

## Department of Transportation

	FY 2021 ACTUAL	FY 2022 ESTIMATE	FY 2023 BASELINE
<b>OPERATING BUDGET</b>			
<i>Full Time Equivalent Positions</i>	4,554.0	4,554.0	4,554.0 <sup>1/</sup>
Personal Services	111,173,700	115,664,700	115,664,700
Employee Related Expenditures	48,653,800	52,551,300	52,551,300
Professional and Outside Services	10,724,800	12,327,300	12,327,300
Travel - In State	265,700	497,300	497,300
Travel - Out of State	1,500	158,900	158,900
Other Operating Expenditures	24,079,800	28,886,100	28,886,100
Equipment	4,802,200	3,686,500	3,686,500
<b>OPERATING SUBTOTAL</b>	<b>199,701,500</b>	<b>213,772,100</b>	<b>213,772,100</b>
<b>SPECIAL LINE ITEMS</b>			
Attorney General Legal Services	3,623,700	3,623,700	3,623,700 <sup>2/</sup>
Authorized Third Parties	1,802,100	2,104,400	2,104,400
Driver Safety and Livestock Control	740,100	800,000	800,000
Highway Damage Recovery Account	5,392,300	8,000,000	8,000,000
Highway Maintenance	122,816,600	150,220,100	150,220,100 <sup>3/4/</sup>
Preventive Surface Treatments	33,282,800	36,142,000	36,142,000 <sup>5/</sup>
State Fleet Operations	0	13,767,700	13,767,700
State Fleet Vehicle Replacement	0	4,500,000	4,500,000
Vehicle License Tax Deposit	0	3,300,000	0
Vehicles and Heavy Equipment Maintenance	18,583,700	19,285,200	19,285,200
Vehicles and Heavy Equipment Replacement	13,770,000	15,300,000	15,300,000 <sup>6/</sup>
<b>AGENCY TOTAL</b>	<b>399,712,800</b>	<b>470,815,200</b>	<b>467,515,200 <sup>7/-11/</sup></b>
<b>FUND SOURCES</b>			
General Fund	0	3,300,000	0
<u>Other Appropriated Funds</u>			
Air Quality Fund	229,600	324,500	324,500
Highway Damage Recovery Account	5,392,300	8,000,000	8,000,000
Highway User Revenue Fund	650,200	701,600	701,600
Ignition Interlock Device Fund	296,900	351,100	351,100
Motor Vehicle Liability Insurance Enforcement Fund	1,692,800	1,772,200	1,772,200
Safety Enforcement and Transportation Infrastructure Fund - Department of Transportation Subaccount	596,700	0	0
State Aviation Fund	1,768,400	2,014,200	2,014,200
State Fleet Operations Fund	0	13,767,700	13,767,700
State Highway Fund	369,132,400	414,704,100	414,704,100
State Vehicle Replacement Fund	0	4,500,000	4,500,000
Transportation Department Equipment Fund	18,583,700	19,285,200	19,285,200
Vehicle Inspection and Certificate of Title Enforcement Fund	1,369,800	2,094,600	2,094,600
SUBTOTAL - Other Appropriated Funds	399,712,800	467,515,200	467,515,200
<b>SUBTOTAL - Appropriated Funds</b>	<b>399,712,800</b>	<b>470,815,200</b>	<b>467,515,200</b>
Other Non-Appropriated Funds	34,606,600	25,825,400	25,825,400
Federal Funds	34,821,300	28,934,400	29,305,900
<b>TOTAL - ALL SOURCES</b>	<b>469,140,700</b>	<b>525,575,000</b>	<b>522,646,500</b>

**AGENCY DESCRIPTION** — The Department of Transportation has jurisdiction over state roads, state airports, and the registration of motor vehicles and aircraft.

