

House Engrossed

capital outlay; appropriations; 2024-2025

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

# HOUSE BILL 2899

AN ACT

AMENDING LAWS 2023, CHAPTER 135, SECTION 10: MAKING CAPITAL OUTLAY APPROPRIATIONS FOR THE DIFFERENT DEPARTMENTS OF THE STATE AND FOR STATE INSTITUTIONS; PROVIDING FOR REVIEW OF CAPITAL OUTLAY PROJECTS.

(TEXT OF BILL BEGINS ON NEXT PAGE)

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

2 Section 1. Laws 2023, chapter 135, section 10 is amended to read:

3 Sec. 10. Appropriations; department of transportation;  
4 highway projects; exemption

5 A. The following amounts are appropriated from the state general  
6 fund in fiscal year 2023-2024 to the department of transportation for the  
7 following highway projects:

8 1. Improve the interchange at State Route  
9 303 and U.S. Route 60 \$ 4,500,000

10 2. Distribute to the town of Clarkdale to  
11 replace the current bridge over  
12 Bitter Creek wash \$ 6,321,400

13 3. Improve intersection on State Route 347  
14 at Casa Blanca Road and Cement  
15 Plant access \$18,000,000

16 4. Distribute to the city of Phoenix for  
17 improvements on Happy Valley Road  
18 between 35th Avenue and 67th Avenue \$12,500,000

19 The legislature intends that the city of Phoenix contribute  
20 \$14,800,000 to the project described in this paragraph.

21 5. Distribute to the town of Prescott Valley  
22 to improve Glassford Hill Road \$ 9,900,000

23 The department of transportation may distribute the monies  
24 appropriated in this paragraph only if the town of Prescott Valley  
25 demonstrates to the department that the town has a commitment for at least  
26 \$1,100,000 in matching monies of gifts, grants and donations for  
27 improvements to Glassford Hill Road from sources other than this state.

28 6. Distribute to the city of Coolidge for  
29 Coolidge Avenue reconstruction between  
30 Christensen Road and Clemans Road \$ 5,300,000

31 7. Distribute to the city of Eloy for Sunland  
32 Gin Road Interstate 10 overpass and road  
33 improvements between Interstate 10 and  
34 Arica Road \$ 5,000,000

35 8. Distribute to the town of Marana for  
36 design costs for traffic interchange  
37 between Interstate 10 and Cortaro Road \$10,000,000

38 9. Distribute to the city of Douglas for road  
39 development and construction connecting  
40 the Douglas international commercial  
41 port of entry and State Route 80 \$ 8,170,000

42 10. Distribute to the town of Patagonia for  
43 McKeown Avenue reconstruction between  
44 Fourth Avenue West and State Route 82 \$ 1,500,000

1	11.	Distribute to the city of Sierra Vista for	
2		Theater Drive corridor improvements	
3		between 7th Street and Carmichael	
4		Avenue	\$ 1,800,000
5	12.	Distribute to Graham county for	
6		intersection reconstruction at Norton	
7		Road and Reay Lane	\$ 500,000
8	13.	Distribute to Cochise county for	
9		Moson Road drainage and safety	
10		improvements between State Route 90	
11		and Hereford Road	\$ 6,100,000
12	14.	Improve U.S. Route 95 between Wellton	
13		Mohawk Canal Road and Aberdeen Road	\$33,300,000
14	15.	Distribute to Yuma county for	
15		U.S. Route 95 pavement	
16		rehabilitation between County	
17		22nd Street and County 11th Street	\$ 5,910,400
18	<del>16.</del>	<del>Distribute to Pinal county for engineering</del>	
19		<del>and design of the West Pinal Parkway</del>	
20		<del>East-West Corridor</del>	<del>\$ 9,240,000</del>
21	<del>17.</del> 16.	Design work and engineer improvements on	
22		State Route 85 between mile post 123	
23		and Maricopa Road	\$ 6,500,000
24	<del>18.</del> 17.	Construct turn lanes along State Route 95	
25		near Bullhead City	\$ 8,000,000
26	<del>19.</del> 18.	Construct an emergency evacuation bridge	
27		in Lake Havasu City	\$35,500,000
28	<del>20.</del> 19.	Distribute to the town of Queen Creek	
29		to extend State Route 24 including a	
30		traffic interchange at State Route 24	
31		and Ironwood Road	<del>\$87,500,000</del>
32			\$59,800,000
33		Monies distributed to the town of Queen Creek for the project in	
34		this paragraph are eligible to be used for all necessary expenses from the	
35		current project status until completion. The town of Queen Creek must	
36		collaborate with Pinal county before spending the monies distributed for	
37		the project pursuant to this paragraph.	
38	<del>21.</del> 20.	Improve State Route 83 within	
39		Santa Cruz county	\$ 9,000,000
40	<del>22.</del> 21.	Distribute to the town of Cave Creek to	
41		study the construction of expanding	
42		lanes along Cave Creek Road between	
43		Loop 101 and Carefree Highway	\$ 250,000
44	<del>23.</del> 22.	Design a freeway interchange on	
45		Interstate 10 at Jackrabbit Trail	\$ 5,000,000

