

Department of Transportation

	FY 2022 ACTUAL	FY 2023 ESTIMATE	FY 2024 BASELINE
OPERATING BUDGET			
<i>Full Time Equivalent Positions</i>	4,554.0	4,554.0	4,554.0 ^{1/}
Personal Services	113,694,500	131,386,900	126,498,200
Employee Related Expenditures	47,865,300	66,771,300	65,646,800
Professional and Outside Services	10,698,600	12,831,100	12,991,100
Travel - In State	368,100	511,800	511,800
Travel - Out of State	116,700	151,300	151,300
Other Operating Expenditures	28,432,800	36,043,000	33,432,800
Equipment	3,110,300	3,701,500	3,701,500
OPERATING SUBTOTAL	204,286,300	251,396,900	242,933,500
SPECIAL LINE ITEMS			
Attorney General Legal Services	3,623,700	3,623,700	3,623,700 ^{2/}
Authorized Third Parties	2,088,800	2,223,800	2,223,800
Driver License Security Software	0	2,260,000	0
Driver Safety and Livestock Control	621,100	800,000	800,000
Highway Damage Recovery Account	7,672,000	8,000,600	8,000,600
Highway Maintenance	126,144,700	209,495,400	158,495,400 ^{3/4/}
Preventive Surface Treatments	29,710,100	36,142,000	36,142,000 ^{5/}
State Fleet Operations	13,612,300	25,267,100	16,667,100
State Fleet Vehicle Replacement	1,598,500	10,715,800	6,334,800
Vehicle License Tax Deposit	3,300,000	0	0
Vehicles and Heavy Equipment Maintenance	18,168,000	27,110,500	21,110,500
Vehicles and Heavy Equipment Replacement	12,686,400	22,400,000	22,400,000 ^{6/}
AGENCY TOTAL	423,511,900	599,435,800	518,731,400 ^{7/8/D/}
FUND SOURCES			
General Fund	3,300,000	0	0
<u>Other Appropriated Funds</u>			
Air Quality Fund	283,000	326,600	326,600
Department Fleet Operations Fund	18,168,000	27,110,500	21,110,500
Highway Damage Recovery Account	7,672,000	8,000,600	8,000,600
Highway User Revenue Fund	664,200	906,500	906,500
Ignition Interlock Device Fund	339,400	363,600	363,600
Motor Vehicle Liability Insurance Enforcement Fund	1,743,500	5,383,600	2,001,700
State Aviation Fund	1,669,900	2,163,600	2,163,600
State Fleet Operations Fund	13,612,300	25,267,100	16,667,100
State Highway Fund	372,537,200	516,951,300	458,609,800
State Vehicle Replacement Fund	1,598,500	10,715,800	6,334,800
Vehicle Inspection and Certificate of Title Enforcement Fund	1,923,900	2,246,600	2,246,600
SUBTOTAL - Other Appropriated Funds	420,211,900	599,435,800	518,731,400
SUBTOTAL - Appropriated Funds	423,511,900	599,435,800	518,731,400
Other Non-Appropriated Funds	27,531,000	40,507,600	40,507,600
Federal Funds	59,007,600	26,229,600	26,229,600
TOTAL - ALL SOURCES	510,431,000	666,173,000	585,468,600

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 2024.
- 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, \$158,495,400 in fiscal year 2023-2024 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, 2024. (General Appropriation Act footnote, as adjusted for statewide allocations)
- 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, 2024. (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 and heavy equipment replacement line item. Monies in the operating lump sum appropriation or other line items intended for this purpose shall be transferred to the vehicle and heavy equipment 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 2023-2024 from all funds to the department of administration for its risk management payment. (General Appropriation Act footnote)
- ~~D/ 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, 2024 for fiscal year 2023-2024. (General Appropriation Act footnote)~~
- ~~D/ On or before February 1, 2024, 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 2023-2024, 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)~~
- ~~D/ On or before August 1, 2023, the department shall report to the director of the joint legislative budget committee the state's share of fees retained by the service Arizona vendor in the prior fiscal year. The report shall include the amount spent by the service Arizona vendor on behalf of this state in the prior fiscal year and a list of the projects funded with these monies. (General Appropriation Act footnote)~~
- 8/ General Appropriation Act funds are appropriated as an Operating Lump Sum with Special Line Items by Agency.

