

State of Arizona



Public Services Division, Arizona Secretary of State's Office
Editor's Note: Legislative Council, under the authority of § 41-1304.02,
renumbered new § 28-2423 as § 28-2424.

State Capitol
1700 W. Washington Street
Phoenix, Arizona 85007-2888

State of Arizona
House of Representatives
Forty-seventh Legislature
First Regular Session
2005

CHAPTER 242

HOUSE BILL 2424

AN ACT

AMENDING SECTIONS 28-2351, 28-2403, 28-2405, 28-6501, 28-6991 AND 28-6993, ARIZONA REVISED STATUTES; AMENDING TITLE 28, CHAPTER 7, ARTICLE 12, ARIZONA REVISED STATUTES, BY ADDING SECTION 28-2423; AMENDING TITLE 41, CHAPTER 1, ARTICLE 2, ARIZONA REVISED STATUTES, BY ADDING SECTION 41-133; RELATING TO SPECIAL PLATES.

(TEXT OF BILL BEGINS ON NEXT PAGE)



1 Be it enacted by the Legislature of the State of Arizona:

2 Section 1. Section 28-2351, Arizona Revised Statutes, is amended to
3 read:

4 28-2351. License plate provided; design

5 A. The department shall provide to every owner one license plate for
6 each vehicle registered. At the request of the owner and on payment of any
7 required fee, the department shall provide either one or two license plates
8 for a vehicle for which a special plate is requested pursuant to this
9 chapter, except that the department shall provide one license plate if the
10 special plate is issued pursuant to section 28-2404, 28-2409 or 28-2416.

11 B. The license plate shall display the number assigned to the vehicle
12 and to the owner of the vehicle and the name of this state, which may be
13 abbreviated. The director shall coat the license plate with a reflective
14 material that is consistent with the determination of the license plate
15 commission established by section 28-2405 regarding the color and design of
16 license plates and special plates as prescribed by section 28-2405. The
17 director shall design the license plate and the letters and numerals on the
18 license plate to be of sufficient size to be plainly readable during daylight
19 from a distance of one hundred feet.

20 C. Notwithstanding any other law, the department shall not contract
21 with a nongovernmental entity to purchase or secure reflective material for
22 the plates issued by the department unless the department has made a
23 reasonable effort to secure qualified bids or proposals from as many
24 individual responsible respondents as possible.

25 D. The license plate commission established by section 28-2405 shall
26 determine the color and design of the license plate. All other plates issued
27 by the department, except the plates issued pursuant to sections 28-2412,
28 28-2413, 28-2414, 28-2416 through ~~28-2422~~ 28-2423, 28-2452, 28-2453, 28-2454
29 and 28-2455 and article 14 of this chapter, shall be the same color as and
30 similar in design to the license plate as determined by the commission.

31 E. A passenger motor vehicle rented without a driver shall receive the
32 same type of license plate as issued for a private passenger motor vehicle.

33 Sec. 2. Section 28-2403, Arizona Revised Statutes, is amended to read:
34 28-2403. Special plates; transfers; violation; classification

35 A. Except as otherwise provided in this article, the department shall
36 issue or renew special plates in lieu of the regular license plates pursuant
37 to the following conditions and procedures and only if the requirements
38 prescribed by this article for the requested special plates are met:

39 1. Except as provided in section 28-2416, a person who is the
40 registered owner of a vehicle registered with the department or who applies
41 for an original or renewal registration of a vehicle may submit to the
42 department a completed application form as prescribed by the department with
43 the fee prescribed by section 28-2402 for special plates in addition to the
44 registration fee prescribed by section 28-2003.

1 2. Except for plates issued pursuant to sections 28-2412, 28-2413,
2 28-2414, 28-2416 through ~~28-2422~~ 28-2423, 28-2452, 28-2453, 28-2454 and
3 28-2455 and article 14 of this chapter, the special plates shall be the same
4 color as and similar to the design of the regular license plates that is
5 determined by the license plate commission pursuant to section 28-2351.

