

State Treasurer

	FY 2024 ACTUAL	FY 2025 ESTIMATE	FY 2026 APPROVED
OPERATING BUDGET			
<i>Full Time Equivalent Positions</i>	38.4	38.4	38.4
Personal Services	2,895,300	2,941,000	2,941,000
Employee Related Expenditures	986,300	1,088,200	1,132,200
Professional and Outside Services	147,800	174,000	174,000
Travel - In State	5,700	6,200	6,200
Travel - Out of State	10,100	10,600	10,600
Other Operating Expenditures	386,600	406,600	407,100
Equipment	48,100	50,500	50,500
OPERATING SUBTOTAL	4,479,900	4,677,100	4,721,600
SPECIAL LINE ITEMS			
Advanced Air Mobility Fund Deposit	0	0	2,000,000 ^{1/}
County Recorder Voter Registration Accuracy Review	3,000,000	0	0
Secure Ballot Paper	0	6,000,000	0
Justice of the Peace Salaries	2,455,500	2,628,200	2,797,200
Law Enforcement/Boating Safety Fund Grants	0 ^{2/}	2,183,800	2,183,800
Special Sporting Event	1,500,000	1,500,000	1,500,000 ^{3/}
Statewide Infrastructure Trust Fund Deposit	0	0	1,000,000 ^{1/}
Statewide Transportation Innovation Fund Deposit	0	0	2,000,000 ^{1/4/}
Veterans' Health Innovations Pilot Program	0	0	150,000 ^{5/}
FY 2026 Budget - Section 118 Local Distributions ^{6/}			
Ak-Chin Indian Community Police Department	0	0	300,000
Arizona City Fire District	0	0	100,000
Prescott Valley Police Department	0	0	450,000
Casa Grande Police Department	0	0	300,000
Casa Grande Fire Department	0	0	200,000
Coolidge Police Department	0	0	200,000
Coolidge Fire Department	0	0	200,000
Eloy Police Department	0	0	200,000
Eloy Fire District	0	0	200,000
Florence Police Department	0	0	500,000
Florence Fire Department	0	0	270,000
Gila River Police Department	0	0	200,000
Gila River Fire Department	0	0	200,000
Maricopa County Attorney's Office	0	0	2,000,000
City of Maricopa Police Department	0	0	200,000
City of Maricopa Fire and Medical Department	0	0	200,000
Mohave County South Cove Launch Ramp	0	0	500,000
Mohave County Horizon Six Firefighting Infrastructure	0	0	500,000
Pinal County Sheriff's Office	0	0	400,000
Pinal County Dumping Prohibition Signs	0	0	50,000
City of Sierra Vista Infrastructure	0	0	100,000
City of Sierra Vista Part 433 Reentry License	0	0	1,500,000
Mohave County Sheriff Search and Rescue Training	0	0	100,000
Paradise Valley Indoor Police Shooting Range	0	0	100,000
Phoenix Police Department Community Policing	0	0	100,000
Salt River Police Department Community Policing	0	0	100,000
Scottsdale Adaptive Services Park	0	0	100,000
Snowflake James Flake Historical House Restoration	0	0	350,000
Thunderbird Fire District	0	0	100,000
Yavapai County Sheriff Criminal Information Intelligence Analysis Center	0	0	2,000,000 ^{7/}

	FY 2024 ACTUAL	FY 2025 ESTIMATE	FY 2026 APPROVED
Yuma County Waste Tire Disposal	0	0	850,000
Mohave County Sheriff's Office	0	0	1,000,000
La Paz County Sheriff's Office	0	0	500,000
Yavapai County Sheriff's Office	0	0	950,000
Yavapai County Sheriff's Office – Satellite Communications	0	0	500,000
Yavapai County - New Public Safety Facility	0	0	1,000,000
Yuma County Recorder	0	0	1,000,000
City of Yuma Nonprofit Regional Hospital	0	0	3,000,000 ^{8/}
City of Peoria Park Improvements	0	0	300,000
City of Winslow	0	0	2,500,000
City of Bullhead Water Transmission Line	0	0	1,000,000
Maricopa County Recorder	0	0	4,100,000 ^{9/}
FY 2026 Budget - Section 119 Nonprofit Organization Distributions ^{5/}			
International Dark Sky Discovery Center	0	0	3,300,000 ^{10/}
Pinal County - Nonprofit After-School Recreation Center	0	0	200,000 ^{11/}
Pinal County - Nonprofit Suicide Prevention Center	0	0	300,000 ^{12/}
Pinal County - Reading Program	0	0	25,000 ^{13/}
Pinal County - Nonprofit Veterans' Services Organization	0	0	200,000 ^{14/}
Town of Taylor - Nonprofit Child Development Center	0	0	1,500,000 ^{15/}
FY 2024 Budget - Section 116 Local Distributions ^{16/}			
Chandler Police Department Support	2,000,000	0	0
City Police Department Pepper Ball Pilot Program	750,000	0	0
Copper Canyon Fire and Medical District	750,000	0	0
County Property Owner Notification Systems	63,100	0	0
County Sheriffs Search and Rescue Equipment	2,437,500	0	0
Flagstaff Post-Fire Mitigation	8,987,000	0	0
Glassford Dells Regional Park Development	3,500,000	0	0
Glendale Veterans Community Project	3,214,500 ^{17/}	0	0
Hayden and Wickenburg Police Departments	3,000,000	0	0
Kearny Public Building Remediation	500,000	0	0
La Paz County Public Safety	860,000	0	0
Mohave County Sheriff Substations	9,000,000	0	0
Mohave County Sheriff Vehicles	500,000	0	0
Peoria Police Department Helicopter	3,500,000	0	0
Peoria Police Department Mobile Command Center	1,500,000	0	0
Snowflake Sewer Lift Station	750,000	0	0
State Route 30 Utility Relocation	10,050,000	0	0
Vernon Fire District	1,000,000	0	0
Wickenburg Fire Station	1,400,000	0	0
Section 117 Firearm Training Simulators			
Firearm Training Simulators	1,368,000	0	0
FY 2024 Budget - Section 118 Nonprofit Organization Distributions ^{16/}			
International Dark Sky Discovery Center	10,000,000	0	0
Nonprofit Volunteer Rodeo Organization	0 ^{18/}	0	0
Northern Arizona Observatory	5,600,000	0	0
FY 2025 Budget - Section 227 Peace Office Training Equipment Fund Distributions ^{19/}			
Pinal County Record Management System	0	600,000	0
Pepperball and Pepperball Weapons	0	1,441,200	0
Maricopa County Attorney Office Simulator	0	312,000	0
Yavapai County Sheriff Office Simulations	0	600,000	0
AGENCY TOTAL	82,165,500	19,942,300	50,297,600 ^{20/21/}

