

PREFILED JAN 13 2025

REFERENCE TITLE: Arizona state parks heritage fund

State of Arizona
House of Representatives
Fifty-seventh Legislature
First Regular Session
2025

HCR 2011

Introduced by
Representative Travers: Senator Shope

A CONCURRENT RESOLUTION

ENACTING AND ORDERING THE SUBMISSION TO THE PEOPLE OF A MEASURE RELATING
TO THE ARIZONA STATE PARKS HERITAGE FUND.

(TEXT OF BILL BEGINS ON NEXT PAGE)

1 Be it resolved by the House of Representatives of the State of Arizona,
2 the Senate concurring:

3 1. Under the power of the referendum, as vested in the Legislature,
4 the following measure, relating to the Arizona state parks heritage fund,
5 is enacted to become valid as a law if approved by the voters and on
6 proclamation of the Governor:

AN ACT

AMENDING SECTION 5-572, ARIZONA REVISED STATUTES, AS AMENDED BY LAWS 2024, CHAPTER 210, SECTION 2; AMENDING SECTION 5-572, ARIZONA REVISED STATUTES, AS AMENDED BY LAWS 2024, CHAPTER 210, SECTION 3; AMENDING SECTION 41-502, ARIZONA REVISED STATUTES; RELATING TO THE ARIZONA STATE PARKS HERITAGE FUND.

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

Section 1. Section 5-572, Arizona Revised Statutes, as amended by Laws 2024, chapter 210, section 2, is amended to read:

5-572. Use of monies in state lottery fund; report

A. If there are any bonds or bond related obligations payable from the state lottery revenue bond debt service fund, the state lottery revenue bond debt service fund shall be secured by a first lien on the monies in the state lottery fund after the payment of operating costs of the lottery, as prescribed in section 5-555, subsection A, paragraph 1, until the state lottery bond debt service fund contains sufficient monies to meet all the requirements for the current period as required by the bond documents. Debt service for revenue bonds issued pursuant to this chapter shall be paid first from monies that would have otherwise been deposited pursuant to this section in the state general fund. After the requirements for the current period have been satisfied as required by the bond documents, the monies in the state lottery fund shall be expended for the expenses of the commission incurred in carrying out its powers and duties and in the operation of the lottery.

B. Of the monies remaining in the state lottery fund each fiscal year after appropriations and deposits authorized in subsection A of this section, \$10,000,000 shall be deposited in the Arizona game and fish commission heritage fund established by section 17-297.

C. Of the monies remaining in the state lottery fund each fiscal year after appropriations and deposits authorized in subsections A and B of this section, \$10,000,000 SHALL BE DEPOSITED IN THE ARIZONA STATE PARKS HERITAGE FUND ESTABLISHED BY SECTION 41-502, \$5,000,000 shall be allocated to the department of child safety for the healthy families program

1 established by section 8-481, \$4,000,000 shall be allocated to
2 the Arizona board of regents for the Arizona area health
3 education system established by section 15-1643, \$3,000,000
4 shall be allocated to the department of health services to
5 fund the teenage pregnancy prevention programs established in
6 Laws 1995, chapter 190, sections 2 and 3, \$2,000,000 shall be
7 allocated to the department of health services for the health
8 start program established by section 36-697, \$2,000,000 shall
9 be deposited in the disease control research fund established
10 by section 36-274 and \$1,000,000 shall be allocated to the
11 department of health services for the federal women, infants
12 and children food program. The allocations in this subsection
13 shall be adjusted annually according to changes in the GDP
14 price deflator as defined in section 41-563, and the
15 allocations are exempt from the provisions of section 35-190
16 relating to lapsing of appropriations. If there are not
17 sufficient monies available pursuant to this subsection, the
18 allocation of monies for each program shall be reduced on a
19 pro rata basis.

20 D. If the state lottery director determines that monies
21 available to the state general fund may not equal \$84,150,000
22 in a fiscal year, the director shall not authorize deposits to
23 the Arizona game and fish commission heritage fund pursuant to
24 subsection B of this section **OR THE ARIZONA STATE PARKS**
HERITAGE FUND PURSUANT TO SUBSECTION C OF THIS SECTION until
25 the deposits to the state general fund equal \$84,150,000 in a
26 fiscal year.