**FOOTNOTES**

- 1/ Includes 1,152 OF FTE Positions funded from Special Line Items in FY 2023.
- 2/ All expenditures made by the department of transportation for attorney general legal services shall be funded only from the attorney general legal services line item. Monies in the operating lump sum appropriation or other line items intended for this purpose shall be transferred to the attorney general legal services line item before expenditure. (General Appropriation Act footnote)
- 3/ Of the total amount appropriated, \$150,220,100 in fiscal year 2022-2023 for highway maintenance is exempt from the provisions of section 35-190, Arizona Revised Statutes, relating to lapsing of appropriations, except that all unexpended and unencumbered monies of the appropriation revert to the state highway fund established by section 28-6991, Arizona Revised Statutes, on August 31, 2023. (General Appropriation Act footnote)
- 4/ In accordance with section 35-142.01, Arizona Revised Statutes, reimbursements for monies expended from the highway maintenance line item may not be credited to the account out of which the expenditure was incurred. The department shall deposit all reimbursements for monies expended from the highway maintenance line item in the highway damage recovery account established by section 28-6994, Arizona Revised Statutes. (General Appropriation Act footnote)
- 5/ The amount appropriated to the preventive surface treatments line item is exempt from the provisions of section 35-190, Arizona Revised Statutes, relating to lapsing of appropriations, except that all unexpended and unencumbered monies of the appropriation revert to the state highway fund established by section 28-6991, Arizona Revised Statutes, on August 31, 2023. (General Appropriation Act footnote)
- 6/ Expenditures made by the department of transportation for vehicle and heavy equipment replacement shall be funded only from the vehicle replacement line item. Monies in the operating lump sum appropriation or other line items intended for this purpose shall be transferred to the vehicle replacement line item before expenditure. (General Appropriation Act footnote)
- 7/ Of the total amount appropriated, the department of transportation shall pay \$15,981,300 in fiscal year 2022-2023 from all funds to the department of administration for its risk management payment. (General Appropriation Act footnote)
- 8/ The department shall submit an annual report to the joint legislative budget committee on progress in improving motor vehicle division wait times and vehicle registration renewal by mail turnaround times in a format similar to prior years. The report is due on or before July 31, 2023 for fiscal year 2022-2023. (General Appropriation Act footnote)
- 9/ On or before February 1, 2023, the Arizona strategic enterprise technology office shall submit, on behalf of the department of transportation, an annual progress report to the joint legislative budget committee staff. The annual report shall provide updated plans for spending the department-dedicated portion of the authorized third-party electronic service partner's fee retention on the motor vehicle modernization project in fiscal year 2022-2023, including any amounts for stabilization, maintenance, ongoing operations, support and enhancements for the motor vehicle modernization solution, maintenance of legacy mainframe processing and support capability, and other system projects outside the scope of the motor vehicle modernization project. (General Appropriation Act footnote)
- 10/ On or before August 1, 2022, the department shall report to the director of the joint legislative budget committee the state's share of fees retained by the ServiceArizona vendor in the prior fiscal year. The report shall include the amount spent by the ServiceArizona vendor on behalf of this state in the prior fiscal year and a list of the projects funded with those monies. (General Appropriation Act footnote)
- 11/ General Appropriation Act funds are appropriated as an Operating Lump Sum with Special Line Items by Agency.

**Operating Budget**

The Baseline includes \$213,772,100 and 3,402 FTE Positions in FY 2023 for the operating budget. These amounts consist of:

	<b>FY 2023</b>
Air Quality Fund	\$324,500
Highway User Revenue Fund	492,000
Ignition Interlock Device Fund	351,100
Motor Vehicle Liability Insurance Enforcement Fund	1,672,300
State Aviation Fund	2,014,200
State Highway Fund	206,916,600
Vehicle Inspection and Certificate of Title Enforcement Fund	2,001,400

These amounts are unchanged from FY 2022.

**Attorney General Legal Services**

The Baseline includes \$3,623,700 from the State Highway Fund in FY 2023 for Attorney General Legal Services. This amount is unchanged from FY 2022.

This line item funds the department's interagency services agreement with the Attorney General for costs of providing legal services to the department, such as litigating cases, reviewing legal documents and proposed administrative rules, and issuing legal opinions.

### **Authorized Third Parties**

The Baseline includes \$2,104,400 and 20 FTE Positions in FY 2023 for Authorized Third Parties. These amounts consist of:

Highway User Revenue Fund	209,600
Motor Vehicle Liability Insurance Enforcement Fund	99,900
State Highway Fund	1,701,700
Vehicle Inspection and Certificate of Title Enforcement Fund	93,200

These amounts are unchanged from FY 2022.

This line item funds the oversight of authorized third-parties (ATPs). The oversight includes training and educating ATPs, reviewing ATP transactions for accuracy, and evaluating ATP applications. ATPs offer services for vehicle titles, registrations, and driver licenses, either through 160 brick-and-mortar locations or through the online ServiceArizona portal.

