



STATE OF ARIZONA
OFFICE OF THE GOVERNOR

DOUGLAS A. DUCEY
GOVERNOR

EXECUTIVE OFFICE

April 30, 2019

The Honorable Katie Hobbs
Secretary of State
1700 W. Washington, 7th Floor
Phoenix, AZ 85007

Dear Secretary Hobbs:

I am transmitting to you the following bills from the Fifty-fourth Legislature, 1st Regular Session, which I signed on April 30th, 2019:

H.B. 2036 dual enrollment; reported information; date (Cook)
H.B. 2080 civil rights restoration; application; procedures (J.Allen)
H.B. 2122 do-not-resuscitate orders; minors; parental consent (Barto)
H.B. 2271 public lands day; holiday (Dunn)
H.B. 2285 pharmacy benefit managers; pharmacy benefits (Cobb)
H.B. 2366 motor vehicle accidents; restricted license (Toma)
H.B. 2432 state treasurer's office; funds; consolidation (Cobb)
H.B. 2477 adjudication statutes; unconstitutional provisions; repeal (Bowers)
H.B. 2550 regulation; kratom products (Rivero)
H.B. 2606 share the road special plates (Shope)
S.B. 1016 ASRS; ineligible contributions; unfunded liability (Livingston)
S.B. 1177 home school district; special education (S. Allen)
S.B. 1442 state fleet; neighborhood electric vehicles (Pratt)
S.B. 1453 affordable homeownership special plate (Rios)

Sincerely,

Douglas A. Ducey
Governor
State of Arizona

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

Senate Engrossed House Bill

FILED
KATIE HOBBS
SECRETARY OF STATE

State of Arizona
House of Representatives
Fifty-fourth Legislature
First Regular Session
2019

CHAPTER 154
HOUSE BILL 2432

AN ACT

AMENDING SECTIONS 35-316 AND 35-326.01, ARIZONA REVISED STATUTES;
APPROPRIATING MONIES; RELATING TO PUBLIC FINANCES.

(TEXT OF BILL BEGINS ON NEXT PAGE)

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

2 Section 1. Section 35-316, Arizona Revised Statutes, is amended to
3 read:

4 35-316. Investment pools; deduction; state treasurer's
5 operating fund

6 A. The state treasurer may establish and maintain investment pools
7 for the collective investment of trust monies in this state.

8 B. The state treasurer may deposit operating monies in the
9 investment pools and receive into such pools any monies a state agency,
10 county, city or town or any other political subdivision or public entity
11 in this state may supply. When a depositor provides monies, the state
12 treasurer may ask the depositor to specify the date or dates on which the
13 monies will be withdrawn. All investment pools shall be invested by the
14 state treasurer for such periods as will facilitate the highest return on
15 the monies deposited and provide the required liquidity to the depositors.

16 C. The state treasurer shall compute on a monthly basis the rate of
17 earnings on the investment pools for that month, and, except as provided
18 in subsection D OF THIS SECTION, each depositor shall be credited with an
19 amount determined by applying the calculated monthly rate to the principal
20 amount of its deposit balance for the period of the deposit. Interest
21 shall be credited monthly promptly after calculation.

22 D. The state treasurer may deduct monthly a management fee not to
23 exceed six-hundredths of one ~~per cent~~ PERCENT from the rate of earnings
24 calculated pursuant to subsection C OF THIS SECTION on investment pools
25 other than permanent endowment funds for the operating budget appropriated
26 to the state treasurer's office each fiscal year.

27 E. The state treasurer's operating fund is established consisting
28 of monies collected pursuant to subsection D OF THIS SECTION AND SECTION
29 35-326.01. The state treasurer's office shall administer the state
30 treasurer's operating fund. Monies in the fund are subject to legislative
31 appropriation. Any management fees collected in excess of the amount
32 appropriated to the state treasurer's office from the state treasurer's
33 operating fund shall be deposited in the state general fund.

34 Sec. 2. Section 35-326.01, Arizona Revised Statutes, is amended to
35 read:

36 35-326.01. Long-term local government investment pools;
37 management fees; deposit

38 A. The state treasurer may establish new long-term local government
39 investment pools for trust and treasury monies, cities, towns, tribal
40 governments, counties and political subdivisions of this state. The terms
41 of the investment pools shall be as determined by the state board of
42 investment.

1 ~~B. A state treasurer's management fund is established consisting of~~
2 ~~Monies received by the state treasurer from management fees of the~~
3 ~~long-term local government investment pools, except that management fees~~
4 ~~collected from trust and treasury monies shall be deposited pursuant to IN~~
5 ~~THE STATE TREASURER'S OPERATING FUND ESTABLISHED BY section 35-316.~~

6 ~~C. Subject to legislative appropriation, the state treasurer's~~
7 ~~portion of the monies in the fund shall be used only for personnel and~~
8 ~~operating expenses of the state treasurer's office relating to technology~~
9 ~~and investments.~~

10 ~~D. State treasurer monies in the fund are exempt from the~~
11 ~~provisions of section 35-190 relating to lapsing of appropriations.~~

12 Sec. 3. State treasurer's management fund; transfer

13 All appropriated monies that remain unexpended and unencumbered in
14 the state treasurer's management fund established by section 35-326.01,
15 Arizona Revised Statutes, as amended by this act, are transferred to the
16 state treasurer's operating fund established by section 35-316, Arizona
17 Revised Statutes, as amended by this act, on the effective date of this
18 section.

APPROVED BY THE GOVERNOR APRIL 30, 2019.

FILED IN THE OFFICE OF THE SECRETARY OF STATE APRIL 30, 2019.

Passed the House March 4, 20 19

Passed the Senate April 18, 20 19

by the following vote: 49 Ayes,

by the following vote: 28 Ayes,

10 Nays, 1 Not Voting

0 Nays, 2 Not Voting

[Signature]
Speaker of the House
 Pro Tempore

[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 received by the Governor this

_____ day of _____, 20____

at _____ o'clock _____ M.

Secretary to the Governor

Approved this _____ day of _____

at _____ o'clock _____ M.

Governor of Arizona

EXECUTIVE DEPARTMENT OF ARIZONA
OFFICE OF SECRETARY OF STATE

This Bill received by the Secretary of State

this _____ day of _____, 20____

at _____ o'clock _____ M.

Secretary of State

H.B. 2432

HOUSE CONCURS IN SENATE
AMENDMENTS AND FINAL PASSAGE

April 24, 2019,

by the following vote: 58 Ayes,

0 Nays, 2 Not Voting

[Signature]
Speaker of the House

[Signature]
Chief Clerk of the House

EXECUTIVE DEPARTMENT OF ARIZONA
OFFICE OF GOVERNOR

This Bill was received by the Governor this

24th day of April, 2019,

at 3:59 o'clock P M.

[Signature]
Secretary to the Governor

Approved this 30th day of

April, 2019,

at 4:23 o'clock P M.

[Signature]
Governor of Arizona

H.B. 2432

EXECUTIVE DEPARTMENT OF ARIZONA
OFFICE OF SECRETARY OF STATE

This Bill was received by the Secretary of State

this 30 day of April, 2019,

at 5:45 o'clock P. M.

[Signature]
Secretary of State