27 E. Of the monies remaining in the state lottery fund
28 each fiscal year after appropriations and deposits authorized
29 in subsections A through D of this section, \$1,000,000 or the
30 remaining balance in the fund, whichever is less, is
31 appropriated to the department of economic security for grants
32 to nonprofit organizations, including faith-based
33 organizations, for homeless emergency and transitional
34 shelters and related support services. The department of
35 economic security shall submit a report on the amounts,
36 recipients, purposes and results of each grant to the
37 governor, the speaker of the house of representatives and the
38 president of the senate on or before December 31 of each year
39 for the prior fiscal year and shall provide a copy of this
40 report to the secretary of state.

41 F. Of the monies remaining in the state lottery fund
42 each fiscal year after appropriations and deposits authorized
43 in subsections A through E of this section, and after a total
44 of at least \$99,640,000 has been deposited in the state

1 general fund, \$1,750,000 shall be deposited in the Arizona
2 competes fund established by section 41-1545.01. The balance
3 in the state lottery fund remaining after deposits into the
4 Arizona competes fund shall be deposited in the university
5 capital improvement lease-to-own and bond fund established by
6 section 15-1682.03, up to a maximum of eighty percent of the
7 total annual payments of lease-to-own and bond agreements
8 entered into by the Arizona board of regents.

9 G. All monies remaining in the state lottery fund after
10 the appropriations and deposits authorized in this section
11 shall be deposited in the state general fund.

12 H. Except for monies expended for debt service of
13 revenue bonds as provided in subsection A of this section,
14 monies expended under subsection A of this section are subject
15 to legislative appropriation.

16 I. The commission shall transfer monies prescribed in
17 this section on a quarterly basis.

18 Sec. 2. Section 5-572, Arizona Revised Statutes, as
19 amended by Laws 2024, chapter 210, section 3, is amended to
20 read:

21 5-572. Use of monies in state lottery fund; report

22 A. If there are any bonds or bond related obligations
23 payable from the state lottery revenue bond debt service fund,
24 the state lottery revenue bond debt service fund shall be
25 secured by a first lien on the monies in the state lottery
26 fund after the payment of operating costs of the lottery, as
27 prescribed in section 5-555, subsection A, paragraph 1, until
28 the state lottery bond debt service fund contains sufficient
29 monies to meet all the requirements for the current period as
30 required by the bond documents. Debt service for revenue
31 bonds issued pursuant to this chapter shall be paid first from
32 monies that would have otherwise been deposited pursuant to
33 this section in the state general fund. After the
34 requirements for the current period have been satisfied as
35 required by the bond documents, the monies in the state
36 lottery fund shall be expended for the expenses of the
37 commission incurred in carrying out its powers and duties and
38 in the operation of the lottery.

39 B. Of the monies remaining in the state lottery fund
40 each fiscal year after appropriations and deposits authorized
41 in subsection A of this section, \$10,000,000 shall be
42 deposited in the Arizona game and fish commission heritage
43 fund established by section 17-297.

1 C. Of the monies remaining in the state lottery fund
2 each fiscal year after appropriations and deposits authorized
3 in subsections A and B of this section, \$10,000,000 SHALL BE
4 DEPOSITED IN THE ARIZONA STATE PARKS HERITAGE FUND ESTABLISHED
5 BY SECTION 41-502, \$5,000,000 shall be allocated to the
6 department of child safety for the healthy families program
7 established by section 8-481, \$4,000,000 shall be allocated to
8 the Arizona board of regents for the Arizona area health
9 education system established by section 15-1643, \$3,000,000
10 shall be allocated to the department of health services to
11 fund the teenage pregnancy prevention programs established in
12 Laws 1995, chapter 190, sections 2 and 3, \$2,000,000 shall be
13 allocated to the department of health services for the health
14 start program established by section 36-697, \$2,000,000 shall
15 be deposited in the disease control research fund established
16 by section 36-274 and \$1,000,000 shall be allocated to the
17 department of health services for the federal women, infants
18 and children food program. The allocations in this subsection
19 shall be adjusted annually according to changes in the GDP
20 price deflator as defined in section 41-563, and the
21 allocations are exempt from the provisions of section 35-190
22 relating to lapsing of appropriations. If there are not
23 sufficient monies available pursuant to this subsection, the
24 allocation of monies for each program shall be reduced on a
25 pro rata basis.

