



STATE OF ARIZONA  
OFFICE OF THE GOVERNOR

DOUGLAS A. DUCEY  
GOVERNOR

EXECUTIVE OFFICE

April 17, 2018

The Honorable Michele Reagan  
Secretary of State  
1700 W. Washington, 7<sup>th</sup> Floor  
Phoenix, AZ 85007

Dear Secretary Reagan:

I am transmitting to you the following bills from the Fifty-third Legislature, 2<sup>nd</sup> Regular Session, which I signed on April 17, 2018:

- HB 2040 pharmacy board; definitions; reporting (Carter)
- HB 2041 pharmacy board; licenses; permits (Carter)
- HB 2065 public meetings; definition; penalties (Leach)
- HB 2125 task force; towing safety (Shope)
- HB 2126 government property; abatement; slum; blight (Leach)
- HB 2249 protective orders; filing requirements (Farnsworth, E.)
- HB 2250 physician assistants; prescribing authority; delegation (Carter)
- HB 2257 radiation regulatory boards; repeal; DHS (Carter)
- HB 2262 condominiums; termination; appraisals (Toma)
- HB 2306 towing companies; insurance companies; owners (Campbell)
- HB 2313 sentencing; monetary obligations; fine mitigation (Farnsworth, E.)
- HB 2322 health insurers; provider credentialing (Carter)
- HB 2327 federal officers; personal information; confidentiality (Farnsworth, E.)
- HB 2334 liquor omnibus (Weninger)
- HB 2411 health professionals; licensure; report (Mosley)
- HB 2521 vehicle size, weight and load (John)
- HB 2549 controlled substances; dosage limit (Carter)
- HB 2550 contractor qualifications; work experience (Toma)
- HB 2558 drug disposal; education (Cobb)
- HB 2588 misrepresentation; service animals (Cook)

HB 2604 limited liability company act; revisions  
SB 1065 commercial vehicles; ports of entry (Brophy McGee)  
SB 1120 tax exemption; special events; nonprofits (Kavanagh)  
SB 1152 education; appropriation; noncustodial federal monies (Allen, S.)  
SB 1218 developmental homes; licensure; investigations (Brophy McGee)  
SB 1264 gift cards; dormancy fee; prohibition (Yarbrough)  
SB 1274 public monies; recovery; illegal payments (Petersen)  
SB 1291 schools; pupil assessment data (Brophy McGee)  
SB 1295 producer fees; insurance (Kavanagh)  
SB 1400 aggravated DUI; sentence; county jail (Smith)  
SB 1450 independent oversight committees; appointment; duties (Barto)

Sincerely,

A handwritten signature in black ink, reading "Douglas A. Ducey". The signature is written in a cursive style with a large initial "D".

Douglas A. Ducey  
Governor  
State of Arizona

cc: Senate Secretary  
Chief Clerk of the House of Representatives  
Arizona News Service

House Engrossed Senate Bill

**FILED**

**MICHELE REAGAN**

**SECRETARY OF STATE**

State of Arizona  
Senate  
Fifty-third Legislature  
Second Regular Session  
2018

**CHAPTER 250**

**SENATE BILL 1152**

AN ACT

AMENDING TITLE 15, CHAPTER 9, ARIZONA REVISED STATUTES, BY ADDING  
ARTICLE 9; RELATING TO SCHOOL DISTRICT BUDGETING AND FINANCIAL ASSISTANCE.

(TEXT OF BILL BEGINS ON NEXT PAGE)

1 Be it enacted by the Legislature of the State of Arizona:  
2 Section 1. Title 15, chapter 9, Arizona Revised Statutes, is  
3 amended by adding article 9, to read:

4 ARTICLE 9. FEDERAL MONIES RECEIVED  
5 BY THE DEPARTMENT OF EDUCATION

6 15-1051. Definition of noncustodial federal monies

7 IN THIS ARTICLE, UNLESS THE CONTEXT OTHERWISE REQUIRES,  
8 "NONCUSTODIAL FEDERAL MONIES":

9 1. MEANS FEDERAL MONIES THAT ARE RECEIVED BY THE DEPARTMENT OF  
10 EDUCATION AND THAT MEET AT LEAST ONE OF THE FOLLOWING CRITERIA:

11 (a) ARE DESIGNATED BY THE FEDERAL GOVERNMENT AS BLOCK GRANT MONIES.

