

JLBC Annual State Funds Report

A.R.S. § 41-1273 requires the JLBC Staff to report to the Joint Legislative Budget Committee (JLBC) by December 1 of each year on statutorily deleted and newly created funds, including funds that changed appropriated status from the prior fiscal year.

During the 2025 Legislative Session, the state statutorily created 12 new funds, changed the appropriated status of no funds, and deleted 4 funds.

A detailed summary of the funds follows:

SUMMARY OF FUNDS BY AGENCY

New Funds

Administration, Arizona Department of

Erroneous Convictions Fund (ADA5001/A.R.S. § 13-4296)

Appropriated Status: Non-Appropriated

Source of Revenue: Legislative appropriations.

Purpose of Fund: To fund successful erroneous conviction claims as determined by a ruling from the superior court and approved by the Attorney General of Arizona. The fund is repealed from and after June 30, 2027.

Funds Expended: The agency did not estimate expenditures for this fund.

Agriculture, Department of

Agriculture and Water Innovation Fund (AHA2376/A.R.S. § 3-109.04)

Appropriated Status: Non-Appropriated

Source of Revenue: Legislative appropriations, grants from federal agencies and monies appropriated by any other lawful source.

Purpose of Fund: To fund the Agriculture and Water Innovation Pilot Program and administrative costs of the program (limited to 10% of annual program costs). The program may provide grant monies to qualified applicants to acquire or contract for product and services that improve water use efficiency by improving soil health without requiring non-native soil amendments or irrigation infrastructure improvements. This fund is repealed from and after December 31, 2028.

Funds Expended: The agency did not estimate expenditures for this fund.

Economic Security, Department of

Out-Of-School Time Grant Program Fund (EDA2543/A.R.S. § 41-1970)

Appropriated Status: Non-Appropriated

Source of Revenue: Legislative appropriations.

Purpose of Fund: To expand child care for children between the ages of 5 and 12 who require child care during periods of time when school instruction is not being conducted, and who come from households earning \$150,000 or less a year.

Funds Expended: The agency did not estimate expenditures for this fund.

Education, Arizona Department of

Ninth Grade On-Track Grant Program Fund (EDA9999/A.R.S. § 15-249.08)

Appropriated Status: Non-Appropriated

Source of Revenue: Legislative appropriations, gifts, grants and donations.

Purpose of Fund: To provide grants of up to \$150 per eligible ninth grade student for school districts or charter schools that participate in the Ninth Grade On-Track Program. Monies may be used to establish and expand programs, opportunities and strategies that help ninth grade students complete sufficient credits to be on track to graduate in four years.

Funds Expended: The agency did not estimate expenditures for this fund.

Independent Corrections Oversight Office

Corrections Oversight Fund (ICO2841/A.R.S. § 41-7007)

Appropriated Status: Non-Appropriated

Source of Revenue: Legislative appropriations, federal monies, private grants and gifts.

Purpose of Fund: To carry out the duties of the Independent Correctional Oversight Office.

Funds Expended: The agency did not estimate expenditures for this fund.

Insurance and Financial Institutions, Department of

Fraud Unit Assessment Fund (IDA2310/A.R.S. § 20-466.05)

Appropriated Status: Non-Appropriated

Source of Revenue: Annual assessments paid by all insurers authorized to transact business in the state of Arizona.

Purpose of Fund: To support the administration and operation of the Insurance Fraud Unit established per A.R.S. § 20-466.

Funds Expended: The agency did not estimate expenditures for this fund.

State Treasurer

Statewide Infrastructure Trust Fund (TRE3077/A.R.S. § 28-7011)

Appropriated Status: Appropriated

Source of Revenue: Legislative appropriations, private grants and gifts.

Purpose of Fund: To fund projects that construct new federal or state highways or improve existing federal or state highways.

Funds Expended: The agency did not estimate expenditures for this fund.

Advanced Air Mobility Fund (TRE3078/A.R.S. § 28-8604)

Appropriated Status: Appropriated

Source of Revenue: Legislative appropriations, private grants and gifts.

Purpose of Fund: To purchase advanced air mobility vehicles and construct vertiports for use by such vehicles.

Funds Expended: The agency did not estimate expenditures for this fund.

Statewide Transportation Innovation Fund (TRE3079/A.R.S. § 28-9571)

Appropriated Status: Appropriated

Source of Revenue: Legislative appropriations, private grants and gifts.

