HOUSE FLOOR AMENDMENT EXPLANATION



Bill Number: HB 2031	
Bliss	Floor Amendment

The Floor amendment eliminates the <u>repeals</u> and the related statutory language pertaining to:

- 1. The Arizona Commission on the Arts
- 2. The Barbering and Cosmetology Board

BLISS FLOOR AMENDMENT HOUSE OF REPRESENTATIVES AMENDMENTS TO H.B. 2031 (Reference to printed bill)

Amendment instruction key:

[GREEN UNDERLINING IN BRACKETS] indicates text added to statute or previously enacted session law.

[$\underline{\text{Green underlining in brackets}}$] indicates text added to new session law or text restoring existing law.

[GREEN STRIKEOUT IN BRACKETS] indicates new text removed from statute or previously enacted session law.

[Green strikeout in brackets] indicates text removed from existing statute, previously enacted session law or new session law.

<<Green carets>> indicate a section added to the bill.

<<Green strikeout in carets>> indicates a section removed from the bill.

1 The bill as proposed to be amended is reprinted as follows:

Section 1. Section 3-102, Arizona Revised Statutes, is amended to 3 read:

3-102. <u>Department organization</u>

- 5 A. The Arizona department of agriculture is established consisting 6 of the following divisions:
- 7 1. The animal services division, which is responsible for milk, 8 dairy, livestock and aquaculture regulation, the state veterinarian. AND 9 meat, poultry and egg inspection and performing the administrative 10 functions authorized or contracted pursuant to law for the Arizona beef 11 council.
- 12 2. The plant services division, which is responsible for 13 entomological services.
- 3. The environmental services division, which is responsible for regulating seed, feed and agricultural chemicals, including pesticides and fertilizers, and for native plant protection.
- The weights and measures services division, which is responsible last for the inspection, testing and licensing of commercial weighing, measuring and counting devices.
- 5. The pest management division, which is responsible for regulating pest management and pest management services as defined in section 3-3601.
- 23 6. The citrus, fruit and vegetable division, which is responsible 24 for the citrus, fruit and vegetable standardization and produce safety 25 program under chapter 3, articles 2, 4, 4.1 and 4.3 of this title.
- B. The following are established in addition to and separate from the divisions of the department:
 - The state agricultural laboratory.

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- 2. The office of agriculture safety.
 - 3. The office of inspections.
 - 4. The office of commodity development and promotion.
- 4 C. The department shall have a central administrative service 5 office providing:
- 1. Data processing, accounting and budgeting, records management, publications, property control and personnel services and training.
- 8 2. A program to cross-train appropriate personnel to enable them to 9 perform similar functions or comparable work for different administrative 10 units in the department.
- 11 Sec. 2. Section 3-107, Arizona Revised Statutes, is amended to 12 read:

3-107. <u>Organizational and administrative powers and duties of</u> the director

- A. The director shall:
- 16 1. Formulate the program and policies of the department and adopt 17 administrative rules to effect its program and policies.
- 18 2. Ensure coordination and cooperation in the department in order 19 to achieve a unified policy of administering and executing its 20 responsibilities.
- 3. Subject to section 35-149, accept, expend and account for gifts, 22 grants, devises and other contributions of money or property from any 23 public or private source, including the federal government. All 24 contributions shall be included in the annual report under paragraph 6 of 25 this subsection. Monies received under this paragraph shall be deposited, 26 pursuant to sections 35-146 and 35-147, in special funds for the purpose 27 specified, which are exempt from the provisions of section 35-190 relating 28 to lapsing of appropriations.
- 4. Contract and enter into interagency and intergovernmental and agreements pursuant to title 11, chapter 7, article 3 with any private 31 party or public agency.
- 32 5. Administer oaths to witnesses and issue and direct the service 33 of subpoenas requiring witnesses to attend and testify at or requiring the 34 production of evidence in hearings, investigations and other proceedings.
- 6. Not later than September 30 each year, issue a report to the governor and the legislature of the department's activities during the 77 preceding fiscal year. The report may recommend statutory changes to 88 improve the department's ability to achieve the purposes and policies 99 established by law. The director shall provide a copy of the report to 40 the Arizona state library, archives and public records.
- 7. Establish, equip and maintain a central office in Phoenix and 42 field offices as the director deems necessary.
- 8. Sign all vouchers to expend money under this title, which shall 44 be paid as other claims against this state out of the appropriations to 45 the department.
- 46 9. Coordinate agricultural education efforts to foster an 47 understanding of Arizona agriculture and to promote a more efficient

1 cooperation and understanding among agricultural educators, producers, 2 dealers, buyers, mass media and the consuming public to stimulate the 3 production, consumption and marketing of Arizona agricultural products.

- 4 10. Employ staff subject to title 41, chapter 4, article 4 and 5 terminate employment for cause as provided by title 41, chapter 4, 6 article 5.
- 7 11. Conduct hearings on appeals by producers regarding the assessed 8 actual costs of the plow up and the penalty of one hundred fifty per cent 9 for unpaid costs pursuant to section 3-204.01. The director may adopt 10 rules to implement this paragraph.
- 11 12. 11. Cooperate with the Arizona-Mexico commission in the 12 governor's office and with researchers at universities in this state to 13 collect data and conduct projects in the United States and Mexico on 14 issues that are within the scope of the department's duties and that 15 relate to quality of life, trade and economic development in this state in 16 a manner that will help the Arizona-Mexico commission to assess and 17 enhance the economic competitiveness of this state and of the 18 Arizona-Mexico region.
 - B. The director may:

- 20 1. Authorize in writing any qualified officer or employee in the 21 department to perform any act that the director is authorized or required 22 to do by law.
- 23 2. Construct and operate border inspection stations or other 24 necessary facilities in this state and cooperate by joint agreement with 25 an adjoining state in constructing and operating border inspection 26 stations or other facilities within the boundaries of this state or of the 27 adjoining state.
- 3. Cooperate with agencies of the United States and other states and other agencies of this state and enter into agreements in developing and administering state and federal agricultural programs regarding the 1 use of department officers, inspectors or other resources in this state, 1 in other states or in other countries.
- 4. Cooperate with the office of tourism in distributing Arizona tourist information.
- 5. Enter into compliance agreements with any person, state or regulatory agency. For the purposes of this paragraph, "compliance agreement" means any written agreement or permit between a person and the department for the purpose of enforcing the department's requirements.
- 6. Abate, suppress, control, regulate, seize, quarantine or destroy any agricultural product or foodstuff that is adulterated or contaminated at as the result of an accident at a commercial nuclear generating station as defined in section 26-301, paragraph 1. A person owning WHO OWNS an agricultural product or foodstuff that has been subject to this paragraph 44 may request a hearing pursuant to title 41, chapter 6, article 10.
- 7. Engage in joint venture activities with businesses and commodity 46 groups that are specifically designed to further the mission of the

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1 department, that comply with the constitution and laws of the United 2 States and that do not compete with private enterprise.

- 8. Sell, exchange or otherwise dispose of personal property labeled 4 with the "Arizona grown" trademark. Revenues received pursuant to this 5 paragraph shall be credited to the commodity promotion fund established by 6 section 3-109.02.
- 7 Sec. 3. Section 3-108, Arizona Revised Statutes, is amended to 8 read:

3-108. Administrative support fund; use; exemption

- A. A department of agriculture administrative support fund is 11 established. All monies collected pursuant to any interagency agreement 12 with the department pursuant to section 3-588, subsection A shall be 13 deposited, pursuant to sections 35-146 and 35-147, in the fund.
- B. All monies collected pursuant to any interagency agreement with the department in accordance with section 3-468.03, subsection A and section 3-526.03, subsection A shall be deposited in the administrative support fund or deposited in the citrus, fruit and vegetable trust fund established by section 3-447 pursuant to the terms of the interagency agreement. Deposits in the administrative support fund shall be made pursuant to sections 35-146 and 35-147.
- C. Monies in the fund are continuously appropriated and exempt from 22 the provisions of section 35–190 relating to lapsing of appropriations.
- Sec. 4. Section 3-204, Arizona Revised Statutes, is amended to 24 read:
 - 3-204. Summary abatement of imminently dangerous nuisance: procedure: expense: lien; public sale; reimbursement costs and penalties to state for certain abatements: civil penalty
- in the opinion of the director, the danger to the 29 A. If. 30 agricultural and horticultural industry of the state is imminent if the 31 nuisance caused by a plant or thing is not speedily abated or suppressed, 32 and if the director finds it is practical to summarily abate the nuisance, 33 either by the destruction of the plant or thing or by the treatment 34 thereof OF THE PLANT OR THING so as to destroy or eradicate the crop pest 35 or disease without actually destroying the plant or thing, the director 36 shall in writing SHALL direct the owner or person in charge of the 37 nuisance, if the owner or person is found in the county, forthwith and at 38 the owner's or person's expense to abate and suppress the nuisance in the 39 manner provided in the written direction. If the owner or person in 40 charge fails or neglects to comply with the direction for a period of five 41 days after the date on which the direction was delivered to or served on 42 the owner or person, the director shall summarily abate the nuisance in 43 the manner specified in the written direction.
- B. If the owner or person in charge or control of the nuisance is a 45 nonresident of the state or cannot, after reasonable diligence by the 46 director, CANNOT be found within the county where the nuisance exists, the 47 director shall publish the notice and the direction one time in a

1 newspaper published in the county, and shall post a copy at, on or in the 2 immediate vicinity of the nuisance, and $\frac{\text{after}}{\text{after}}$ seven days $\frac{\text{from}}{\text{AFTER}}$ the 3 first publication and posting, the director shall abate the nuisance in 4 the manner specified in the direction.

- 5 C. If the nuisance is abated by the director, the expense shall be 6 borne by the state, but, when the abatement does not involve the 7 destruction of the plant or thing and it has some value after the crop 8 pest or disease has been eradicated, the state shall have a first claim 9 and lien thereon ON THE PLANT OR THING for the payment of expenses 10 incurred in the abatement of the nuisance.
- D. The director shall notify the owner or person in charge or control of the nuisance of the amount of the expenses, and that unless the amount is paid within ten days after the date of service of the notice on the owner or person in charge, the plant or thing will be sold at public sale, and the proceeds, or so much thereof OF THE PROCEEDS as may be necessary, applied to the payment of the expenses. The notice shall be personally served or posted as required in this section for notices to abate.
- E. If the owner or person in charge of the plant or thing fails to 20 pay the expenses within the time specified in the notice, the director shall give public notice of the time and place of sale with a description 22 of the plant or thing to be sold, and the amount of expenses against it, 23 which shall include costs of publication, posting and service of 24 notice. The notice of sale shall be published and posted as provided in 25 this section for the publication and posting of direction to suppress the 26 nuisance.
- F. The owner or person in charge of a plant or thing constituting the nuisance may waive in writing the service of all directions and 29 notices in connection with the abatement or sale thereof.
- G. If the director is required to abate the nuisance of stub, soca 30 31 or volunteer cotton following the refusal by the owner or person in charge 32 or control of the nuisance to do so, the owner or person in charge or 33 control of the nuisance shall reimburse the department for the actual 34 costs of the state's abatement of the nuisance. An injunction shall not 35 be granted to stay this state from abating the nuisance. The director may 36 request the cotton research and protection council to provide monies 37 pursuant to section 3-1085, subsection B to help defray the department's 38 cost of abatement until the owner or person in charge reimburses the 39 department for those costs. If the actual costs of abatement are not paid 40 within ten days after the owner or person in charge receives notice of the 41 amount of the costs, the director may impose a civil penalty of fifty 42 per cent PERCENT of the costs of abatement. At the director's request, 43 the attorney general shall file an action in superior court to recover 44 civil penalties assessed pursuant to this subsection. All civil penalties 45 collected under this subsection shall be deposited, pursuant to sections 46 35-146 and 35-147, in the dangerous plants, pests and diseases trust fund 47 established by section 3-214.01.

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Sec. 5. Repeal
Section 3-204.01, Arizona Revised Statutes, is repealed.
Sec. 6. Section 3-205, Arizona Revised Statutes, is amended to 4 read:

3-205. Abatement of nuisance not imminently dangerous; procedure; lien; foreclosure; release of lien; reimbursement costs and penalties to state for certain abatements; civil penalty
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- A. If the director believes the danger to the agricultural and 10 horticultural industry is not imminent, or if impractical for any reason 11 to summarily abate the nuisance, as described in sections 3-203, 3-204, 12 3-206 and 3-207, the director shall not require summary destruction or 13 eradication, but shall set forth the measures required to be taken by the 14 owner or person in charge to control, suppress or eradicate the danger, 15 and shall require the person, at the person's expense, to take and comply 16 with the measures specified in the direction and subsequent directions.
- B. The directions shall be made, given and served as prescribed for 18 summary abatement, and if they are not complied with, the director may 19 proceed as provided by the directions, and the expense shall be charged 20 against the THIS state.
- C. If the plant or thing constituting the nuisance consists only of 22 personalty and is not attached to land or contained in a building, 23 enclosure, vehicle or place belonging to the person, the THIS state shall 24 have the same lien and it is enforceable in the same manner as provided 25 for summary abatement of the nuisance under section 3-204.
- D. If the plant or thing is attached to land or contained in a 27 building, enclosure or vehicle that is the property of the person, the 28 lien shall also attach to the land, building, enclosure or vehicle, and 29 the director shall prepare and file in the office of the county recorder 30 where the property is situated a notice of the lien, setting forth the 31 amount and the name of the owner or person in charge, and stating that the 32 amount of the lien shall be paid within thirty days from filing AFTER THE 33 DIRECTOR FILES the notice, or otherwise the property will be subjected to 34 payment thereof.
- E. The lien shall be prior to all other liens against the property sexcept liens for state and county taxes. If the amount of the lien is not paid within the thirty days, the county attorney, on written request of the director, shall foreclose the lien against the property impressed therewith as other liens are foreclosed.
- F. On satisfaction of the lien, the director shall issue a release 41 of the lien to the person against whom the lien was claimed. Such release 42 shall be a document in a form as specified in section 11-480.
- G. If the director is required to abate the nuisance of stub, soca 44 or volunteer cotton following the refusal by the owner or person in charge 45 or control of the nuisance to do so, the owner or person in charge or 46 control of the nuisance shall reimburse the department for the actual 47 costs of the THIS state's abatement of the nuisance. An injunction shall

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not be granted to stay this state from abating the nuisance. The director may request the cotton research and protection council to provide monies pursuant to section 3-1085, subsection B to help defray the department's cost of abatement until the owner or person in charge reimburses the department for those costs. If the actual costs of abatement are not paid within ten days after the owner or person in charge receives notice of the amount of the costs, the director may impose a civil penalty of one hundred fifty per cent PERCENT of the costs of abatement. At the director's request, the attorney general shall file an action in superior court to recover civil penalties assessed pursuant to this subsection. All civil penalties collected under this subsection shall be deposited, pursuant to sections 35-146 and 35-147, in the dangerous plants, pests and diseases trust fund established by section 3-214.01.