While this line item funds oversight of the department's ATP program, it is not representative of the program's full cost to the state. Pursuant to statute, ATPs retain a portion of each fee for its transactions. In FY 2021, ATPs retained \$28,094,000 in fees that otherwise would have been deposited to the Highway User Revenue Fund (HURF) and \$43,873,000 in fees that otherwise would have been deposited to the State Highway Fund (SHF). *(Please see Table 6 in the ADOT Capital Outlay section for more detail.)*

### **Driver Safety and Livestock Control**

The Baseline includes \$800,000 from the State Highway Fund in FY 2023 for Driver Safety and Livestock Control. This amount is unchanged from FY 2022.

This line item funds the annual maintenance and repair of statewide cattle guard grills. To prevent livestock movement from harming drivers and bicyclists, ADOT has installed over 12,800 cattle guard grills across the state. The grills are designed to discourage livestock passage while not impeding road users.

### **Highway Damage Recovery Account**

The Baseline includes \$8,000,000 from the Highway Damage Recovery Account in FY 2023 for the Highway Damage Recovery Account. This amount is unchanged from FY 2022.

This line item funds the maintenance of the state highway system beyond that which is provided by the Highway Maintenance line item. The Highway Damage Recovery Account collects all monies received as reimbursements for highway damage caused by liable third parties; those monies are used for highway maintenance that would otherwise have been deferred.

### **Highway Maintenance**

The Baseline includes \$150,220,100 and 932 FTE Positions from the State Highway Fund in FY 2023 for Highway Maintenance. These amounts are unchanged from FY 2022.

This line item funds the maintenance of the state highway system, including pavements, bridges, landscaping, drainage, signals, lights, fences, signs, striping, and snow removal. The monies also fund the freeway management system and the traffic operations center.

In addition to the \$150,220,100 included for Highway Maintenance, the Proposition 400 Maricopa County half-cent sales tax extension makes another \$12,860,000 available in FY 2023 for landscape maintenance, trash pick-up, sweeping, and litter education from the non-appropriated Maricopa Regional Area Road Fund.

### **Preventive Surface Treatments**

The Baseline includes \$36,142,000 from the State Highway Fund in FY 2023 for Preventive Surface Treatments. This amount is unchanged from FY 2022.

This line item funds the proactive treatment of road surfaces to maintain the useful life of roads and avoid more expensive surface replacement/repair costs. The treatments consist of fog seals, or spraying liquid asphalt, and chip seals, or laying down gravel layers.

In addition to the \$36,142,000 included for Preventive Surface Treatments, ADOT has \$16,000,000 in Federal Funds available for treatments.

### **State Fleet Operations**

The Baseline includes \$13,767,700 from the State Fleet Operations Fund in FY 2023 for State Fleet Operations. This amount is unchanged from FY 2022.

The line item funds the provision and oversight of daily and long-term vehicle rentals to state agencies that do not operate their own vehicle fleets. *(For more detail on state fleet operations please see State Motor Vehicle Fleet*

Transfer in the Other Issues section of the FY 2022 Appropriations Report.)

**State Fleet Vehicle Replacement**

The Baseline includes \$4,500,000 from the State Vehicle Replacement Fund in FY 2023 for State Fleet Vehicle Replacement. This amount is unchanged from FY 2022.

The line item funds the replacement of daily and long-term vehicle rentals to state agencies that do not operate their own vehicle fleets.

**Vehicle License Tax Deposit**

The Baseline includes no funding in FY 2023 for the Vehicle License Tax Deposit line item. FY 2023 adjustments are as follows:

**Remove One-Time Vehicle License Tax Deposit**

The Baseline includes a decrease of \$(3,300,000) from the General Fund in FY 2023 to remove funding for a one-time Vehicle License Tax deposit.

A provision in the FY 2022 Transportation Budget Reconciliation Bill permits any business engaged in renting vehicles to use monies collected from their 2021 rental vehicle surcharge to reimburse the amount of vehicle license tax imposed on rental vehicles in 2020 and 2021. The line item funds the deposit of General Fund monies into the special distribution of Vehicle License Tax revenues to offset the loss of 2021 excess rental surcharge revenues as a result of the new provision.

**Vehicles and Heavy Equipment Maintenance**

The Baseline includes \$19,285,200 and 200 FTE Positions from the Transportation Department Equipment Fund in FY 2023 for Vehicles and Heavy Equipment. These amounts are unchanged from FY 2022.

This line item funds the maintenance and repair of the department's vehicle and equipment fleet.

**Vehicle and Heavy Equipment Replacement**

The Baseline includes \$15,300,000 from the State Highway Fund in FY 2023 for Vehicle Replacement. This amount is unchanged from FY 2022.