1	<del>24.</del>	23.	Distribute to the city of Phoenix to	
2			extend 43rd Avenue between Dove	
3			Valley Road and State Route 74	\$ 6,500,000
4	<del>25.</del>	24.	Design of State Route 87 intersection	
5			improvements at Arica Road and	
6			Shedd Road	\$ 700,000
7	<del>26.</del>	25.	Distribute to the town of Huachuca City	
8			for Skyline Drive reconstruction	
9			between State Route 90 and	
10			Huachuca City Landfill	\$ 1,565,200
11	<del>27.</del>	26.	Distribute to the town of Huachuca City	
12			for Skyline Pathway development along	
13			Skyline Drive between Gila Avenue	
14			and Edgewood Street	\$ 506,000
15	<del>28.</del>	27.	Distribute to the town of Pinetop-Lakeside	
16			for Porter Mountain Road improvements	
17			in the vicinity of Blue Ridge	
18			elementary school	\$ 2,242,200
19	<del>29.</del>	28.	Distribute to the city of Globe for	
20			sidewalk construction along Jesse Hayes	
21			Road and Six Shooter Canyon Road	\$ 3,501,100
22	<del>30.</del>	29.	Distribute to the town of Payson for	
23			roundabout construction and	
24			improvements at intersection of	
25			Longhorn Road and McLane Road	\$ 1,529,800
26	<del>31.</del>	30.	Distribute to the city of Globe for	
27			Jesse Hayes Road bridge replacement	
28			and improvements at Pinal Creek	\$ 643,200
29	<del>32.</del>	31.	Distribute to the city of Globe for	
30			Cottonwood Street bridge replacement	
31			and improvements at Pinal Creek	\$ 632,500
32	<del>33.</del>	32.	Distribute to Gila county for	
33			Houston Mesa Road improvements	
34			between State Route 260 and .4 miles	
35			south of Forest Road 198	\$ 243,600
36	<del>34.</del>	33.	Distribute to the Canyon Water improvement	
37			district to make improvements to	
38			infrastructure, including fire hydrants	
39			and other related water needs	\$ 610,000
40	<del>35.</del>	34.	Distribute to Graham county for	
41			Safford Bryce Road improvements in	
42			the vicinity of Talley Wash Crossing	\$ 1,781,500
43	<del>36.</del>	35.	Distribute to the town of Thatcher for	
44			8th Street improvements between	
45			1st Avenue and 20th Avenue	\$ 4,526,400

1	<del>37.</del>	36.	Repave U.S. Route 60 between Morristown	
2			and Wickenburg	\$10,500,000
3	<del>38.</del>	37.	Distribute to the town of Winkelman for	
4			improvements to Golf Course Road and	
5			Quarelli Street	\$ 1,560,900
6	<del>39.</del>	38.	Distribute to the town of Superior for	
7			Panther Drive bridge design and	
8			construction at Queen Creek	\$ 2,486,700
9	<del>40.</del>	39.	Improve State Route 260 within	
10			Navajo county	\$ 4,250,000
11	<del>41.</del>	40.	Distribute to the Navajo Nation for	
12			Improvements to N9402 Road near	
13			Lupton and Houck	\$10,000,000
14	<del>42.</del>	41.	Distribute to Apache county for	
15			State Route 264 turn lane construction	
16			into the Ganado senior citizens center	
17			and veterans building development area	\$ 538,700
18	<del>43.</del>	42.	Distribute to the city of Tucson for	
19			improvements to the Drexel Road	
20			bridge	\$15,000,000
21	<del>44.</del>	43.	Distribute to Santa Cruz county for	
22			improvements to traffic interchange	
23			at Interstate 19 and Rio Rico Drive	
24			and traffic interchange at	
25			Interstate 19 and Ruby Road	\$ 8,600,000

26 B. Within thirty days after the last day of each calendar quarter,  
 27 the department of transportation shall report to the joint legislative  
 28 budget committee staff the projected cost and status of the projects for  
 29 the appropriations made in subsection A of this section.