Sec. 7. Section 3-205.01, Arizona Revised Statutes, is amended to 15 read:

3-205.01. <u>Summary abatement of noxious weeds, crop pests or</u> <u>diseases under preapproved programs</u>

The director may treat, spray, control, suppress or eradicate noxious weeds, crop pests or diseases through a countywide, area-wide or statewide program or programs that have been approved or authorized by the department. If such countywide, area-wide or statewide program or programs affect cotton, the program or programs must also be approved by the cotton research and protection council. The director may take whatever actions that are necessary to assist, support or enforce such programs, including entering any fields to treat, spray, control, suppress or eradicate noxious weeds, crop pests or diseases under these authorized or approved programs.

Sec. 8. Section 3-403, Arizona Revised Statutes, is amended to 29 read:

3-403. Exemptions

This article $\frac{\text{shall}}{\text{DOES}}$ not apply to article $\frac{2.1}{\text{chapter}}$.

Sec. 9. Repeal

A. Title 3, chapter 3, article 2.1, Arizona Revised Statutes, is 35 repealed.

B. Title 3, chapter 10, Arizona Revised Statutes, is repealed.

37 C. Title 3, chapter 11, article 2, Arizona Revised Statutes, is 38 repealed.

39 Sec. 10. Section 3-1337, Arizona Revised Statutes, is amended to 40 read:

3-1337. <u>Service charge and inspection fee; self-inspection</u>

A. Livestock officers and inspectors shall collect from the person 43 in charge of cattle inspected a service charge of three dollars \$3 plus an 44 inspection fee of twenty-five cents \$.25 per head for making inspections 45 for the transfer of ownership, sale, slaughter or transportation of 46 cattle.

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- B. Livestock officers and inspectors shall collect from the person in charge of sheep inspected a service charge of three dollars \$3 plus an inspection fee of five cents \$.05 per head for making inspections for the transfer of ownership, sale, slaughter or transportation of sheep.
- 5 C. Livestock officers and inspectors shall collect from the person 6 in charge of dairy cattle inspected a service charge of three dollars \$3 7 plus an inspection fee of twenty-five cents \$.25 per head for making 8 inspections for the transfer of ownership, sale, slaughter or 9 transportation of dairy cattle.
- D. The division may approve self-inspection by movers of livestock and feedlots and dairies pursuant to section 3-1203, subsection D. Movement shall be documented on simple and concise self-inspection forms that are provided by the department and that include only the following 14 information:
 - 1. The certificate number.
 - 2. The department contact information.
 - 3. For out-of-state shipments, official identification.
 - 4. For dairy cattle, back tag numbers.
 - 5. The amount collected pursuant to section 3-1236.
- 20 6. 5. The number and description of livestock.
- 21 7. 6. The livestock owner's or agent's name, signature and 22 address.
 - 8. 7. The transporter's name.
 - 9. 8. The location of the place and date of shipment.
 - 10. 9. The destination or buyer's name and address.
- 26 11. 10. For branded animals, the animal's registered brand, 27 including brand number, location and expiration date.
- E. Movers of livestock and feedlots and dairies that utilize USE self-inspection shall purchase the self-inspection book from the department. The director, in consultation with the department of agriculture advisory council established pursuant to section 3-104, may sestablish a fee for the self-inspection book.
- F. Any fees collected by the livestock officers and inspectors and 34 by movers of livestock and feedlots and dairies utilizing THAT USE 35 self-inspection shall be remitted to the division. Any fees incurred by 36 movers of livestock and feedlots and dairies shall be remitted to the 37 department within ten days after the end of the month in which the 38 livestock were inspected.

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39 <<<del>Sec. 11. Section 10-122, Arizona Revised Statutes, is amended to</del> 40 read:
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41 10-122. Filing, service and copying fees; expedited report
42 filing and access; same day and next day services;
43 posted wait times; advance monies; definition
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44 A. The commission shall collect and deposit, pursuant to sections
45 35-146 and 35-147, the following nonrefundable fees when the documents
46 described in this subsection are delivered to the commission:

47 <u>Document</u> Fee

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         1. Articles of incorporation
                                                                    $50
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         2. Application for use of indistinguishable name
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         3. Application for reserved name
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         4. Notice of transfer of reserved name
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         5. Application for registered name
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         6. Application for renewal of registered name
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         7. Agent's statement of resignation
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         8. Amendment of articles of incorporation
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         9. Restatement of articles of incorporation with
 9
               amendment of articles
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         10. Statement of merger, interest exchange,
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               conversion, domestication or division if
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               the entity responsible for filing the
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               statement is a corporation
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         11. Articles of dissolution
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         12. Articles of revocation of dissolution
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         13. Application for reinstatement following
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               administrative dissolution, in addition
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               to other fees and penalties due
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         14. Application for authority
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         15. Application for withdrawal
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         16. Annual report
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         17. Articles of correction
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         18. Application for certificate of good standing
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         19. Any other document required or permitted
               to be filed by chapters 1 through 17
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               of this title
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B. The commission shall collect a nonrefundable fee of twenty-five dollars \$25 each time process is served on it under chapters 1 through 17 of this title. The party to a proceeding causing service of process is entitled to recover this fee as costs if the party prevails in the 32 proceeding.

C. The commission shall charge and collect a reasonable fee for copying documents on request, provided the fee does not exceed the cost of providing the service as determined by the commission. The commission shall also charge a reasonable fee for certifying the copy of a filed document, provided IF the fee does not exceed the cost of providing the service as determined by the commission.

D. A penalty of one hundred dollars \$100 THAT IS payable in addition to other fees accrues and is payable if a foreign corporation fails to file an amendment, restated articles that include an amendment, articles of merger within sixty days after the time of filing in the jurisdiction in which the corporation is domiciled. The penalty collected pursuant to this subsection shall be deposited, pursuant to sections 45 35-146 and 35-147, in the state general fund.

46 E. One-third of The fees for the annual report of domestic and 47 foreign corporations paid pursuant to subsection A, paragraph 16 of this 1 section shall be deposited in the Arizona arts trust fund established by 2 section 41-983.01 and two-thirds of these fees shall be deposited, 3 pursuant to sections 35-146 and 35-147, in the public access fund 4 established by section 10-122.01.

- 5 F. The commission shall provide for and establish an expedited 6 service for the filing of all documents and services provided pursuant to 7 this title as follows:
- 8 1. The expedited filing shall be a priority service to be completed 9 as soon as possible after the documents are delivered to the commission.
- 2. In addition to any other fees required by this section or any other law, the commission shall charge a nonrefundable fee for expedited services, including those requested by fax. The fee shall be determined by a supermajority vote of the commissioners.
- 3. The commission may provide for and establish same day and next to day services for the filing of any documents and services provided pursuant to this title as follows:
- 17 (a) The commission shall suspend same day or next day service if 18 the commission determines that it does not have the necessary resources to 19 perform the service within the established time period.
- 20 (b) In addition to any other fees required by this section or any 21 other law, the commissioners may charge a nonrefundable fee for the same 22 day or next day service or both. The fee shall be determined by a 23 supermajority vote of the commissioners.
- 24 <u>4. The commission shall publicly post the current wait times for</u> 25 processing regular, expedited and same day and next day services.
- G. The commission may charge persons who access the commission's data processing system that is maintained pursuant to section 10-122.01 from remote locations and persons requesting special computer generated printouts, reports and tapes a reasonable fee that does not exceed the cost of the time, equipment and personnel necessary to provide this service or product as determined by the commission.
- H. Except as provided in section 10-122.01, subsection B, paragraph 33 3, in addition to any fee charged pursuant to this section, the commission 34 may charge and collect the following nonrefundable fees to help defray the cost of the improved data processing system that is maintained pursuant to 36 section 10-122.01:
- 37 <u>1. Filing articles of incorporation of a domestic corporation, ten</u> 38 dollars \$10.
- 39 2. Filing an application of a foreign corporation for authority to 40 transact business in this state, twenty-five dollars \$25.
- 41 I. All monies received pursuant to subsections F, G and H of this 42 section shall be deposited, pursuant to sections 35-146 and 35-147, in the 43 public access fund established by section 10-122.01.
- 44 J. Fees charged pursuant to this section are exempt from section 45 39-121.03, subsection A, paragraph 3.
- 46 K. The commission may allow any person to advance monies to the 47 commission to pay fees required pursuant to this section for future

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1 filings and services. All monies received pursuant to this subsection 2 shall be deposited, pursuant to sections 35-146 and 35-147, in the money 3 on deposit account in the public access fund established by section 4 10-122.01.

5 L. In addition to any other fees prescribed by law, the commission 6 may establish a fee for the filing of an annual benefit report delivered 7 to the commission pursuant to section 10-2442. The fee shall be 8 determined by a majority vote of the commissioners.

9 M. For the purposes of this section, "supermajority" means an 10 affirmative vote of at least four commissioners.>>

11 <<Sec. 12. Section 11-811, Arizona Revised Statutes, is amended to 12 read:

11-811. Zoning ordinance; zoning districts; definitions

A. Pursuant to this article, the board of supervisors may adopt a zoning ordinance in order to conserve and promote the public health, safety, convenience and general welfare. The zoning ordinance and all rezonings and zoning regulations amendments adopted under this article shall be consistent with and conform to the adopted comprehensive plan. In addition to the other matters that are required or authorized under this section and article 1 of this chapter, the zoning ordinance:

21 1. Shall show the zoning districts designated as appropriate for 22 various classes of residential, business and industrial uses and shall 23 provide for the establishment of setback lines and other plans providing 24 for adequate light, air and parking facilities and for expediting traffic 25 within the districts.

3. Shall consider access to incident solar energy.

4. May provide for retirement community zoning districts.

5. May provide for the regulation and use of business licenses, adult oriented business manager permits and adult service provider permits in conjunction with the establishment or operation of adult oriented businesses and facilities, including adult arcades, adult bookstores or video stores, cabarets, adult live entertainment establishments, adult motion picture theaters, adult theaters, massage establishments and nude model studios. With respect to cabarets, the ordinance shall not conflict with specific statutory or valid regulatory requirements applicable to persons licensed to dispense alcoholic beverages, but the ordinance may include regulation of the age and conduct of erotic entertainers in a manner at least as restrictive as rules adopted under title 4. Notwithstanding section 11-812, a county in regulating or licensing businesses and facilities pursuant to this paragraph may impose reasonable operating requirements that affect the existing uses of businesses and facilities.

45 6. Shall designate and zone appropriate areas of reasonable size in 46 which there may be established with reasonable permanency canneries, 47 fertilizer plants, refineries, commercial feedlots, meat packing plants,

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1 tallow works and other like businesses. A dairy operation, including 2 areas designated for the raising of replacement heifers or bulls owned by 3 the same dairy operation, is not subject to this paragraph, and is a 4 general agricultural purpose under subsection D, paragraph 2 of this 5 section and section 11-812, subsection A, paragraph 2. A replacement 6 heifer or bull raising operation of a dairy that is not on contiguous 7 property of the dairy is subject to this paragraph unless the operation 8 begins within one-quarter mile of the dairy.

B. To carry out the purposes of this article, the board may adopt 10 overlay zoning districts and regulations applicable to particular 11 buildings, structures and land within individual zones. For the purposes 12 of this subsection, "overlay zoning district" means a special zoning 13 district that includes regulations that modify regulations in another 14 zoning district with which the overlay zoning district is combined. 15 Overlay zoning districts and regulations shall be adopted pursuant to 16 section 11-813. The provisions of overlay zoning shall apply 17 retroactively to authorize overlay zoning districts and regulations 18 adopted before April 20, 1993.

C. In accordance with article II, sections 1 and 2, Constitution of 20 Arizona, the board shall consider the individual property rights and 21 personal liberties of the residents of the county before adopting any 22 zoning ordinance.

D. This section does not authorize:

1. The imposition of dedications, exactions, fees or other 25 requirements that are not otherwise authorized by law.

2. The regulation or restriction of the use or occupation of land 27 or improvements for railroad, mining, metallurgical, grazing or general 28 agricultural purposes, if the tract concerned is five or more contiguous 29 commercial acres. For the purposes of this paragraph, general 30 agricultural purposes do not include the cultivation of cannabis as 31 defined in section 13-3401 or marijuana as defined in section 13-3401 or 32 36-2801.

E. For the purposes of this section:

1. "Adult arcade" means any place to which the public is allowed or 35 invited and in which coin-operated or slug-operated or electronically, 36 electrically or mechanically controlled still or motion picture machines, 37 projectors or other image-producing devices are maintained to show images 38 involving specific sexual activities or specific anatomical areas to 39 persons in booths or viewing rooms.

2. "Adult bookstore or video store" means a commercial 40 41 establishment that offers for sale or rent any of the following as one of 42 its principal business purposes:

43 (a) Books, magazines, periodicals or other printed matter, 44 photographs, films, motion pictures, videocassettes or reproductions or 45 slides or other visual representations that depict or describe specific 46 sexual activities or specific anatomical areas.

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- 1 (b) Instruments, devices or paraphernalia that are designed for use 2 in connection with specific sexual activities.
- 3 3. "Adult live entertainment establishment" means an establishment 4 that features either:
 - (a) Persons who appear in a state of nudity.
- 6 (b) Live performances that are characterized by the exposure of 7 specific anatomical areas or specific sexual activities.
- 4. "Adult motion picture theater" means a commercial establishment pin which for any form of consideration films, motion pictures, to videocassettes, slides or other similar photographic reproductions that are characterized by the depiction or description of specific sexual activities or specific anatomical areas are predominantly shown.
- 5. "Adult oriented business" means adult arcades, adult bookstores or video stores, cabarets, adult live entertainment establishments, adult motion picture theaters, adult theaters, massage establishments that offer adult service or nude model studios.
- 17 6. "Adult oriented business manager" means a person on the premises
 18 of an adult oriented business who is authorized to exercise overall
 19 operational control of the business.
- 7. "Adult service" means dancing, serving food or beverages, modeling, posing, wrestling, singing, reading, talking, listening or other performances or activities conducted for any consideration in an adult oriented business by a person who is nude or seminude during all or part of the time that the person is providing the service.
- 25 8. "Adult service provider" or "erotic entertainer" means any 26 natural person who provides an adult service.
- 9. "Adult theater" means a theater, concert hall, auditorium or similar commercial establishment that predominantly features persons who appear in a state of nudity or who engage in live performances that are characterized by the exposure of specific anatomical areas or specific sexual activities.
- 32 <u>10. "Cabaret" means an adult oriented business licensed to provide</u> 33 alcoholic beverages pursuant to title 4, chapter 2, article 1.
- 34 <u>11. "Discernibly turgid state" means the state of being visibly</u> 35 swollen, bloated, inflated or distended.
- 12. "Massage establishment" means an establishment in which a person, firm, association or corporation engages in or permits massage activities, including any method of pressure on, friction against, stroking, kneading, rubbing, tapping, pounding, vibrating or stimulating of external soft parts of the body with the hands or with the aid of any mechanical apparatus or electrical apparatus or appliance. This paragraph does not apply to:
- 43 (a) Persons who are licensed pursuant to title 32, chapter 7, 8, 44 13, 14 or 17.
- 45 (b) Registered nurses, licensed practical nurses or technicians who 46 are acting under the supervision of a physician who is licensed pursuant 47 to title 32, chapter 13 or 17.

