAL PLATES. IF THE DIRECTOR ALLOWS SUCH A COMBINATION, THE REQUEST SHALL BE IN A FORM PRESCRIBED BY 26 THE DIRECTOR AND IS SUBJECT TO THE FEES FOR THE PERSONALIZED SPECIAL 27 28 PLATES IN ADDITION TO THE FEES REQUIRED FOR THE NORTHERN ARIZONA WINE 29 TRAIL SPECIAL PLATES.

30 B. OF THE \$25 FEE REQUIRED BY SECTION 28-2402 FOR THE ORIGINAL 31 SPECIAL PLATES AND FOR RENEWAL OF SPECIAL PLATES, \$8 IS A SPECIAL PLATE 32 ADMINISTRATION FEE AND \$17 IS AN ANNUAL DONATION.

33 C. THE DEPARTMENT SHALL DEPOSIT, PURSUANT TO SECTIONS 35-146 AND 34 35-147, ALL SPECIAL PLATE ADMINISTRATION FEES IN THE STATE HIGHWAY FUND 35 ESTABLISHED BY SECTION 28-6991 AND SHALL TRANSMIT ALL DONATIONS COLLECTED PURSUANT TO THIS SECTION TO THE NORTHERN ARIZONA WINE TRAIL SPECIAL PLATE 36 37 FUND ESTABLISHED BY THIS SECTION.

38 D. THE NORTHERN ARIZONA WINE TRAIL SPECIAL PLATE FUND IS 39 ESTABLISHED CONSISTING OF MONIES DEPOSITED PURSUANT TO THIS SECTION. THE 40 DIRECTOR SHALL ADMINISTER THE FUND. THE FIRST \$32,000 IN THE FUND SHALL BE REIMBURSED TO THE PERSON THAT PAID THE IMPLEMENTATION FEE TO THE 41 42 DEPARTMENT PURSUANT TO SUBSECTION A OF THIS SECTION. NOT MORE THAN TEN PERCENT OF THE MONIES DEPOSITED IN THE FUND ANNUALLY SHALL BE USED FOR THE 43

COST OF ADMINISTERING THE FUND. MONIES IN THE FUND ARE CONTINUOUSLY 1 2 APPROPRIATED. 3 E. THE DIRECTOR SHALL ANNUALLY ALLOCATE MONIES FROM THE FUND TO AN 4 ENTITY THAT IS QUALIFIED UNDER SECTION 501(C)(3) OF THE UNITED STATES 5 INTERNAL REVENUE CODE FOR FEDERAL INCOME TAX PURPOSES. THE ENTITY MUST: 1. HAVE MORE THAN TWENTY WINERY MEMBERS THAT ARE LOCATED IN A 6 DESIGNATED AMERICAN VITICULTURAL AREA IN THE NORTH CENTRAL REGION OF THIS 7 8 STATE THAT HAS VINEYARDS THAT ARE EXAMPLES OF SUSTAINABLE PRACTICES MAKING 9 GRAPES AN EVEN MORE EFFICIENT WATER CROP. 10 2. ENCOURAGE CONTINUED GROWTH OF THE REGION DESCRIBED IN PARAGRAPH 1 OF THIS SUBSECTION BY PROMOTING WATER-FRIENDLY VINEYARD DEVELOPMENT AND 11 12 HELPING INDUSTRY PROFESSIONALS PLAY A MORE PROMINENT ROLE IN ADVOCATING 13 FOR RESPONSIBLE DRINKING. 14 F. ON NOTICE FROM THE DIRECTOR, THE STATE TREASURER SHALL INVEST 15 AND DIVEST MONIES IN THE FUND AS PROVIDED BY SECTION 35-313, AND MONIES EARNED FROM INVESTMENT SHALL BE CREDITED TO THE FUND. 16 17 Sec. 4. Section 28-6501, Arizona Revised Statutes, is amended to 18 read: 19 28-6501. Definition of highway user revenues 20 In this article, unless the context otherwise requires or except as 21 otherwise provided by statute, "highway user revenues" means all monies received in this state from licenses, taxes, penalties, interest and fees 22 23 authorized by the following: Chapters 2, 7, 8 and 15 of this title, except for: 24 1. 25 (a) The special plate administration fees prescribed in sections 26 28-2404, 28-2407, 28-2412 through <del>28-2470.22</del> 28-2470.23 and 28-2514. 27 (b) The donations prescribed in sections 28-2404, 28-2407, 28-2412 28 through 28-2415, 28-2417 through 28-2470.22 28-2470.23, 28-2473, 28-2474, 29 28-2475 and 28-2476. 30 2. Section 28-1177. 3. Chapters 10 and 11 of this title. 31 32 4. Chapter 16, articles 1, 2 and 4 of this title, except as 33 provided in sections 28-5926 and 28-5927. 34 Sec. 5. Section 28-6991, Arizona Revised Statutes, is amended to 35 read: 36 28-6991. State highway fund; sources The state highway fund is established that consists of: 37 38 1. Monies distributed from the Arizona highway user revenue fund 39 pursuant to chapter 18 of this title. 40 2. Monies appropriated by the legislature. 41 Monies received from donations for the construction, improvement 3. 42 or maintenance of state highways or bridges. These monies shall be credited to a special account and shall be spent only for the purpose 43 44 indicated by the donor.