6 3. Except as provided in section 28-2416, the department shall issue
7 special plates only to the owner or lessee of a vehicle that is currently
8 registered, including any vehicle that has a declared gross weight, as
9 defined in section 28-5431, of twenty-six thousand pounds or less.

10 4. Except as provided in section 28-2416, the department shall charge
11 the fee prescribed by section 28-2402 for each annual renewal of special
12 plates in addition to the registration fee prescribed by section 28-2003.

13 B. Except as provided in section 28-2416, on notification to the
14 department and on payment of the transfer fee prescribed by section 28-2402,
15 a person who is issued special plates may transfer the special plates to
16 another vehicle the person owns or leases. Persons who are issued special
17 plates for hearing impaired persons pursuant to section 28-2408 and
18 international symbol of access special plates pursuant to section 28-2409 are
19 exempt from the transfer fee. If a person who is issued special plates
20 sells, trades or otherwise releases ownership of the vehicle on which the
21 plates have been displayed, the person shall immediately report the transfer
22 of the plates to the department or the person shall surrender the plates to
23 the department as prescribed by the director. It is unlawful for a person to
24 whom the plates have been issued to knowingly permit them to be displayed on
25 a vehicle except the vehicle authorized by the department.

26 C. The special plates shall be affixed to the vehicle for which
27 registration is sought in lieu of the regular license plates.

28 D. A person is guilty of a class 3 misdemeanor who:

29 1. Violates subsection B of this section.

30 2. Fraudulently gives false or fictitious information in the
31 application for or renewal of special plates or placards issued pursuant to
32 this article.

33 3. Conceals a material fact or otherwise commits fraud in the
34 application for or renewal of special plates or placards issued pursuant to
35 this article.

36 Sec. 3. Section 28-2405, Arizona Revised Statutes, is amended to read:
37 28-2405. License plate commission

38 A. A license plate commission is established. The commission is
39 composed of the following members:

40 1. Two public members who are appointed by the director of the
41 department of transportation.

42 2. A person who is appointed by the governor from the governor's
43 office of highway safety and who serves at the pleasure of the governor.

44 3. The director of the department of public safety or the director's
45 designee.

1 4. The director of the department of transportation or the director's
2 designee.

3 5. The director of the office of tourism or the director's designee.

4 6. The director of the state department of corrections or the
5 director's designee.

6 B. The director of the department of transportation or the director's
7 designee shall serve as chairman of the commission. The chairman shall
8 preside at commission meetings and coordinate the activities of the
9 commission and staff implementation of commission actions.

10 C. All official actions of the commission shall be decided by a
11 majority vote of commission members.

12 D. The commission shall determine the following:

13 1. The color and design of license plates.

14 2. The color of special plates to be the same as and the design of
15 special plates to be similar to the license plates, except for special plates
16 issued pursuant to sections 28-2412, 28-2413, 28-2414, 28-2416 through
17 ~~28-2421~~ 28-2423, 28-2452, 28-2453, 28-2454 and 28-2455 and article 14 of this
18 chapter.

19 3. Whether to authorize special organization plates pursuant to
20 section 28-2404.

21 4. The indicia for special organization plates issued pursuant to
22 section 28-2404.

23 E. The department shall provide the commission with staff and
24 technical assistance as necessary to perform its functions.

25 F. Commission members are not eligible to receive compensation, but
26 the members who are appointed pursuant to subsection A, paragraphs 1 and 2 of
27 this section are eligible for reimbursement of expenses pursuant to title 38,
28 chapter 4, article 2.