This line item funds the financing of replacements for the department's Vehicle and Heavy Equipment fleet through 5-year third-party lease agreements. A General Appropriation Act footnote requires vehicle and heavy equipment replacement to be funded only from this line item.

In addition to the amount in this line item, of the \$56,600,000 in the state's Volkswagen Settlement monies, ADOT will use \$12,523,500 to finance purchases of efficient diesel fuel vehicles over a multi-year period. Through FY 2021, ADOT has expended the entire \$12,523,500 of these funds.

**Other Issues**

**Special Plates**

For more information, please see the Special License Plates program summary on the JLBC website.

SUMMARY OF FUNDS	FY 2021 Actual	FY 2022 Estimate
<b>Abandoned Vehicle Administration Fund (DTA2150/A.R.S. § 28-4804)</b>		<b>Non-Appropriated</b>
<b>Source of Revenue:</b> Abandoned vehicle fees, of which the amounts are determined by the ADOT Director. Currently, for vehicles on private or local land, the owner pays a fee of \$500 and for vehicles abandoned on state or federal land, the owner pays a fee of \$600.		
<b>Purpose of Fund:</b> The fund partially reimburses towing companies for abandoned vehicle removal. Chapter 249 modified the reimbursement to the towing company from a flat \$100 for fees from vehicles abandoned on state or federal land to a 20% reimbursement regardless of location. After that disbursement, to statutorily distribute remaining fee revenues to the State Highway Fund and General Fund, with a 90/10 split, respectively, for fees from vehicles abandoned on private or local land and a 60/40 split for fees from vehicles abandoned on state or federal land.		
<b>Funds Expended</b>	1,428,200	1,000,000
<b>Year-End Fund Balance</b>	213,700	239,000

SUMMARY OF FUNDS	FY 2021 Actual	FY 2022 Estimate
<b>Air Quality Fund (DTA2226/A.R.S. § 49-551)</b>		<b>Appropriated</b>
<b>Source of Revenue:</b> An annual \$1.50 air quality fee collected for each vehicle at the time of registration.		
<b>Purpose of Fund:</b> Implementation of programs that reduce emissions and improve air quality.		
<b>Funds Expended</b>	229,600	324,500
<b>Year-End Fund Balance</b>	157,000	158,500
<b>Arizona Highways Magazine Fund (DTA2031/A.R.S. § 28-7315)</b>		<b>Non-Appropriated</b>
<b>Source of Revenue:</b> Sales of subscriptions, maps, pamphlets, and other materials, Arizona Highways special plate donations, and interest earnings. The fund can also consist of monies appropriated by the Legislature from the State Highway Fund, not to exceed \$500,000 annually. There are no current appropriations.		
<b>Purpose of Fund:</b> For production and sales of subscriptions, maps, pamphlets, etc. Remaining balances in this revolving fund at the end of a fiscal year shall not revert to the State General or State Highway Fund and expenditures are exempt from statutory allotment provisions.		
<b>Funds Expended</b>	4,810,300	4,830,900
<b>Year-End Fund Balance</b>	4,133,600	4,163,200
<b>Cash Deposits Fund (DTA2266/A.R.S. § 28-363)</b>		<b>Non-Appropriated</b>
<b>Source of Revenue:</b> Deposits from individuals either bidding at auction on department property or renting department property.		
<b>Purpose of Fund:</b> To hold deposits from individuals bidding on excess land and property for sale at auction, which are either applied against their purchase price or are returned to the individual if their bid is unsuccessful. Also, to hold deposits from individuals who rent department property. Their money is either refunded at the end of their tenancy or is used to offset repairs, if needed.		
<b>Funds Expended</b>	0	0
<b>Year-End Fund Balance</b>	1,368,200	100
<b>Coronavirus Relief Fund (DTA2975/A.R.S. § 35-142)</b>		<b>Non-Appropriated</b>
<b>Source of Revenue:</b> Monies received by the state from the federal COVID-19 response legislation. Arizona received \$1.86 billion from the Coronavirus Relief Fund established by the Coronavirus Aid, Relief, and Economic Security (CARES) Act based on the state's share of the population.		
<b>Purpose of Fund:</b> Monies are allocated by the Governor to supplement costs of the state's COVID-19 response, including necessary expenditures incurred by the state due to the public health emergency from March 1, 2020 to December 30, 2020.		
<b>Funds Expended</b>	2,877,100	0
<b>Year-End Fund Balance</b>	0	0
<b>Economic Strength Project Fund (DTA2244/A.R.S. § 28-7282)</b>		<b>Non-Appropriated</b>
<b>Source of Revenue:</b> The fund receives \$1,000,000 each June 15 from the Highway User Revenue Fund and interest from investment of inactive balances.		
<b>Purpose of Fund:</b> For "economic strength" highway projects recommended by the Arizona Commerce Authority and approved by the State Transportation Board. These are projects that will retain or increase a significant number of jobs, lead to significant capital investment, or make a significant contribution to the economy of this state or within a local authority. Monies remaining in the Economic Strength Project Fund at the end of a fiscal year do not revert to the General Fund. Figures exclude expenditures for capital highway construction projects. (See the ADOT Capital Outlay Budget section for capital expenditures not shown here.)		
<b>Funds Expended</b>	0	0
<b>Year-End Fund Balance</b>	3,677,700	3,690,600
<b>Federal Grants (DTA2097/A.R.S. § 28-363)</b>		<b>Non-Appropriated</b>
<b>Source of Revenue:</b> Federal grants not part of the federal highway aid program.		
<b>Purpose of Fund:</b> For federal programs not part of the federal aid highway program including assistance to elderly and handicapped; rural public transit; technical studies; rail planning and rehabilitation; other planning; highway statistical reporting; fatal accident reporting; safety; commercial driver's license; library updates; and fuel tax evasion. (See the ADOT Capital Outlay Budget section for capital expenditures not shown here.)		
<b>Funds Expended</b>	30,839,200	29,305,900
<b>Year-End Fund Balance</b>	1,547,000	2,767,800