30 C. Before transferring monies between the projects described in  
 31 subsection A of this section, the department of transportation shall  
 32 submit a report for review by the joint committee on capital review.

33 D. Notwithstanding section 41-1252, Arizona Revised Statutes, the  
 34 appropriations made in subsection A of this section are not subject to  
 35 review by the joint committee on capital review.

36 Building Renewal

37 Sec. 2. Capital outlay appropriations; major maintenance and  
 38 repair of state buildings

39 A. Notwithstanding section 41-793.01, Arizona Revised Statutes, the  
 40 amounts appropriated in this section are appropriated for fiscal year  
 41 2024-2025 to be used by the applicable agency for major maintenance and  
 42 repair activities for state buildings in accordance with title 41,  
 43 chapter 4, article 7, Arizona Revised Statutes.

44 B. DEPARTMENT OF ADMINISTRATION \$19,000,000  
 45 Fund source:

1 Capital outlay stabilization fund \$19,000,000  
2 The department of administration shall allocate the monies to state  
3 agencies for necessary building renewal. If monies in the capital outlay  
4 stabilization fund established by section 41-792.01, Arizona Revised  
5 Statutes, are insufficient to fund the appropriation to the department of  
6 administration for building renewal, the appropriation to the department  
7 of administration is reduced by the difference between the amount  
8 appropriated to the department of administration from the capital outlay  
9 stabilization fund and the balance in the capital outlay stabilization  
10 fund. Notwithstanding title 41, chapter 4, article 7, Arizona Revised  
11 Statutes, the department of administration may use monies appropriated for  
12 building renewal in fiscal year 2024-2025 for building projects related to  
13 retrofitting facilities for space consolidation initiatives.

14 C. STATE DEPARTMENT OF CORRECTIONS \$ 8,557,000  
15 Fund source:  
16 Department of corrections building  
17 renewal fund \$ 5,864,300  
18 Prison construction and operations fund \$ 2,692,700

19 The state department of corrections may not spend any of this  
20 appropriation on personal services or overhead expenses related to  
21 managing the funded projects.

22 D. ARIZONA GAME AND FISH DEPARTMENT \$ 1,795,000  
23 Fund source:  
24 Game and fish fund \$ 1,795,000

25 E. ARIZONA STATE LOTTERY COMMISSION \$ 218,200  
26 Fund source:  
27 State lottery fund \$ 218,200

28 F. DEPARTMENT OF TRANSPORTATION \$22,540,100  
29 Fund sources:  
30 State highway fund \$22,082,800  
31 State aviation fund \$ 457,300

32 Individual Projects

33 Sec. 3. Appropriations; state agencies and boards capital  
34 projects

35 A. The amounts appropriated in this section are appropriated for  
36 fiscal year 2024-2025 to be used by the applicable agency or board for  
37 individual capital projects.

38 B. ARIZONA STATE PARKS BOARD  
39 Capital improvements \$ 3,022,000  
40 Fund source:  
41 State parks revenue fund \$ 3,022,000

42 The Arizona state parks board shall report to the joint committee on  
43 capital review and the governor's office of strategic planning and  
44 budgeting if the board revises the plan for any project for which monies

1 are appropriated by this subsection because the board receives land and  
2 water conservation grant funding.

3 C. ARIZONA PIONEERS' HOME

4 Capital improvements \$ 465,000

5 Fund source:

6 Miners' hospital for miners with  
7 disabilities land fund \$ 465,000

8 D. DEPARTMENT OF TRANSPORTATION

9 Additional vehicle fueling replacement  
10 funding for facilities located in Flagstaff,  
11 Needle Mountain, Kingman, Tucson, Willcox,  
12 Three Points, Saint David, Springerville,  
13 Chambers and Holbrook \$ 9,088,200

14 Fund source:

15 State highway fund \$ 9,088,200

16 Department of Transportation Statewide Highway Construction

17 Sec. 4. Appropriation; department of transportation;  
18 statewide highway construction; reports; exemption

19 A. The amount appropriated in this section is appropriated for  
20 fiscal year 2024-2025 to plan and construct state highways, including the  
21 national system of interstate highways within this state, the state  
22 primary or secondary system, the county primary or secondary system and  
23 urban rural routes, to acquire rights-of-way and to provide for the cost  
24 of contracted field administration and field engineering on construction  
25 projects and debt service payments on bonds issued for highway  
26 construction.