	FY 2024 ACTUAL	FY 2025 ESTIMATE	FY 2026 APPROVED
FUND SOURCES			
General Fund	76,660,200	10,470,700	42,734,700
<u>Other Appropriated Funds</u>			
Law Enforcement and Boating Safety Fund	0	2,183,800	2,183,800
Long-Term Water Augmentation Fund	0		1,000,000
Peace Officer Training Equipment Fund	1,368,000	2,953,200	0
State Treasurer's Operating Fund	4,137,300	4,334,600	4,379,100
SUBTOTAL - Other Appropriated Funds	5,505,300	9,471,600	7,562,900
SUBTOTAL - Appropriated Funds	82,165,500	19,942,300	50,297,600
Other Non-Appropriated Funds	19,832,900	19,136,500	19,136,500
TOTAL - ALL SOURCES	101,998,400	39,078,800	69,434,100

AGENCY DESCRIPTION - The State Treasurer is an elected Constitutional Officer. The primary responsibilities of the office are to receive and keep custody over all monies belonging to the state that are not required to be kept by another entity, to pay warrants of the Arizona Department of Administration, and to keep an account of all monies received and disbursed. The office also invests state monies and operates the Local Government Investment Pool (LGIP) for the benefit of participating units of local government.

FOOTNOTES

- 1/ The monies in the statewide infrastructure trust fund deposit line item, the advanced air mobility fund deposit line item and the statewide transportation innovation fund deposit line item are appropriated from the respective funds to the state treasurer for the purposes provided in sections 28-7011, 28-8604, and 28-9571, Arizona Revised Statutes, respectively (General Appropriations Act footnote).
- 2/ The Treasurer reported no expenditures from this line item in FY 2024, which is consistent with the Annual Financial Report published by the Arizona Department of Administration. However, separate reports from the Treasurer's office indicate that \$1,723,500 was disbursed from this line item in FY 2024.
- 3/ A.R.S. § 41-2308 annually appropriates \$1,500,000 from the General Fund for Special Sporting Event Promotion. Because this appropriation is in permanent statute, it is not included in the General Appropriations Act.
- 4/ Of the amount appropriated for the statewide transportation innovation fund deposit line item, \$1,000,000 shall be allocated for projects east of Power Road in Maricopa county and Pinal county (General Appropriations Act footnote).
- 5/ The amount appropriated for the veterans' health innovations pilot program line item shall be allocated to the entity described in section 41-177, subsection E, Arizona Revised Statutes, to conduct a pilot program with an emphasis on innovations that improve veterans' health that satisfy the requirements of section 41-177, subsections E and F, Arizona Revised Statutes (General Appropriations Act footnote).
- 6/ This section number is from the FY 2026 General Appropriations Act.
- 7/ Monies in this line item shall be used by the Yavapai County Sheriff's Office to operate a criminal information intelligence analysis coordination center that is responsible for collecting, analyzing, synthesizing, and disseminating real-time, actionable information and that is designed to interdict human trafficking and controlled substance trafficking conducted by international criminal cartels (General Appropriations Act footnote).
- 8/ The City of Yuma shall distribute monies appropriated in this line item to a nonprofit regional hospital located in the city of Yuma that supports at least four hundred beds (General Appropriations Act footnote).
- 9/ Monies in this line item shall be distributed to the Maricopa county recorder for election-related operations. For fiscal year 2025-2026, the Maricopa county board of supervisors shall not in any way reduce the funding to the Maricopa county recorder's office below the amount of the adopted fiscal year budget for the Maricopa county recorder's office. The Maricopa county recorder's office shall submit quarterly expenditure summaries to the joint legislative budget committee detailing the use of the monies appropriated by this subsection. The monies appropriated in this subsection are exempt from the provisions of section 35-190, Arizona Revised Statutes, relating to lapsing of appropriations, until June 30, 2028 (General Appropriations Act footnote).
- 10/ Monies in this line item shall be distributed to a nonprofit organization that is designated as an international dark sky discovery center and that is focused on dark sky preservation in this state. The nonprofit organization shall use these monies for the public purpose of providing educational programming to Arizona students and shall offer its capabilities to university students for research purposes. The state treasurer shall completely distribute these monies to the nonprofit organization on or before July 15, 2025 (General Appropriations Act footnote).

