

State Legislative Update

**Arizona State Transportation Board
February 20, 2026**

Amy Love

**Senior Division Administrator
Local and State Government Relations**

41st Day of Session

- Bills Posted: 1,966
- Bills Passed: 2
- Bills Vetoed: 2
- Bills Signed: 0
- Mem, Res Posted: 124
- Mem, Res Passed: 0

Key Dates

- Today is the last day to hear bills in the originating chamber

Bills of Interest to the STB

SB 1547: Alternative fuel tax **PASSED COMMITTEE LAST WEEK**

Removes the exemption of alternative fuel vehicles from the use fuel tax and establishes a use fuel tax for alternative fuel vehicles based on the type of alternative fuel used and class of motor vehicle. Contains requirements for enactment and becomes effective on signature of the Governor (Proposition 108).

HB 2259: TPT; distribution; HURF **AMENDED IN COMMITTEE**

Requires the state treasurer to deposit **100%** of transaction privilege tax revenues from leasing or renting customer-facing electric vehicle charging stations into the Arizona Highway User Revenue Fund. It amends the personal property rental classification to separately account for revenues from electric vehicle charging station rentals accessible to the public. The act applies to taxable periods beginning after the first day of the month following its general effective date.

HB 2400: motor fuel tax holiday **AMENDED IN COMMITTEE**

Prohibits fuel tax from being imposed from May 1 - Sept. 30, annually, for fuel sold, purchased, possessed, used or consumed in Maricopa and Pinal County. Allocates \$72.6M from the **State Highway Fund** to cities and towns as prescribed.

HB 2601: Interstate 11; environmental; engineering; study **PASSED COMMITTEE THIS WEEK**

Requires ADOT to request FHWA to uncouple the two segments of I-11 within 14 days of enactment. Requires ADOT conduct Tier 2, no later than 3 months after federal approval.

Funding Bills of Interest

SB 1059: Appropriation; ADOT; turn lane PASSED COMMITTEE

Appropriates \$9,200,000 from the state general fund in fiscal year 2026-2027 for planning, designing, constructing, and acquiring right-of-way or easements for an additional right turn lane at the intersection of SR 87 and SR 260.

SB 1062: Appropriation; Route 60; intersection improvements PASSED COMMITTEE

Appropriates \$1,000,000 from the state general fund in fiscal year 2026-2027 for planning, designing, construction, and ROW or easements to add a left turn lane and improve the intersection at US 60 and Superstition Mountain Drive.

SB 1063: Appropriation; Route 70; safety improvements PASSED COMMITTEE Appropriates \$10,400,000 is allocated from the state general fund in fiscal year 2026-2027 for safety improvements on Route 70 between MP 255 and MP 301.

SB 1064: Appropriation; U.S. Route 66; improvements PASSED COMMITTEE

Appropriates \$3 million from the state general fund in fiscal year 2026-2027 to ADOT for distribution to the city of Flagstaff to design and construct improvements along Route 66 between Interstate 40 and Milton Road. Requires an IGA be executed by September 15, 2026 between ADOT and the city to facilitate the project, with funds distributed by November 1, 2026.

SB 1154: Appropriation; State Route 64; study PASSED COMMITTEE

Appropriates \$500,000 from the state general fund in fiscal year 2026-2027 for a traffic and safety study on SR 64 between Williams and the Grand Canyon. Mandates a report detailing the findings and recommendations for improvements be submitted to the governor and legislative leaders by December 31, 2026.

Funding Bills of Interest

SB 1204: Appropriation; U.S. 60; SR 303 PASSED COMMITTEE LAST WEEK

Appropriates \$5.5M to ADOT to design and conduct an environmental analysis of interchange improvements at U.S. Route 60 and State Route 303.

SB 1207: Appropriation; study; transportation infrastructure PASSED COMMITTEE LAST WEEK

Appropriates \$150,000 to ADOT to conduct a study to assess financing mechanisms for new development to support regional and statewide transportation infrastructure along U.S. Route 60 and State Route 303.

