

## Department of Transportation

	FY 2025 ACTUAL	FY 2026 ESTIMATE	FY 2027 BASELINE
<b>OPERATING BUDGET</b>			
<i>Full Time Equivalent Positions</i>	4,571.0	4,581.0	4,581.0
Personal Services	137,981,200	156,972,100	156,972,100
Employee Related Expenditures	60,405,800	68,942,100	68,942,100
Professional and Outside Services	8,919,300	8,132,800	8,132,800
Travel - In State	715,200	819,000	819,000
Travel - Out of State	173,000	181,400	181,400
Other Operating Expenditures	33,282,000	32,634,300	28,184,700
Equipment	4,137,800	3,574,400	3,574,400
<b>OPERATING SUBTOTAL</b>	<b>245,614,300</b>	<b>271,256,100</b>	<b>266,806,500 <sup>1/</sup></b>
<b>SPECIAL LINE ITEMS</b>			
ADOT Fleet Vehicles and Heavy Equipment Maintenance	24,237,000	26,814,600	26,814,600
ADOT Fleet Vehicles and Heavy Equipment Maintenance Contingency	482,400	1,000,000	1,000,000
ADOT Fleet Vehicle and Heavy Equipment Replacement	20,231,100	22,400,000	22,400,000 <sup>2/</sup>
Attorney General Legal Services	3,940,400	3,940,400	3,940,400 <sup>3/</sup>
Authorized Third Parties	2,041,600	2,252,700	2,252,700
Construction Management System Replacement	1,227,900	6,272,000	0
Driver Safety and Livestock Control	741,500	800,000	800,000
Highway Damage Recovery Account	7,274,900	7,999,000	7,999,000
Highway Maintenance	139,992,900	182,913,000	182,099,400 <sup>4/5/</sup>
One-Time Fleet Fuel Inflation Funding	3,297,900	0	0
Preventive Surface Treatments	27,750,400	36,142,000	36,142,000 <sup>6/</sup>
Radio Lifecycle Replacement	1,653,600	1,656,100	1,656,100
Spaying and Neutering of Animals Fund Deposit	0	500,000	0
State Fleet Operations	19,206,600	32,421,400	32,421,400
State Fleet Vehicle Replacement	8,679,200	15,351,600	7,250,000
Statewide Litter Removal	3,030,300	3,106,800	3,106,800
<b>AGENCY TOTAL</b>	<b>509,402,000</b>	<b>614,825,700</b>	<b>594,688,900 <sup>7/-11/</sup></b>
<b>FUND SOURCES</b>			
General Fund	0	500,000	0
<u>Other Appropriated Funds</u>			
Air Quality Fund	803,300	1,094,000	894,000
Department Fleet Operations Fund	24,719,400	27,814,600	27,814,600
Highway Damage Recovery Account	7,274,900	7,999,000	7,999,000
Highway User Revenue Fund	775,600	842,500	842,500
Ignition Interlock Device Fund	308,900	380,600	380,600
Motor Vehicle Liability Insurance Enforcement Fund	1,213,300	1,655,600	1,655,600
State Aviation Fund	2,103,600	2,587,400	2,587,400
State Fleet Operations Fund	19,206,600	32,421,400	32,421,400
State Highway Fund	442,902,300	522,493,900	511,158,700
State Vehicle Replacement Fund	8,679,200	15,351,600	7,250,000
Vehicle Inspection and Certificate of Title Enforcement Fund	1,414,900	1,685,100	1,685,100
<b>SUBTOTAL - Other Appropriated Funds</b>	<b>509,402,000</b>	<b>614,325,700</b>	<b>594,688,900</b>
<b>SUBTOTAL - Appropriated Funds</b>	<b>509,402,000</b>	<b>614,825,700</b>	<b>594,688,900</b>
Other Non-Appropriated Funds	33,903,700	23,021,900	23,021,900
Federal Funds	45,091,800	0	0
<b>TOTAL - ALL SOURCES</b>	<b>588,397,500</b>	<b>637,847,600</b>	<b>617,710,800</b>