- 11/ Monies in this line item shall be distributed to a nonprofit organization located in Pinal county that provides after-school recreational and educational programming to students in Pinal county (General Appropriations Act footnote).
- 12/ Monies in this line item shall be distributed to a nonprofit organization located in Pinal county that provides suicide prevention services to the residents of Pinal county (General Appropriations Act footnote).
- 13/ Monies in this line item shall be distributed to a nonprofit organization that promotes economic development in Pinal county to support a reading program for residents of Pinal county (General Appropriations Act footnote).
- 14/ Monies in this line item shall be distributed to a nonprofit organization that is located in Pinal county, that provides services to veterans in Pinal county with an in-person facility and a mobile outreach center and has previously received a grant from the department of veterans' services (General Appropriations Act footnote).
- 15/ Monies in this line item shall be distributed to a child development center located in the town of Taylor that supports long-term education and workforce needs (General Appropriations Act footnote).
- 16/ This section number is from the FY 2024 General Appropriations Act.
- 17/ The FY 2024 budget appropriated \$3,214,500 for this line item. The FY 2025 budget subsequently ex-appropriated \$800,000 as a reduction to the original FY 2024 appropriation, but this reduction was not reflected in final FY 2024 expenditures.
- 18/ The state treasurer shall distribute the monies appropriated pursuant to Laws 2023, chapter 133, section 118, paragraph 2 to the city of Prescott to improve and refurbish the rodeo grounds owned by the city. The monies shall be promptly spent to promote use of the rodeo grounds, including landscaping, hardscaping, drainage and the replacement, improvement and increased capacity of aging water and sewer infrastructure, for upgrades to the main arena sound system and bleacher seating, for construction of new restroom facilities to accommodate large crowds during events and for other site improvements that support the economic and tourism activity generated by the year-round use of the rodeo grounds for rodeo, equine, and related events. (General Appropriations Act footnote)
- 19/ This section number is from the FY 2025 General Appropriations Act.
- 20/ General Appropriations Act funds are appropriated as an Operating Lump Sum with Special Line Items by Agency.
- 21/ On or before June 30, 2026, the state treasurer shall report to the joint legislative budget committee staff on the state treasurer's current fiscal year and estimated next fiscal year expenditures of interest earnings spent pursuant to sections 35-315 and 35-318, Arizona Revised Statutes, for the state treasurer's banking service contract, external investment management agreement, administrative and information technology costs and any other costs. (General Appropriations Act footnote).

Operating Budget

The budget includes \$4,721,600 and 38.4 FTE Positions in FY 2026 for the operating budget. These amounts consist of:

	<u>FY 2026</u>
General Fund	\$342,500
State Treasurer's Operating Fund	4,379,100

Adjustments are as follows:

Statewide Adjustments

The budget includes an increase of \$44,500 from the State Treasurer's Operating Fund in FY 2026 for statewide adjustments. *(Please see the Agency Detail and Allocations section.)*

Advanced Air Mobility Fund Deposit

The budget includes \$2,000,000 from the General Fund in FY 2026 for deposit into the Advanced Air Mobility Fund. Adjustments are as follows:

One-Time Deposit

The budget includes a one-time increase of \$2,000,000 from the General Fund in FY 2026 for deposit into the Advanced Air Mobility Fund.

The FY 2026 Transportation Budget Reconciliation Bill (BRB) established a new appropriated Advanced Air Mobility Fund. Monies in the fund will be used to purchase advanced air mobility vehicles capable of carrying passengers or cargo to demonstrate the utility of such vehicles. Monies in the fund may also be used to construct vertiports, which are commonly defined as areas designated for the takeoff and landing of these vehicles. The budget includes a footnote appropriating the deposited monies from the fund to the State Treasurer for the fund's aforementioned purpose.

Secure Ballot Paper

The budget includes no funding in FY 2026 for Secure Ballot Paper. Adjustments are as follows:

Remove One-Time Funding

The budget includes a decrease of \$(6,000,000) from the General Fund in FY 2026 to remove one-time funding for a distribution to county recorders for the purchase of secure ballot paper.

Laws 2022, Chapter 313, Section 130 appropriated \$5,000,000 from the General Fund in FY 2024 and \$6,000,000 from the General Fund in FY 2025 to the Treasurer to distribute these monies on a proportional basis to county recorders that purchase ballot paper that uses specific security features, including watermarks or unique ballot identifiers, or both. Monies in this line item are exempt from lapsing.

Justice of the Peace Salaries

The budget includes \$2,797,200 from the General Fund in FY 2026 for Justice of the Peace (JP) salaries. Adjustments are as follows:

Remove FY 2025 Supplemental

The budget includes a decrease of \$(310,000) from the General Fund in FY 2026 to remove the FY 2025 supplemental appropriation.

Statutory Funding Requirement

The budget includes an increase of \$479,000 from the General Fund in FY 2026 to align the appropriation to the anticipated funding need.

A.R.S. § 22-117 requires the state to pay 40% of the salary for each Justice of the Peace, with the county paying the remainder. This provision does not apply to Maricopa County, which pays 100% of its JP costs. A.R.S. § 22-117 also limits the amount that the state can reimburse to the counties to the amount appropriated.

Justice of the Peace salaries are based on a proportion of the annual compensation for a Superior Court judge as determined by the guidelines for Judicial Productivity Credits (JPCs) outlined in statute. JPCs are calculated every year and are based on the total and type of cases that a Justice of the Peace hears and whether the Justice receives clerical help. An annual average JPC total is compared against the salary ranges in statute to determine an individual Justice's compensation. The FY 2025 General Appropriations Act increased Superior Court judge's salaries from \$180,000 to \$190,000 on January 1, 2025 and to \$200,000 on January 1, 2026. The budget, however, did not adjust the appropriation for Justice of the Peace salaries proportionally, resulting in a projected FY 2025 shortfall. The budget includes a one-time supplemental appropriation of \$310,000 to address this shortfall in FY 2025. As noted above, the budget also

includes an ongoing increase of \$479,000 in FY 2026 to annualize that amount and account for the January 1, 2026 increase.