4. Monies received from counties or cities under cooperative agreements, including proceeds from bond issues. The state treasurer shall deposit these monies to the credit of the fund in a special account on delivery to the treasurer of a concise written agreement between the department and the county or city stating the purposes for which the monies are surrendered by the county or city, and these monies shall be spent only as stated in the agreement.

8 5. Monies received from the United States under an act of Congress 9 to provide aid for the construction of rural post roads, but monies 10 received on projects for which the monies necessary to be provided by this 11 state are wholly derived from sources mentioned in paragraphs 2 and 3 of 12 this section shall be allotted by the department and deposited by the state treasurer in the special account within the fund established for 13 14 each project. On completion of the project, on the satisfaction and 15 discharge in full of all obligations of any kind created and on request of the department, the treasurer shall transfer the unexpended balance in the 16 17 special account for the project into the state highway fund, and the 18 unexpended balance and any further federal aid thereafter received on account of the project may be spent under the general provisions of this 19 20 title.

6. Monies in the custody of an officer or agent of this state from any source that is to be used for the construction, improvement or maintenance of state highways or bridges.

7. Monies deposited in the state general fund and arising from the
 disposal of state personal property belonging to the department.

8. Receipts from the sale or disposal of any or all other property
held by the department and purchased with state highway monies.

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9. Monies generated pursuant to section 28-410.

29 10. Monies distributed pursuant to section 28-5808, subsection B,
 30 paragraph 2, subdivision (d).

31 11. Monies deposited pursuant to sections 28-1143, 28-2353 and 32 28-3003.

12. Except as provided in section 28-5101, the following monies:

34 (a) Monies deposited pursuant to section 28-2206 and section
 35 28-5808, subsection B, paragraph 2, subdivision (e).

36 (b) \$1 of each registration fee and \$1 of each title fee collected 37 pursuant to section 28-2003.

38 (c) \$2 of each late registration penalty collected by the director 39 pursuant to section 28-2162.

40 (d) The air quality compliance fee collected pursuant to section 41 49-542.

42 (e) The special plate administration fees collected pursuant to 43 sections 28-2404, 28-2407, 28-2412 through 28-2416, 28-2416.01, 28-2417 44 through <del>28-2470.22</del> 28-2470.23 and 28-2514.

(f) Monies collected pursuant to sections 28-372, 28-2155 and 1 2 28-2156 if the director is the registering officer. 3 13. Monies deposited pursuant to chapter 5, article 5 of this 4 title. 5 14. Donations received pursuant to section 28-2269. 6 Dealer and registration monies collected pursuant to section 15. 7 28-4304. 8 16. Abandoned vehicle administration monies deposited pursuant to 9 section 28-4804. 10 17. Monies deposited pursuant to section 28-710, subsection D, 11 paragraph 2. 12 18. Monies deposited pursuant to section 28-2065. 13 19. Monies deposited pursuant to section 28-7311. 14 20. Monies deposited pursuant to section 28-7059. 15 21. Monies deposited pursuant to section 28-1105. 16 22. Monies deposited pursuant to section 28-2448, subsection D. 17 23. Monies deposited pursuant to section 28-3415. 18 24. Monies deposited pursuant to section 28-3002, subsection A, 19 paragraph 14. 20 25. Monies deposited pursuant to section 28-7316. 21 26. Monies deposited pursuant to section 28-4302. 22 27. Monies deposited pursuant to section 28-3416. 23 28. Monies deposited pursuant to section 28-4504. 24 29. Monies deposited pursuant to section 28-2098. 25 30. Monies deposited pursuant to sections 28-2321, 28-2324. 26 28-2325, 28-5474, 28-5739, 28-5863 and 28-5864. Sec. 6. Section 28-6993, Arizona Revised Statutes, is amended to 27 28 read: 29 28-6993. State highway fund; authorized uses 30 A. Except as provided in subsection B of this section and section 28-6538, the state highway fund shall be used for any of the following 31 purposes in strict conformity with and subject to the budget as provided 32 33 by this section and by sections 28-6997 through 28-7003: 34 1. To pay salaries, wages, necessary travel expenses and other 35 expenses of officers and employees of the department and the incidental 36 office expenses, including telegraph, telephone, postal and express charges and printing, stationery and advertising expenses. 37 38 2. To pay for both: 39 (a) Equipment, supplies, machines, tools, department offices and 40 laboratories established by the department. (b) The construction and repair of buildings or yards of the 41

42 department.

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3. To pay the cost of both:

2 (a) Engineering, construction, improvement and maintenance of state 3 highways and parts of highways forming state routes.