SUMMARY OF FUNDS	FY 2021 Actual	FY 2022 Estimate
<b>Governor's Emergency Education Relief Fund (DTA2980/U.S. P.L. 116-136)</b>		<b>Non-Appropriated</b>
<b>Source of Revenue:</b> Federal monies appropriated in the Coronavirus Aid, Relief, and Economic Security (CARES) Act (P.L. 116-136) and the Consolidated Appropriations Act of 2021 (P.L. 116-260).		
<b>Purpose of Fund:</b> To provide emergency support through grants to local educational agencies that the State educational agency deems have been most significantly impacted by coronavirus to support the ability of such local educational agencies to continue to provide educational services to their students and to support the ongoing functionality of the local educational agency.		
<b>Funds Expended</b>	1,105,000	(371,500)
<b>Year-End Fund Balance</b>	(186,300)	0
<b>Highway Damage Recovery Account (DTA2044/A.R.S. § 28-6994)</b>		<b>Appropriated</b>
<b>Source of Revenue:</b> Reimbursements for highway damage repair expenses paid by liable third parties.		
<b>Purpose of Fund:</b> For maintenance of state highways.		
<b>Funds Expended</b>	5,392,300	8,000,000
<b>Year-End Fund Balance</b>	234,200	(2,806,800)
<b>Highway Expansion and Extension Loan Program Fund (DTA2417/A.R.S. § 28-7674)</b>		<b>Non-Appropriated</b>
<b>Source of Revenue:</b> The fund consists of monies appropriated by the Legislature; monies received from the federal government, state agencies, political subdivisions and Indian tribes; interest; and public or private gifts, grants or donations.		
<b>Purpose of Fund:</b> To create a state infrastructure bank under the Federal State Infrastructure Bank Act to provide financial assistance to political subdivisions, Indian tribes and state agencies for eligible transportation projects. The fund makes loans to ADOT, cities, and other entities to accelerate highway construction projects. The loans are repaid from future programmed funds for those projects. The fund may be used to pay costs to administer the fund and shall pay costs of an annual financial audit of the fund. In the past, the fund has been used for local highway construction.		
<b>Funds Expended</b>	0	0
<b>Year-End Fund Balance</b>	1,223,500	5,600
<b>Highway User Revenue Fund (DTA3113/A.R.S. § 28-6533)</b>		<b>Appropriated</b>
<b>Source of Revenue:</b> Transportation-related licenses, taxes, fees, penalties and interest such as the motor vehicle fuel tax, vehicle license tax, vehicle registration, driver's license, interest earnings, and others.		
<b>Purpose of Fund:</b> For various highway related purposes in the state, including distributions to the State Highway Fund which is the primary source for the department's operating budget and to political subdivisions for highway purposes. Figures exclude expenditures for capital highway construction projects.		
<b>Funds Expended</b>	650,200	701,600
<b>Year-End Fund Balance</b>	150,947,500	150,010,100
<b>IGA and ISA Fund (DTA2500/A.R.S. § 35-142)</b>		<b>Non-Appropriated</b>
<b>Source of Revenue:</b> Monies received through intergovernmental and interagency service agreements.		
<b>Purpose of Fund:</b> To execute intergovernmental and interagency service agreements. Primarily for ISA with DEQ for administration of Underground Storage Tank funds but also for its equipment services interagency agreements.		
<b>Funds Expended</b>	11,154,700	1,354,400
<b>Year-End Fund Balance</b>	913,300	322,900
<b>Ignition Interlock Device Fund (DTA2208/A.R.S. § 28-1469)</b>		<b>Appropriated</b>
<b>Source of Revenue:</b> An ignition interlock installation fee charged by service providers and then remitted to ADOT.		
<b>Purpose of Fund:</b> To administer ADOT's Ignition Interlock Device program, including establishing compliance measures, audits and investigating complaints related to devices and providers.		
<b>Funds Expended</b>	296,900	351,100
<b>Year-End Fund Balance</b>	92,400	48,200