Operating Budget

The Baseline includes \$242,933,500 and 3,402 FTE Positions in FY 2024 for the operating budget. These amounts consist of:

	FY 2024
Air Quality Fund	\$326,600
Highway User Revenue Fund	654,400
Ignition Interlock Device Fund	363,600
Motor Vehicle Liability Insurance Enforcement Fund	1,898,700
State Aviation Fund	2,163,600
State Highway Fund	235,373,200
Vehicle Inspection and Certificate of Title Enforcement Fund	2,153,400

Adjustments are as follows:

Driver License Security Software Budget Shift

The Baseline includes an increase of \$160,000 from the State Highway Fund in FY 2024 to maintain the driver license security software upgrade. The \$160,000 from the State Highway Fund represents ongoing funding that has been shifted from the Driver License Security Software line item over to the operating budget.

Remove One-Time Building System Management Upgrade Funding

The Baseline includes a decrease of \$(1,028,300) from the State Highway Fund in FY 2024 to remove one-time funding to upgrade the department's building management system. The system is used by the

department to track the operation and maintenance of their facilities.

Remove One-Time Construction Management System Funding

The Baseline includes a decrease of \$(300,000) from the State Highway Fund in FY 2024 to remove one-time funding to upgrade the department's construction management system. The funding covers the 1st phase of a 3 phase project. The new system will be used by the department to manage highway construction projects.

Remove One-Time MVD Security System Funding

The Baseline includes a decrease of \$(931,900) from the Motor Vehicle Liability Insurance Enforcement Fund in FY 2024 to remove one-time funding to replace the security systems at 11 MVD offices throughout the state. The funding covers the 1st phase of a 5-phase project intended to replace the security systems at all 42 offices.

Remove One-Time Travel Identification Card Funding

The Baseline includes a decrease of \$(6,013,200) from the State Highway Fund in FY 2024 to address an increase in Travel identification (ID) cards issued before the REAL ID deadline of May 3, 2023. Of this amount, approximately \$5.1 million will go toward staffing costs. The remaining amounts will be allocated for marketing and a mobile unit deployed in remote areas to issue Travel ID cards.

Remove One-Time Vehicle Inspection and Certificate of Title Enforcement Fund Deposit

The Baseline includes a decrease of \$(350,000) from the Motor Vehicle Liability Insurance Enforcement Fund in FY 2024 to be deposited into the Vehicle Inspection and Certificate of Title Enforcement Fund. The Vehicle Inspection and Certificate of Title Enforcement Fund has experienced declining revenues consequent to the COVID-19 pandemic. The funding was intended to offset the decline in revenues.

Attorney General Legal Services

The Baseline includes \$3,623,700 from the State Highway Fund in FY 2024 for Attorney General Legal Services. This amount is unchanged from FY 2023.

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 \$2,223,800 and 20 FTE Positions in FY 2024 for Authorized Third Parties. These amounts consist of:

Highway User Revenue Fund	252,100
Motor Vehicle Liability Insurance Enforcement Fund	103,000
State Highway Fund	1,775,500
Vehicle Inspection and Certificate of Title Enforcement Fund	93,200

These amounts are unchanged from FY 2023.

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 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 2022, ATPs retained \$26,799,000 in fees that otherwise would have been deposited to the Highway User Revenue Fund (HURF) and \$35,547,000 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 License Security Software

The Baseline includes no funding in FY 2024 for Driver License Security Software. Adjustments are as follows:

Remove One-Time Driver License Security Software Upgrade

The Baseline includes a decrease of \$(2,100,000) from the Motor Vehicle Liability Insurance Enforcement Fund and a decrease of \$(160,000) from the State Highway Fund in FY 2024 to remove one-time funding for a driver license security software upgrade. The \$160,000 from the State Highway Fund represents ongoing funding that has been shifted from the Driver License Security Software line item to the operating budget.

This line item funds a driver license security software upgrade. The upgrade is intended to protect the department from driver license identity fraud and theft.

Driver Safety and Livestock Control

The Baseline includes \$800,000 from the State Highway Fund in FY 2024 for Driver Safety and Livestock Control. This amount is unchanged from FY 2023.

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 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 \$8,000,600 from the Highway Damage Recovery Account in FY 2024 for the Highway Damage Recovery Account. This amount is unchanged from FY 2023.

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 \$158,495,400 and 932 FTE Positions from the State Highway Fund in FY 2024 for Highway Maintenance. Adjustments are as follows:

Remove One-Time Highway Maintenance Inflation Funding

The Baseline includes a decrease of \$(51,000,000) from the State Highway Fund in FY 2024 to remove one-time funding for inflationary costs. This funding covers the increased cost to maintain highways throughout the state in FY 2023 due to inflation.