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

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**FOOTNOTES**

- 1/ The amount appropriated in the operating lump sum includes a \$2,000,000 reduction below fiscal year 2023-2024 level from the state highway fund established by section 28-6991, Arizona Revised Statutes, in fiscal year 2026-2027 from the department's enforcement and compliance division. (General Appropriations Act footnote)
- 2/ Expenditures made by the department of transportation for ADOT fleet vehicle and heavy equipment replacement shall be funded only from the ADOT fleet 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 ADOT fleet vehicle and heavy equipment replacement line item before expenditure. (General Appropriations Act footnote)
- 3/ 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 Appropriations Act footnote)
- 4/ Of the total amount appropriated, \$182,099,400 in fiscal year 2026-2027 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, 2027. (General Appropriations Act footnote)
- 5/ 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 Appropriations Act footnote)
- 6/ 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, 2027. (General Appropriations Act footnote)
- 7/ Of the total amount appropriated, the department of transportation shall pay \$21,233,800 in fiscal year 2026-2027 from all funds to the department of administration for its risk management payment. (General Appropriations Act footnote)
- 8/ The department of transportation 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, 2027 for fiscal year 2026-2027. (General Appropriations Act footnote)
- 9/ On or before February 1, 2027, 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 2026-2027, 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 Appropriations Act footnote)
- 10/ On or before August 1, 2026, the department of transportation 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 those monies. (General Appropriations Act footnote)
- 11/ General Appropriations Act funds are appropriated as an Operating Lump Sum with Special Line Items by Agency.

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<b>Operating Budget</b>
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The Baseline includes \$266,806,500 and 3,419 FTE Positions in FY 2027 for the operating budget. These amounts consist of:

Air Quality Fund	<b>FY 2027</b> \$894,000
Highway User Revenue Fund	612,800

Ignition Interlock Device Fund	380,600
Motor Vehicle Liability Insurance	1,550,600
Enforcement Fund	
State Aviation Fund	2,587,400
State Highway Fund	259,189,000
Vehicle Inspection and Certificate of	1,592,100
Title Enforcement Fund	

Adjustments are as follows:

**Remove One-Time Building System Management Upgrade Funding**

The Baseline includes a decrease of \$(238,000) from the State Highway Fund in FY 2027 to remove one-time funding to upgrade the department's construction management system. This funding covered the second phase of a 3-phase project.

**Remove One-Time Maintenance Management System**

The Baseline includes a decrease of \$(3,222,500) from the State Highway Fund in FY 2027 to remove one-time funding to replace the department's maintenance management system. This funding covered the first phase of a 3-phase project.

**Remove One-Time FY 2026 MVD Security System**

The Baseline includes a decrease of \$(789,100) from the State Highway Fund in FY 2027 to remove one-time funding to replace the security systems at 9 MVD offices throughout the state. This funding covered the fourth phase of a 5-phase project intended to replace the security systems at all 42 offices.

**Remove One-Time FY 2026 Passenger Rail Service Operating Funding**

The Baseline includes a decrease of \$(200,000) from the Air Quality Fund in FY 2027 to remove one-time funding for operating costs associated with a study for a passenger rail service from Phoenix to Tucson.

**ADOT Fleet Vehicles and Heavy Equipment Maintenance**

The Baseline includes \$26,814,600 and 200 FTE Positions from the Department Fleet Operations Fund in FY 2027 for Vehicles and Heavy Equipment Maintenance. These amounts are unchanged from FY 2026.

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

**ADOT Fleet Vehicles and Heavy Equipment Maintenance Contingency**

The Baseline includes \$1,000,000 from the Department Fleet Operations Fund in FY 2027 for Vehicles and Heavy Equipment Maintenance Contingency. This amount is unchanged from FY 2026.

This line item funds the contingency related costs of maintaining the department's vehicle and equipment fleet.

**ADOT Fleet Vehicle and Heavy Equipment Replacement**

The Baseline includes \$22,400,000 from the State Highway Fund in FY 2027 for Vehicle and Heavy Equipment Replacement. This amount is unchanged from FY 2026.

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 Appropriations Act footnote requires vehicle and heavy equipment replacement to be funded only from this line item.

**Attorney General Legal Services**

The Baseline includes \$3,940,400 from the State Highway Fund in FY 2027 for Attorney General Legal Services. This amount is unchanged from FY 2026.

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 \$2,252,700 and 20 FTE Positions in FY 2027 for Authorized Third Parties. These amounts consist of:

Highway User Revenue Fund	229,700
Motor Vehicle Liability Insurance Enforcement Fund	105,000
State Highway Fund	1,825,000
Vehicle Inspection and Certificate of Title Enforcement Fund	93,000

These amounts are unchanged from FY 2026.

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 2025, ATPs retained \$30,198,000 in fees that otherwise would have been deposited to the Highway User Revenue Fund

(HURF) and \$45,021,000 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.)

#### **Construction Management System Replacement**

The Baseline includes no funding in FY 2027 for Construction Management System Replacement. Adjustments are as follows:

##### **Remove One-Time FY 2026 Construction Management System Replacement Funding**

The Baseline includes a decrease of \$(6,272,000) from the State Highway Fund in FY 2027 to remove one-time funding for construction management system replacement. This funding covered the second phase of a 4-phase project intended to replace the department's construction management IT system.