SUMMARY OF FUNDS	FY 2021 Actual	FY 2022 Estimate
<b>Local Agency Deposits Fund (DTA3701/A.R.S. § 28-363)</b>		<b>Non-Appropriated</b>
<b>Source of Revenue:</b> Monies received from local jurisdictions.		
<b>Purpose of Fund:</b> To pay for locally sponsored secondary road construction projects. Any money left after the project is closed out is returned to the local entity. Figures exclude expenditures for capital highway construction projects. (See the ADOT Capital Outlay Budget section for capital expenditures not shown here.)		
<b>Funds Expended</b>	0	0
<b>Year-End Fund Balance</b>	11,094,700	11,306,000
<b>Maricopa Regional Area Road Fund (DTA2029/A.R.S. § 28-6302)</b>		<b>Non-Appropriated</b>
<b>Source of Revenue:</b> The fund consists of all transportation excise taxes collected pursuant to A.R.S. § 42-1482 and A.R.S. § 42-1482.01 that are designated for deposit in the Regional Area Road Fund in Maricopa County, plus proceeds from the sale of bonds, rents, and interest earnings.		
<b>Purpose of Fund:</b> For bond related expenses and for the design, purchase of right-of-way or construction of controlled access highways which are included in the county's regional transportation plan and accepted into the state highway system. Figures exclude expenditures for capital highway construction projects. (See the ADOT Capital Outlay Budget section for capital expenditures not shown here.)		
<b>Funds Expended</b>	12,628,200	13,374,000
<b>Year-End Fund Balance</b>	518,859,400	359,598,000
<b>Motor Carrier Safety Revolving Fund (DTA2380/A.R.S. § 28-5203)</b>		<b>Non-Appropriated</b>
<b>Source of Revenue:</b> The fund consists of monies appropriated by the Legislature; fines; forfeitures; fees and taxes applied to all manufacturers, shippers, motor carriers and drivers who transport or cause the transportation of hazardous material; and monies received from private grants or donations.		
<b>Purpose of Fund:</b> To carry out the provisions of A.R.S. Title 28, Chapter 14 (motor carrier safety). DPS conducts investigations, the Motor Vehicle Division administers hearings, and the Attorney General enforces civil penalties.		
<b>Funds Expended</b>	7,600	500
<b>Year-End Fund Balance</b>	500	1,800
<b>Motor Vehicle Dealer Enforcement Fund (DTA2609/A.R.S. § 28-4504)</b>		<b>Appropriated</b>
<b>Source of Revenue:</b> Civil penalties between \$1,000 and \$3,000 for licensed and unlicensed motor vehicle dealer violations. Any unexpended and unencumbered monies in the fund over \$250,000 are deposited to the State Highway Fund.		
<b>Purpose of Fund:</b> Established by Laws 2018, Chapter 308, the fund is used to enforce the provisions of A.R.S. Title 28, Chapter 10 (vehicle dealers, automotive recyclers and transporters).		
<b>Funds Expended</b>	0	0
<b>Year-End Fund Balance</b>	334,000	250,000
<b>Motor Vehicle Liability Insurance Enforcement Fund (DTA2285/A.R.S. § 28-4151)</b>		<b>Appropriated</b>
<b>Source of Revenue:</b> Fees received by the department pursuant to A.R.S. Title 28, Chapter 9, Article 4 (mandatory motor vehicle insurance), such as fees to reinstate drivers' licenses and vehicle registrations canceled due to lack of insurance.		
<b>Purpose of Fund:</b> To enforce mandatory motor vehicle liability insurance laws.		
<b>Funds Expended</b>	1,692,800	1,772,200
<b>Year-End Fund Balance</b>	7,113,000	7,050,400
<b>Rental Tax and Bond Deposit Fund (DTA3737/A.R.S. § 28-371)</b>		<b>Non-Appropriated</b>
<b>Source of Revenue:</b> Cash deposits from motor carrier and use fuel taxpayers, and portions of rent that the department collects.		
<b>Purpose of Fund:</b> To hold cash deposits from motor carrier and use fuel taxpayers who choose to make cash deposits instead of providing surety bonds to guarantee their fee payments. Any money remaining in a taxpayer's account would be returned to the taxpayer. To hold the county property tax portion of rent on department properties, which is forwarded to the appropriate county tax office. Also, to hold the privilege tax portion of rent on the department's commercial properties, which is forwarded to the Department of Revenue.		
<b>Funds Expended</b>	300	0
<b>Year-End Fund Balance</b>	473,100	0