27 B. DEPARTMENT OF TRANSPORTATION \$462,488,000

28 Fund source:

29 State highway fund \$462,488,000

30 Any balances and collections in the state highway fund established  
31 by section 28-6991, Arizona Revised Statutes, that exceed the specific  
32 amounts appropriated in the general appropriations act and in this act are  
33 appropriated to the department of transportation for the purposes provided  
34 in this section.

35 C. On or before November 1, 2024, the department of transportation  
36 shall report to the directors of the joint legislative budget committee  
37 and the governor's office of strategic planning and budgeting on its  
38 actual prior year, estimated current year and upcoming budget year highway  
39 construction expenses from all fund sources, including appropriated  
40 monies, federal monies, local agency monies, state highway monies, bond  
41 proceeds and regional area road monies. The report shall be in the same  
42 format as in the prior year unless the directors of the joint legislative  
43 budget committee and the governor's office of strategic planning and  
44 budgeting have approved modifications to the format.

1 D. On or before November 1, 2024, the department of transportation  
2 shall report capital outlay information for fiscal years 2023-2024,  
3 2024-2025 and 2025-2026, to the directors of the joint legislative budget  
4 committee and the governor's office of strategic planning and budgeting.  
5 This information shall appear in the same format as tables two, three and  
6 six, as found in the fiscal year 2023-2024 appropriations report.

7 E. On or before November 1, 2024, the department of transportation  
8 shall report the department's estimated outstanding debt principal balance  
9 at the end of fiscal year 2025-2026 and the estimated debt service payment  
10 amount for each of fiscal years 2025-2026, 2026-2027, 2027-2028 and  
11 2028-2029, to the directors of the joint legislative budget committee and  
12 the governor's office of strategic planning and budgeting. This report  
13 shall include state highway fund statewide construction bonds, Arizona  
14 highway user revenue fund bonds, Maricopa association of governments and  
15 Pima association of governments controlled access bonds, Maricopa regional  
16 area road fund bonds and grant anticipation notes and is intended to be  
17 comparable to the information in the fiscal year 2023-2024 appropriations  
18 report.

19 F. Notwithstanding section 41-1252, Arizona Revised Statutes, the  
20 appropriation made in this section is not subject to review by the joint  
21 committee on capital review.

22 Department of Transportation Airport Planning and Development

23 Sec. 5. Appropriation; department of transportation; airport  
24 planning and development; report; exemption

25 A. The amount appropriated in this section is appropriated in  
26 fiscal year 2024-2025 to plan, construct, develop and improve state,  
27 county, city or town airports as determined by the state transportation  
28 board.

29 B. DEPARTMENT OF TRANSPORTATION \$ 25,550,000

30 Fund source:

31 State aviation fund \$ 25,550,000

32 Any balances and collections in the state aviation fund established  
33 by section 28-8202, Arizona Revised Statutes, that exceed the specific  
34 amounts appropriated in the general appropriations act and in this act are  
35 appropriated to the department of transportation in fiscal year 2024-2025  
36 for the purposes provided in this section.

37 C. On or before December 31, 2024, the department of transportation  
38 shall report to the joint legislative budget committee staff on the status  
39 of all aviation grant awards and aviation grant distributions. The report  
40 shall delineate projects by individual airport and fiscal year, including  
41 any future year commitments.

42 D. Notwithstanding section 41-1252, Arizona Revised Statutes, the  
43 appropriation made in this section is not subject to review by the joint  
44 committee on capital review.



1 Appropriation reductions; reappropriation

2 Sec. 6. Appropriation reduction; fiscal year 2021-2022;  
3 appropriation; fiscal year 2027-2028; department of  
4 veterans' services; veterans' home facility; site  
5 selection; review; exemption

6 A. Notwithstanding any other law, the following amounts are reduced  
7 from appropriations made to the following state agency in fiscal year  
8 2021-2022 by Laws 2021, chapter 406, section 29 for the following project:

9 B. DEPARTMENT OF VETERANS' SERVICES

10 Veterans' home facility \$(25,000,000)

11 Fund source:

12 State general fund \$(25,000,000)

13 C. The sum of \$25,000,000 is appropriated from the state general  
14 fund in fiscal year 2027-2028 to the department of veterans' services to  
15 construct and establish a veterans' home facility in the northwestern  
16 portion of this state.