The IT system is utilized by ADOT for managing the contract process and tracking the delivery of construction projects.

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

The Baseline includes \$800,000 from the State Highway Fund in FY 2027 for Driver Safety and Livestock Control. This amount is unchanged from FY 2026.

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 \$7,999,000 from the Highway Damage Recovery Account in FY 2027 for the Highway Damage Recovery Account. This amount is unchanged from FY 2026.

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 \$182,099,400 and 932 FTE Positions from the State Highway Fund in FY 2027 for Highway Maintenance. Adjustments are as follows:

##### **Remove One-Time FY 2026 I-17 Flex Lane Maintenance Cost**

The Baseline includes a decrease of \$(813,600) from the State Highway Fund in FY 2027 to remove one-time funding for maintenance of new flex lane miles along Interstate 17 from Anthem to Sunset Point.

In addition to the \$182,099,400 included for Highway Maintenance, the Proposition 479 Maricopa County half-cent sales tax makes another \$18,420,900 available in FY 2027 for landscape maintenance, trash pick-up, sweeping, and litter education from the non-appropriated Maricopa Regional Area Road Fund.

#### **One-Time Fleet Fuel Inflation Funding**

The Baseline includes no funding in FY 2027 for One-Time Fleet Fuel Inflation Funding. This amount is unchanged from FY 2026.

The FY 2025 budget included \$3,297,900 in one-time funding from the State Highway Fund to pay inflationary cost increases in fuel.

#### **Preventive Surface Treatments**

The Baseline includes \$36,142,000 from the State Highway Fund in FY 2027 for Preventive Surface Treatments. This amount is unchanged from FY 2026.

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 \$339,500 in Federal Funds available for treatments.

#### **Radio Lifecycle Replacement**

The Baseline includes \$1,656,100 from the State Highway Fund in FY 2027 for Radio Lifecycle Replacement. This amount is unchanged from FY 2026.

The line item provides funding to replace and upgrade the department's radios with tri-band radios capable of

communication across both analog and digital systems. The funding will replace about 150 radios of the approximately 2,500 total radios annually.

#### **Spaying and Neutering of Animals Fund Deposit**

The Baseline includes no funding in FY 2027 for Spaying and Neutering of Animals Fund Deposit. Adjustments are as follows:

##### **Remove One-Time Spaying and Neutering of Animals Fund Deposit**

The Baseline includes a decrease of \$(500,000) from the General Fund in FY 2027 to remove one-time funding for a deposit into the Spaying and Neutering of Animals Fund, which is a charitable fund established under the Arizona Pet Friendly special license plate. The fund receives monies from Arizona residents that pay a \$25 fee for the special license plate. Of the \$25 fee, \$17 is deposited into the Spaying and Neutering of Animals Fund and the remaining \$8 goes into the State Highway Fund.

#### **State Fleet Operations**

The Baseline includes \$32,421,400 and 10 FTE Positions from the State Fleet Operations Fund in FY 2027 for State Fleet Operations. These amounts are unchanged from FY 2027.

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 \$7,250,000 from the State Vehicle Replacement Fund in FY 2027 for State Fleet Vehicle Replacement. Adjustments are as follows:

##### **Remove One-Time DCS Vehicle Replacement Adjustment**

The Baseline includes a decrease of \$(2,610,000) from the State Vehicle Replacement Fund in FY 2027 to remove one-time funding to replace 100 vehicles at the Department of Child Services (DCS).

##### **Remove One-Time State Fleet Vehicle Replacement Adjustment**

The Baseline includes a decrease of \$(5,491,600) from the State Vehicle Replacement Fund in FY 2027 to remove one-time funding for state fleet vehicle replacement costs. This funding was intended to replace 180 vehicles across 26 agencies in the state fleet. In addition, the funding will be utilized to replace 21 vehicles ordered in 2025 that have not yet been received. The department will also use the funding to purchase 4 new vehicles for the following agencies: Department of Agriculture (1), State Parks (1), and the Attorney General (2).

#### **Statewide Litter Removal**

The Baseline includes \$3,106,800 from the State Highway Fund in FY 2027 for Statewide Litter Removal. This amount is unchanged from FY 2026.

The line item funds a monthly litter removal service on select interstate highways and routes outside of Maricopa County that currently do not receive regular litter removal services. Maricopa County currently has a dedicated funding stream of revenue from the half-cent sales tax for litter removal services.