SUMMARY OF FUNDS	FY 2021 Actual	FY 2022 Estimate
<b>Safety Enforcement and Transportation Infrastructure Fund - Department of Transportation Subaccount (DTA2108/A.R.S. § 28-6547 [REPEALED])</b>		<b>Appropriated</b>
<b>Source of Revenue:</b> Fees for commercial vehicle permits collected at southern ports of entry on the border with Mexico and interest earnings.		
<b>Purpose of Fund:</b> To enforce vehicle safety requirements by DPS and ADOT, and maintain and construct transportation facilities within 25 miles of the Arizona-Mexico border. To improve vehicle congestion at Mexican border ports of entry, and obtain Federal Funds for Safety Enforcement and Transportation Infrastructure Fund (SETIF) purposes. Also, to maintain and construct transportation facilities in the Canada to Mexico (CANAMEX) trucking and trade corridor, which came about as a result of the North American Free Trade Agreement (NAFTA) between Canada, the United States and Mexico. In addition, ADOT may provide SETIF monies to the Arizona-Mexico Commission, Arizona Department of Homeland Security, and AIDA for certain SETIF-related purposes. A total of 55% of SETIF revenues is deposited into the ADOT subaccount and 45% in the DPS subaccount. The FY 2022 Transportation Budget Reconciliation Bill repeals this fund effective June 30, 2021. The remaining balance and future revenue from the ADOT subaccount will be deposited into the State Highway Fund.		
<b>Funds Expended</b>	596,700	0
<b>Year-End Fund Balance</b>	1,540,900	100
<b>Shared Location and Advertising Agreements Expense Fund (DTA2414/A.R.S. § 28-409)</b>		<b>Non-Appropriated</b>
<b>Source of Revenue:</b> The fund consists of monies received from agreements with public and private entities for services located in department offices or to advertise those entities' goods and services.		
<b>Purpose of Fund:</b> To partially offset the department's cost of providing a location or advertising. The fund is exempt from A.R.S. § 35-190, relating to lapsing of appropriations.		
<b>Funds Expended</b>	200	0
<b>Year-End Fund Balance</b>	75,100	75,100
<b>Smart Highway Corridor Trust Fund (DTA5906/A.R.S. § 23-7387)</b>		<b>Non-Appropriated</b>
<b>Source of Revenue:</b> Legislative appropriations, monies received from the sales or leases of right-of-way, telecommunication facilities and telecommunication services, and monies received from providers to reimburse costs for compensation claims.		
<b>Purpose of Fund:</b> To maintain, operate, and expand telecommunication facilities and telecommunication services within right-of-way that are managed by ADOT.		
<b>Funds Expended</b>	0	0
<b>Year-End Fund Balance</b>	0	0
<b>State Aviation Fund (DTA2005/A.R.S. § 28-8202)</b>		<b>Appropriated</b>
<b>Source of Revenue:</b> Flight property tax, aircraft registration fees, license taxes, fuel taxes, the sale of abandoned aircraft, receipts from airports operated by the department, and interest earnings.		
<b>Purpose of Fund:</b> For the administration of aviation laws, the operation and maintenance of state-owned airports, and capital projects at publicly-owned and operated airports of political subdivisions, which includes Indian reservations. Figures exclude expenditures for capital aviation construction projects.		
<b>Funds Expended</b>	1,768,400	2,014,200
<b>Year-End Fund Balance</b>	75,739,500	36,542,000
<b>State Fleet Operations Fund (DTA9998/A.R.S § 28-475)</b>		<b>Appropriated</b>
<b>Source of Revenue:</b> Fees received from agencies within the ADOT state fleet and from legislative appropriations.		
<b>Purpose of Fund:</b> To operate the ADOT state fleet.		
<b>Funds Expended</b>	0	13,767,700
<b>Year-End Fund Balance</b>	0	590,400