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 \$158,495,400 included for Highway Maintenance, the Proposition 400 Maricopa County half-cent sales tax makes another \$13,045,400 available in FY 2024 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 2024 for Preventive Surface Treatments. This amount is unchanged from FY 2023.

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 \$16,667,100 from the State Fleet Operations Fund in FY 2024 for State Fleet Operations. Adjustments are as follows:

Remove One-Time Gas Inflation Funding

The Baseline includes a decrease of \$(8,600,000) from the State Fleet Operations Fund in FY 2024 to remove one-time funding for inflationary costs. This funding covers the increased cost of gas for the state fleet in FY 2023.

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 \$6,334,800 from the State Vehicle Replacement Fund in FY 2024 for State Fleet Vehicle Replacement. Adjustments are as follows:

Remove One-Time New Vehicle Purchase Funding

The Baseline includes a decrease of \$(4,381,000) from the State Vehicle Replacement Fund in FY 2024 to remove one-time funding for new vehicle purchase costs. The FY 2023 budget included additional new vehicles for the Department of Forestry and Fire Management (76 vehicles), Department of Liquor Licenses and Control (7 vehicles), Attorney General's Office (6 vehicles), and the State Mine Inspector (5 vehicles) that will be serviced under the state fleet. The amount funded the cost to purchase these new vehicles.

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

Vehicles and Heavy Equipment Maintenance

The Baseline includes \$21,110,500 and 200 FTE Positions from the Department Fleet Operations Fund in FY 2024 for Vehicles and Heavy Equipment Maintenance. Adjustments are as follows:

Remove One-Time Gas Inflation Funding

The Baseline includes a decrease of \$(6,000,000) from the Department Fleet Operations Fund in FY 2024 to remove one-time funding for inflationary costs. This funding covers the increased cost of gas for ADOT's internal fleet in FY 2023.

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

Vehicle and Heavy Equipment Replacement

The Baseline includes \$22,400,000 from the State Highway Fund in FY 2024 for Vehicle and Heavy Equipment Replacement. This amount is unchanged from FY 2023.

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.

Other Issues

Statutory Changes

The Baseline would:

- As permanent law, on or before July 31 each year, require the department to submit an annual report to the Joint Legislative Budget Committee on the progress in improving Motor Vehicle Division wait times and vehicle registration renewal by mail turnaround times for the prior fiscal year in a format similar to prior years.
- As permanent law, on or before February 1 each year, require the Arizona Strategic Enterprise Technology office 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 the current fiscal year.
- As permanent law, on or before August 1 each year, require the department to report to the Director of the Joint Legislative Budget Committee the state's share of fees retained by the Service Arizona vendor in the prior fiscal year. The report shall include the amount spent by the Service Arizona vendor on behalf of this state in the prior fiscal year and a list of the projects funded with those monies.

These reports have been required by footnote for several years.

SUMMARY OF FUNDS	FY 2022 Actual	FY 2023 Estimate
Abandoned Vehicle Administration Fund (DTA2150/A.R.S. § 28-4804)		Non-Appropriated
Source of Revenue: 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.		
Purpose of Fund: 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.		
Funds Expended	1,006,200	1,000,000
Year-End Fund Balance	312,500	430,300
Air Quality Fund (DTA2226/A.R.S. § 49-551)		Appropriated
Source of Revenue: An annual \$1.50 air quality fee collected for each vehicle at the time of registration.		
Purpose of Fund: Implementation of programs that reduce emissions and improve air quality.		
Funds Expended	283,000	326,600
Year-End Fund Balance	135,500	135,500