SUMMARY OF FUNDS	FY 2025 Actual	FY 2026 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.		
Funds Expended	1,121,400	1,000,000
Year-End Fund Balance	507,600	703,300
<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.		
Funds Expended	803,300	1,094,000
Year-End Fund Balance	713,000	713,000
<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 Fund or State Highway Fund and expenditures are exempt from statutory allotment provisions.		
Funds Expended	5,716,000	5,830,300
Year-End Fund Balance	2,534,600	1,807,300
<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.		
Funds Expended	0	0
Year-End Fund Balance	2,699,900	0
<b>Commercial Vehicle Fleet License Plate Fund (DTA9999/A.R.S. § 28-2209)</b>		<b>Non-Appropriated</b>
<b>Source of Revenue:</b> Fees paid by commercial fleets who apply for the commercial vehicle fleet license plate. <b>Purpose of Fund:</b> To implement the commercial vehicle fleet license plate program. Implementation costs include design and issuance of customized commercial vehicle license plates.		
Funds Expended	0	0
Year-End Fund Balance	0	0
<b>Coronavirus State and Local Fiscal Recovery Fund (DTA2985/U.S. P.L. 117-2)</b>		<b>Federal Funds</b>
<b>Source of Revenue:</b> Federal monies appropriated in the American Rescue Plan Act (P.L. 117-2). <b>Purpose of Fund:</b> 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	25,432,000	0
Year-End Fund Balance	4,812,500	0

SUMMARY OF FUNDS	FY 2025 Actual	FY 2026 Estimate
<b>Department Fleet Operations 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>	24,719,400	27,814,600
<b>Year-End Fund Balance</b>	7,399,200	6,686,500
<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>	3,266,500	3,391,500
<b>Federal Grants (DTA2097/A.R.S. § 28-363)</b>		<b>Federal Funds</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>	19,659,800	0
<b>Year-End Fund Balance</b>	6,292,900	6,292,900
<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>	7,274,900	7,999,000
<b>Year-End Fund Balance</b>	97,700	(241,300)
<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>	100	100
<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. (See the ADOT Capital Outlay Budget section for capital expenditures not shown here.)		
<b>Funds Expended</b>	775,600	842,500
<b>Year-End Fund Balance</b>	165,430,100	166,322,900

SUMMARY OF FUNDS	FY 2025 Actual	FY 2026 Estimate
<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>	1,469,000	333,200
<b>Year-End Fund Balance</b>	4,221,700	4,221,700
<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>	308,900	380,600
<b>Year-End Fund Balance</b>	111,600	40,400
<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>	76,151,400	82,368,700
<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>	13,705,500	15,845,400
<b>Year-End Fund Balance</b>	1,101,980,900	1,326,891,900
<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>	0	0
<b>Year-End Fund Balance</b>	0	0
<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>	5,800	33,800



SUMMARY OF FUNDS	FY 2025 Actual	FY 2026 Estimate
<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>	1,213,300	1,655,600
<b>Year-End Fund Balance</b>	15,513,200	21,597,800
<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>	0	0
<b>Year-End Fund Balance</b>	702,200	0
<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>	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. (See the ADOT Capital Outlay Budget section for capital expenditures not shown here.)		
<b>Funds Expended</b>	2,103,600	2,587,400
<b>Year-End Fund Balance</b>	54,730,000	31,103,700
<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>	19,206,600	32,421,400
<b>Year-End Fund Balance</b>	5,770,700	(1,286,500)
<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>	442,902,300	522,493,900
<b>Year-End Fund Balance</b>	1,974,060,200	1,677,718,400

SUMMARY OF FUNDS	FY 2025 Actual	FY 2026 Estimate
<b>State Match Advantage for Rural Transportation Fund (DTA9901/A.R.S. § 28-339)</b>		<b>Non-Appropriated</b>
<b>Source of Revenue:</b> Legislative appropriations, gifts, grants, and donations.		
<b>Purpose of Fund:</b> To reimburse up to 50% of local government 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. Monies from the fund shall be allocated for specific projects. ADOT may use up to 5% of monies in the fund for administrative costs. Expenditures from the fund deposits are not included to avoid double counting General Fund expenditures.		
<b>Funds Expended</b>	4,582,300	0
<b>Year-End Fund Balance</b>	64,678,400	30,946,600
<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>	8,679,200	15,351,600
<b>Year-End Fund Balance</b>	14,009,100	7,173,000
<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>	1,700	13,000
<b>Year-End Fund Balance</b>	22,600	14,600
<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>	7,307,800	0
<b>Year-End Fund Balance</b>	3,289,100	3,581,400
<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>	1,414,900	1,685,100
<b>Year-End Fund Balance</b>	3,481,300	4,221,300