17 D. The appropriation made in subsection C of this section is  
18 intended to be this state's share of the costs and is not subject to  
19 expenditure for any purpose unless the department of veterans' services  
20 has irrevocable commitments from the United States government to fund at  
21 least sixty-five percent of the total costs.

22 E. The department shall submit the proposed site location in the  
23 northwestern portion of this state to the Arizona veterans' service  
24 advisory commission established by section 41-602, Arizona Revised  
25 Statutes, for approval. The department shall provide the commission a  
26 feasibility analysis of suitable sites to consider when approving the site  
27 location.

28 F. Before spending the appropriation made in subsection C of this  
29 section, the department of veterans' services shall submit the scope,  
30 purpose and estimated cost of the capital improvements to the joint  
31 committee on capital review for its review pursuant to section 41-1252,  
32 Arizona Revised Statutes.

33 G. The appropriation made in subsection C of this section is exempt  
34 from the provisions of section 35-190, Arizona Revised Statutes, relating  
35 to lapsing of appropriations.

36 Sec. 7. Appropriation reductions; department of  
37 administration; capital projects; fiscal year  
38 2022-2023

39 A. Notwithstanding any other law, the following amounts are reduced  
40 from appropriations made to the following state agency in fiscal year  
41 2022-2023 by Laws 2022, chapter 309, sections 2 and 3 for the following  
42 project:

43 B. DEPARTMENT OF ADMINISTRATION

44 1. Building renewal \$(12,875,800)

45 2. Building demolition \$ (68,600)

1	3. West Adams building renovations	\$(48,263,600)
2	Fund source:	
3	State general fund	\$(61,208,000)
4	Sec. 8. <u>Appropriation reductions; department of</u>	
5	<u>administration; state department of corrections;</u>	
6	<u>capital projects; fiscal year 2023-2024</u>	
7	A. Notwithstanding any other law, the following amounts are reduced	
8	from appropriations made to the following state agencies in fiscal year	
9	2023-2024 by Laws 2023, chapter 135, sections 7 and 8 for the following	
10	projects:	
11	B. DEPARTMENT OF ADMINISTRATION	
12	1. Building renewal	\$(22,539,500)
13	2. Electric vehicle charging and advance	
14	fuel infrastructure	\$(5,000,000)
15	Fund source:	
16	State general fund	\$(27,539,500)
17	C. STATE DEPARTMENT OF CORRECTIONS	
18	1. Building renewal	\$(19,379,100)
19	2. Replace evaporative cooling statewide	
20	with HVAC	\$(56,983,600)
21	Fund source:	
22	State general fund	\$(76,362,700)
23	Sec. 9. <u>Appropriation reductions; appropriation; department</u>	
24	<u>of transportation; Riggs Road overpass; fiscal</u>	
25	<u>years 2020-2021, 2022-2023 and 2027-2028; fund</u>	
26	<u>balance transfer; intent</u>	
27	A. Notwithstanding any other law, the following amounts are reduced	
28	from appropriations made to the following state agency in fiscal year	
29	2020-2021 by Laws 2021, chapter 406, section 33 for the following project:	
30	B. DEPARTMENT OF TRANSPORTATION	
31	Construct an overpass at Riggs Road	
32	and State Route 347	\$(25,000,000)
33	Fund sources:	
34	State general fund	\$(25,000,000)
35	C. Notwithstanding any other law, the following amounts are reduced	
36	from appropriations made to the following state agency in fiscal year	
37	2022-2023 by Laws 2022, chapter 309, section 12, as amended by Laws 2023,	
38	chapter 135, section 5, for the following project:	
39	D. DEPARTMENT OF TRANSPORTATION	
40	Construct an overpass at Riggs Road	
41	and State Route 347	\$(24,000,000)
42	Fund sources:	
43	State highway fund	\$(24,000,000)

1 E. Notwithstanding any other law, on or before June 30, 2024,  
2 \$24,000,000 from the state highway fund established by section 28-6991,  
3 Arizona Revised Statutes, is transferred to the state general fund for the  
4 purposes of providing adequate support and maintenance for agencies of  
5 this state. This amount reflects a portion of the revenues derived from  
6 the tax levied by title 42, chapter 5, articles 1 and 5, Arizona Revised  
7 Statutes, that were transferred to the state highway fund by Laws 2022,  
8 chapter 321, section 20, subsection A, paragraph 2.

9 F. The sum of \$49,000,000 is appropriated from the state general  
10 fund in fiscal year 2027-2028 to the department of transportation to  
11 construct an overpass at Riggs Road and State Route 347. Consistent with  
12 this advance appropriation, the legislature intends that the overpass at  
13 Riggs Road and State Route 347 be funded in fiscal year 2027-2028.