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- (c) Registered nurse practitioners who are licensed pursuant to 2 title 32, chapter 15.
- (d) Persons who are employed or acting as trainers for a bona fide 4 amateur, semiprofessional or professional athlete or athletic team.
- (e) Persons who are licensed pursuant to title 32, chapter 5 if the 6 activity is limited to the head, face or neck.
- 13. "Nude model studio" means a place in which a person who appears 8 in a state of nudity or who displays specific anatomical areas is 9 observed, sketched, drawn, painted, sculptured, photographed or otherwise 10 depicted by other persons who pay money or other consideration. Nude 11 model studio does not include a proprietary school that is licensed by 12 this state, a college, community college or university that is supported 13 entirely or in part by taxation, a private college or university that 14 maintains and operates educational programs in which credits are 15 transferable to a college, community college or university that is 16 supported entirely or in part by taxation or a structure to which the 17 following apply:
- (a) A sign is not visible from the exterior of the structure and no 19 other advertising appears indicating that a nude person is available for 20 viewing.
- 21 (b) A student must enroll at least three days in advance of a class 22 in order to participate.
- (c) No more than one nude or seminude model is on the premises at 24 any time.
- 14. "Nude", "nudity" or "state of nudity" means any of the 26 following:
- (a) The appearance of a human anus, genitals or a female breast 28 below a point immediately above the top of the areola.
- (b) A state of dress that fails to opaquely cover a human anus, 30 genitals or a female breast below a point immediately above the top of the 31 areola.
- 15. "Principal business purposes" means that a commercial 33 establishment derives fifty percent or more of its gross income from the 34 sale or rental of items listed in paragraph 2 of this subsection.
- 16. "Seminude" means a state of dress in which clothing covers no 36 more than the genitals, pubic region and female breast below a point 37 immediately above the top of the areola, as well as portions of the body 38 that are covered by supporting straps or devices.
 - 17. "Specific anatomical areas" means any of the following:
- 40 (a) A human anus, genitals, the pubic region or a female breast 41 below a point immediately above the top of the areola that is less than 42 completely and opaquely covered.
- 43 (b) Male genitals in a discernibly turgid state even if completely 44 and opaquely covered.
 - 18. "Specific sexual activities" means any of the following:
- 46 (a) Human genitals in a state of sexual stimulation or arousal.

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- 1 (b) Sex acts, normal or perverted, actual or simulated, including 2 acts of human masturbation, sexual intercourse, oral copulation or sodomy.
- 3 (c) Fondling or other erotic touching of the human genitals, pubic 4 region, buttocks, anus or female breast.
- 5 (d) Excretory functions as part of or in connection with any of the 6 activities under subdivision (a), (b) or (c) of this paragraph.>>
- 7 Sec. 11. Section 15-923, Arizona Revised Statutes, is amended to 8 read:

15-923. Contracts for transportation; requirement; report

- A. As an alternative to maintaining and operating a transportation program or in conjunction with a transportation program, a school district, if it is found to be economically advantageous, may contract for vehicles and other transportation services. Contracts may be with another political subdivision, a common or contract carrier or a private party.
- B. In order to expediently process contracts for the provision of transportation, a school district may select a preapproved contract carrier or private party that meets both of the following criteria:
 - 1. provides one or more of the following:
 - (a) 1. Electric school buses.
 - (b) 2. Electric school bus charging infrastructure.
- 21 (c) 3. Charging and charging management services.
 - (d) 4. Electric school bus services.
- C. In addition to other powers and duties prescribed by title 11, 26 chapter 2, article 4, any board of supervisors, at the request of any or 27 all of the governing boards of the school districts within the county, may 28 provide necessary student transportation. If the board of supervisors and 29 the governing board or boards of such school districts mutually agree that 30 such an arrangement is economically advantageous, the governing board of 31 the school district is authorized to sell or lease its bus or buses to the 32 board of supervisors for such purposes. Agreement between the parties 33 shall be by written contract.
- D. An eligible student who is transported part by contract and part so by school district transportation facilities may not be counted as more than one eligible student.
- 37 E. Miles driven to transport eligible students may not be reported 38 as daily route miles by more than one school district.
- F. Each school district shall submit electronically to the document of education a report regarding the routes contracted, the contractor contract information, the number of eligible students transported by each contractor and any additional information requested by the department of education.
- Sec. 12. Section 20-3151, Arizona Revised Statutes, is amended to 45 read:
- 46 20-3151. <u>Definitions</u>

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1 For the purposes of IN this section CHAPTER, UNLESS THE CONTEXT 2 OTHERWISE REQUIRES:

- 3 1. "Enrollee" means an individual who is enrolled in a health care 4 plan provided by a health care insurer.
- 5 2. "Health care insurer" means a disability insurer, group 6 disability insurer, blanket disability insurer, health care services 7 organization, hospital service corporation, medical service corporation or 8 hospital and medical service corporation.
 - 3. "Health care plan":
- 10 (a) Means a policy, contract or evidence of coverage issued to an 11 enrollee. Health care plan
- 12 (b) Does not include limited benefit coverage as defined in section $13\ 20-1137$.
- 4. "Health care professional" means a professional who is regulated 15 pursuant to title 32, chapter 7, 8, 11, 13, 14, 15, 15.1, 16, 17, 18, 19, 16 19.1, 25, 28, 29, 33, 34, 35, 39 or 41, title 36, chapter 6, article 7 or 17 title 36, chapter 17.
- 18 Sec. 13. Section 28-472, Arizona Revised Statutes, is amended to 19 read:
 - 28-472. <u>Fleet operation services: records: rules: vehicle replacement rate: participating agencies: coordinator; public service announcements; annual report</u>
- A. The director shall operate the state motor vehicle fleet for the 25 purpose of providing fleet operation services to agencies. The director 26 shall make fleet operation services available to an agency on the request 27 of the chosen representative for that agency.
- B. The director is responsible for administering the state motor 29 vehicle fleet, including:
 - 1. Procuring motor vehicles for the state motor vehicle fleet.
- 2. Notwithstanding title 41, chapter 23, article 8, administering 32 the surplus and sale of motor vehicles in the state motor vehicle fleet.
- 33 C. The director shall provide for detailed cost, operation, 34 maintenance, mileage and custody records for each state-owned motor 35 vehicle.
- 36 D. The director may adopt rules necessary to administer this 37 article.
- E. The department shall recover all costs for fleet operation services that are provided to an agency. Each agency shall pay from available monies the cost of fleet operation services received from the department at a rate determined by the director, including a separate vehicle replacement rate for motor vehicle replacements. The director shall deposit, pursuant to sections 35-146 and 35-147, monies received for fleet operation services in the state fleet operations fund established by section 28-475. The director shall deposit, pursuant to sections 35-146 and 35-147, monies received to pay the vehicle replacement rate in the state vehicle replacement fund established by section 28-476.

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- F. The following agencies are excluded from participation in the 2 state motor vehicle fleet:
 - 1. The department of public safety.
 - 2. The department of economic security.
 - 3. The state department of corrections.
 - 4. Universities and community colleges.
- 7 5. The cotton research and protection council.
 - 6. 5. The Arizona commerce authority.
- 9 $\frac{7}{1}$ 6. The department of child safety.
- 8. 7. The department of transportation.
- 11 G. The director shall appoint a state motor vehicle fleet 12 coordinator.
- H. An agency may not purchase, lease or rent a motor vehicle unless the agency is excluded from participation in the state motor vehicle fleet by subsection F of this section. The director may withhold registration for any motor vehicle that is purchased, leased or rented in violation of this subsection.
- I. Notwithstanding subsection H of this section, an agency that 19 administers a separate account pursuant to section 28-476, subsection C 20 shall control the purchase, lease or rental of motor vehicles. Vehicles 21 purchased, leased or rented under this subsection shall be used by the 22 agency only for the agency's purposes.
- J. An agency listed in subsection F of this section may elect to 24 participate in the state motor vehicle fleet by executing an interagency 25 service agreement between the agency and the department.
- 26 K. A governmental budget unit of this state that is not an agency 27 may elect to participate in the state motor vehicle fleet by entering into 28 an interagency service agreement with the department.
- L. An agency, including an agency listed in subsection F of this section, may accept compensation for placing public service announcements on state-owned motor vehicles, and monies received shall be deposited, pursuant to sections 35-146 and 35-147, in the state general fund. The agency director shall determine the appropriateness of the announcements, and may exempt any motor vehicles that are not suitable for advertising and may contract with private parties to design and place the announcements.
- M. On or before October 1 of each year, the department shall submit to the joint legislative budget committee and the governor's office of strategic planning and budgeting a report that accounts for all monies deposited in the state fleet operations fund established by section 28-475 and the state vehicle replacement fund established by section 28-476, including any monies allocated to separate agency accounts. The report shall also include the number of motor vehicles that were replaced in the prior fiscal year, the number of motor vehicles at each agency, the replacement life cycle for each motor vehicle and the number of motor vehicles the department identifies as not requiring replacement.

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Sec. 14. Section 28-900, Arizona Revised Statutes, is amended to 2 read:

28-900. <u>School transportation rules</u>

- A. The department of public safety in consultation with the student transportation advisory council established by section 28-3053 shall adopt rules as necessary to improve the safety and welfare of student passengers by minimizing the probability of accidents involving school buses and student passengers and by minimizing the risk of serious bodily injury to student passengers in the event of an accident.
 - B. The rules may include:
- 1. Minimum standards for the design and equipment of school buses 12 that are designed for sixteen or more passengers.
- 2. Minimum standards for the periodic inspection and maintenance of the school buses that are designed for sixteen or more passengers.
- 3. Procedures for the operation of school buses that are designed for sixteen or more passengers.
- 4. Minimum standards for the design and equipment of motor vehicles la described in section 15-925 that are substantially different than the minimum standards prescribed in paragraph 1 of this subsection.
- 5. Minimum standards for the periodic inspection and maintenance of motor vehicles described in section 15-925.
- 6. Procedures for the operation of motor vehicles described in 3 section 15-925.
- 7. Other criteria as deemed by the department of public safety and the student transportation advisory council to be necessary and appropriate to ensure the safe operation of school buses and motor vehicles that are described in section 15-925. Any rules adopted pursuant to this section shall allow for a variety of vehicles to be used to meet the needs of students and systems of varying sizes and locations.
- 30 C. The rules shall provide, if applicable, minimum standards equal 31 to or more restrictive than those adopted by the United States department 32 of transportation in accordance with 23 United States Code and rules 33 adopted pursuant to 23 United States Code.
- D. Notwithstanding a rule adopted by the department of public safety with respect to exterior color of a school bus that is designed for sixteen or more passengers, in order to reduce the interior temperature of a school bus, the exterior top of a school bus may be painted white, but the white area shall not extend beyond the center clearance lights, front and rear, and shall not extend below a line five inches above the top of the side windows.
- E. An officer or employee of any school district or charter school 42 who violates any of the rules or who fails to include the obligation to 43 comply with the rules in any contract executed by the officer or employee 44 on behalf of the school district or charter school is guilty of misconduct 45 and is subject to removal from office or employment. Any person who 46 operates a school bus or motor vehicle under contract with a school 47 district or charter school and who fails to comply with any of the rules

1 is in breach of contract, and the school district or charter school shall 2 cancel the contract after notice and a hearing by the responsible officers 3 of the school district or charter school.

F. The department of public safety shall enforce the rules adopted pursuant to this section.

Sec. 15. Repeal

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- 7 A. Sections 28-2422, 28-2422.01 and 28-2422.02, Arizona Revised 8 Statutes, are repealed.
- 9 B. Title 28, chapter 8, article 2, Arizona Revised Statutes, is 10 repealed.
- 11 Sec. 16. Section 28-3228, Arizona Revised Statutes, is amended to 12 read:

28-3228. <u>School bus drivers; student transportation</u>
requirements; rules; cancellation of certificate

- A. A person shall not operate a school bus that is designed for sixteen or more passengers and that transports school children SCHOOLCHILDREN unless the person possesses the appropriate license class for the size of school bus being operated that is issued by the department of transportation, a bus endorsement that is issued by the department of transportation and a school bus certificate that is issued by the department of department of public safety. A person shall not operate a MOTOR vehicle described in section 15-925 to transport schoolchildren unless the person possesses the appropriate license class for the size of the MOTOR vehicle being operated, a school bus driver certificate that is issued by the department of public safety and a valid fingerprint clearance card as required by subsection D of this section.
- B. To be certified as a school bus driver for a vehicle that is designed for sixteen or more passengers, a person shall do both of the following:
- 1. Meet and maintain the minimum standards prescribed by this section and rules adopted by the department of public safety in consultation with the student transportation advisory council established by section 28-3053.
- 2. Complete an initial instructional course on school bus driver safety and training, including behind the wheel training.
- 36 C. The department of public safety in consultation with the student 37 transportation advisory council established by section 28-3053 shall adopt 38 rules that establish minimum standards for the certification of school bus 39 drivers and drivers of other MOTOR vehicles described in section 40 15-925. In cooperation with local school districts and charter schools, 41 the department of public safety shall provide for school transportation 42 safety and training courses. The standards established shall:
- 1. Include requirements concerning knowledge of operating a school 44 bus or a MOTOR vehicle described in section 15-925, pupil and motor 45 vehicle safety, physical impairments that might affect the applicant's 46 ability to safely operate a school bus or MOTOR vehicle described in 47 section 15-925 or that might endanger the health or safety of passengers,

1 knowledge of first aid, establishment of school bus and other vehicle 2 safety and training courses, a refresher course to be completed on at 3 least a biennial basis and other matters as the department of public 4 safety and the student transportation advisory council established by 5 section 28-3053 prescribe PRESCRIBES for the protection of the public.