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(b) Highways under cooperative agreements with the United States 5 that are entered into pursuant to this chapter and an act of Congress 6 providing for the construction of rural post roads.

7 4. To pay land damages incurred by reason of establishing, opening, 8 altering, relocating, widening or abandoning portions of a state route or 9 state highway.

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5. To reimburse the department revolving account.

11 premiums bonds 6. To pay on authorized indemnity and on 12 compensation insurance under the workers' compensation act.

13 7. To defray lawful expenses and costs required to administer and 14 carry out the intent, purposes and provisions of this title, including 15 repayment of obligations entered into pursuant to this title, payment of interest on obligations entered into pursuant to this title, repayment of 16 17 loans and other financial assistance, including repayment of advances and 18 interest on advances made to the department pursuant to section 28-7677, 19 and payment of all other obligations and expenses of the board and 20 department pursuant to chapter 21 of this title.

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8. To pay lawful bills and charges incurred by the state engineer.

22 9. To acquire, construct or improve entry roads to state parks or 23 roads within state parks.

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10. To acquire, construct or improve entry roads to state prisons.

25 11. To pay the cost of relocating a utility facility pursuant to 26 section 28-7156.

27 12. For the purposes provided in subsections C, D and E of this 28 section and sections 28-1143, 28-2353 and 28-3003.

29 13. To pay the cost of issuing an Arizona centennial special plate 30 pursuant to section 28-2448.

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14. To pay for all of the following:

32 (a) The enforcement by the department of public safety and the 33 department of transportation of vehicle safety requirements within 34 twenty-five miles of the border between this state and Mexico.

35 (b) Costs related to procuring electronic equipment, automated systems or improvements to existing electronic equipment or automated 36 37 systems for relieving vehicle congestion at ports of entry on the border 38 between this state and Mexico.

39 (c) Constructing. maintaining and upgrading transportation 40 facilities, including roads, streets and highways, approved by the board 41 within twenty-five miles of the border between this state and Mexico.

(d) As approved by the board, constructing and maintaining 1 2 transportation facilities in the CANAMEX high priority corridor as defined 3 in section 332 of the national highway system designation act of 1995 4 (P.L. 104-59; 109 Stat. 568).

5 (e) Activities of the department that include collecting transportation and trade data in the United States and Mexico for the 6 7 purposes of constructing transportation facilities, improving public 8 safety, improving truck processing time and relieving congestion at ports 9 of entry on the border between this state and Mexico. The department may 10 enter into an agreement with the Arizona-Mexico commission and provide 11 funding to the commission for the purposes of this subdivision.

12 (f) A commitment or investment necessary for the department or 13 another agency of this state to obtain federal monies that are designated 14 for expenditure pursuant to this section.

15 B. For each fiscal year, the department of transportation shall allocate and transfer monies in the state highway fund to the department 16 17 of public safety for funding a portion of highway patrol costs in eight 18 installments in each of the first eight months of a fiscal year that do 19 not exceed \$10,000,000.

20 C. Subject to legislative appropriation, the department may use the 21 monies in the state highway fund as prescribed in section 28-6991, 22 paragraph 12 to carry out the duties imposed by this title for 23 registration or titling of vehicles, to operate joint title, registration and driver licensing offices, to cover the administrative costs of issuing 24 25 the air quality compliance sticker, modifying the year validating tab and issuing the windshield sticker and to cover expenses and costs in issuing 26 27 special plates pursuant to sections 28-2404, 28-2407, 28-2412 through 28 28-2470.22 28-2470.23 and 28-2514.

29 D. The department shall use monies deposited in the state highway 30 fund pursuant to chapter 5, article 5 of this title only as prescribed by 31 that article.

32 E. Monies deposited in the state highway fund pursuant to section 33 28-2269 shall be used only as prescribed by that section.

34 F. Monies deposited in the state highway fund pursuant to section 35 28-710, subsection D, paragraph 2 shall only be used for state highway 36 work zone traffic control devices.

37 G. The department may exchange monies distributed to the state 38 highway fund pursuant to section 28–6538, subsection A, paragraph 1 for 39 local government surface transportation program federal monies 40 suballocated to councils of government and metropolitan planning 41 organizations if the local government scheduled to receive the federal 42 monies concurs. An exchange of state highway fund monies pursuant to this 43 subsection shall be in an amount that is at least equal to ninety percent

1 of the federal obligation authority that exists in the project for which 2 the exchange is proposed.

3 H. The department shall use monies deposited in the state highway 4 fund pursuant to section 28-1105, subsection A, paragraph 2, subdivision 5 (a) only for a transportation facility that is located within twenty 6 drivable miles of the international port of entry and shall spend the 7 monies proportionally based on the amount of total monies collected 8 pursuant to section 28-1105, subsection A, paragraph 2, subdivision (a). 9 For the purposes of this subsection, "transportation facility" means a 10 highway or a state route or a county, city or town road that is used by a 11 commercial vehicle or a commercial vehicle combination for which an axle 12 fee is paid pursuant to section 28-5474.