Law Enforcement/Boating Safety Fund Grants

The budget includes \$2,183,800 from the Law Enforcement and Boating Safety Fund (LEBSF) in FY 2026 for the administration of the Law Enforcement/Boating Safety Fund grants. This amount is unchanged from FY 2025.

A.R.S. § 5-383 requires the State Treasurer to administer LEBSF monies. However, the allocation determinations are made by the Arizona Game and Fish Commission. The Treasurer disburses monies to county law enforcement agencies in Apache, Coconino, Gila, La Paz, Maricopa, Mohave, Navajo, and Yuma Counties in accordance with the distribution formula developed by the Arizona Game and Fish Commission. The FY 2024 and year-to-date FY 2025 allocations are included in *Table 1*.

Table 1

Allocation of LEBSF Grants

County	FY 2024	FY 2025 Thru May 30 th
Apache	\$ 23,600	\$ 26,300
Coconino	244,900	273,100
Gila	171,500	191,200
La Paz	281,100	313,500
Maricopa	225,600	251,600
Mohave	551,000	614,400
Navajo	11,400	12,700
Yuma	214,400	239,100
Total ^{1/}	\$1,723,500	\$1,921,900

^{1/} Amounts may not add to total due to rounding

Special Sporting Event

The budget includes \$1,500,000 from the General Fund in FY 2026 for Special Sporting Event funding. This amount is unchanged from FY 2025.

Monies in this line item are used to promote an auto racing sporting event. The Office of Tourism is required to provide an annual report on or before October 1 to the JLBC that includes the amounts and purposes of all expenditures made from these monies in the previous fiscal year. Because this authorization is in permanent statute, the appropriation amount is not included in the General Appropriations Act.

A.R.S. § 41-2308 requires the Treasurer to send \$125,000 each month (for an annual total of \$1,500,000) to the

Office of Tourism through FY 2051 for special sporting event promotions. *(For more background, see the FY 2023 Appropriations Report.)*

Statewide Infrastructure Trust Fund Deposit

The budget includes \$1,000,000 from the General Fund in FY 2026 for deposit into the Statewide Infrastructure Trust Fund. Adjustments are as follows:

One-Time Deposit

The budget includes a one-time increase of \$1,000,000 from the General Fund in FY 2026 for deposit into the Statewide Infrastructure Trust Fund.

The FY 2026 Transportation BRB established a new appropriated Statewide Infrastructure Trust Fund. Monies in the fund will be used to finance projects that construct or improve federal or state highways. All expenditures from the fund are subject to review by the Joint Committee on Capital Review. The budget includes a footnote appropriating the deposited monies from the fund to the State Treasurer for the fund's aforementioned purpose.

Statewide Transportation Innovation Fund Deposit

The budget includes \$2,000,000 from the General Fund in FY 2026 for deposit into the Statewide Transportation Innovation Fund. Adjustments are as follows:

One-Time Deposit

The budget includes a one-time increase of \$2,000,000 from the General Fund in FY 2026 for deposit into the Statewide Transportation Innovation Fund.

The FY 2026 Transportation BRB established a new appropriated Statewide Transportation Innovation Fund. Monies in the fund will be used to administer the Statewide Transportation Innovation Program established pursuant to A.R.S. § 28-9572. The budget includes a footnote appropriating the deposited monies from the fund to the State Treasurer for the fund's aforementioned purpose.

Veteran's Health Innovations Pilot Program

The budget includes \$150,000 from the General Fund in FY 2026 for a Veterans' Health Innovations Pilot Program. Adjustments are as follows:

One-Time Funding

The budget includes a one-time increase of \$150,000 from the General Fund in FY 2026 for a Veterans' Health Innovations Pilot Program.

Monies in this line item will be allocated to a nonprofit charitable organization to conduct a pilot program with an emphasis on innovations that improve veterans' health. The monies will be allocated in accordance with A.R.S. § 41-177 subsection E, which establishes the guidelines for distributions from the Arizona Health Innovation Trust Fund.

FY 2026 Budget - Section 118 Local Distributions

Section 118 of the FY 2026 General Appropriations Act includes the following distributions by the Treasurer:

Ak-Chin Indian Community Police Department

The budget includes \$300,000 from the General Fund in FY 2026 for the Ak-Chin Indian Community Police Department. Adjustments are as follows:

One-Time Distribution

The budget includes a one-time increase of \$300,000 from the General Fund in FY 2026 for distribution to the Ak-Chin Indian Community Police Department (*Item 1 of Section 118, subsection A*).

Arizona City Fire District

The budget includes \$100,000 from the General Fund in FY 2026 for the Arizona City Fire District. Adjustments are as follows:

One-Time Distribution

The budget includes a one-time increase of \$100,000 from the General Fund in FY 2026 for distribution to the Arizona City Fire District (*Item 2 of Section 118, subsection A*).

Prescott Valley Police Department

The budget includes \$450,000 from the General Fund in FY 2026 for the Prescott Valley Police Department. Adjustments are as follows:

One-Time Distribution

The budget includes a one-time increase of \$450,000 from the General Fund in FY 2026 for distribution to the Prescott Valley Police Department (*Item 3 of Section 118, subsection A*).

Casa Grande Police Department

The budget includes \$300,000 from the General Fund in FY 2026 for the Casa Grande Police Department. Adjustments are as follows:

One-Time Distribution

The budget includes a one-time increase of \$300,000 from the General Fund in FY 2026 for distribution to the Casa Grande Police Department (*Item 4 of Section 118, subsection A*).