29 Sec. 4. Title 28, chapter 7, article 12, Arizona Revised Statutes, is
30 amended by adding section 28-2423, to read:

31 28-2423. Golden rule special plates

32 A. IF, BY DECEMBER 31, 2005, AN INCORPORATED NONPROFIT CORPORATION IN
33 THIS STATE THAT IS QUALIFIED UNDER SECTION 501(c)(3) OF THE UNITED STATES
34 INTERNAL REVENUE CODE FOR FEDERAL INCOME TAX PURPOSES PROVIDES PROOF
35 SATISFACTORY TO THE DIRECTOR THAT THE CORPORATION PROVIDES GOLDEN RULE
36 PROGRAMS THAT DEMONSTRATE THE PROMOTION OF THE GOLDEN RULE IN SCHOOLS IN THIS
37 STATE AND IN COMMUNITIES IN THIS STATE PAYS THIRTY-TWO THOUSAND DOLLARS TO
38 THE DEPARTMENT FOR IMPLEMENTATION OF THIS SECTION, THE DEPARTMENT SHALL ISSUE
39 GOLDEN RULE SPECIAL PLATES. THE SECRETARY OF STATE OR THE SECRETARY OF
40 STATE'S DESIGNEE SHALL DESIGN THE GOLDEN RULE SPECIAL PLATES. THE DESIGN AND
41 COLOR OF THE GOLDEN RULE SPECIAL PLATES ARE SUBJECT TO THE APPROVAL OF THE
42 DEPARTMENT. THE DIRECTOR MAY ALLOW A REQUEST FOR GOLDEN RULE SPECIAL PLATES
43 TO BE COMBINED WITH A REQUEST FOR PERSONALIZED SPECIAL PLATES. IF THE
44 DIRECTOR ALLOWS SUCH A COMBINATION, THE REQUEST SHALL BE IN A FORM PRESCRIBED

1 BY THE DIRECTOR AND IS SUBJECT TO THE FEES FOR THE PERSONALIZED SPECIAL
2 PLATES IN ADDITION TO THE FEES REQUIRED FOR GOLDEN RULE SPECIAL PLATES.

3 B. OF THE TWENTY-FIVE DOLLAR FEE REQUIRED BY SECTION 28-2402 FOR THE
4 ORIGINAL SPECIAL PLATES AND FOR RENEWAL OF SPECIAL PLATES, EIGHT DOLLARS IS A
5 SPECIAL PLATE ADMINISTRATION FEE AND SEVENTEEN DOLLARS IS AN ANNUAL DONATION.

6 C. THE DEPARTMENT SHALL DEPOSIT, PURSUANT TO SECTIONS 35-146 AND
7 35-147, ALL SPECIAL PLATE ADMINISTRATION FEES IN THE STATE HIGHWAY FUND
8 ESTABLISHED BY SECTION 28-6991 AND ALL DONATIONS COLLECTED PURSUANT TO THIS
9 SECTION IN THE GOLDEN RULE SPECIAL PLATE FUND ESTABLISHED BY SECTION 41-133.

10 Sec. 5. Section 28-6501, Arizona Revised Statutes, is amended to read:

11 28-6501. Definition of highway user revenues

12 In this article, unless the context otherwise requires or except as
13 otherwise provided by statute, "highway user revenues" means all monies
14 received in this state from licenses, taxes, penalties, interest and fees
15 authorized by the following:

16 1. Chapters 2, 7, 8 and 15 of this title, except for:

17 (a) The special plate administration fees prescribed in sections
18 28-2404, 28-2412 through ~~28-2422~~ 28-2423 and 28-2514.

19 (b) The donations prescribed in sections 28-2404, 28-2412 through
20 28-2415, 28-2417 through ~~28-2422~~ 28-2423, 28-2453, 28-2454 and 28-2455.

21 2. Chapters 10 and 11 of this title.

22 3. Chapter 16, articles 1, 2 and 4 of this title, except as provided
23 in sections 28-5926 and 28-5927.

24 Sec. 6. Section 28-6991, Arizona Revised Statutes, is amended to read:

25 28-6991. State highway fund; sources

26 A state highway fund is established that consists of:

27 1. Monies distributed from the Arizona highway user revenue fund
28 pursuant to chapter 18 of this title.