26 D. If the state lottery director determines that monies
27 available to the state general fund may not equal \$84,150,000
28 in a fiscal year, the director shall not authorize deposits to
29 the Arizona game and fish commission heritage fund pursuant to
30 subsection B of this section OR THE ARIZONA STATE PARKS
31 HERITAGE FUND PURSUANT TO SUBSECTION C OF THIS SECTION until
32 the deposits to the state general fund equal \$84,150,000 in a
33 fiscal year.

34 E. Of the monies remaining in the state lottery fund
35 each fiscal year after appropriations and deposits authorized
36 in subsections A through D of this section, \$1,000,000 or the
37 remaining balance in the fund, whichever is less, is
38 appropriated to the department of economic security for grants
39 to nonprofit organizations, including faith-based
40 organizations, for homeless emergency and transitional
41 shelters and related support services. The department of
42 economic security shall submit a report on the amounts,
43 recipients, purposes and results of each grant to the
44 governor, the speaker of the house of representatives and the
45 president of the senate on or before December 31 of each year

1 for the prior fiscal year and shall provide a copy of this
2 report to the secretary of state.

3 F. Of the monies remaining in the state lottery fund
4 each fiscal year after appropriations and deposits authorized
5 in subsections A through E of this section, and after a total
6 of at least \$99,640,000 has been deposited in the state
7 general fund, \$3,500,000 shall be deposited in the Arizona
8 competes fund established by section 41-1545.01. The balance
9 in the state lottery fund remaining after deposits into the
10 Arizona competes fund shall be deposited in the university
11 capital improvement lease-to-own and bond fund established by
12 section 15-1682.03, up to a maximum of eighty percent of the
13 total annual payments of lease-to-own and bond agreements
14 entered into by the Arizona board of regents.

15 G. All monies remaining in the state lottery fund after
16 the appropriations and deposits authorized in this section
17 shall be deposited in the state general fund.

18 H. Except for monies expended for debt service of
19 revenue bonds as provided in subsection A of this section,
20 monies expended under subsection A of this section are subject
21 to legislative appropriation.

22 I. The commission shall transfer monies prescribed in
23 this section on a quarterly basis.

24 Sec. 3. Section 41-502, Arizona Revised Statutes, is
25 amended to read:

26 **41-502. Arizona state parks heritage fund; exemption**

27 A. The Arizona state parks heritage fund is established
28 consisting of MONIES DEPOSITED FROM THE STATE LOTTERY FUND
29 PURSUANT TO SECTION 5-572 AND INTEREST EARNED ON THOSE MONIES,
30 legislative appropriations, grants and donations.

31 B. The Arizona state parks board shall administer the
32 fund. Monies in the fund are continuously appropriated. On
33 notice from the Arizona state parks board, the state treasurer
34 shall invest and divest monies in the fund as provided by
35 section 35-313, and monies earned from investment shall be
36 credited to the fund. Monies in the fund are exempt from the
37 provisions of section 35-190 relating to lapsing of
38 appropriations.

39 **Sec. 4. Exemption from rulemaking**

40 For the purposes of this act, the Arizona state parks
41 board is exempt from the rulemaking requirements of title 41,
42 chapter 6, Arizona Revised Statutes, for one year after the
43 effective date of this act.

1 Sec. 5. Effective date

2 Section 5-572, Arizona Revised Statutes, as amended by
3 Laws 2024, chapter 210, section 3 and this act, is effective
4 from and after June 30, 2027.

5 2. The Secretary of State shall submit this proposition to the
6 voters at the next general election as provided by article IV, part 1,
7 section 1, Constitution of Arizona.