Purpose of Fund: To award grants for and pay costs associated with a transportation innovation program authorized pursuant to A.R.S. § 28-9572.

Funds Expended: The agency did not estimate expenditures for this fund.

Bitcoin and Digital Assets Reserve Fund (TRE9999/A.R.S. § 41-180)

Appropriated Status: Non-Appropriated

Source of Revenue: Abandoned digital assets and interest earned on those assets.

Purpose of Fund: The fund exists as a mechanism to store digital assets that have been reported as abandoned. Assets in the fund may be transferred to the state General Fund at the direction of the legislature.

Funds Expended: The agency did not estimate expenditures for this fund.

Transportation, Arizona Department of

Commercial Vehicle Fleet License Plate Fund (DTA9999/A.R.S. § 28-2209)

Appropriated Status: Non-Appropriated

Source of Revenue: Fees paid by commercial fleets who apply for the commercial vehicle fleet license plate.

Purpose of Fund: To implement the commercial vehicle fleet license plate program. Implementation costs include design and issuance of customized commercial vehicle license plates.

Funds Expended: The agency did not estimate expenditures for this fund.

Water Resources, Department of

Colorado River Litigation Fund (WCA8888/A.R.S. § 45-119)

Appropriated Status: Non-Appropriated

Source of Revenue: Monies appropriated to the fund by the Legislature.

Purpose of Fund: For initiating, defending or participating in litigation related to Arizona's apportionment of Colorado River water or any other rights of Arizona regarding Colorado River under the Compact of 1922, Boulder Canyon Project Act of 1928, Colorado River Decree of 1964, Colorado River Basin Project Act of 1968 or any other federal law that affects this state's apportionment or the right to divert water controlled by the United States or to exercise this state's entitlement to water. Monies may not be used to initiate litigation against any entity holding an entitlement to this state's apportionment of Colorado River water.

Funds Expended: The agency did not estimate expenditures for this fund.

SUMMARY OF FUNDS BY AGENCY

Deleted Funds

Education, Arizona Department of

American Civics Education Fund (EDA2612/Laws 2018, Chapter 289)

Appropriated Status: Non-Appropriated

Source of Revenue: Legislative appropriations and other monies transferred into the fund. Laws 2018, Chapter 289 appropriated \$500,000 from the General Fund to this fund for the program in FY 2020.

Purpose of Fund: To fund the American Civics Education pilot program established by Laws 2018, Chapter 289.

Funds Expended: The agency did not estimate expenditures for this fund.

Arizona Civics Education and Leadership Development Fund (EDA2613/Laws 2023, Chapter 142)

Appropriated Status: Non-Appropriated

Source of Revenue: Legislative appropriations, gifts, grants, and donations.

Purpose of Fund: For administering the Arizona Civics and Leadership Development program established in Laws 2023, Chapter 142, Section 12 and for disbursing monies to eligible nonprofit organizations participating in the program. Eligible nonprofit organizations shall use monies in the fund for civics leaders and counselors, wages for program staff, educational materials, food, beverages, clothing and transportation.

Funds Expended: The agency did not estimate expenditures for this fund.

Funeral Directors and Embalmers, Board of

Board of Funeral Directors' and Embalmers' Fund (FDA2026/A.R.S. § 32-1308)

Appropriated Status: Appropriated

Source of Revenue: Monies collected by the board from the examination and licensing of funeral directors and embalmers. The board retains 90% of these monies and deposits 10% in the General Fund.

Purpose of Fund: To examine, license, investigate, and regulate funeral directors and embalmers, and for board administration.

Funds Expended: The agency did not estimate expenditures for this fund.

Homeland Security, Department of

Antihuman Trafficking Grant Fund (HLA9999/Laws 2023, Chapter 137)

Appropriated Status: Non-Appropriated

Source of Revenue: Monies appropriated by the legislature.

Purpose of Fund: To provide grants to reduce human trafficking in the state. To be eligible for grant monies, an antihuman trafficking program must do either of the following: 1. Work to reduce human trafficking by providing assistance and analytical services to law enforcement agencies. 2. Provide services to victims and training to law enforcement agencies, prosecutorial agencies and the public on preventing and identifying human trafficking.

Funds Expended: The agency did not estimate expenditures for this fund.