29 2. Monies appropriated by the legislature.

30 3. Monies received from donations for the construction, improvement or
31 maintenance of state highways or bridges. These monies shall be credited to
32 a special account and shall be spent only for the purpose indicated by the
33 donor.

34 4. Monies received from counties under cooperative agreements,
35 including proceeds from bond issues. The state treasurer shall deposit these
36 monies to the credit of the fund in a special account on delivery to the
37 treasurer of a concise written agreement between the department and the
38 county stating the purposes for which the monies are surrendered by the
39 county, and these monies shall be spent only as stated in the agreement.

40 5. Monies received from the United States under an act of Congress to
41 provide aid for the construction of rural post roads, but monies received on
42 projects for which the monies necessary to be provided by this state are
43 wholly derived from sources mentioned in paragraphs 2 and 3 of this section
44 shall be allotted by the department and deposited by the state treasurer in
45 the special account within the fund established for each project. On

1 completion of the project, on the satisfaction and discharge in full of all
2 obligations of any kind created and on request of the department, the
3 treasurer shall transfer the unexpended balance in the special account for
4 the project into the state highway fund, and the unexpended balance and any
5 further federal aid thereafter received on account of the project may be
6 spent under the general provisions of this title.

7 6. Monies in the custody of an officer or agent of this state from any
8 source that is to be used for the construction, improvement or maintenance of
9 state highways or bridges.

10 7. Monies deposited in the state general fund and arising from the
11 disposal of state personal property belonging to the department.

12 8. Receipts from the sale or disposal of any or all other property
13 held by the department and purchased with state highway monies.

14 9. Monies generated pursuant to section 28-410.

15 10. Monies distributed pursuant to section 28-5808, subsection B,
16 paragraph 2, subdivision (d).

17 11. Monies deposited pursuant to sections 28-1143, 28-2353 and 28-3003.

18 12. Except as provided in section 28-5101, the following monies:

19 (a) Monies deposited pursuant to section 28-2206 and section 28-5808,
20 subsection B, paragraph 2, subdivision (e).

21 (b) One dollar of each registration fee and one dollar of each title
22 fee collected pursuant to section 28-2003.

23 (c) Two dollars of each late registration penalty collected by the
24 director pursuant to section 28-2162.

25 (d) The air quality compliance fee collected pursuant to section
26 49-542.

27 (e) The special plate administration fees collected pursuant to
28 sections 28-2404, 28-2412 through ~~28-2422~~ 28-2423 and 28-2514.

29 (f) Monies collected pursuant to sections 28-372, 28-2155 and 28-2156
30 if the director is the registering officer.

31 13. Monies deposited pursuant to chapter 5, article 5 of this title.

32 14. Donations received pursuant to section 28-2269.

33 15. Dealer and registration monies collected pursuant to section
34 28-4304.

35 16. Abandoned vehicle administration monies deposited pursuant to
36 section 28-4804.

37 17. Monies deposited pursuant to section 28-710, subsection D,
38 paragraph 2.

39 Sec. 7. Section 28-6993, Arizona Revised Statutes, is amended to read:
40 28-6993. State highway fund; authorized uses

41 A. Except as provided in subsection B of this section and section
42 28-6538, the state highway fund shall be used for any of the following
43 purposes in strict conformity with and subject to the budget as provided by
44 this section and by sections 28-6997 through 28-7003:

1 1. To pay salaries, wages, necessary travel expenses and other
2 expenses of officers and employees of the department and the incidental
3 office expenses, including telegraph, telephone, postal and express charges
4 and printing, stationery and advertising expenses.

5 2. To pay for both:

6 (a) Equipment, supplies, machines, tools, department offices and
7 laboratories established by the department.

8 (b) The construction and repair of buildings or yards of the
9 department.

10 3. To pay the cost of both:

11 (a) Engineering, construction, improvement and maintenance of state
12 highways and parts of highways forming state routes.