Casa Grande Fire Department

The budget includes \$200,000 from the General Fund in FY 2026 for the Casa Grande Fire Department. Adjustments are as follows:

One-Time Distribution

The budget includes a one-time increase of \$200,000 from the General Fund in FY 2026 for distribution to the Casa Grande Fire Department (*Item 5 of Section 118, subsection A*).

Coolidge Police Department

The budget includes \$200,000 from the General Fund in FY 2026 for the Coolidge Police Department. Adjustments are as follows:

One-Time Distribution

The budget includes a one-time increase of \$200,000 from the General Fund in FY 2026 for distribution to the Coolidge Police Department (*Item 6 of Section 118, subsection A*).

Coolidge Fire Department

The budget includes \$200,000 from the General Fund in FY 2026 for the Coolidge Fire Department. Adjustments are as follows:

One-Time Distribution

The budget includes a one-time increase of \$200,000 from the General Fund in FY 2026 for distribution to the Coolidge Fire Department (*Item 7 of Section 118, subsection A*).

Eloy Police Department

The budget includes \$200,000 from the General Fund in FY 2026 for the Eloy Police Department. Adjustments are as follows:

One-Time Distribution

The budget includes a one-time increase of \$200,000 from the General Fund in FY 2026 for distribution to the Eloy Police Department (*Item 8 of Section 118, subsection A*).

Eloy Fire District

The budget includes \$200,000 from the General Fund in FY 2026 for the Eloy Fire District. Adjustments are as follows:

One-Time Distribution

The budget includes a one-time increase of \$200,000 from the General Fund in FY 2026 for distribution to the Eloy Fire District (*Item 9 of Section 118, subsection A*).

Florence Police Department

The budget includes \$500,000 from the General Fund in FY 2026 for the Florence Police Department. Adjustments are as follows:

One-Time Distribution

The budget includes a one-time increase of \$500,000 from the General Fund in FY 2026 for distribution to the Florence Police Department (*Item 10 of Section 118, subsection A*).

Florence Fire Department

The budget includes \$270,000 from the General Fund in FY 2026 for the Florence Fire Department. Adjustments are as follows:

One-Time Distribution

The budget includes a one-time increase of \$270,000 from the General Fund in FY 2026 for distribution to the Florence Fire Department (*Item 11 of Section 118, subsection A*).

Gila River Police Department

The budget includes \$200,000 from the General Fund in FY 2026 for the Gila River Police Department. Adjustments are as follows:

One-Time Distribution

The budget includes a one-time increase of \$200,000 from the General Fund in FY 2026 for distribution to the Gila River Police Department (*Item 12 of Section 118, subsection A*).

Gila River Fire Department

The budget includes \$200,000 from the General Fund in FY 2026 for the Gila River Fire Department. Adjustments are as follows:

One-Time Distribution

The budget includes a one-time increase of \$200,000 from the General Fund in FY 2026 for distribution to the Gila River Fire Department (*Item 13 of Section 118, subsection A*).

Maricopa County Attorney's Office

The budget includes \$2,000,000 from the General Fund in FY 2026 for sexual assault investigator training and anti-human trafficking activities at the Maricopa County Attorney's Office. Adjustments are as follows:

One-Time Distribution

The budget includes a one-time increase of \$2,000,000 from the General Fund in FY 2026 for distribution to the Maricopa County Attorney's Office (*Item 14 of Section 118, subsection A*).

City of Maricopa Police Department

The budget includes \$200,000 from the General Fund in FY 2026 for the City of Maricopa Police Department. Adjustments are as follows:

One-Time Distribution

The budget includes a one-time increase of \$200,000 from the General Fund in FY 2026 for distribution to the City of Maricopa Police Department (*Item 15 of Section 118, subsection A*).

City of Maricopa Fire and Medical Department

The budget includes \$200,000 from the General Fund in FY 2026 for the City of Maricopa Fire and Medical Department. Adjustments are as follows:

One-Time Distribution

The budget includes a one-time increase of \$200,000 from the General Fund in FY 2026 for distribution to the City of Maricopa Fire and Medical Department (*Item 16 of Section 118, subsection A*).

Mohave County South Cove Launch Ramp

The budget includes \$500,000 from the General Fund in FY 2026 for the Mohave County South Cove Launch Ramp. Adjustments are as follows:

One-Time Distribution

The budget includes a one-time increase of \$500,000 from the General Fund in FY 2026 for distribution to Mohave County to purchase a mobile launch ramp for the south cove at Lake Mead recreational area (*Item 17 of Section 118, subsection A*).

Mohave County Horizon Six Firefighting Infrastructure

The budget includes \$500,000 from the General Fund in FY 2026 for the firefighting infrastructure in the Mohave County Horizon Six Improvement District. Adjustments are as follows:

One-Time Distribution

The budget includes a one-time increase of \$500,000 from the General Fund in FY 2026 for distribution to Mohave County for firefighting infrastructure in the Horizon Six Improvement District (*Item 18 of Section 118, subsection A*).

Pinal County Sheriff's Office

The budget includes \$400,000 from the General Fund in FY 2026 for the Pinal County Sheriff's Office. Adjustments are as follows:

One-Time Distribution

The budget includes a one-time increase of \$400,000 from the General Fund in FY 2026 for distribution to the Pinal County Sheriff's Office (*Item 19 of Section 118, subsection A*).

Pinal County Dumping Prohibition Signs

The budget includes \$50,000 from the General Fund in FY 2026 for illegal dumping prohibition signage in Pinal County. Adjustments are as follows:

One-Time Distribution

The budget includes a one-time increase of \$50,000 from the General Fund in FY 2026 for distribution to Pinal County for dumping prohibition signs (*Item 20 of Section 118, subsection A*).