SB1245: Appropriation; ADOT; Rodeo Road PASSED COMMITTEE THIS WEEK

Appropriates \$2,457,100 to Williams for the Rodeo Road pavement replacement and trail connector project.

SB1273: Appropriation; Olga Frontage Road PASSED COMMITTEE THIS WEEK

Appropriates \$14M to ADOT for pavement rehabilitation of Olga Frontage Rd between Bowie and San Simon

SB 1250: Appropriation; State Route 87 PASSED COMMITTEE LAST WEEK

Appropriates \$6,406,300 to ADOT to construct a left turn lane at intersection of southbound SR 87 and East Malcolm X Street

SB 1455: Appropriation; State Route 24; extension PASSED COMMITTEE LAST WEEK

Appropriates an unspecified amount to ADOT for surveying, designing and constructing the extension of State Route 24 east of Ironwood Drive.

Funding Bills of Interest

HB 2067: Appropriation; Apache Junction; transportation projects **PASSED COMMITTEE THIS WEEK**

Appropriates \$29.4 million from the state general fund to the City of Apache Junction for the following projects:

- \$2,700,000 to widen Tomahawk Road between U.S. Route 60 and Southern Avenue.
- \$6,700,000 to improve Delaware Drive between 16th Avenue and Broadway Avenue with safety and drainage improvements.
- \$1,000,000 to the pavement preservation program in Apache Junction.
- \$12,000,000 for street and drainage projects in Apache Junction.
- \$5,000,000 for improvements to the Ironwood Drive corridor.
- \$2,000,000 for safety improvements at the intersection of Idaho Road and U.S. Route 60.

HB 2068: Appropriation; Woolford Road extension **PASSED COMMITTEE THIS WEEK**

Appropriates \$6,500,000 from the state general fund to the City of Show Low for the Woolford Road extension project.

HB 2200: Appropriation; State Route 89 widening **PASSED COMMITTEE THIS WEEK**

Appropriates \$36M to Chino Valley for a DCR for SR 89 widening project between Road 5 North and Road 3 North. Requires Chino Valley to demonstrate a commitment of at least \$1M in matching monies/grants/donations from sources other than the state.

HB 2201: Appropriation; State Route 89A projects **PASSED COMMITTEE THIS WEEK**

Appropriates \$8,025,600 to Sedona for SR 89A, Forest Rd and Ranger Rd construction and improvement projects

HB 2164: Appropriation; transportation project; Reay Lane **PASSED COMMITTEE THIS WEEK**

Appropriates \$3,730,000 from the state general fund to distribute to Graham county to improve Reay Lane between U.S. Route 70 and Safford Bryce Road.

Funding Bills of Interest

HB 2242: Appropriation; State Route 260; improvements **PASSED COMMITTEE THIS WEEK**

Appropriates \$175 million from the state general fund for the following projects on SR 260 between MP 200 and MP 346:

- \$95,000,000 for widening the roadway and expansion of the passing lane to include widening to four lanes where feasible.
- \$35,000,000 for expansion of the shoulder to not less than five 12 feet on each side of the roadway and modernization of guardrails.
- \$25,000,000 for mitigation efforts for strikes to wildlife including fencing, crossings and wildlife detection systems.
- \$20,000,000 for upgrades to drainage, runoff control and slope stabilization.

HB 2283: Appropriation; N9003 bridge project **PASSED COMMITTEE THIS WEEK**

Appropriates \$6,100,000 from the state general fund for distribution to the Navajo Department of Transportation for a bridge project in Greasewood Springs.

HB 2284: Appropriation; road improvements; Piñon schools **PASSED COMMITTEE THIS WEEK**

Appropriates \$3.7 million from the state general fund for distribution to the Navajo Division of Transportation for road improvements serving the Piñon Unified School District.