13 (b) Highways under cooperative agreements with the United States that
14 are entered into pursuant to this chapter and an act of Congress providing
15 for the construction of rural post roads.

16 4. To pay land damages incurred by reason of establishing, opening,
17 altering, relocating, widening or abandoning portions of a state route or
18 state highway.

19 5. To reimburse the department revolving account.

20 6. To pay premiums on authorized indemnity bonds and on compensation
21 insurance under the workers' compensation act.

22 7. To defray lawful expenses and costs required to administer and
23 carry out the intent, purposes and provisions of this title, including
24 repayment of obligations entered into pursuant to this title, payment of
25 interest on obligations entered into pursuant to this title, repayment of
26 loans and other financial assistance, including repayment of advances and
27 interest on advances made to the department pursuant to section 28-7677, and
28 payment of all other obligations and expenses of the board and department
29 pursuant to chapter 21 of this title.

30 8. To pay lawful bills and charges incurred by the state engineer.

31 9. To acquire, construct or improve entry roads to state parks or
32 roads within state parks.

33 10. To acquire, construct or improve entry roads to state prisons.

34 11. To pay the cost of relocating a utility facility pursuant to
35 section 28-7156.

36 12. For the purposes provided in subsections C, D and E of this section
37 and sections 28-1143, 28-2353 and 28-3003.

38 B. For each fiscal year, the department of transportation shall
39 allocate and transfer monies in the state highway fund to the department of
40 public safety for funding a portion of highway patrol costs in eight
41 installments in each of the first eight months of a fiscal year that do not
42 exceed ten million dollars.

43 C. Subject to legislative appropriation, the department may use the
44 monies in the state highway fund as prescribed in section 28-6991, paragraph
45 12 to carry out the duties imposed by this title for registration or titling

1 of vehicles, to operate joint title, registration and driver licensing
2 offices, to cover the administrative costs of issuing the air quality
3 compliance sticker, modifying the year validating tab and issuing the
4 windshield sticker and to cover expenses and costs in issuing special plates
5 pursuant to sections 28-2404, 28-2412 through ~~28-2422~~ 28-2423 and 28-2514.

6 D. The department shall use monies deposited in the state highway fund
7 pursuant to chapter 5, article 5 of this title only as prescribed by that
8 article.

9 E. Monies deposited in the state highway fund pursuant to section
10 28-2269 shall be used only as prescribed by that section.

11 F. Monies deposited in the state highway fund pursuant to section
12 28-710, subsection D, paragraph 2 shall only be used for state highway work
13 zone traffic control devices.

14 G. The department may exchange monies distributed to the state highway
15 fund pursuant to section 28-6538, subsection A, paragraph 1 for local
16 government surface transportation program federal monies suballocated to
17 councils of government and metropolitan planning organizations if the local
18 government scheduled to receive the federal monies concurs. An exchange of
19 state highway fund monies pursuant to this subsection shall be in an amount
20 that is at least equal to ninety per cent of the federal obligation authority
21 that exists in the project for which the exchange is proposed.

22 Sec. 8. Title 41, chapter 1, article 2, Arizona Revised Statutes, is
23 amended by adding section 41-133, to read:

24 41-133. Golden rule special plate fund

25 A. THE GOLDEN RULE SPECIAL PLATE FUND IS ESTABLISHED CONSISTING OF
26 MONIES RECEIVED PURSUANT TO SECTION 28-2423. THE DEPARTMENT OF EDUCATION
27 SHALL ADMINISTER THE FUND. NOT MORE THAN TEN PER CENT OF MONIES DEPOSITED IN
28 THE FUND ANNUALLY SHALL BE USED FOR THE COST OF ADMINISTERING THE FUND.
29 MONIES IN THE FUND ARE CONTINUOUSLY APPROPRIATED. THE DEPARTMENT OF
30 EDUCATION SHALL DISTRIBUTE MONIES IN THE FUND BEFORE JULY 1 OF EACH YEAR.