City of Sierra Vista Infrastructure

The budget includes \$100,000 from the General Fund in FY 2026 for infrastructure in the City of Sierra Vista. Adjustments are as follows:

One-Time Distribution

The budget includes a one-time increase of \$100,000 from the General Fund in FY 2026 for distribution to the City of Sierra Vista for infrastructure improvements (*Item 21 of Section 118, subsection A*).

City of Sierra Vista Part 433 Reentry License

The budget includes \$1,500,000 from the General Fund in FY 2026 to help the City of Sierra Vista obtain a Part 433 Reentry License from the Federal Aviation Administration. Adjustments are as follows:

One-Time Distribution

The budget includes a one-time increase of \$1,500,000 from the General Fund in FY 2026 for distribution to City of Sierra Vista to obtain a Part 433 Reentry License (*Item 22 of Section 118, subsection A*).

Mohave County Sheriff Search and Rescue Training

The budget includes \$100,000 from the General Fund in FY 2026 for search and rescue training at the Mohave County Sheriff's Office. Adjustments are as follows:

One-Time Distribution

The budget includes a one-time increase of \$100,000 from the General Fund in FY 2026 for distribution to Mohave County Sheriff's Office for search and rescue training (*Item 23 of Section 118, subsection A*).

Paradise Valley Indoor Police Shooting Range

The budget includes \$100,000 from the General Fund in FY 2026 for the for the development of an indoor police shooting range in the town of Paradise Valley. Adjustments are as follows:

One-Time Distribution

The budget includes a one-time increase of \$100,000 from the General Fund in FY 2026 for distribution to the Town of Paradise Valley for an indoor police shooting range (*Item 24 of Section 118, subsection A*).

Phoenix Police Department Community Policing

The budget includes \$100,000 from the General Fund in FY 2026 for Phoenix Police Department Community Policing. Adjustments are as follows:

One-Time Distribution

The budget includes a one-time increase of \$100,000 from the General Fund in FY 2026 for distribution to the Phoenix Police Department for community policing (*Item 25 of Section 118, subsection A*).

Salt River Police Department Community Policing

The budget includes \$100,000 from the General Fund in FY 2026 for Salt River Police Department Community Policing. Adjustments are as follows:

One-Time Distribution

The budget includes a one-time increase of \$100,000 from the General Fund in FY 2026 for distribution to the Salt River Police Department for community policing (*Item 26 of Section 118, subsection A*).

Scottsdale Adaptive Services Park

The budget includes \$100,000 from the General Fund in FY 2026 for the Scottsdale Adaptive Services Park. Adjustments are as follows:

One-Time Distribution

The budget includes a one-time increase of \$100,000 from the General Fund in FY 2026 for distribution to the City of Scottsdale for an adaptive services park or adaptive services recreational facility (*Item 27 of Section 118, subsection A*).

Snowflake James Flake Historical House Restoration

The budget includes \$350,000 from the General Fund in FY 2026 for the renovation of the James Flake Historical House in the city of Snowflake. Adjustments are as follows:

One-Time Distribution

The budget includes a one-time increase of \$350,000 from the General Fund in FY 2026 for distribution to the City of Snowflake to restore the James M. Flake house historical site (*Item 28 of Section 118, subsection A*).

Thunderbird Fire District

The budget includes \$100,000 from the General Fund in FY 2026 for the Thunderbird Fire District. Adjustments are as follows:

One-Time Distribution

The budget includes a one-time increase of \$100,000 from the General Fund in FY 2026 for distribution to the Thunderbird Fire District (*Item 29 of Section 118, subsection A*).

Yavapai County Sheriff Criminal Information Intelligence Analysis Center

The budget includes \$2,000,000 from the General Fund in FY 2026 for the Yavapai County Sheriff Criminal Information Intelligence Analysis Center. Adjustments are as follows:

One-Time Distribution

The budget includes a one-time increase of \$2,000,000 from the General Fund in FY 2026 for distribution to the Yavapai County Sheriff's Office to operate a criminal

information intelligence analysis coordination center that is responsible for collecting, analyzing, synthesizing, and disseminating real-time, actionable information and that is designed to interdict human trafficking and controlled substance trafficking conducted by international criminal cartels. *(Item 30 of Section 118, subsection A).*

Yuma County Waste Tire Disposal

The budget includes \$850,000 from the General Fund in FY 2026 for the disposal of waste tires in Yuma County. Adjustments are as follows:

One-Time Distribution

The budget includes a one-time increase of \$850,000 from the General Fund in FY 2026 for distribution to Yuma County for the disposal of waste tires *(Item 31 of Section 118, subsection A).*

Mohave County Sheriff's Office

The budget includes \$1,000,000 from the General Fund in FY 2026 for the Mohave County Sheriff's Office. Adjustments are as follows:

One-Time Distribution

The budget includes a one-time increase of \$1,000,000 from the General Fund in FY 2026 for distribution to the Mohave County Sheriff's Office *(Item 32 of Section 118, subsection A).*

La Paz County Sheriff's Office

The budget includes \$500,000 from the General Fund in FY 2026 for the La Paz County Sheriff's Office. Adjustments are as follows:

One-Time Distribution

The budget includes a one-time increase of \$500,000 from the General Fund in FY 2026 for distribution to the La Paz County Sheriff's Office *(Item 33 of Section 118, subsection A).*

Yavapai County Sheriff's Office

The budget includes \$950,000 from the General Fund in FY 2026 for the Yavapai County Sheriff's Office. Adjustments are as follows:

One-Time Distribution

The budget includes a one-time increase of \$950,000 from the General Fund in FY 2026 for distribution to the Yavapai County Sheriff's Office *(Item 34 of Section 118, subsection A).*