- 2. Require tests to detect the presence of alcohol or the use of a 7 drug in violation of title 13, chapter 34 that may adversely affect the 8 ability of the applicant to safely operate a school bus or MOTOR vehicle 9 described in section 15-925.
- 3. Authorize the performance of hearing tests with or without the 11 use of a hearing aid as provided in 49 Code of Federal Regulations section 12 391.41.
- 4. Require the applicant to possess a commercial driver license 14 issued by the department, except that:
- 15 (a) Notwithstanding subsection A of this section the applicant may 16 possess a commercial driver license issued by another state if the 17 applicant will be driving a school bus for a school district that is 18 adjacent to that state.
- 19 (b) An applicant to drive a MOTOR vehicle described in section 20 15-925 does not need to possess or obtain a commercial driver license. 21 This subdivision applies only if a commercial driver license is not 22 required by state or federal law to operate the vehicle based on the 23 vehicle's gross vehicle weight rating or occupancy.
- D. Each person who applies for a school bus driver certificate shall have a valid fingerprint clearance card that is issued pursuant to title 41, chapter 12, article 3.1 and shall submit an identity verified fingerprint card as described in section 15-106 that the department of public safety shall use to process the fingerprint clearance card as outlined in section 15-106.
- 30 E. A person who is issued a school bus driver certificate shall 31 maintain a valid identity verified fingerprint clearance card for the 32 duration of any school bus driver certification period.
- 33 F. The department of public safety shall suspend a school bus 34 driver certificate if the fingerprint clearance card is invalid, 35 suspended, canceled or revoked.
- 36 G. The department of public safety shall issue a school bus driver 37 certificate to an applicant who meets the requirements of this section. 38 The certificate is valid if the applicant maintains the minimum standards 39 established by this section.
- H. The department of public safety may cancel the certificate if 41 the person's license to drive is suspended, canceled, revoked or 42 disqualified. The department of public safety shall cancel the 43 certificate if the person fails to maintain the minimum standards 44 established pursuant to this section. A person whose application for a 45 certificate is refused or whose certificate is canceled for failure to 46 meet or maintain the minimum standards may request and receive a hearing 47 from the department of public safety.

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I. The department of public safety shall enforce the rules adopted 2 pursuant to this section.

<<Sec. 19. Repeal

Title 32, chapter 5, Arizona Revised Statutes, is repealed.>>

5 Sec. 17. Section 32-2231, Arizona Revised Statutes, is amended to 6 read:

32-2231. Acts constituting the practice of veterinary medicine; exceptions; definitions

- 9 A. A person shall be regarded as practicing veterinary medicine, 10 surgery and dentistry within the meaning of this chapter who, within this 11 state:
- 1. By advertisement, or by any notice, sign or other indication, or 13 by a statement written, printed or oral, in public or in private, made, 14 done or procured by the person or any other at the person's request 15 claims, announces, makes known or pretends ability or willingness to 16 diagnose any animal condition, disease, deformity, defect, wound or injury 17 or to perform any type of surgical procedure on animals.
- 2. Advertises or makes known or claims ability and willingness to 19 perform the following for hire, fee, compensation or reward that is 20 directly or indirectly promised, offered, expected, received or accepted:
- 21 (a) Prescribe or administer any drug, medicine, treatment, method 22 or practice for any animal.
- 23 (b) Perform any operation or manipulation on or apply any apparatus 24 or appliance to any animal.
- 25 (c) Give any instruction or demonstration for the cure, 26 amelioration, correction or reduction or modification of any animal 27 condition, disease, deformity, defect, wound or injury.
- 28 3. Diagnoses or prognosticates any animal condition, disease, 29 deformity, defect, wound or injury for hire, fee, reward or compensation 30 that is directly or indirectly promised, offered, expected, received or 31 accepted.
- 4. Prescribes or administers any drug, medicine, treatment, method or practice, performs any operation or manipulation, or applies any apparatus or appliance for the cure, amelioration, correction or modification of any animal condition, disease, deformity, defect, wound or injury for hire, fee, compensation or reward that is directly or indirectly promised, offered, expected, received or accepted.
 - B. This section does not apply to:
- 1. Duly authorized representatives of the United States department 40 of agriculture in the discharge of any duty authorized by the director in 41 charge of the animal disease eradication division.
- 42 2. A certified veterinary technician performing a task or function 43 authorized by the rules of the board in the employ of and under the 44 direction, supervision and control of a licensed veterinarian or a 45 licensed veterinary faculty member.
 - 3. An equine dental practitioner if all of the following apply:

- (a) The equine dental practitioner is certified by 2 international association of equine dentistry or the academy of equine 3 dentistry.
- (b) The equine dental practitioner performs any of the following 5 procedures under the general supervision of a licensed veterinarian:
- (i) The application of any apparatus used to work on the oral 6 7 cavity.
 - (ii) The examination of dental conditions.
- (iii) The removal of overgrowth from the teeth of horses and the 10 removal of sharp enamel points from the teeth of horses, excluding any 11 extractions unless the certified equine dental practitioner is under the 12 direct supervision of a licensed veterinarian.
- (iv) Any treatment of the oral cavity as authorized by the animal's 14 owner, excluding any extractions unless the certified equine dental 15 practitioner is under the direct supervision of a licensed veterinarian.
- (c) The equine dental practitioner provides both of the following 16 17 to the board:
- 18 (i) Proof of current certification from the international 19 association of equine dentistry or the academy of equine dentistry.
- 20 (ii) A written statement signed by the supervising veterinarian 21 that the certified equine dental practitioner will be under the general or 22 direct supervision of the licensed veterinarian when performing the 23 procedures prescribed by this paragraph.
- 24 (d) Both the supervising veterinarian and the certified equine 25 dental practitioner maintain dental charts for procedures done pursuant to 26 this paragraph.
- 4. A veterinary student who performs acts of health care or 28 prescribed veterinary procedures as a part of the student's educational 29 experience if both of the following apply:
- (a) The acts are assigned by a licensed veterinarian or a licensed 30 31 veterinary faculty member who is responsible for the animal's care.
- 32 (b) The student works under the direct supervision of a licensed 33 veterinarian or a licensed veterinary faculty member.
- 5. An acupuncturist who is treating an animal pursuant to section 35 $\frac{32-3928}{}$ and who is in compliance with all of the following:
- (a) Is nationally certified by the American board of animal 37 acupuncture or the national certification commission for acupuncture and 38 oriental medicine to treat animals.
- (b) Provides proof of current certification in animal acupuncture 40 to the acupuncture board of examiners.
- (c) (b) Has received a referral for acupuncture treatment from a 42 licensed veterinarian who has diagnosed the animal.
- 43 (d) (c) Maintains records on every animal and provides the records 44 to the treating veterinarian on request.
- (e) (d) Maintains adequate insurance to specifically cover any 46 injuries to the animal, the animal's owner or staff members working on the 47 animal.

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- 1 (f) (e) If the acupuncturist is not providing the treatment in a 2 licensed veterinary premises that is operated by a licensed veterinarian, 3 complies with all of the following:
 - (i) The animal is not treated in the same area as human patients.
- 5 (ii) The premises has secured areas to contain animals safely 6 during any treatment.
- 7 (iii) The staff is trained to properly hold any animal being 8 treated.
- 9 (iv) Protocols are in place to handle emergency situations that may 10 arise with the animal that is being treated.
- 11 (v) Sanitation protocols are in place to ensure human and animal 12 safety.
 - (vi) Any rules adopted by the acupuncture board of examiners.
- (g) (f) Assesses and treats the animal consistent with the licensed acupuncturist's training and, on request, communicates the findings, treatment and results to the treating licensed veterinarian in a timely manner. On request, the treating licensed veterinarian shall provide the treating acupuncturist with all medical information that may assist in the treatment of the animal.
- 20 (h) (g) Is solely liable for the acupuncture treatment provided to 21 the animal that is also under the care of a licensed veterinarian.
- 22 6. A rabies vaccinator who is certified pursuant to section 23 32-2240.02.
- C. Notwithstanding subsection B, paragraph 3 of this section, only 25 a licensed veterinarian and not an equine dental practitioner may 26 prescribe or administer, or both prescribe and administer, any drug or 27 medicine.
 - D. For the purposes of this section:
- 29 1. "Direct supervision" means a licensed veterinarian must 30 authorize and be physically present for the procedure.
- 31 2. "General supervision" means a licensed veterinarian must be 32 available for consultation by telephone or other form of immediate 33 communication.
- 34 Sec. 18. Section 32-2901, Arizona Revised Statutes, is amended to 35 read:

32-2901. <u>Definitions</u>

In this chapter, unless the context otherwise requires:

- 38 1. "Acupuncture" means a medical therapy in which ailments are 39 diagnosed and treated by the specific application of needles, heat or 40 physical and electromagnetic impulses or currents to specific anatomic 41 points on the body through any of the following:
- 42 (a) Diagnosing and treating ailments according to the systematic 43 principles of traditional Asian medicine.
- 44 (b) Diagnosing and treating pain, neuromuscular disorders and other 45 ailments based on the body's biophysics and neuroanatomic structure.
- 46 (c) Using devices to determine the biologic electrical response 47 pattern of acupuncture points as a guide to diagnose bodily ailments and

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1 to guide the prescription of homeopathic substances, orthomolecular 2 therapy or pharmaceutical medicine.

- 2. "Adequate records" means legible medical records that contain at 4 a minimum sufficient information to identify the patient, support the 5 diagnosis, document the treatment, accurately describe the results, 6 indicate advice, cautionary warnings and informed consent discussions with 7 the patient and provide sufficient information for another licensed health 8 care practitioner to assume continuity of the patient's care and to 9 continue or modify the treatment plan.
- 3. "Approved internship" means that the applicant has completed training in a hospital that was approved for internship, fellowship or residency training by the council on medical education in hospitals of the American medical association, the association of American medical colleges, the royal college of physicians and surgeons of Canada, the American osteopathic association or any board-approved similar body in the United States or Canada that approves hospitals for internship, fellowship or residency training.
 - 4. "Approved school of medicine":
- 19 (a) As it relates to a person who is seeking licensure pursuant to 20 section 32-2912, subsection A, means a school or college that offers a 21 course of study that on successful conclusion results in a degree of 22 doctor of medicine or doctor of osteopathic medicine and that offers a 23 course of study that is approved or accredited by the association of 24 American medical colleges, the association of Canadian medical colleges, 25 the American medical association, the American osteopathic association or 26 any board-approved similar body in the United States or Canada that 27 accredits this course of study.
- 28 (b) As it relates to a person who is seeking licensure pursuant to 29 section 32-2912, subsection B, means a school or college that on 30 successful completion results in a degree of doctor of homeopathy and that 31 is approved or accredited by the accreditation commission for homeopathic 32 education in North America or any board-approved similar body that 33 accredits this course of study.
- 34 5. "Approved training program", for a person who is seeking 35 licensure pursuant to section 32-2912, subsection B, means a program that 36 requires the person to both:
 - (a) Successfully complete one of the following:
- 38 (i) A program that would qualify an applicant to become certified 39 or licensed to practice pursuant to chapter 8, 14, OR 19 or 39 of this 40 title.
- 41 (ii) Training and testing by the United States armed forces at a 42 level comparable to the national standards for emergency medical care 43 technicians.
- (iii) A program that is approved or accredited by the accreditation 45 commission for homeopathic education in North America, or its successor 46 organization, or any similar board-approved body that accredits this 47 course of study.

- (b) Meet one of the following:
- 2 (i) Hold, or pass the examination to hold, a certification from the 3 council for homeopathic certification or its successor as designated by 4 the board.
- 5 (ii) Complete a program that is approved by the board and that is 6 designed to prepare the person for the practice of homeopathic medicine.
- 7 6. "Board" means the board of homeopathic and integrated medicine 8 examiners.
- 7. "Chelation therapy" means an experimental medical therapy to restore cellular homeostasis through the use of intravenous, metal-binding and bioinorganic agents such as ethylene diamine tetraacetic acid. Chelation therapy is not an experimental therapy if it is used to treat heavy metal poisoning.
- 8. "Controlled substance" means a drug or substance or a drug's or substance's immediate precursor that is defined or listed in title 36, chapter 27, article 2 or the rules adopted pursuant to title 36, chapter 17 27, article 2.
- 18 9. "Drug" means a medication or substance that is any of the 19 following:
- 20 (a) Recognized in the official compendia or for which standards or 21 specifications are prescribed in the official compendia.
- 22 (b) Intended for use in diagnosing, curing, mitigating, treating or 23 preventing human diseases.
- 24 (c) Articles other than food that are intended to affect the 25 structure or function of the human body.
- 10. "Homeopathic medication" means a substance of animal, vegetable or mineral origin that is prepared according to homeopathic pharmacology and that is given usually in a homeopathic microdosage.
- 29 11. "Homeopathic microdosage" means a substance prepared so that it 30 is diluted from ten to the minus one to ten to the minus ten-thousandth or 31 higher of its original concentration.
- 12. "Homeopathy" means a system of medicine that employs 33 homeopathic medication in accordance with the principle that a substance 34 that produces symptoms in a healthy person can cure those symptoms in an 35 ill person.
- 36 13. "Immediate family" means a person's spouse, natural or adopted 37 children, parents and siblings and the natural or adopted children, 38 parents and siblings of the person's spouse.
- 39 14. "Letter of concern" means an advisory letter to notify a 40 licensee that, while there is insufficient evidence to support 41 disciplinary action, the board believes the licensee should modify or 42 eliminate certain practices.
- 43 15. "Licensee" means a person who is licensed pursuant to this 44 chapter.
- 45 16. "Medical assistant" means an unlicensed person who has 46 completed an educational program approved by the board, who Assists in a 47 homeopathic practice under the supervision of a doctor of homeopathy or

1 homeopathic physician and who Performs delegated procedures commensurate 2 with the assistant's education and training but who does not diagnose, 3 interpret, design or modify established treatment programs or violate any 4 statute.

- "Medical incompetence" means the lack of sufficient medical 5 17. 6 knowledge or skill by a licensee to a degree that is likely to endanger a 7 patient's health. Medical incompetence includes the range of knowledge 8 expected for basic licensure pursuant to this chapter or as a medical or 9 osteopathic physician in any professional regulatory jurisdiction of the 10 United States and additional knowledge of homeopathic treatments and 11 modalities expected of persons who are licensed pursuant to this chapter.
 - 18. "Minor surgery":

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- (a) Means surgical procedures that are conducted by a licensee who 14 is licensed pursuant to section 32-2912, subsection A in an outpatient 15 setting and that involve the removal or repair of lesions or injuries to 16 the skin, mucous membranes and subcutaneous tissues, the use of topical, 17 local or regional anesthetic agents, the treatment by stabilizing or 18 casting nondisplaced and uncomplicated fractures of the extremities and 19 diagnostic endoscopies of the intestinal tract, nasopharynx and vagina.
- 20 (b) Includes diagnostic aspiration of joints and subcutaneous 21 cysts, therapeutic injections of muscular trigger points, 22 ligaments and scars and the subcutaneous implantation of 23 therapeutic agents.
- 24 (c) Does not include the use of general, spinal or epidural 25 anesthesia, the opening of body cavities, the repair of blood vessels and 26 nerves or the biopsy by incision, excision or needle aspiration of 27 internal organs, the breast or the prostate.
- 28 19. "Neuromuscular integration" means musculoskeletal therapy that 29 uses any combination of manual methods, physical agents and physical 30 medicine procedures and devices to improve physiological function by 31 normalizing body structure.
- 32 20. "Nutrition" means the recommendation licensee bу a 33 therapeutic or preventative dietary measures, food factor concentrates, 34 fasting and cleansing regimens and the rebalancing by a licensee of 35 digestive system function to correct diseases of malnutrition, to resolve 36 conditions of metabolic imbalance and to support optimal vitality.
- 21. "Orthomolecular therapy" means therapy to provide the optimum 37 38 concentration of substances normally present in the human body such as 39 vitamins, minerals, amino acids and enzymes. Orthomolecular therapy 40 includes the diagnosis of ailments or physiologic stresses that occur as a 41 result of genetic or environmental influences as well as acquired or 42 inherited allergy and hypersensitivity responses.
- 43 "Pharmaceutical medicine" means a drug therapy that uses 44 prescription-only and nonprescription pharmaceutical agents as well as 45 medicinal agents of botanical, biological or mineral origin and that is 46 based on current scientific indications or traditional or historical usage 47 indications.