SUMMARY OF FUNDS	FY 2021 Actual	FY 2022 Estimate
<b>State Highway Fund (DTA2030/A.R.S. § 28-6991)</b>		<b>Appropriated</b>
<b>Source of Revenue:</b> Monies distributed from the Highway User Revenue Fund, certain vehicle fees which are deposited directly to the State Highway Fund, interest earnings, appropriations by the Legislature, donations, fees for commercial vehicle permits collected at southern ports of entry on the border with Mexico and interest earnings.		
<b>Purpose of Fund:</b> For the department's operating budget, the acquisition of right-of-way, construction and maintenance of state highways and roads, and other highway related projects. Also, to enforce vehicle safety requirements by DPS and ADOT. The expended funds only reflect operating expenses. (Please see the Highway User Revenue Fund Distribution chart in the ADOT Capital section for non-operating expenditures.)		
<b>Funds Expended</b>	369,132,400	414,704,100
<b>Year-End Fund Balance</b>	799,733,300	773,028,900
<b>State Vehicle Replacement Fund (DTA9997/A.R.S. § 28-476)</b>		<b>Appropriated</b>
<b>Source of Revenue:</b> Fees received from agencies within the ADOT state fleet, proceeds from the sale of surplus motor vehicles, and from legislative appropriations.		
<b>Purpose of Fund:</b> To replace vehicles within the ADOT state fleet.		
<b>Funds Expended</b>	0	4,500,000
<b>Year-End Fund Balance</b>	0	3,000,000
<b>Statewide Employee Recognition Gifts/Donations Fund (DTA2449/A.R.S. § 35-149)</b>		<b>Non-Appropriated</b>
<b>Source of Revenue:</b> Gifts and donations from public and private entities.		
<b>Purpose of Fund:</b> For employee recognition programs that recognize and award the performance, achievement, longevity, or major life event of department employees.		
<b>Funds Expended</b>	9,600	13,000
<b>Year-End Fund Balance</b>	20,500	18,400
<b>Statewide Special Plates Fund (DTA2650/A.R.S. § 35-131)</b>		<b>Non-Appropriated</b>
<b>Source of Revenue:</b> A deposit of \$17 of each \$25 original and annual renewal of the special plate fees, and interest earnings. The remaining \$8 is deposited to the State Highway Fund for special plate administration.		
<b>Purpose of Fund:</b> To issue special plates. Up to 10% of annual deposits may be used by ADOT to administer the fund. ADOT is to annually allocate fund monies, excluding administrative fees, through a statutorily designated entity.		
<b>Funds Expended</b>	4,567,500	5,252,600
<b>Year-End Fund Balance</b>	2,129,300	2,525,300
<b>Transportation Department Equipment Fund (DTA2071/A.R.S. § 28-7006)</b>		<b>Appropriated</b>
<b>Source of Revenue:</b> Equipment rental, sale at auction, insurance recoveries, donations, interest earnings, and monies appropriated by the Legislature (for purchase, repairs and maintenance).		
<b>Purpose of Fund:</b> For maintenance, service or repair of equipment and consumable material including administrative expenses.		
<b>Funds Expended</b>	18,583,700	19,285,200
<b>Year-End Fund Balance</b>	1,662,600	77,500
<b>Vehicle Inspection and Certificate of Title Enforcement Fund (DTA2272/A.R.S. § 28-2012)</b>		<b>Appropriated</b>
<b>Source of Revenue:</b> Fees of \$20 and \$50 for performing more detailed level 2 and level 3 inspections of vehicle identification numbers, before issuing restored salvage titles on repaired salvage and similar vehicles.		
<b>Purpose of Fund:</b> To defray the cost of investigations involving certificates of title, licensing fraud, registration enforcement and other enforcement related issues. A portion of the revenues are transferred to DPS for investigations concerning automobile theft.		
<b>Funds Expended</b>	1,369,800	2,094,600
<b>Year-End Fund Balance</b>	1,260,800	130,800