Yavapai County Sheriff's Office - Satellite Communications

The budget includes \$500,000 from the General Fund in FY 2026 for a satellite communications pilot program at the Yavapai County Sheriff's Office. Adjustments are as follows:

One-Time Distribution

The budget includes a one-time increase of \$500,000 from the General Fund in FY 2026 for distribution to Yavapai County for a satellite communications pilot program *(Item 35 of Section 118, subsection A).*

Yavapai County - New Public Safety Facility

The budget includes \$1,000,000 from the General Fund in FY 2026 for the construction of a new public safety facility in southwest Yavapai County. Adjustments are as follows:

One-Time Distribution

The budget includes a one-time increase of \$1,000,000 from the General Fund in FY 2026 for distribution to Yavapai County for the construction a public safety facility *(Item 36 of Section 118, subsection A).*

Yuma County Recorder

The budget includes \$1,000,000 from the General Fund in FY 2026 for the Yuma County Recorder. Adjustments are as follows:

One-Time Distribution

The budget includes a one-time increase of \$1,000,000 from the General Fund in FY 2026 for distribution to the Yuma County Recorder *(Item 37 of Section 118, subsection A).*

City of Yuma Nonprofit Regional Hospital

The budget includes \$3,000,000 from the General Fund in FY 2026 for a nonprofit regional hospital in the City of Yuma. Adjustments are as follows:

One-Time Distribution

The budget includes a one-time increase of \$3,000,000 from the General Fund in FY 2026 for distribution to City of Yuma for further distribution to a nonprofit regional hospital located in the city that supports at least 400 beds *(Item 38 of Section 118, subsection A).*

City of Peoria Park Improvements

The budget includes \$300,000 from the General Fund in FY 2026 for the capital improvements to parks located in the City of Peoria. Adjustments are as follows:

One-Time Distribution

The budget includes a one-time increase of \$300,000 from the General Fund in FY 2026 for distribution to the City of Peoria for park improvements (*Item 39 of Section 118, subsection A*).

City of Winslow

The budget includes \$2,500,000 from the General Fund in FY 2026 for the City of Winslow. Adjustments are as follows:

One-Time Distribution

The budget includes a one-time increase of \$2,500,000 from the General Fund in FY 2026 for distribution to the City of Winslow (*Item 40 of Section 118, subsection A*).

City of Bullhead Water Transmission Line

The budget includes \$1,000,000 from the Long-Term Water Augmentation Fund in FY 2026 for a water transmission line in the City of Bullhead. Adjustments are as follows:

One-Time Distribution

The budget includes a one-time increase of \$1,000,000 from the Long-Term Water Augmentation Fund in FY 2026 for distribution to the City of Bullhead for a new water transmission line (*Section 118, subsection B*).

Maricopa County Recorder

The budget includes \$4,100,000 from the General Fund in FY 2026 for the Maricopa County Recorder. Adjustments are as follows:

One-Time Distribution

The budget includes a one-time increase of \$4,100,000 from the General Fund in FY 2026 for distribution to Maricopa County Recorder (*Section 118, subsection C*).

The budget includes a footnote prohibiting Maricopa County from reducing the Maricopa County Recorder's operating budget. This appropriation is exempt from lapsing through FY 2028.

FY 2026 Budget - Section 119 Nonprofit Organization Distributions

Section 119 of the FY 2026 General Appropriations Act includes the following distributions by the Treasurer:

International Dark Sky Discovery Center

The budget includes \$3,300,000 from the General Fund in FY 2026 for an International Dark Sky Discovery Center. Adjustments are as follows:

One-Time Distribution

The budget includes a one-time increase of \$3,300,000 from the General Fund in FY 2026 for distribution to a nonprofit organization that is designated as an international dark sky discovery center and that is focused on dark sky preservation in this state. The nonprofit organization shall use these monies for the public purpose of providing educational programming to Arizona students and shall offer its capabilities to university students for research purposes. (*Item 1 of Section 119*). These monies are in addition to the \$10,000,000 appropriated for this purpose in Section 118 of the FY 2025 General Appropriations Act.

The budget includes a footnote requiring the state treasurer to completely distribute these monies to the nonprofit organization on or before July 15, 2025.

Pinal County - Nonprofit After-School Recreation Center

The budget includes \$200,000 from the General Fund in FY 2026 for distribution to a nonprofit organization located in Pinal County that provides after-school recreational and educational programming to students in Pinal County. Adjustments are as follows:

One-Time Distribution

The budget includes a one-time increase of \$200,000 from the General Fund in FY 2026 for distribution to a nonprofit organization located in Pinal County that provides after-school recreational and educational programming to students in Pinal County (*Item 2 of Section 119*).

Pinal County - Nonprofit Suicide Prevention Center

The budget includes \$300,000 from the General Fund in FY 2026 for distribution to a nonprofit organization located in Pinal county that provides suicide prevention services to the residents of Pinal county. Adjustments are as follows:

One-Time Distribution

The budget includes a one-time increase of \$300,000 from the General Fund in FY 2026 for distribution to a nonprofit organization located in Pinal county that provides suicide prevention services to the residents of Pinal county (*Item 3 of Section 119*).

Pinal County - Reading Program

The budget includes \$25,000 from the General Fund in FY 2026 for distribution to a nonprofit organization that promotes economic development in Pinal county to support a reading program for residents of Pinal county. Adjustments are as follows:

One-Time Distribution

The budget includes a one-time increase of \$25,000 from the General Fund in FY 2026 for distribution to a nonprofit organization that promotes economic development in Pinal county to support a reading program for residents of Pinal county (*Item 4 of Section 119*).