- 23. "Practice of homeopathic medicine",
- 2 (a) For the purposes of a person who is licensed pursuant to 3 section 32-2912, subsection A, means the practice of medicine in which the 4 person purports to diagnose, treat or correct actual or imagined human 5 diseases, injuries, ailments, infirmities and deformities of a physical or 6 mental origin using treatment modalities that include acupuncture, 7 chelation therapy, homeopathy, minor surgery, neuromuscular integration, 8 nutrition, orthomolecular therapy and pharmaceutical medicine.
- 9 (b) For the purposes of a person who is licensed pursuant to 10 section 32-2912, subsection B, means the practice of medicine in which the 11 person purports to diagnose, treat or correct actual or imagined human 12 diseases, injuries, ailments, infirmities and deformities of a physical or 13 mental origin by means of homeopathy or nutrition.
- 14 24. "Preceptorship" means an extended period of individual study 15 with one or more experienced homeopathic physicians or institutions.
- 16 25. "Prescription-only drug" does not include a controlled 17 substance but does include:
- 18 (a) A drug that is generally regarded by medical experts to be 19 unsafe if its use and dosage are not supervised by a medical practitioner.
- 20 (b) A drug that is approved for use under the supervision of a 21 medical practitioner pursuant to the federal new drug application law or 22 section 32-1962.
- 23 (c) A potentially harmful drug if its labeling does not contain 24 full directions for its use by the patient.
- 25 (d) A drug that is required by federal law to bear on its label the 26 following words: "Caution: Federal law prohibits dispensing without 27 prescription."
 - 26. "Professional negligence" means any of the following:
- 29 (a) That a licensee administers treatment to a patient in a manner 30 that is contrary to accepted practices and that harms the patient if it 31 can be shown to the board's satisfaction that accepted practices are 32 inherently less hazardous.
- 33 (b) That a licensee commits an act of unprofessional conduct or 34 displays an unreasonable lack of professional skill or fidelity.
- 35 (c) That a licensee's negligence, carelessness or disregard of 36 established principles or practice results in a patient's injury, 37 unnecessary suffering or death.
- 38 27. "Special purpose licensing examination" means an examination 39 developed by the national board of medical examiners on behalf of the 40 federation of state medical boards for use by state licensing boards to 41 test the basic medical competence of physicians who are applying for 42 licensure and who have been in practice in another jurisdiction of the 43 United States and to determine the competence of a physician under 44 investigation by a state licensing board.
- Sec. 19. Section 32-2904, Arizona Revised Statutes, is amended to 46 read:
- 47 32-2904. Powers and duties

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- 1 A. The board shall:
- 2 1. Conduct all examinations for applicants for a license under this 3 chapter, issue licenses, conduct hearings, regulate the conduct of 4 licensees and administer and enforce this chapter.
- 5 2. Enforce the standards of practice prescribed by this chapter and 6 board rules.
- 7 3. Collect and account for all fees under this chapter and deposit, 8 pursuant to sections 35-146 and 35-147, the monies in the appropriate 9 fund.
- 4. Maintain a record of its acts and proceedings, including the 11 refusal to issue a license or the issuance, renewal, suspension or 12 revocation of licenses to practice according to this chapter.
- 5. Maintain a roster of all persons who are licensed pursuant to this chapter that includes:
 - (a) The licensee's name.
 - (b) The current professional office address.
 - (c) The date and number of the license issued under this chapter.
 - (d) Whether the licensee is in good standing.
- 19 6. Adopt and use a seal, the imprint of which is evidence of the 20 board's official acts.
- 7. Contract with the department of administration for 22 administrative and recordkeeping services.
- 23 8. Charge additional fees that do not exceed the cost of the 24 services for services the board deems necessary to carry out its intent 25 and purposes.
- 9. Adopt rules regarding the regulation and the qualifications of medical assistants.
- 28 10. Keep board records open to public inspection during normal 29 business hours.
- 30 11. Meet each January with the acupuncture board of examiners to set 31 financial compensation for staff and operating expense sharing.
 - B. The board may:
 - 1. Adopt rules necessary or proper to administer this chapter.
- 2. Subject to title 41, chapter 4, article 4, hire personnel to 35 carry out the purposes of this chapter.
- 36 3. Hire investigators subject to title 41, chapter 4, article 4 or 37 contract with investigators to assist in investigating violations of this 38 chapter and contract with other state agencies if required to carry out 39 this chapter.
- 40 4. Appoint one of its members to the jurisdiction arbitration panel 41 pursuant to section 32-2907, subsection B.
- 5. Subject to title 41, chapter 4, article 4, employ consultants to 43 perform duties the board determines are necessary to implement this 44 chapter.
 - 6. Compile and publish an annual directory.
- 7. Adopt rules to establish competency or professional review to standards for any minor surgical procedure.

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- 8. Appoint two or more board members to a subcommittee that reviews and approves applications and issues permits pertaining to homeopathic medical assistants and associated practical educational programs, pursuant to board rules.
- 5 9. Appoint two or more board members to a subcommittee that reviews 6 and approves applications and issues permits pertaining to drugs and 7 device dispensing practices, pursuant to board rules.
- 8 Sec. 20. Section 32-2905, Arizona Revised Statutes, is amended to 9 read:
- 10 32-2905. Executive director; personnel; duties; compensation
- A. The executive director of the acupuncture board of examiners shall serve as the executive director of the board of homeopathic and integrated medicine examiners. The staff of the acupuncture board of examiners shall carry out the administrative responsibilities of the board of homeopathic and integrated medicine examiners.
- A. SUBJECT TO TITLE 41, CHAPTER 4, ARTICLE 4, THE BOARD MAY APPOINT 17 AN EXECUTIVE DIRECTOR WHO SERVES AT THE PLEASURE OF THE BOARD. THE 18 EXECUTIVE DIRECTOR MAY NOT BE A BOARD MEMBER.
- 19 B. THE EXECUTIVE DIRECTOR IS ELIGIBLE TO RECEIVE COMPENSATION SET 20 BY THE BOARD WITHIN THE RANGE DETERMINED PURSUANT TO SECTION 38-611.
 - B. C. The executive director shall:
 - 1. Collect all monies due and payable to the board.
- 23 2. Deposit, pursuant to sections 35-146 and 35-147, all monies 24 received by the board in the appropriate fund.
- 25 3. Prepare bills for authorized expenditures of the board and 26 obtain warrants from the department of administration.
- 4. Act as custodian of the seal, books, records, minutes and proceedings of the board.
 - 5. Perform all duties prescribed by the board.
 - 6. Perform all administrative duties of the board.
- 7. Subject to title 41, chapter 4, article 4, employ personnel 32 necessary to carry out board functions.
- 33 Sec. 21. Section 32-2932, Arizona Revised Statutes, is amended to 34 read:
 - 32-2932. Use of title or abbreviation by licensees
- A. A person who is licensed pursuant to section 32-2912, subsection 37 A may use the designation and sign the licensee's name, wherever required, 38 in any capacity, as "homeopathic doctor", OR "homeopathic physician". If 39 the licensee is a graduate of a board-approved allopathic school of 40 medicine, the licensee may also use the designation "medical doctor 41 (homeopathic)". If the licensee is a graduate of a board-approved 42 osteopathic school of medicine, the licensee may also use the designation 43 "doctor of osteopathic medicine (homeopathic)".
- B. A person who is licensed pursuant to section 32-2912, subsection 45 B may use the designation "homeopathic practitioner", "doctor of homeopathy" or "homeopathic doctor". A person may use the designation 47 "homeopathic doctor" or "doctor of homeopathy" only if the person holds a

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1 doctorate and is licensed pursuant to chapter 8, 14, OR 19 or 39 of this 2 title.

3 C. The board may adopt in rule abbreviations for the titles listed 4 in subsections A and B of this section.

5 <<Sec. 25. Section 32-3021, Arizona Revised Statutes, is amended to 6 read:

32-3021. Private vocational program license; qualifications; provision of information; exemptions

A. A person shall not operate a private vocational program unless the person holds a private vocational program license issued pursuant to this chapter. Each program offered by a private vocational program license shall be authorized on a private vocational program license. The board shall prescribe the manner in which the programs are identified on the license.

15 B. An applicant for a private vocational program license shall meet 16 all of the following requirements:

17 <u>1. Furnish a letter of credit, surety bond or cash deposit as</u> 18 provided in section 32-3023.

2. Make specific information concerning educational programs, 20 including statements of purpose, objectives, course of study, policies, 21 fees and other pertinent information, available to prospective students 22 and the general public.

- 3. Be financially responsible and have management capability.
- 4. Maintain a qualified faculty.

25 <u>5. Maintain facilities, equipment and materials that are</u> 26 appropriate for the stated program. All facilities shall meet applicable 27 state and local health and safety laws.

6. Maintain appropriate records as the board prescribes that are properly safeguarded and preserved.

7. Use only advertisements that are consistent with the information made available as provided in paragraph 2 of this subsection.

- 8. Provide courses of instruction that meet stated objectives.
- 9. Provide a grievance procedure for students.
- 34 <u>10. Comply with all federal and state laws relating to the</u> 35 operation of a private postsecondary educational institution.
 - 11. Other requirements the board deems necessary.
- 37 C. An applicant for a private vocational program license shall 38 submit evidence of meeting the requirements prescribed in subsection B of 39 this section to the board. The board shall verify the evidence submitted. 40 Verification shall include on-site verification.
- D. The filing of an application grants the board the authority to 42 obtain information from any of the following:
- 1. A licensing board or agency in any state, district, territory or 44 county of the United States or any foreign country.
- 45 2. The Arizona criminal justice information system as defined in 46 section 41-1750.
 - 3. The federal bureau of investigation.

- E. The board, on application, may issue a private vocational program license to a new educational institution as provided in this section, except that the board shall establish separate minimum standards for licensure requirements of new educational institutions. These minimum standards may include the modification of licensure requirements as provided in subsection B, paragraphs 3, 5, 6, 7 and 8 of this section to meet the circumstances of new educational institutions. The board, on application, may issue a private vocational program license to an educational institution that is otherwise exempt under subsection F of this section. The board shall monitor the new educational institution to the ensure compliance with the licensure requirements. The board shall issue a private vocational program license as provided in this subsection one time only to new educational institutions.
 - F. This section does not apply to any of the following:
 - 1. A school licensed pursuant to chapter 5 of this title.
- 16 <u>2. 1. An instructional program or course sponsored by a bona fide</u> 17 trade association solely for its members.
- 3. 2. Privately owned academic schools engaged in the process of general education that is designed to produce a level of development equivalent to that necessary to meet the requirements for entrance into a public community college or public university in this state and that may incidentally offer technical and vocational courses as part of the curriculum.
- 4. 3. Schools or private instruction conducted by any person engaged in training, tutoring or teaching individuals or groups, if the instruction is related to hobbies, avocations, academic improvement or recreation and may only incidentally lead to gainful employment.
- 5. Schools conducted by any person solely for training the person's own employees.
- 30 6. An instructional program or course offered solely for employees 31 and for the purpose of improving the employees in their employment if both 32 of the following apply:
 - (a) The employee is not charged a fee.

- 34 (b) The employer provides or funds the program or course pursuant 35 to a valid written contract between the employer and a program or course 36 provider.
- 39 8. A school that solely provides an instructional program for 40 certified nursing assistants and licensed nursing assistants and that is 41 licensed by the nursing board pursuant to section 32-1606, subsection 8, 42 paragraph 11.
- 43 9. A professional driving training school licensed by the 44 department of transportation pursuant to chapter 23, articles 1, 2 and 3 45 of this title.
- 46 10. A training program approved by the board of examiners of 47 nursing care institution administrators and assisted living facility

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1 managers that solely provides training for managers and caregivers of 2 assisted living facilities.

3 <u>11. A yoga teacher training course or program or a yoga</u> 4 instructional course or program.

5 12. A private instructional program or course that is less than 6 forty contact hours in length and that charges a fee of less than 7 \$1,000. For the purposes of this paragraph, "contact hour" means a 8 fifty-minute session of scheduled in-class or online instruction.>>

9 Sec. 22. Section 32-3101, Arizona Revised Statutes, is amended to 10 read:

32-3101. <u>Definitions</u>

In this chapter, unless the context otherwise requires:

- 1. "Certification" means a voluntary process by which a regulatory 14 entity grants recognition to an individual who has met certain 15 prerequisite qualifications specified by that regulatory entity and who 16 may assume or use the word "certified" in a title or designation to 17 perform prescribed health professional tasks.
- 2. "Grandfather clause" means a provision that is applicable to practitioners who are actively engaged in the regulated health profession before the effective date of a law and that exempts the practitioners from meeting the prerequisite qualifications set forth in the law to perform prescribed occupational tasks.
- 3. "Health professional group" means any health professional group 24 or organization, any individual or any other interested party that 25 proposes that any health professional group that is not presently 26 regulated be regulated.
- 4. "Health professions" means professions that are regulated 28 pursuant to chapter 7, 8, 11, 13, 14, 15, 15.1, 16, 17, 18, 19, 19.1, 21, 29 25, 28, 29, 33, 34, 35, 39 or 41 of this title, title 36, chapter 6, 30 article 7 or title 36, chapter 17.
- 5. "Inspection" means the periodic examination of practitioners by 32 a state agency in order to ascertain whether the practitioners' occupation 33 is being carried out in a fashion consistent with the public health, 34 safety and welfare.
- 6. "Licensure" or "license" means an individual, nontransferable authorization to carry on a health activity that would otherwise be unlawful in this state in the absence of the permission and that is based on qualifications that include graduation from an accredited or approved program and acceptable performance on a qualifying examination or a series of examinations.
- 7. "Practitioner" means an individual who has achieved knowledge and skill by practice and who is actively engaged in a specified health profession.
- 8. "Public member" means an individual who is not and never has been a member or the spouse of a member of the health profession being fregulated and who does not have and never has had a material financial interest in either rendering the health professional service being

1 regulated or an activity directly related to the profession being 2 regulated.