14 Sec. 10. Appropriation reductions; appropriation; department  
15 of transportation; Interstate 10; fiscal years  
16 2022-2023, 2023-2024 and 2027-2028; fund balance  
17 transfer

18 A. Notwithstanding any other law, the following amounts are reduced  
19 from appropriations made to the following state agency in fiscal year  
20 2022-2023 by Laws 2022, chapter 309, section 8, as amended by Laws 2023,  
21 chapter 135, section 3, for the following project:

22 B. DEPARTMENT OF TRANSPORTATION  
23 Design and construct additional vehicle  
24 lanes, separated by a lighted median,  
25 on Interstate 10 between State Route 85  
26 and Citrus Road \$(55,910,000)  
27 Fund sources:  
28 State highway fund \$(55,910,000)

29 C. Notwithstanding any other law, the following amounts are reduced  
30 from appropriations made to the following state agency in fiscal year  
31 2023-2024 by Laws 2023, chapter 135, section 20 for the following project:

32 D. DEPARTMENT OF TRANSPORTATION  
33 Design and construct additional vehicle  
34 lanes, separated by a lighted median,  
35 on Interstate 10 between State Route 85  
36 and Citrus Road \$(52,090,000)  
37 Fund sources:  
38 State general fund \$(52,090,000)

39 E. Notwithstanding any other law, on or before June 30, 2024,  
40 \$55,910,000 from the state highway fund established by section 28-6991,  
41 Arizona Revised Statutes, is transferred to the state general fund for the  
42 purposes of providing adequate support and maintenance for agencies of  
43 this state. This amount reflects a portion of the revenues derived from  
44 the tax levied by title 42, chapter 5, articles 1 and 5, Arizona Revised

1 Statutes, that were transferred to the state highway fund by Laws 2022,  
2 chapter 321, section 20, subsection A, paragraph 2.

3 F. The sum of \$30,000,000 is appropriated from the state general  
4 fund in fiscal year 2026-2027 and the sum of \$78,000,000 is appropriated  
5 from the state general fund in fiscal year 2027-2028 to the department of  
6 transportation to design and construct additional vehicle lanes, separated  
7 by a lighted median, on Interstate 10 between State Route 85 and Citrus  
8 Road.

9 Sec. 11. Appropriation reduction; department of  
10 transportation; pavement rehabilitation; fiscal  
11 year 2022-2023

12 A. Notwithstanding any other law, the following amounts are reduced  
13 from appropriations made to the following state agency in fiscal year  
14 2022-2023 by Laws 2022, chapter 309, section 12 the following project:

15 B. DEPARTMENT OF TRANSPORTATION

16 Rehabilitate pavement on road projects  
17 selected pursuant to Laws 2021,  
18 chapter 406, section 34 \$(29,343,200)

19 Fund sources:

20 State highway fund \$(29,343,200)

21 C. Notwithstanding any other law, on or before June 30, 2024,  
22 \$29,343,200 from the state highway fund established by section 28-6991,  
23 Arizona Revised Statutes, is transferred to the state general fund for the  
24 purposes of providing adequate support and maintenance for agencies of  
25 this state. This amount reflects a portion of the revenues derived from  
26 the tax levied by title 42, chapter 5, articles 1 and 5, Arizona Revised  
27 Statutes, that were transferred to the state highway fund by Laws 2022,  
28 chapter 321, section 20, subsection A, paragraph 2.

29 Sec. 12. Appropriation reduction; department of  
30 transportation; State Route 97; fiscal year  
31 2023-2024

32 A. Notwithstanding any other law, the following amounts are reduced  
33 from appropriations made to the following state agency in fiscal year  
34 2023-2024 by Laws 2022, chapter 309, section 18 for the following project:

35 B. DEPARTMENT OF TRANSPORTATION

36 Improve State Route 97 near Bagdad \$(10,000,000)

37 Fund sources:

38 State general fund \$(10,000,000)

39 Sec. 13. Appropriation reduction; department of  
40 transportation; pavement rehabilitation projects;  
41 fiscal year 2023-2024

42 A. Notwithstanding any other law, the following amounts are reduced  
43 from appropriations made to the following state agency in fiscal year  
44 2023-2024 by Laws 2023, chapter 135, section 13 for the following project:



1 Fund sources:  
2 State highway fund \$ 939,100  
3 Sec. 17. Appropriation reduction; department of  
4 transportation; Sonoran Corridor study; fiscal  
5 year 2022-2023  
6 A. Notwithstanding any other law, the following amounts are reduced  
7 from appropriations made to the following state agency in fiscal year  
8 2022-2023 by Laws 2022, chapter 309, section 8 for the following project:  
9 B. DEPARTMENT OF TRANSPORTATION  
10 Conduct a tier 2 study for the Sonoran  
11 Corridor in Pima county \$ (2,436,000)  
12 Fund sources:  
13 State highway fund \$ (2,436,000)  
14 Sec. 18. Appropriation reduction; department of  
15 transportation; State Route 90; Moson Road; fiscal  
16 year 2022-2023  
17 A. Notwithstanding any other law, the following amounts are reduced  
18 from appropriations made to the following state agency in fiscal year  
19 2022-2023 by Laws 2022, chapter 309, section 12, as amended by Laws 2023,  
20 chapter 135, section 5, for the following project:  
21 B. DEPARTMENT OF TRANSPORTATION  
22 Improve State Route 90 from Moson  
23 Road to Campus Drive \$ (3,300,000)  
24 Fund sources:  
25 State highway fund \$ (3,300,000)  
26 Sec. 19. Appropriation reduction; department of  
27 transportation; State Route 303; fiscal year  
28 2022-2023  
29 A. Notwithstanding any other law, the following amounts are reduced  
30 from appropriations made to the following state agency in fiscal year  
31 2022-2023 by Laws 2022, chapter 309, section 8 for the following project:  
32 B. DEPARTMENT OF TRANSPORTATION  
33 Design work for the interchange at  
34 State Route 303 and Interstate 17 \$ (4,000,000)  
35 Fund sources:  
36 State highway fund \$ (4,000,000)  
37 Sec. 20. Appropriation reduction; department of  
38 transportation; State Route 90; pavement  
39 rehabilitation; fiscal year 2022-2023  
40 A. Notwithstanding any other law, the following amounts are reduced  
41 from appropriations made to the following state agency in fiscal year  
42 2022-2023 by Laws 2022, chapter 309, section 8, as amended by Laws 2023,  
43 chapter 135, section 3, for the following project:

1 B. DEPARTMENT OF TRANSPORTATION  
2 Rehabilitate pavement along State Route 90  
3 between Campus Drive and the U.S. Border  
4 Patrol station in Huachuca City \$ (8,720,000)

5 Fund sources:  
6 State highway fund \$ (8,720,000)

7 Sec. 21. Appropriation reduction; department of  
8 transportation; United States Route 191; fiscal  
9 year 2022-2023

10 A. Notwithstanding any other law, the following amounts are reduced  
11 from appropriations made to the following state agency in fiscal year  
12 2022-2023 by Laws 2022, chapter 309, section 8, as amended by Laws 2023,  
13 chapter 135, section 3, for the following project:

14 B. DEPARTMENT OF TRANSPORTATION  
15 Rehabilitate pavement along United States  
16 Route 191 between Armory Road and  
17 East Safford \$ (7,038,200)

18 Fund sources:  
19 State highway fund \$ (7,038,200)

20 Sec. 22. Supplemental appropriation; department of  
21 transportation; Riggs Road overpass; fiscal year  
22 2023-2024

23 A. In addition to the appropriation made by Laws 2021, chapter 406,  
24 section 33, the following amounts are appropriated to the following state  
25 agency in fiscal year 2023-2024 for the following project:

26 B. DEPARTMENT OF TRANSPORTATION  
27 Final design plan, right-of-way and  
28 easements for an overpass at  
29 Riggs Road and State Route 347 \$ 1,500,000

30 Fund sources:  
31 State highway fund \$ 1,500,000

32 Sec. 23. Supplemental appropriation; department of  
33 transportation; State Route 303; fiscal year  
34 2023-2024

35 A. In addition to the appropriation made by Laws 2023, chapter 135,  
36 section 10, the following amounts are appropriated to the following state  
37 agency in fiscal year 2023-2024 for the following project:

38 B. DEPARTMENT OF TRANSPORTATION  
39 Improve the interchange at State  
40 Route 303 and U.S. Route 60 \$ 167,000

41 Fund sources:  
42 State general fund \$ 167,000







1 (d) Realign and install piping in a diversion ditch at the Sipe  
2 Wildlife Area.

3 (e) Construct an equipment storage building at Becker Lake Wildlife  
4 Area.

