

State Legislative Update

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

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Local and State Government Relations**

69th Day of Session

- Bills Introduced: 1,966
- Bills Passed: 20
- Bills Vetoed: 12
- Bills Signed into law: 5
- Memorials/Resolutions Introduced: 124
- Memorials/Resolutions Passed: 12

Key Dates Ahead

- Last day for House consideration of Senate Bills, Senate consideration of House Bills – next Friday, March 27th
- Last day for consideration of bills in Conference Committees - Friday, April 17th
- 100th Day of Session - Saturday, April 25th

Bills of Interest to the State Transportation Board

SB 1437: Public records; format; fees **PENDING HOUSE GOVERNMENT COMMITTEE**

Requires custodians of public records to provide copies in the least expensive manner possible and with a preference for providing electronic copies. Limits fees for public records, except for law enforcement video recordings or records requested for a commercial purpose, to material costs only.

SB 1547: Alternative fuel tax **PASSED SENATE COMMITTEE 2/10; HAS NOT ADVANCED**

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 2148: Noncustodial federal monies; appropriation **PASSED SENATE APPROPRIATIONS**

Effective December 31, 2027, provides the Legislature the authority to appropriate noncustodial federal monies with limited exceptions.

HB 2259: TPT; distribution; HURF **PASSED HOUSE T&I; NOT HEARD IN HOUSE APPROPRIATIONS**

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.

Bills of Interest to the State Transportation Board

HB 2400: motor fuel tax holiday **ANTICIPATED STRIKE-EVERYTHING AMENDMENT IN SENATE**

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 HOUSE AND TRANSMITTED TO THE SENATE**

Requires ADOT to request the FHWA segment the Interstate 11 project between Interstate 10 at Casa Grande and Wickenburg as a segment of independent utility, within 14 days of enactment. Requires ADOT conduct Tier 2, no later than 3 months after federal approval.

HB 2876 - Public bodies; executive sessions; agenda **PENDING SENATE GOVERNMENT HEARING**

Prohibits a public body from placing any proposal to impose or increase a tax rate, assessment, or fee in Arizona on a consent agenda for a meeting. Requires a public body to place any item discussed or voted on in executive session on an action agenda rather than a consent agenda

Funding Bills of Interest

SB 1059: Appropriation; ADOT; turn lane **PASSED SENATE, DOUBLE ASSIGNED TO HOUSE TRANSPORTATION/APPROPS**

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 SENATE**

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 SENATE**

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 SENATE**

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 SENATE**

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 SENATE

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 SENATE

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 SENATE

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

SB 1250: Appropriation; State Route 87 PASSED SENATE

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

SB 1273: Appropriation; Olga Frontage Road PASSED SENATE, DOUBLE ASSIGNED TO HOUSE TRANSPORTATION/APPROPS

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

SB 1455: Appropriation; State Route 24; extension PASSED SENATE

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 HOUSE T&I; NOT HEARD IN HOUSE APPROPRIATIONS

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 HOUSE T&I; NOT HEARD IN HOUSE APPROPRIATIONS

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

HB 2164: Appropriation; transportation project; Reay Lane PASSED HOUSE T&I; NOT HEARD IN HOUSE APPROPRIATIONS

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.

HB 2200: Appropriation; State Route 89 widening PASSED HOUSE T&I; NOT HEARD IN HOUSE APPROPRIATIONS

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 HOUSE T&I; NOT HEARD IN HOUSE APPROPRIATIONS

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

Funding Bills of Interest

HB 2242: Appropriation; State Route 260; improvements **PASSED HOUSE T&I; NOT HEARD IN HOUSE APPROPRIATIONS**

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 HOUSE T&I; NOT HEARD IN HOUSE APPROPRIATIONS**

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 HOUSE T&I; NOT HEARD IN HOUSE APPROPRIATIONS**

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 2285: Appropriation; Fort Defiance; streetlights **PASSED HOUSE T&I; NOT HEARD IN HOUSE APPROPRIATIONS**

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.

Funding Bills of Interest

HB 2286: Appropriations; Navajo Nation; capital projects **PASSED HOUSE T&I; NOT HEARD IN HOUSE APPROPRIATIONS**

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 HOUSE T&I; NOT HEARD IN HOUSE APPROPRIATIONS**

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 HOUSE T&I; NOT HEARD IN HOUSE APPROPRIATIONS**

Annual RTAC bill making various appropriations for rural transportation projects.

HB 2306: Appropriation; Apache county; rural routes **PASSED HOUSE T&I; NOT HEARD IN HOUSE APPROPRIATIONS**

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 HOUSE T&I; NOT HEARD IN HOUSE APPROPRIATIONS**

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 HOUSE T&I; NOT HEARD IN HOUSE APPROPRIATIONS**

Appropriates \$15M to the SMART fund

HB 2761: Appropriation; ADOT; Cornville Road study **HELD IN COMMITTEE**

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

HB 2859: Appropriation; ADOT; Rodeo Road. **PASSED HOUSE T&I; NOT HEARD IN HOUSE APPROPRIATIONS**

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

HB 2887: Appropriation; Concho-Snowflake Highway **PASSED HOUSE T&I; NOT HEARD IN HOUSE APPROPRIATIONS**

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 HOUSE T&I; NOT HEARD IN HOUSE APPROPRIATIONS**

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 HOUSE T&I; NOT HEARD IN HOUSE APPROPRIATIONS**

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

HB 2894: Appropriation; rural school bus routes **PASSED HOUSE T&I; NOT HEARD IN HOUSE APPROPRIATIONS**

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

HB 2978: Appropriation; Prescott; northeast airport ramp **PASSED HOUSE T&I; NOT HEARD IN HOUSE APPROPRIATIONS**

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

Questions?