- 9. "Registration" means the formal notification that, before 4 rendering services, a practitioner must submit to a state agency setting 5 forth the name and address of the practitioner, the location, nature and 6 operation of the health activity to be practiced and, if required by a 7 regulatory entity, a description of the service to be provided.
- 8 10. "Regulatory entity" means any board, commission, agency or 9 department of this state that regulates one or more health professions in 10 this state.
- 11 11. "State agency" means any department, board, commission or 12 agency of this state.
- Sec. 23. Section 32-3201, Arizona Revised Statutes, is amended to 14 read:
 - 32-3201. <u>Definitions</u>

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- In this chapter, unless the context otherwise requires:
- 22 1. 2. "Health profession regulatory board" means any board that 23 regulates one or more health professionals in this state.
- 3. "Medical record RECORDS" has the same meaning prescribed in 25 section 12-2291 but does not include prescription orders.
- Sec. 24. Section 32-3218, Arizona Revised Statutes, is amended to 27 read:
 - 32-3218. <u>Health profession regulatory boards; members;</u> training; definitions
- A. Beginning January 1, 2015, Each member of a health profession regulatory board shall complete a twelve-hour training within one year after the member's initial appointment to the board. Any member of a health profession regulatory board whose initial appointment was before January 1, 2015 has until January 1, 2016 to complete the training required by this subsection. The training must include the subjects of governance and administrative management, disciplinary procedures, conduct of quasi-judicial proceedings, administrative procedure and rule adoption and licensure as they apply to the health profession regulatory board. Any training completed by a current board member on and after January 1, 2014 on the topics specified in this subsection may count toward the requirements of this subsection.
- B. The training of board members required by this section may be a provided by the staff of any health profession regulatory board, the defice of the attorney general, the department of administration, the auditor general or an outside educational institution or any other provider that is approved by the health profession regulatory board on which the member is serving.

- 1 C. Any board action taken by a health profession regulatory board 2 is not subject to challenge or invalidation because a board member has not 3 completed the training required by this section.
 - D. For the purposes of this section:
- 5 $\frac{2}{1}$. "Health professional" means a person who is certified or 6 licensed pursuant to chapter 7, 8, 11, 13, 14, 15, 15.1, 16, 17, 18, 19, 7 19.1, 21, 25, 28, 29, 34, 35, $\frac{39}{1}$, 41 or 42 of this title.
- 8 1. 2. "Health profession regulatory board" means any board that 9 regulates one or more health professional PROFESSIONALS in this state.
- 10 <<Sec. 29. Section 32-3231, Arizona Revised Statutes, is amended to 11 read:

12 32-3231. Definitions

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In this article, unless the context otherwise requires:

- 14 1. "Administer" means the direct application of or dispensing or furnishing a prescription medication or a prescription-only device, 16 whether by injection or any other means, to the body of a patient by a 17 health professional or by the health professional's authorized agent at 18 the direction of the health professional.
- 21 3. 2. "Cosmetic purpose" means for the purpose of beautifying, 22 preserving or conferring comeliness, excluding therapeutic massage and 23 manipulations.
 - 4. 3. "Department" means the department of health services.
- 5. 4. "Directly supervised" means a health professional who is licensed in this state and whose scope of practice allows the supervision supervises the use of a laser or IPL device for cosmetic purposes while the health professional is present at the facility where and when the device is being used.
- 30 6. 5. "Indirect supervision" means supervision by a health 31 professional who is licensed in this state, whose scope of practice allows 32 the supervision and who is readily accessible by telecommunication.
- 33 7. 6. "IPL device" has the same meaning prescribed in section
 34 32-516 MEANS AN INTENSE PULSE LIGHT CLASS II SURGICAL DEVICE CERTIFIED IN
 35 ACCORDANCE WITH THE STANDARDS OF THE DEPARTMENT FOR COSMETIC PROCEDURES.
- 36 8. 7. "Laser" has the same meaning prescribed in section 32-516
 37 MEANS ANY DEVICE THAT CAN PRODUCE OR AMPLIFY ELECTROMAGNETIC RADIATION
 38 WITH WAVELENGTHS IN THE RANGE OF ONE HUNDRED EIGHTY NANOMETERS TO ONE
 39 MILLIMETER PRIMARILY BY THE PROCESS OF CONTROLLED STIMULATED EMISSION AND
 40 CERTIFIED IN ACCORDANCE WITH THE STANDARDS FOR THE DEPARTMENT FOR COSMETIC
 41 PROCEDURES.
- 42 9. 8. "Laser technician" means a person who is or has been 43 certified by the department pursuant to its rules and this article.
- 44 10. 9. "Registrant" means a person or entity that owns or operates
 45 a laser or IPL device for which the application for registration is on
 46 file with the department and that is in compliance with department
 47 rules.>>

1 Sec. 25. Repeal

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- 2 Title 32, chapter 39, Arizona Revised Statutes, is repealed.
- 3 Sec. 26. Section 36-3601, Arizona Revised Statutes, is amended to 4 read:
 - 36-3601. <u>Definitions</u>
 - For the purposes of this chapter:
- 7 1. "Health care decision maker" has the same meaning prescribed in 8 section 12-2801.
 - 2. "Health care provider":
- 10 (a) Means a person licensed pursuant to title 32, chapter 7, 8, 13, 11 14, 15, 15.1, 16, 17, 18, 19, 19.1, 25, 28, 29, 33, 34, 35, $\frac{39}{39}$, 41 or 42, 12 or chapter 4, article 6 of this title, chapter 6, article 7 of this title 13 or chapter 17 of this title.
 - (b) Includes:
- 15 (i) A health care institution licensed pursuant to chapter 4 of 16 this title.
- 17 (ii) A person who holds a training permit pursuant to title 32, 18 chapter 13 or 17.
- 19 3. "Health care provider regulatory board or agency" means a board 20 or agency that regulates one or more health care provider professions in 21 this state.
 - 4. "Telehealth" means:
- 23 (a) The interactive use of audio, video or other electronic media, 24 including asynchronous store-and-forward technologies and remote patient 25 monitoring technologies, for the practice of health care, assessment, 26 diagnosis, consultation or treatment and the transfer of medical data.
- (b) Includes the use of an audio-only telephone encounter between the patient or client and health care provider if an audio-visual telehealth encounter is not reasonably available due to the patient's functional status, the patient's lack of technology or telecommunications infrastructure limits, as determined by the health care provider.
- 32 (c) Does not include the use of a fax machine, instant messages, 33 voice mail or email.
- 34 Sec. 27. Section 41-619.51, Arizona Revised Statutes, is amended to 35 read:
 - 41-619.51. <u>Definitions</u>
 - In this article, unless the context otherwise requires:
- 1. "Agency" means the supreme court, the department of economic security, the department of child safety, the department of education, the department of health services, the department of juvenile corrections, the department of emergency and military affairs, the department of public safety, the department of transportation, the state real estate department, the department of insurance and financial institutions, the Arizona game and fish department, the Arizona department of agriculture, the board of examiners of nursing care institution administrators and assisted living facility managers, the state board of dental examiners, the Arizona state board of pharmacy, the board of physical therapy, the

1 state board of psychologist examiners, the board of athletic training, the 2 board of occupational therapy examiners, the state board of podiatry 3 examiners, the acupuncture board of examiners the state board of technical 4 registration, or the board of massage therapy or the Arizona department of 5 housing.

- 2. "Board" means the board of fingerprinting.
- 7 3. "Central registry exception" means notification to the 8 department of economic security, the department of child safety or the 9 department of health services, as appropriate, pursuant to section 10 41-619.57 that the person is not disqualified because of a central 11 registry check conducted pursuant to section 8-804.
- 4. "Expedited review" means an examination, in accordance with board rule, of the documents an applicant submits by the board or its hearing officer without the applicant being present.
- 15 5. "Good cause exception" means the issuance of a fingerprint 16 clearance card to an employee pursuant to section 41-619.55.
- 17 6. "Person" means a person who is required to be fingerprinted 18 pursuant to this article or who is subject to a central registry check and 19 any of the following:
- 20 (a) Section 3-314.
- 21 (b) Section 8-105.
- 22 (c) Section 8-322.
- 23 (d) Section 8-463.
- 24 (e) Section 8-509.
- 25 (f) Section 8-802.
- 26 (g) Section 8-804.
- 27 (h) Section 15-183.
- 28 (i) Section 15-503.
- 29 (j) Section 15-512.
- (1) 36001011 13 312
- 30 (k) Section 15-534.
- 31 (1) Section 15-763.01.
- 32 (m) Section 15-782.02.
- 33 (n) Section 15-1330.
- 34 (o) Section 15-1881.
- 35 (p) Section 17-215.
- 36 (q) Section 28-3228.
- 37 (r) Section 28-3413.
- 38 (s) Section 32-122.02.
- 39 (t) Section 32-122.05.
- 40 (u) Section 32-122.06.
- 41 (v) Section 32-823.
- 42 (w) Section 32-1232.
- 43 (x) Section 32-1276.01.
- 44 (y) Section 32-1284.
- 45 (z) Section 32-1297.01.
- 46 (aa) Section 32-1904.
- 47 (bb) Section 32-1941.

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                       Section 41-4025.
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         (kkk) (iii)
                       Section 46-141, subsection A or B.
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         (1111) (jjj) Section 46-321.
         Sec. 28. Section 41-712, Arizona Revised Statutes, is amended to
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38 read:
         41-712. <u>Telecommunications program office; state contractor;</u>
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                    cost of operation; employees; report; exception
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         A. The director shall establish a telecommunications program office
42 within the department to enter into a primary contract with a corporation
43 authorized to do business in this state for the contractor to provide for
44 the installation and maintenance of telecommunication systems and to act
45 as the state's agent for telecommunication carrier services to the
46 offices, departments and agencies of this state. Each office, department
47 and agency of this state shall contract with the primary contractor
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1 through the telecommunications program office and make payment to the 2 primary contractor for its telecommunications needs.

- B. With the approval of the director, the telecommunications 4 program office may enter into more than one contract for each statewide 5 telecommunications product or service not provided by the primary 6 contractor.
- 7 C. The director shall pay administrative costs of the 8 telecommunications program office, and each office, department or other 9 state agency shall pay from available monies the proportionate cost of 10 administration of the office as determined by the director. In carrying 11 out this subsection, the director shall only employ those contract 12 managers, telephone operators, help desk personnel and forensic 13 investigators required to oversee the primary contract and administer 14 efficiently the telecommunications program office.
- D. The department shall prepare and submit an annual consolidated telecommunications budget report to the joint legislative budget committee in connection with its annual budget request showing the previous fiscal year's actual payments and the next fiscal year's anticipated payments the charged and received by the primary contractor from state offices, departments and agencies for telecommunications services.
- E. All procurement pursuant to this section shall be as prescribed 22 in chapter 23 of this title unless otherwise provided by law.
- F. Any contract involving the use of a state highway right-of-way subject to approval pursuant to sections 28-304, 28-363, 28-7045, 25-28-7048 and 28-7209.
- 26 G. This section does not apply to the cotton research and 27 protection council established by section 3-1082.
- Sec. 29. Section 41-741, Arizona Revised Statutes, is amended to 29 read:

41-741. <u>Definitions</u>

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In this article and articles 5 and 6 of this chapter, unless the 32 context otherwise requires:

- 33 1. "Appointing authority" means the person or group of persons 34 authorized by law or delegated authority to make appointments to fill 35 positions.
- 36 2. "At will" means an employment relationship where either party to 37 the relationship may sever the relationship at any time for any reason 38 other than an unlawful reason.
- 39 3. "Break in service" means a separation from state employment, 40 regardless of the reason for separation.
- 4. "Change in assignment" means movement of an employee to a 42 different position in the same state agency or another state agency.

- 5. "Covered employee" means an employee who:
- 2 (a) Before September 29, 2012, is in the state service, is not 3 uncovered pursuant to section 41-742, subsection A and has remained in 4 covered status without a break in service since that date.
- 5 (b) Before September 29, 2012, is in the state service, is employed 6 as a correctional officer I, correctional officer II, correctional officer 7 III or community corrections officer and has remained in covered status 8 without a break in service since that date.
- 9 (c) Before September 29, 2012, is in the state service, is a full 10 authority peace officer as certified by the Arizona peace officer 11 standards and training board and has remained in that status without a 12 break in service since that date.
- (d) On or after September 29, 2012, is a correctional officer I, 14 correctional officer II, correctional officer III or community corrections 15 officer and is appointed to a position in the covered service, but does 16 not include a position in any other class in the correctional officer 17 class series or the community correctional officer class series or in any 18 other correctional class series.
- 19 (e) On or after September 29, 2012, is a full authority peace 20 officer as certified by the Arizona peace officer standards and training 21 board and is appointed to a position that requires such a certification in 22 the covered service.
- 6. "Covered service" means that employment status conferring rights 24 of appeal as prescribed in sections 41-782 and 41-783 or section 25 41-1830.16, as applicable.
- 7. "Director" means the director of the department of administration, or the director's designee, who is responsible for administering the state personnel system pursuant to applicable state and federal laws.
- 30 8. "Employee" means all officers and employees of this state, 31 whether in covered service or uncovered service, unless otherwise 32 prescribed.
- 9. "Full authority peace officer" means a peace officer whose at authority to enforce the laws of this state is not limited by the rules adopted by the Arizona peace officer standards and training board.
- 36 10. "Original probationary period" means the specified period 37 following initial appointment to covered service.
- 38 11. "Probationary period" means a working test period of employment 39 in a covered service position for evaluation of the employee's work.
- 40 12. "Promotional probation" means the specified period of 41 employment following promotion of a permanent status employee to another 42 covered service position that has a higher pay grade.
- 43 13. "Rules" means rules adopted by the department of 44 administration, human resources division.
 - 14. "Significant procurement role":

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(a) Means any role that includes any of the following duties:

- 1 (i) Participating in the development of a procurement as defined in $2 \ \text{section} \ 41\text{-}2503$.
 - (ii) Participating in the development of an evaluation tool.
- 4 (iii) Approving a procurement as defined in section 41-2503 or an 5 evaluation tool.
- 6 (iv) Soliciting quotes greater than ten thousand dollars \$10,000 7 for the provision of materials, services or construction.
- 8 (v) Serving as a technical advisor or an evaluator who evaluates a 9 procurement as defined in section 41-2503.
- 10 (vi) Recommending or selecting a vendor that will provide 11 materials, services or construction to this state.
- 12 (vii) Serving as a decision maker DECISION-MAKER or designee on a 13 protest or an appeal by a party regarding an agency procurement selection 14 or decision.
- 15 (b) Does not include making decisions on developing specifications 16 and the scope of work for a procurement as defined in section 41-2503 if 17 the decision is based on the application of commonly accepted industry 18 standards or known published standards of the agency as applied to the 19 project, services, goods or materials.
 - 15. "State agency":

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- 21 (a) Means a department, board, office, authority, commission or 22 other governmental budget unit of this state and includes an agency 23 assigned to a department for administrative purposes. State agency
- (b) Does not include the legislative and judicial branches, the 25 Arizona board of regents, state universities, the Arizona state schools 26 for the deaf and the blind, the department of public safety, the Arizona 27 peace officer standards and training board, the cotton research and 28 protection council or public corporations.
- 29 16. "State personnel board" means the board established by section $30\ 41-781$.
- 31 17. "State personnel system" means all state agencies and employees 32 of those agencies that are not exempted by this article.
- 18. "State service" means all offices and positions of employment 34 in state government that, before September 29, 2012, were subject to the 35 provisions of articles 5 and 6 of this chapter that were in effect before 36 September 29, 2012.
- 37 19. "Supervisor" means a state employee who has one or more other 38 state employees reporting directly to the person and, for those state 39 employees, typically has the authority to:
 - (a) Approve sick or annual leave.
 - (b) Recommend hiring, discipline or dismissal.
- 42 (c) Assign or schedule daily work.
 - (d) Complete a performance evaluation.
- 44 20. "Uncovered employee" means an employee in uncovered service.
- 45 21. "Uncovered service" means employment at will and includes all 46 state employees except those in covered service.