Pinal County - Nonprofit Veterans' Services Organization

The budget includes \$200,000 from the General Fund in FY 2026 for distribution to a nonprofit organization located in Pinal county that provides services to veterans in Pinal county. Adjustments are as follows:

One-Time Distribution

The budget includes a one-time increase of \$200,000 from the General Fund in FY 2026 for distribution to a nonprofit organization located in Pinal county that provides services to veterans in Pinal county (*Item 5 of Section 119*).

Town of Taylor - Nonprofit Child Development Center

The budget includes \$1,500,000 from the General Fund in FY 2026 for distribution to a child development center located in the town of Taylor that supports long-term education and workforce needs. Adjustments are as follows:

One-Time Distribution

The budget includes a one-time increase of \$1,500,000 from the General Fund in FY 2026 for distribution to a child development center located in the town of Taylor that supports long-term education and workforce needs (*Item 6 of Section 119*).

FY 2025 Budget - Section 127 Peace Officer Training Equipment Fund Distributions

Section 127 of the FY 2025 General Appropriations Act includes the following distributions by the Treasurer:

Pinal County Record Management System

The budget includes no funding in FY 2026 for the Pinal County Record Management System. Adjustments are as follows:

Remove One-Time Distribution

The budget includes a decrease of \$(600,000) from the Peace Officer Training Equipment Fund in FY 2026 to remove funding for a one-time distribution to the Pinal County Sheriffs' Office for a pilot program to connect the records management systems and computer aided dispatch system. (*Item 1 of Section 127*)

Pepperball and Pepperball Weapons

The budget includes no funding in FY 2026 for pepperball and pepperball weapons. Adjustments are as follows:

Remove One-Time Distribution

The budget includes a decrease of \$(1,441,200) from the Peace Officer Training Equipment Fund in FY 2026 to remove funding for a one-time distribution to 15 public safety organizations for pepperball and pepperball weapons.

The FY 2025 budget distributed the \$1,441,200 appropriation as follows (*Item 2 of Section 127*):

Cochise County Sheriff's Office	\$ 56,600
Santa Cruz County Sheriff's Office	83,900
Pinal County Sheriff's Office	191,500
Scottsdale Police Department	122,200
Downtown District	
Nogales Police Department	112,800
Peoria Police Department	51,000
Tempe Police Department	225,000
Payson Police Department	37,800
San Luis Police Department	38,600
Navajo County Sheriff's Office	59,000
Phoenix Office of Police Chief	213,900
Apache Junction Police Department	64,200
Tombstone Marshall's Office	33,500
Goodyear Police Department	74,900
Queen Creek Police Department	76,300
Total	\$1,441,200

Maricopa County Attorney Office Training Simulator

The budget includes no funding in FY 2026 for the Maricopa County Attorney's Office Training Simulator. Adjustments are as follows:

Remove One-Time Distribution

The budget includes a decrease of \$(312,000) from the Peace Officer Training Equipment Fund in FY 2026 to remove funding for a one-time distribution to the Maricopa County Attorney's Office for a 180-degree simulator for training de-escalation and crime re-creation (*Item 3 of Section 127*).

Yavapai County Sheriff Office Simulations

The budget includes no funding in FY 2026 for the Yavapai County Sheriff Office Simulations. Adjustments are as follows:

Remove One-Time Distribution

The budget includes a decrease of \$(600,000) from the Peace Officer Training Equipment Fund in FY 2026 to remove funding for a one-time distribution to the Yavapai County Sheriff's Office to create simulations for law enforcement.

The Sheriff's Office is to make the simulations available free of charge to other law enforcement agencies that have received law enforcement training simulators from the state (*Item 4 of Section 127*).

Other Issues

FY 2024 Revision

The FY 2024 budget (Laws 2023, chapter 133, section 118, paragraph 2) appropriated \$15,300,000 to the Treasurer to distribute to a nonprofit volunteer organization that operates a rodeo at the Yavapai county fairgrounds.

The FY 2026 budget (Laws 2025, chapter 233, section 121) requires the Treasurer to redirect that \$15,300,000 appropriation to the City of Prescott to improve and refurbish the rodeo grounds owned by the city. The monies shall be promptly spent to promote use of the rodeo grounds, including landscaping, hardscaping, drainage and the replacement, improvement and increased capacity of aging water and sewer infrastructure, for upgrades to the main arena sound system and bleacher seating, for construction of new restroom facilities to accommodate large crowds during events and for other site improvements that support the economic and tourism activity generated by the year-round use of the rodeo grounds for rodeo, equine, and related events.

FY 2025 Supplemental

The budget includes an FY 2025 supplemental appropriation of \$310,000 from the General Fund to address a shortfall in the Justice of the Peace Salaries line item appropriation. (*Please see the Justice of the Peace Salaries line item for more information*).

Statutory Changes

The Transportation BRB makes the following statutory changes:

- As permanent law, establish the Advanced Air Mobility Fund to be administered by the State Treasurer and subject to legislative appropriation. The fund shall be used for the purchase of advanced air mobility vehicles used for transit, testing and development. Requires JCCR review prior to expenditure.
- As permanent law, establish the Statewide Transportation Innovation Fund to be administered by the State Treasurer and subject to legislative appropriation. The fund shall be used to establish a grant program for transportation innovation projects. All grant applications must be provided to the chairs of the House and Senate Transportation Committees.
- As permanent law, establish the Statewide Infrastructure Trust Fund to be administered by the State Treasurer and subject to legislative appropriation. The fund shall be used to fund future transportation projects in the state. Require JCCR review prior to expenditure.

Fund Transfers

The budget includes a transfer of \$2,000,000 in FY 2026 from the Treasurer's Peace Officer Training Equipment Fund to the School Safety Interoperability Fund.