12 (b) ARE DESIGNATED BY THE FEDERAL GOVERNMENT AS GENERAL REVENUE  
13 SHARING MONIES.

14 (c) PROVIDE THIS STATE WITH BROAD AUTHORITY TO MAKE SPENDING  
15 DECISIONS REGARDING THE DEVELOPMENT, IMPLEMENTATION OR OPERATION OF A  
16 PROGRAM OR SERVICE.

17 (d) ARE CONSIDERED ESSENTIAL TO MEET TOTAL SPENDING OBLIGATIONS OF  
18 A FEDERALLY REQUIRED OR MATCHED PROGRAM OR SERVICE AUTHORIZED BY THE  
19 LEGISLATURE IN WHICH THE FEDERAL GOVERNMENT REQUIRES AT LEAST ONE PERCENT  
20 OF THE PROGRAM OR SERVICE FUNDING TO COME FROM THIS STATE.

21 2. DOES NOT INCLUDE FEDERAL MONIES AWARDED DIRECTLY TO SCHOOL  
22 DISTRICTS OR CHARTER SCHOOLS.

23 15-1052. Receipt of federal monies; accounting; report

24 THE DEPARTMENT OF EDUCATION SHALL ACCOUNT FOR ALL FEDERAL MONIES IT  
25 RECEIVES IN SEPARATE ACCOUNTS OR FUNDS AS NECESSARY TO MEET ACCOUNTING,  
26 BUDGETARY AND AUDITING REQUIREMENTS. THE DEPARTMENT OF EDUCATION MAY USE  
27 THE MOST EFFICIENT SYSTEM OF ACCOUNTS AND RECORDS, CONSISTENT WITH LEGAL  
28 REQUIREMENTS AND STANDARDS AND NECESSARY FISCAL SAFEGUARDS. THE  
29 DEPARTMENT OF EDUCATION SHALL PROVIDE A REPORT DETAILING ALL FEDERAL  
30 MONIES RECEIVED BY THE DEPARTMENT OF EDUCATION, INCLUDING DIFFERENTIATING  
31 BETWEEN NONCUSTODIAL FEDERAL MONIES AND ALL OTHER FEDERAL MONIES AND HOW  
32 MONIES WERE ALLOCATED DURING EACH FISCAL YEAR. THE DEPARTMENT OF  
33 EDUCATION SHALL SUBMIT THE REPORT ON OR BEFORE DECEMBER 1 OF EACH YEAR TO  
34 THE JOINT LEGISLATIVE BUDGET COMMITTEE FOR REVIEW.

**APPROVED BY THE GOVERNOR APRIL 17, 2018**

**FILED IN THE OFFICE OF THE SECRETARY OF STATE APRIL 17, 2018**

Passed the House April 9, 20 18

Passed the Senate February 15, 20 18

by the following vote: 32 Ayes,

by the following vote: 17 Ayes,

24 Nays, 4 Not Voting

12 Nays, 1 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~~

S.B. 1152

~~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~~

SENATE CONCURS IN HOUSE  
AMENDMENTS AND FINAL PASSAGE

Passed the Senate April 11, 2018

by the following vote: 16 Ayes,

14 Nays, 0 Not Voting

  
President of the Senate

  
Secretary of the Senate

EXECUTIVE DEPARTMENT OF ARIZONA  
OFFICE OF GOVERNOR

This Bill received by the Governor this

11<sup>th</sup> day of April, 2018

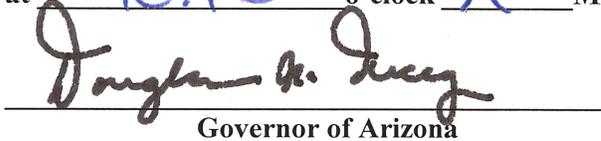
at 11:23 o'clock A. M.

  
Secretary to the Governor

Approved this 17<sup>th</sup> day of

April 2018

at 10:18 o'clock A. M.

  
Governor of Arizona

EXECUTIVE DEPARTMENT OF ARIZONA  
OFFICE OF SECRETARY OF STATE

This Bill received by the Secretary of State

this 17 day of April, 2018

at 5:21 o'clock P. M.

  
Secretary of State

S.B. 1152