- Sec. 30. Section 41-742, Arizona Revised Statutes, is amended to 2 read:
- 3 41-742. <u>State personnel system; covered and uncovered</u> 4 <u>employees; application; exemptions</u>
- 5 A. Beginning September 29, 2012, unless otherwise prescribed in 6 this article:
 - 1. All new hires are at will uncovered employees.
- 8 2. Any employee who meets any of the following criteria is an at 9 will uncovered employee:
- 10 (a) Is employed as an attorney in a position assigned to the 11 attorney salary schedule.
 - (b) Is a supervisor.

- 13 (c) Is at a pay grade of nineteen or above or, if a successor 14 compensation system is established, in an equivalent pay range as 15 determined by the director.
- 16 (d) Is in a position assigned to the information technology salary 17 schedule, in a position assigned to an information technology 18 classification or, if a successor compensation system is established, in 19 an equivalent pay range as determined by the director.
- 3. Any covered employee who voluntarily accepts a change in assignment to a position in the uncovered service, regardless of whether the voluntary change in assignment is a promotion, demotion or lateral transfer, is an at will uncovered employee on the start date of the voluntary change in assignment.
- 4. A covered employee may voluntarily elect to become an at will uncovered employee without a change in assignment on approval by the state agency head and the director. If approved, the change from covered to uncovered status is immediate.
- 5. Once a covered employee becomes an at will uncovered employee, the change is irrevocable.
- 31 B. Except as provided in subsection F of this section, the purpose 32 of this article is for all state agencies in the state personnel system to 33 treat employees pursuant to the following principles:
- 1. Recruiting, selecting and advancing employees on the basis of the employee's relative ability, knowledge and skills after open 36 competition.
- 2. Providing compensation based on merit, performance, job value and competitiveness within applicable labor markets.
- 39 3. Training employees if the training will result in better 40 organizational and individual performance.
- 41 4. Retaining employees on the basis of the adequacy of their 42 performance, correcting inadequate performance where possible and 43 appropriate and separating employees whose performance is inadequate.
- 5. Managing applicants and employees in all aspects of personnel definition without regard to political affiliation, race, color, definitional origin, sex, age, disability or religious creed and with proper regard for their privacy and constitutional rights as citizens.

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- 6. Ensuring that employees are protected against coercion for partisan political purposes and are prohibited from using their official authority for the purpose of interfering with or affecting the result of 4 an election or nomination for office.
- 5 C. The director shall establish and administer the state personnel 6 system, including:
- 7 1. A classification system and job classes and associated 8 knowledge, skills and abilities for those classes.
- 9 2. A centralized job announcement system to streamline statewide 10 recruiting for applicants.
- 11 3. A centralized employment system to be used by all successful 12 applicants, including a common application form to be used by all state 13 agencies.
- 4. A compensation system, including assigning pay ranges for all 15 job classes and special pay plans for certain classes or groups of 16 employees considering such factors as occupational patterns, economic 17 conditions and pay plans common to government, business and industry.
 - 5. A statewide training program.
 - 6. A statewide performance management system.
- 7. An audit function to review state agencies' processes and compliance with applicable statutes, personnel rules and policies.
- 8. An integrated system to process personnel, payroll and benefits transactions and serve as the system of record for state employees.
- D. This article and articles 5 and 6 of this chapter do not apply 25 to:
- 1. An elected state officer. An elected state officer means only 27 elected officials and does not include the employees of elected state 28 officers unless expressly provided.
- 29 2. Members of boards and commissions who are appointed by the 30 legislature or the governor, board members appointed pursuant to section 31 41-619.52 unless otherwise prescribed by law, employees of the Arizona 32 legislative council, employees appointed or employed by the legislature, 33 any legislative agency or either house of the legislature and employees of 34 the supreme court and the court of appeals.
- 35 3. The Arizona board of regents, officers or employees of state 36 universities and personnel of the Arizona state schools for the deaf and 37 the blind.
 - 4. Patients or inmates employed in state institutions.
- 39 5. Officers and enlisted personnel of the national guard of Arizona 40 and employees of the department of emergency and military affairs who 41 occupy Arizona national guard positions identified as mobilization assets.
 - 6. The cotton research and protection council.
 - 7. 6. The department of public safety.
 - 8. 7. The Arizona peace officer standards and training board.
- E. Unless otherwise prescribed in this article, subsection A, 46 paragraphs 1, 2 and 3 of this section do not apply to either an initial 47 appointment to or changes in assignment to:

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- 1. An employee of any state agency who is a full authority peace 2 officer as certified by the Arizona peace officer standards and training 3 board.
- 2. An employee of the state department of corrections who is employed as a correctional captain, correctional lieutenant, correctional sergeant, correctional corporal, correctional officer I, correctional officer II, correctional officer IV, community scorrections unit supervisor, community corrections group supervisor, community corrections officer or, if a successor classification system is stablished, an equivalent job class as determined by the director.
- F. Subsection B, paragraph 1 of this section, relating to open 12 competition and subsection B, paragraph 4 of this section and subsection 13 B, paragraph 5 of this section, relating to political affiliation, do not 14 apply to:
 - 1. Employees of the governor's office.
 - 2. Employees of offices of elected officials who either:
 - (a) Report directly to the elected official.
- 18 (b) Head a primary component or report directly to the head of a 19 primary component of the office of the elected official.
- 20 (c) As a primary duty, determine or publicly advocate substantive 21 program policy for the office of the elected official.
- 3. The state agency head and each deputy director, or equivalent, of each state agency and employees of the state agency who report directly to either the state agency head or deputy director.
- 4. Each assistant director, or equivalent, of each state agency and employees in the state agency who report directly to an assistant director.
 - 5. Attorneys in the office of the attorney general.
- 6. Employees in investment-related positions in the state 30 retirement system or plans established by title 38, chapter 5, article 2, 31 3, 4 or 6.
- 32 G. This article and articles 5 and 6 of this chapter do not confer 33 any rights in excess of, or in addition to, those previously authorized to 34 any state employee.
- H. This article does not create or confer any contractual memployment right for any employee and, unless otherwise provided by law, state agencies are prohibited from executing employment contracts with any state employee.
- I. Any communications, including policy manuals, employee 40 handbooks, job offers and performance appraisals and other communications 41 as determined by the director, whether in writing or oral, that conflict 42 with article 1, 5 or 6 of this chapter or this article are void and do not 43 alter or supersede article 1, 5 or 6 of this chapter or this article.
- 44 <<Sec. 36. Repeal
- 45 Title 41, chapter 5, article 6, Arizona Revised Statutes, is 46 repealed.>>

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- Sec. 31. Section 41–1005, Arizona Revised Statutes, is amended to 2 read:
 - 41-1005. Exemptions
 - A. This chapter does not apply to any:
- 5 1. Rule that relates to the use of public works, including streets 6 and highways, under the jurisdiction of an agency if the effect of the 7 order is indicated to the public by means of signs or signals.
- 8 2. Order or rule of the Arizona game and fish commission that does 9 the following:
- 10 (a) Opens, closes or alters seasons or establishes bag or 11 possession limits for wildlife.
 - (b) Establishes a fee pursuant to section 5-321, 5-322 or 5-327.
- 13 (c) Establishes a license classification, fee or application fee 14 pursuant to title 17, chapter 3, article 2.
- 15 (d) Limits the number or use of licenses or permits that are issued 16 to nonresidents pursuant to section 17-332.
- 3. Rule relating to section 28-641 or to any rule regulating motor 18 vehicle operation that relates to speed, parking, standing, stopping or 19 passing enacted pursuant to title 28, chapter 3.
- 4. Rule concerning only the internal management of an agency that 21 does not directly and substantially affect the procedural or substantive 22 rights or duties of any segment of the public.
- 5. Rule that only establishes specific prices to be charged for 24 particular goods or services sold by an agency.
- 6. Rule concerning only the physical servicing, maintenance or care of agency owned or operated facilities or property.
- 7. Rule or substantive policy statement concerning inmates or 28 committed youths of a correctional or detention facility in secure custody 29 or patients admitted to a hospital if made by the state department of 30 corrections, the department of juvenile corrections, the board of 31 executive clemency or the department of health services or a facility or 32 hospital under the jurisdiction of the state department of corrections, 33 the department of juvenile corrections or the department of health 34 services.
- 8. Form whose contents or substantive requirements are prescribed by rule or statute and instructions for the execution or use of the form.
- 9. Capped fee-for-service schedule adopted by the Arizona health secare cost containment system administration pursuant to title 36, 39 chapter 29.
 - 10. Fees prescribed by section 6-125.
- 11. Order of the director of water resources adopting or modifying 42 a management plan pursuant to title 45, chapter 2, article 9.
- 43 12. Fees established under section 3-1086.
- 44 $\frac{13}{12}$. Fees established under sections 41-4010 and 41-4042.
- 45 13. Rule or other matter relating to agency contracts.
- 47 16. Rules made pursuant to section 5-111, subsection A.

- 1 17. 16. Rules made by the Arizona state parks board concerning the 2 operation of the Tonto natural bridge state park, the facilities located 3 in the Tonto natural bridge state park and the entrance fees to the Tonto 4 natural bridge state park.
 - 18. 17. Fees or charges established under section 41-511.05.
- 6 19. 18. Emergency medical services protocols except as provided in 7 section 36-2205, subsection B.
 - 20. 19. Fee schedules established pursuant to section 36-3409.
- 9 21. 20. Procedures of the state transportation board as prescribed 10 in section 28-7048.
- 12 23. 22. Fees prescribed pursuant to section 32-1527.
- $\frac{24}{10}$ 23. Rules made by the department of economic security pursuant 14 to section 46-805.
 - 25. 24. Schedule of fees prescribed by section 23-908.
- 27. 26. Rules, administrative policies, procedures and guidelines 19 adopted for any purpose by the Arizona commerce authority pursuant to 20 chapter 10 of this title if the authority provides, as appropriate under 21 the circumstances, for notice of an opportunity for comment on the 22 proposed rules, administrative policies, procedures and guidelines.
- $\frac{28}{28}$. Rules made by a marketing commission or marketing 24 committee pursuant to section 3-414.
- $\frac{29}{29}$. 28. Administration of public assistance program monies 26 authorized for liabilities that are incurred for disasters declared 27 pursuant to sections 26-303 and 35-192.
- 28 30. 29. User charges, tolls, fares, rents, advertising and 29 sponsorship charges, services charges or similar charges established 30 pursuant to section 28-7705.
- 31. 30. Administration and implementation of the hospital assessment pursuant to section 36-2901.08, except that the Arizona health 33 care cost containment system administration must provide notice and an 34 opportunity for public comment at least thirty days before establishing or 35 implementing the administration of the assessment.
- 36 32. Rules made by the Arizona department of agriculture to 37 adopt and implement the provisions of the federal milk ordinance as 38 prescribed by section 3-605.
- 39. 32. Rules made by the Arizona department of agriculture to 40 adopt, implement and administer the United States food and drug 41 administration produce safety rule (21 Code of Federal Regulations part 42 112) and any other federal produce safety regulation, order or guideline 43 or other requirement adopted pursuant to the FDA food safety modernization 44 act (P.L. 111-353; 21 United States Code sections 2201 through 2252) as 45 provided by title 3, chapter 3, article 4.1.
- 46 34. 33. Calculations that are performed by the department of 47 economic security and that are associated with the adjustment of the

1 sliding fee scale and formula for determining child care assistance 2 pursuant to section 46-805.

3 35. 34. Rules made by the Arizona department of agriculture to 4 implement and administer the livestock operator fire and flood assistance 5 grant program established by section 3-109.03.

- B. Notwithstanding subsection A, paragraph 21 20 of this section, if the federal highway administration authorizes the privatization of rest areas, the state transportation board shall make rules governing the lease or license by the department of transportation to a private entity for the purposes of privatization of a rest area.
- 11 C. Coincident with the making of a final rule pursuant to an 12 exemption from the applicability of this chapter under this section, 13 another statute or session law, the agency shall:
- 14 1. Prepare a notice and follow formatting guidelines prescribed by 15 the secretary of state.
- 16 2. Prepare the rulemaking exemption notices pursuant to chapter 6.2 17 of this title.
- 18 3. File a copy of the rule with the secretary of state for 19 publication pursuant to section 41-1012 and provide a copy to the council.
- D. Unless otherwise required by law, articles 2, 3, 4 and 5 of this 21 chapter do not apply to the Arizona board of regents and the institutions 22 under its jurisdiction, except that the Arizona board of regents shall 23 make policies or rules for the board and the institutions under its 24 jurisdiction that provide, as appropriate under the circumstances, for 25 notice of and opportunity for comment on the policies or rules proposed.
- E. Unless otherwise required by law, articles 2, 3, 4 and 5 of this 27 chapter do not apply to the Arizona state schools for the deaf and the 28 blind, except that the board of directors of all the state schools for the 29 deaf and the blind shall adopt policies for the board and the schools 30 under its jurisdiction that provide, as appropriate under the 31 circumstances, for notice of and opportunity for comment on the policies 32 proposed for adoption.
- F. Unless otherwise required by law, articles 2, 3, 4 and 5 of this 34 chapter do not apply to the state board of education, except that the 35 state board of education shall adopt policies or rules for the board and 36 the institutions under its jurisdiction that provide, as appropriate under 37 the circumstances, for notice of and opportunity for comment on the 38 policies or rules proposed for adoption. In order to implement or change 39 any rule, the state board of education shall provide at least two 40 opportunities for public comment. The state board of education shall 41 consider the fiscal impact of any proposed rule pursuant to this 42 subsection.
- G. Unless otherwise required by law, articles 2, 3, 4 and 5 of this 44 chapter do not apply to the state board for charter schools, except that 45 the board shall adopt policies or rules for the board and the charter 46 schools sponsored by the board that provide, as appropriate under the 47 circumstances, for notice of and opportunity for comment on the policies

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1 or rules proposed for adoption. In order to implement or change any 2 policy or rule, the board shall provide at least two opportunities for 3 public comment. The state board for charter schools shall consider the 4 fiscal impact of any proposed rule pursuant to this subsection.