31 B. THE DEPARTMENT OF EDUCATION SHALL ALLOCATE MONIES TO A PRIVATE
32 GOLDEN RULE FOUNDATION THAT IS AN INCORPORATED NONPROFIT CORPORATION IN THIS
33 STATE AND THAT IS QUALIFIED UNDER SECTION 501(c)(3) OF THE UNITED STATES
34 INTERNAL REVENUE CODE FOR FEDERAL INCOME TAX PURPOSES. THE DEPARTMENT OF
35 EDUCATION SHALL SELECT A PRIVATE GOLDEN RULE FOUNDATION THAT PROVIDES GOLDEN
36 RULE PROGRAMS THAT DEMONSTRATE THE PROMOTION OF THE GOLDEN RULE IN SCHOOLS IN
37 THIS STATE AND IN COMMUNITIES IN THIS STATE TO RECEIVE MONIES FROM THE GOLDEN
38 RULE SPECIAL PLATE FUND.

APPROVED BY THE GOVERNOR MAY 2, 2005.

FILED IN THE OFFICE OF THE SECRETARY OF STATE MAY 2, 2005.

Passed the House March 14, 2005,

Passed the Senate April 18, 2005,

by the following vote: 48 Ayes,

by the following vote: 22 Ayes,

8 Nays, 4 Not Voting

6 Nays, 2 Not Voting

[Signature]
Speaker of the House

[Signature]
President of the Senate

[Signature]
Chief Clerk of the House

[Signature]
Secretary of the Senate

**EXECUTIVE DEPARTMENT OF ARIZONA
OFFICE OF GOVERNOR**

This Bill was received by the Governor this

_____ day of _____, 20____,

at _____ o'clock _____ M.

Secretary to the Governor

Approved this _____ day of

_____, 20____,

at _____ o'clock _____ M.

Governor of Arizona

**EXECUTIVE DEPARTMENT OF ARIZONA
OFFICE OF SECRETARY OF STATE**

This Bill was received by the Secretary of State

this _____ day of _____, 20____,

at _____ o'clock _____ M.

Secretary of State

HOUSE CONCURS IN SENATE
AMENDMENTS AND FINAL PASSAGE

April 25, 2005,

by the following vote: 44 Ayes,

8 Nays, 8 Not Voting

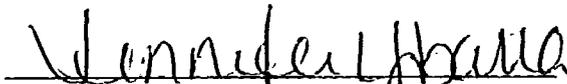

Speaker of the House
Pro Tempore
Cheryl Laube
Asst. Chief Clerk of the House

EXECUTIVE DEPARTMENT OF ARIZONA
OFFICE OF GOVERNOR

This Bill was received by the Governor this

20th day of April, 2005

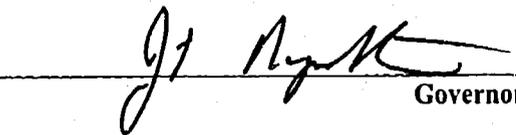
at 8:45 o'clock A. M.


Secretary to the Governor

Approved this 2 day of

May, 2005,

at 1:30 o'clock P. M.


Governor of Arizona

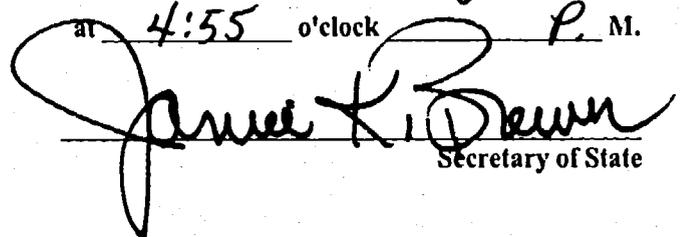
H.B. 2424

EXECUTIVE DEPARTMENT OF ARIZONA
OFFICE OF SECRETARY OF STATE

This Bill was received by the Secretary of State

this 2 day of May, 2005,

at 4:55 o'clock P. M.


Secretary of State