5 2. \$214,200 for Arizona state lottery commission building renewal  
6 projects for structural repairs of the commission's facility in Phoenix.

7 3. \$250,000 for the Arizona pioneers' home project to improve the  
8 cemetery parking lot.

9 4. \$63,000,000 for Arizona state university system revenue bond  
10 issuances to implement information technology infrastructure improvements.

11 5. \$22,000,000 for Arizona state university system revenue bond  
12 issuances to fund a utility expansion project on the Tempe campus.

13 6. \$16,375,000 for Yavapai college bond projects to finance the  
14 creation of centers for learning and innovation, capital improvement  
15 projects and software system upgrades.

16 7. \$8,704,900 for the state department of corrections to purchase  
17 HVAC units and electrical equipment for installation at the Eyman prison  
18 complex.

19 B. The following financing provisions apply to the projects deemed  
20 to have been favorably reviewed by subsection A, paragraphs 4 and 5 of  
21 this section:

22 1. The favorable review does not constitute endorsement of state  
23 general fund appropriations to offset any revenues that may be required  
24 for debt service or any operations and maintenance costs when the project  
25 is complete.

26 2. The university shall provide the final debt service schedule and  
27 interest rate for the projects to the joint committee on capital review as  
28 soon as the final debt service schedule and interest rate are available.

29 3. On or before October 15 of each year until completion of the  
30 project, the university shall report to the staff of the joint legislative  
31 budget committee on the status and expenditures of the projects. The  
32 report shall include the project expenditures to date, any changes to the  
33 planned construction timeline, the expected completion date and any change  
34 to the scope of the project.

35 C. The following financing provisions apply to the projects deemed  
36 to have been favorably reviewed by subsection A, paragraph 6 of this  
37 section:

38 1. The college shall provide the final debt service schedule and  
39 interest rate for the projects to the joint committee on capital review as  
40 soon as the final debt service schedule and interest rate are available.

41 2. On or before July 31 of each year until completion of the  
42 project, the college shall report to the staff of the joint legislative  
43 budget committee on the status and expenditures of the projects. The  
44 report shall include the project expenditures to date, any changes to the

1 planned construction timeline, the expected completion date and any change  
2 to the scope of the project.

3 Sec. 32. Appropriation; vehicle fueling stations; exemption  
4 from lapsing

5 Notwithstanding section 35-190, Arizona Revised Statutes, the  
6 \$1,800,000 appropriated to the department of transportation by Laws 2021,  
7 chapter 406, section 31 in fiscal year 2021-2022 to replace vehicle  
8 fueling facilities in Flagstaff, Holbrook and Kingman is exempt from the  
9 provisions of section 35-190, Arizona Revised Statutes, relating to  
10 lapsing of appropriations, until June 30, 2025.

11 Sec. 33. Appropriation; department of transportation; West  
12 Pinal Parkway; fiscal year 2027-2028

13 The sum of \$9,240,000 is appropriated from the state general fund in  
14 fiscal year 2027-2028 to the department of transportation to distribute to  
15 Pinal county for the engineering and design of the West Pinal Parkway  
16 East-West Corridor.

17 Sec. 34. Appropriation; extend State Route 24; distribution

18 Notwithstanding any other law, the \$59,800,000 appropriated from the  
19 state general fund to the department of transportation by Laws 2023,  
20 chapter 135, section 10, subsection A, paragraph 20, as amended by this  
21 act, to distribute to the town of Queen Creek to extend State Route 24,  
22 including a traffic interchange at State Route 24 and Ironwood Road, shall  
23 be distributed to the town of Queen Creek on or before June 30, 2024.  
24 Monies distributed to the town of Queen Creek for State Route 24 shall be  
25 prioritized for a traffic interchange at State Route 24 and Ironwood Road.  
26 Any remaining monies shall be used to extend State Route 24.

27 Sec. 35. Use of appropriations; limit

28 A. The department of administration may spend up to five percent of  
29 the amounts appropriated to the department in this act, excluding amounts  
30 to be distributed to nonstate agencies, for expenditures for project  
31 management of building renewal and capital projects. All other monies  
32 appropriated to the department in this act may not be spent for personal  
33 services or employee-related expenditures or for maintenance contracts on  
34 building components and equipment without review by the joint committee on  
35 capital review.

36 B. Except as provided in subsection A of this section, the monies  
37 appropriated in this act may not be spent for personal services or  
38 employee-related expenditures of state employees, excluding any services  
39 provided as part of the inmate construction program for correctional  
40 facilities.