SUMMARY OF FUNDS	FY 2022 Actual	FY 2023 Estimate
Arizona Highways Magazine Fund (DTA2031/A.R.S. § 28-7315)		Non-Appropriated
Source of Revenue: 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.		
Purpose of Fund: 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 Fund or State Highway Fund and expenditures are exempt from statutory allotment provisions.		
Funds Expended	4,812,200	5,294,200
Year-End Fund Balance	4,675,400	4,364,300
Cash Deposits Fund (DTA2266/A.R.S. § 28-363)		Non-Appropriated
Source of Revenue: Deposits from individuals either bidding at auction on department property or renting department property.		
Purpose of Fund: 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.		
Funds Expended	0	0
Year-End Fund Balance	1,624,900	100
Coronavirus State and Local Fiscal Recovery Fund (DTA2985/U.S. P.L. 117-2)		Federal Funds
Source of Revenue: Federal monies appropriated in the American Rescue Plan Act (P.L. 117-2).		
Purpose of Fund: To provide emergency support to households, small businesses, nonprofits, workers performing essential work, and certain industries negatively impacted by the COVID-19 pandemic. To extend government services that received a reduction in revenue as a result of the COVID-19 pandemic. To make investments in water, sewer, and broadband infrastructure.		
Funds Expended	35,639,500	0
Year-End Fund Balance	0	0
Department Fleet Operations Fund (DTA2071/A.R.S. § 28-7006)		Appropriated
Source of Revenue: Equipment rental, sale at auction, insurance recoveries, donations, interest earnings, and monies appropriated by the Legislature (for purchase, repairs and maintenance).		
Purpose of Fund: For maintenance, service or repair of equipment and consumable material including administrative expenses.		
Funds Expended	18,168,000	27,110,500
Year-End Fund Balance	665,200	(5,564,200)
Economic Strength Project Fund (DTA2244/A.R.S. § 28-7282)		Non-Appropriated
Source of Revenue: The fund receives \$1,000,000 each June 15 from the Highway User Revenue Fund and interest from investment of inactive balances.		
Purpose of Fund: 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.)		
Funds Expended	0	0
Year-End Fund Balance	3,204,400	3,219,100
Federal Grants (DTA2097/A.R.S. § 28-363)		Federal Funds
Source of Revenue: Federal grants not part of the federal highway aid program.		
Purpose of Fund: 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.)		
Funds Expended	23,748,600	26,229,600
Year-End Fund Balance	3,927,400	3,927,400

SUMMARY OF FUNDS	FY 2022 Actual	FY 2023 Estimate
Governor's Emergency Education Relief Fund (DTA2980/U.S. P.L. 116-136)		Federal Funds
Source of Revenue: 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).		
Purpose of Fund: 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.		
Funds Expended	(380,500)	0
Year-End Fund Balance	200	200
Highway Damage Recovery Account (DTA2044/A.R.S. § 28-6994)		Appropriated
Source of Revenue: Reimbursements for highway damage repair expenses paid by liable third parties.		
Purpose of Fund: For maintenance of state highways.		
Funds Expended	7,672,000	8,000,600
Year-End Fund Balance	2,500	(2,321,800)
Highway Expansion and Extension Loan Program Fund (DTA2417/A.R.S. § 28-7674)		Non-Appropriated
Source of Revenue: 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.		
Purpose of Fund: 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.		
Funds Expended	1,220,800	0
Year-End Fund Balance	3,700	3,800
Highway User Revenue Fund (DTA3113/A.R.S. § 28-6533)		Appropriated
Source of Revenue: 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.		
Purpose of Fund: 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.		
Funds Expended	664,200	906,500
Year-End Fund Balance	146,608,400	146,299,800
IGA and ISA Fund (DTA2500/A.R.S. § 35-142)		Non-Appropriated
Source of Revenue: Monies received through intergovernmental and interagency service agreements.		
Purpose of Fund: 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.		
Funds Expended	1,888,000	583,900
Year-End Fund Balance	4,430,100	145,000
Ignition Interlock Device Fund (DTA2208/A.R.S. § 28-1469)		Appropriated
Source of Revenue: An ignition interlock installation fee charged by service providers and then remitted to ADOT.		
Purpose of Fund: To administer ADOT's Ignition Interlock Device program, including establishing compliance measures, audits and investigating complaints related to devices and providers.		
Funds Expended	339,400	363,600
Year-End Fund Balance	148,000	122,500