HB 2283: Appropriation; N9003 bridge project **PASSED COMMITTEE THIS WEEK**

Appropriates \$6,100,000 from the state general fund for distribution to the Navajo Department of Transportation for a bridge project in Greasewood Springs.

HB 2284: Appropriation; road improvements; Piñon schools **PASSED COMMITTEE THIS WEEK**

Appropriates \$3.7 million from the state general fund for distribution to the Navajo Division of Transportation for road improvements serving the Piñon Unified School District.

Funding Bills of Interest

HB 2285: Appropriation; Fort Defiance; streetlights PASSED COMMITTEE THIS WEEK

Appropriates \$3.5 million from the state general fund to the Arizona Department of Transportation for distribution to the Fort Defiance chapter of the Navajo Nation to install solar streetlights on BIA Routes N110, N7, and N12 in Fort Defiance.

HB 2286: Appropriations; Navajo Nation; capital projects PASSED COMMITTEE THIS WEEK

Appropriates the following monies from the state general fund for distribution to the Navajo Department of Transportation:

- \$600,000 to complete pavement at the Ganado senior citizens center and veterans building.
- \$1,700,000 for a turning lane at SR 264 MP 441.
- \$340,000 for materials and construction of the Ganado waterline project.

HB2287: Appropriation; N9073 Rockfall/Roadway project PASSED COMMITTEE THIS WEEK

Appropriates \$4 million from the state general fund for distribution to the Navajo Department of Transportation for engineering services and early-stage construction of mitigations for the N9073 Rockfall/Roadway project.

HB 2304: Appropriations; transportation projects PASSED COMMITTEE THIS WEEK

Annual RTAC bill making various appropriations for rural transportation projects.

HB 2306: Appropriation; Apache county; rural routes PASSED COMMITTEE THIS WEEK

Appropriates \$665,000 from the State Highway Fund for distribution to Apache County for the rural school bus route enhancement and soil stabilization pilot project. Requires Apache County provide at least \$60,000 in matching monies for the project.

Funding Bills of Interest

HB 2609: Appropriation; ADOT; roundabout; SR 89A **PASSED COMMITTEE THIS WEEK**

Appropriates \$5,016,000 to Sedona for roundabout construction and improvements at the intersection of State Route 89A, Forest Road and Ranger Road.

HB 2760: Appropriation; rural transportation fund **PASSED COMMITTEE THIS WEEK**

Appropriates \$15M to the SMART fund

HB 2761: Appropriation; ADOT; Cornville Road study **PASSED COMMITTEE THIS WEEK**

Appropriates \$300,000 to ADOT to conduct an infrastructure study for traffic improvements on Cornville Road.

HB 2859: Appropriation; ADOT; Rodeo Road. **PASSED COMMITTEE THIS WEEK**

Appropriates \$2,457,100 to Williams for the Rodeo Road pavement replacement and trail connector project.

HB 2887: Appropriation; Concho-Snowflake Highway **PASSED COMMITTEE THIS WEEK**

Appropriates \$7,390,400 to Apache County for Concho-Snowflake Highway pavement rehabilitation between U.S. Route 180A and milepost 7.5.

HB 2892: Appropriation; rural bus soil stabilization **PASSED COMMITTEE THIS WEEK**

Appropriates \$665,500 to Apache County for the rural school bus route enhancement and soil stabilization project.

Funding Bills of Interest

HB 2893: Appropriation; Navajo Nation; transportation projects **PASSED COMMITTEE THIS WEEK**

Appropriates \$36,029,500 to NNDOT for 3 projects

HB 2894: Appropriation; rural school bus routes **PASSED COMMITTEE THIS WEEK**

Appropriates \$2.88M to NACOG for a rural school bus routes study

HB 2978: Appropriation; Prescott; northeast airport ramp **PASSED COMMITTEE THIS WEEK**

Appropriates \$3M to the city of Prescott for the second phase of development for the northeast airport ramp.

Questions?