SUMMARY OF FUNDS	FY 2022 Actual	FY 2023 Estimate
Local Agency Deposits Fund (DTA3701/A.R.S. § 28-363)		Non-Appropriated
Source of Revenue: Monies received from local jurisdictions.		
Purpose of Fund: 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.)		
Funds Expended	0	0
Year-End Fund Balance	37,601,100	31,934,400
Maricopa Regional Area Road Fund (DTA2029/A.R.S. § 28-6302)		Non-Appropriated
Source of Revenue: 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.		
Purpose of Fund: 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.)		
Funds Expended	13,363,100	12,860,000
Year-End Fund Balance	663,827,300	543,519,100
Motor Carrier Safety Revolving Fund (DTA2380/A.R.S. § 28-5203)		Non-Appropriated
Source of Revenue: 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.		
Purpose of Fund: 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.		
Funds Expended	0	500
Year-End Fund Balance	500	500
Motor Vehicle Dealer Enforcement Fund (DTA2609/A.R.S. § 28-4504)		Appropriated
Source of Revenue: 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.		
Purpose of Fund: 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).		
Funds Expended	0	0
Year-End Fund Balance	340,500	250,000
Motor Vehicle Liability Insurance Enforcement Fund (DTA2285/A.R.S. § 28-4151)		Appropriated
Source of Revenue: 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.		
Purpose of Fund: To enforce mandatory motor vehicle liability insurance laws.		
Funds Expended	1,743,500	5,383,600
Year-End Fund Balance	5,606,300	741,200
Rental Tax and Bond Deposit Fund (DTA3737/A.R.S. § 28-371)		Non-Appropriated
Source of Revenue: Cash deposits from motor carrier and use fuel taxpayers, and portions of rent that the department collects.		
Purpose of Fund: 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.		
Funds Expended	300	0
Year-End Fund Balance	518,300	100

SUMMARY OF FUNDS	FY 2022 Actual	FY 2023 Estimate
Shared Location and Advertising Agreements Expense Fund (DTA2414/A.R.S. § 28-409)		Non-Appropriated
Source of Revenue: 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.		
Purpose of Fund: 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.		
Funds Expended	100	0
Year-End Fund Balance	75,100	75,100
State Aviation Fund (DTA2005/A.R.S. § 28-8202)		Appropriated
Source of Revenue: 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.		
Purpose of Fund: 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.		
Funds Expended	1,669,900	2,163,600
Year-End Fund Balance	86,209,700	72,612,800
State Fleet Operations Fund (DTA9998/A.R.S § 28-475)		Appropriated
Source of Revenue: Fees received from agencies within the ADOT state fleet and from legislative appropriations.		
Purpose of Fund: To operate the ADOT state fleet.		
Funds Expended	13,612,300	25,267,100
Year-End Fund Balance	2,144,200	2,144,200
State Highway Fund (DTA2030/A.R.S. § 28-6991)		Appropriated
Source of Revenue: 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.		
Purpose of Fund: 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.)		
Funds Expended	372,537,200	516,951,300
Year-End Fund Balance	1,013,477,700	1,799,047,100
State Match Advantage for Rural Transportation Fund (DTA9901/A.R.S. § 28-339)		Non-Appropriated
Source of Revenue: Legislative appropriations, gifts, grants, and donations. Laws 2022, Chapter 309 appropriates \$50 million from the State Highway Fund into the State Match Advantage for Rural Transportation Fund.		
Purpose of Fund: To reimburse up to 50% of the costs associated with developing and submitting an application for a federal grant, as a match for a federal grant, and to reimburse design and other engineering services that meet federal standards for projects eligible for a federal grant.		
Funds Expended	0	15,000,000
Year-End Fund Balance	0	35,637,500
State Vehicle Replacement Fund (DTA9997/A.R.S. § 28-476)		Appropriated
Source of Revenue: Fees received from agencies within the ADOT state fleet, proceeds from the sale of surplus motor vehicles, and from legislative appropriations.		
Purpose of Fund: To replace vehicles within the ADOT state fleet.		
Funds Expended	1,598,500	10,715,800
Year-End Fund Balance	8,064,200	4,729,400

SUMMARY OF FUNDS	FY 2022 Actual	FY 2023 Estimate
Statewide Employee Recognition Gifts/Donations Fund (DTA2449/A.R.S. § 35-149)		Non-Appropriated
Source of Revenue: Gifts and donations from public and private entities.		
Purpose of Fund: For employee recognition programs that recognize and award the performance, achievement, longevity, or major life event of department employees.		
Funds Expended	7,600	13,000
Year-End Fund Balance	27,800	29,800
Statewide Special Plates Fund (DTA2650/A.R.S. § 35-131)		Non-Appropriated
Source of Revenue: 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.		
Purpose of Fund: 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.		
Funds Expended	5,232,700	5,756,000
Year-End Fund Balance	2,359,700	2,613,100
Vehicle Inspection and Certificate of Title Enforcement Fund (DTA2272/A.R.S. § 28-2012)		Appropriated
Source of Revenue: 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.		
Purpose of Fund: 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.		
Funds Expended	1,923,900	2,246,600
Year-End Fund Balance	210,300	(159,600)