5 Sec. 32. Section 41-1092, Arizona Revised Statutes, is amended to 6 read:

41-1092. Definitions

In this article, unless the context otherwise requires:

- 9 1. "Administrative law judge" means an individual or an agency 10 head, board or commission that sits as an administrative law judge, that 11 conducts administrative hearings in a contested case or an appealable 12 agency action and that makes decisions regarding the contested case or 13 appealable agency action.
- 2. "Administrative law judge decision" means the findings of fact, some conclusions of law and recommendations or decisions issued by an administrative law judge.
 - 3. "Adversely affected party" means:
 - (a) An individual who both:
- 19 (i) Provides evidence of an actual injury or economic damage that 20 the individual has suffered or will suffer as a direct result of the 21 action and not due to being a competitor or a general taxpayer.
- 22 (ii) Timely submits comments on the license application that 23 include, with sufficient specificity, the questions of law, if applicable, 24 that are the basis for the appeal.
- 25 (b) A group or association that identifies, by name and physical 26 address in the notice of appeal, a member of the group or association who 27 would be an adversely affected party in the individual's own right.
- 28 4. "Appealable agency action" means an action that determines the 29 legal rights, duties or privileges of a party, including the 30 administrative completeness of an application other than an application 31 submitted to the department of water resources pursuant to title 45, and 32 that is not a contested case. Appealable agency actions do not include 33 interim orders by self-supporting regulatory boards, rules, orders, 34 standards or statements of policy of general application issued by an 35 administrative agency to implement, interpret or make specific the 36 legislation enforced or administered by it or clarifications of 37 interpretation, nor does it mean or include rules concerning the internal 38 management of the agency that do not affect private rights or interests. 39 For the purposes of this paragraph, administrative hearing does not 40 include a public hearing held for the purpose of receiving public comment 41 on a proposed agency action.
- 5. "Director" means the director of the office of administrative 43 hearings.
- 6. "Final administrative decision" means a decision by an agency that is subject to judicial review pursuant to title 12, chapter 7, 46 article 6.

7. "Licensee":

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(a) Means any individual or business entity that has been issued a
 3 license by a state agency to engage in any business or activity in this
 4 state and that is subject to a licensing decision.
          (b) Includes any individual or business entity that has applied for
 6 such a license and that appeals a licensing decision pursuant to section
 7 41-1092.08 or 41-1092.12.
 8
          8. "Office" means the office of administrative hearings.
 9
              "Self-supporting regulatory board" means any of the following:
10
          (a) The Arizona state board of accountancy.
11
          [(b) The barbering and cosmetology board.]
          [(c)] [(b)] The board of behavioral health examiners.
12
13
          \left[\frac{d}{d}\right] The Arizona state boxing and mixed martial arts
14 commission.
                          The state board of chiropractic examiners.
15
          [<u>(e)</u>] [<del>(d)</del>]
                          The state board of dental examiners.
16
          [<u>(f)</u>] [<del>(e)</del>]
17
          [(g)] [<del>(f)</del>]
                          The Arizona game and fish commission.
18
          [<u>(h)</u>] [<del>(g)</del>]
                          The board of homeopathic and integrated medicine
19 examiners.
                          The Arizona medical board.
20
          [<u>(i)</u>] [<del>(h)</del>]
                          The naturopathic physicians medical board.
21
          [<u>(i)</u>] [<del>(i)</del>]
22
          [(k)] [\frac{(j)}{(j)}]
                          The Arizona state board of nursing.
23
          [<u>(1)</u>] [<del>(k)</del>]
                          The board of examiners of nursing care institution
24 administrators and assisted living facility managers.
          [\underline{(m)}] [\underline{(1)}] The board of occupational therapy examiners.
25
26
          [<u>(n)</u>] [<del>(m)</del>]
                          The state board of dispensing opticians.
27
          [(o)] [<del>(n)</del>]
                          The state board of optometry.
28
          [<u>(p)</u>] [<del>(o)</del>]
                          The Arizona board of osteopathic examiners in medicine
29 and surgery.
30
                          The Arizona peace officer standards and training
          [<del>(q)</del>] [<del>(p)</del>]
31 board.
                          The Arizona state board of pharmacy.
32
          [(r)] [<del>(q)</del>]
33
          [\underline{(s)}] [\underline{(r)}] The board of physical therapy.
34
          [(t)] [(s)] The state board of podiatry examiners.
          [<u>(u)</u>] [<del>(t)</del>]
35
                          The state board for private postsecondary education.
36
          [<u>(v)</u>] [<del>(u)</del>]
                          The state board of psychologist examiners.
37
          \left[\frac{(\mathsf{W})}{\mathsf{W}}\right]
                          The board of respiratory care examiners.
                          The state board of technical registration.
38
          [(x)]
39
          \left[\frac{(y)}{(x)}\right]
                          The Arizona state veterinary medical examining board.
          (z) The acupuncture board of examiners.
40
41
          <del>(aa)</del>[<del>(y)</del>]
                          [<u>z</u>] The
                                     Arizona
                                                 regulatory
                                                                board
                                                                         of
                                                                               physician
42 assistants.
          \frac{\text{(bb)}}{\text{[(z)]}} [<u>aa</u>] The board of athletic training.
43
44
          \frac{(cc)}{(aa)} [bb] The board of massage therapy.
45
          Sec. 33. Section 41-1758, Arizona Revised Statutes, is amended to
46 read:
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          41-1758. Definitions
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In this article, unless the context otherwise requires:

- 2 1. "Agency" means the supreme court, the department of economic 3 security, the department of child safety, the department of education, the 4 department of health services, the department of juvenile corrections, the 5 department of emergency and military affairs, the department of public department of transportation, the state real the 7 department, the department of insurance and financial institutions, the 8 board of fingerprinting, the Arizona game and fish department, the Arizona 9 department of agriculture, the board of examiners of nursing care 10 institution administrators and assisted living facility managers, the 11 state board of dental examiners, the Arizona state board of pharmacy, the 12 board of physical therapy, the state board of psychologist examiners, the 13 board of athletic training, the board of occupational therapy examiners, 14 the state board of podiatry examiners, the acupuncture board of examiners, 15 the state board of technical registration, the board of massage therapy or 16 the Arizona department of housing.
- 17 2. "Division" means the fingerprinting division in the department 18 of public safety.
- 3. "Electronic or internet-based fingerprinting services" means a 20 secure system for digitizing applicant fingerprints and transmitting the 21 applicant data and fingerprints of a person or entity submitting 22 fingerprints to the department of public safety for any authorized purpose 23 under this title. For the purposes of this paragraph, "secure system" 24 means a system that complies with the information technology security 25 policy approved by the department of public safety.
- 4. "Good cause exception" means the issuance of a fingerprint clearance card to an applicant pursuant to section 41-619.55.
- 5. "Person" means a person who is required to be fingerprinted pursuant to any of the following:
- 30 (a) Section 3-314.

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- (b) Section 8-105.
- 32 (c) Section 8-322.
- 33 (d) Section 8-463.
 - (e) Section 8-509.
 - (f) Section 8-802.
- 36 (g) Section 15-183.
- 37 (h) Section 15-503.
- 38 (i) Section 15-512.
- 39 (j) Section 15-534.
- 40 (k) Section 15-763.01.
- 41 (1) Section 15-782.02.
- 42 (m) Section 15-1330.
- 43 (n) Section 15-1881.
- 44 (o) Section 17-215.
- 45 (p) Section 28-3228.
- 46 (q) Section 28-3413.
- 47 (r) Section 32-122.02.

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1
          (s) Section 32-122.05.
 2
          (t) Section 32-122.06.
 3
          (u)
                Section 32-823.
 4
          (v) Section 32-1232.
 5
          (w) Section 32-1276.01.
 6
                Section 32-1284.
          (x)
 7
                Section 32-1297.01.
          (y)
 8
          (z)
                Section 32-1904.
 9
                 Section 32-1941.
          (aa)
10
                 Section 32-1982.
          (bb)
                 Section 32-2022.
11
          (cc)
12
                 Section 32-2063.
          (dd)
13
          (ee)
                 Section 32-2108.01.
14
                 Section 32-2123.
          (ff)
15
          (gg)
                 Section 32-2371.
                 Section 32-3430.
16
          (hh)
                 Section 32-3620.
17
          (ii)
18
          (jj)
                 Section 32-3668.
19
          (kk)
                 Section 32-3669.
20
          (11) Section 32-3922.
21
                 Section 32-3924.
          <del>(mm)</del>
22
                 (11)
                        Section 32-4128.
          <del>(nn)</del>
23
          (00)
                 ( mm )
                        Section 32-4222.
24
                 (nn)
                       Section 36-113.
          <del>(pp)</del>
25
                 (oo) Section 36-207.
          <del>(qq)</del>
26
                 (pp)
                        Section 36-411.
          <del>(m)</del>
                 (qq) Section 36-425.03.
27
          (55)
28
          (tt)
                 (rr) Section 36-446.04.
                 (ss) Section 36-594.01.
29
          <del>(uu)</del>
30
                 (tt)
                       Section 36-594.02.
          (\nabla\nabla)
                 (uu) Section 36-766.01.
31
          <del>(ww)</del>
32
                 (vv) Section 36-882.
          (xx)
33
                 (ww)
                        Section 36-883.02.
          <del>(yy)</del>
34
                        Section 36-897.01.
          (ZZ)
                 (xx)
35
          (yy) Section 36-897.03.
36
          (bbb)
                  (zz) Section 36-3008.
37
          (ccc) (aaa) Section 41-619.52.
38
          <del>(ddd)</del>
                  (bbb)
                          Section 41-619.53.
39
          <del>(eee)</del>
                  (ccc)
                           Section 41-1964.
40
          <del>(111)</del>
                  (ddd)
                           Section 41-1967.01.
41
          <del>(ggg)</del>
                  (eee)
                           Section 41-1968.
42
                  (fff)
                           Section 41-1969.
          <del>(hhh)</del>
43
          <del>(iii)</del>
                  (ggg)
                           Section 41-2814.
44
                           Section 41-4025.
                  (hhh)
          <del>(jjj)</del>
45
                           Section 46-141, subsection A or B.
          (kkk)
                  (iii)
46
                  (jjj)
                           Section 46-321.
          <del>(111)</del>
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- 1 6. "Rap back services" has the same meaning prescribed in section $2\ 41-1750$.
- 7. "Vulnerable adult" has the same meaning prescribed in section 4 13-3623.
- 5 Sec. 34. Section 41-1758.01, Arizona Revised Statutes, is amended 6 to read:

41-1758.01. Fingerprinting division; powers and duties

- A. The fingerprinting division is established in the department of 9 public safety and shall:
- 1. Conduct fingerprint background checks for persons and applicants 11 who are seeking licenses from state agencies, employment with licensees, 12 contract providers and state agencies or employment or educational 13 opportunities with agencies that require fingerprint background checks 14 pursuant to sections 3-314, 8-105, 8-322, 8-463, 8-509, 8-802, 15-183, 15-503, 15-512, 15-534, 15-763.01, 15-782.02, 15-1330, 15-1881, 17-215, 16 28-3228, 28-3413, 32-122.02, 32-122.05, 32-122.06, 32-823, 32-1232, 17 32-1276.01, 32-1284, 32-1297.01, 32-1904, 32-1941, 32-1982, 32-2022, 18 32-2063, 32-2108.01, 32-2123, 32-2371, 32-3430, 32-3620, 32-3668, 32-3669, 19 32-3922, 32-3924, 32-4128, 32-4222, 36-113, 36-207, 36-411, 36-425.03, 20 36-446.04, 36-594.01, 36-594.02, 36-766.01, 36-882, 36-883.02, 36-897.01, 21 36-897.03, 36-3008, 41-619.52, 41-619.53, 41-1964, 41-1967.01, 41-1968, 22 41-1969, 41-2814, AND 41-4025, section 46-141, subsection A or B and 23 section 46-321.
- 2. Issue fingerprint clearance cards. On issuance, a fingerprint 25 clearance card becomes the personal property of the cardholder and the 26 cardholder shall retain possession of the fingerprint clearance card.
- 3. On submission of an application for a fingerprint clearance 28 card, collect the fees established by the board of fingerprinting pursuant 29 to section 41-619.53 and deposit, pursuant to sections 35-146 and 35-147, 30 the monies collected in the board of fingerprinting fund.
- 4. Inform in writing each person who submits fingerprints for a 32 fingerprint background check of the right to petition the board of 33 fingerprinting for a good cause exception pursuant to section 41-1758.03, 34 41-1758.04 or 41-1758.07.
- 5. If after conducting a state and federal criminal history records check the division determines that it is not authorized to issue a fingerprint clearance card to a person, inform the person in writing that the division is not authorized to issue a fingerprint clearance card. The person in clearance card to issue a fingerprint clearance card. The notice shall include the criminal history information on which the denial was based. This criminal history information is subject to dissemination restrictions pursuant to section 41-1750 and Public Law 92-544.
- 6. Notify the person in writing if the division suspends, revokes a driving restriction notation on a fingerprint clearance card pursuant to section 41-1758.04. The notice shall include the criminal history information on which the suspension, revocation or placement of the driving restriction notation was based. This criminal history

1 information is subject to dissemination restrictions pursuant to section $2\ 41-1750$ and Public Law 92-544.

- 7. Administer and enforce this article.
- B. The fingerprinting division may contract for electronic or internet-based fingerprinting services through an entity or entities for the acquisition and transmission of applicant fingerprint and data submissions to the department, including identity verified fingerprints pursuant to section 15-106. The entity or entities contracted by the department of public safety may charge the applicant a fee for services provided pursuant to this article. The entity or entities contracted by the department of public safety shall comply with:
- 12 1. All information privacy and security measures and submission 13 standards established by the department of public safety.
- 14 2. The information technology security policy approved by the 15 department of public safety.

Sec. 35. Repeal

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Section 41-2304, Arizona Revised Statutes, is repealed.

18 Sec. 36. Section 41-2501, Arizona Revised Statutes, is amended to 19 read:

41-2501. Applicability

- A. This chapter applies only to procurements initiated after 22 January 1, 1985 unless the parties agree to its application to 23 procurements initiated before that date.
- B. This chapter applies to every expenditure of public monies, including federal assistance monies except as otherwise specified in section 41-2637, by this state, acting through a state governmental unit, under any contract, except that this chapter does not apply to either grants, or contracts between this state and its political subdivisions or other governments, except as provided in chapter 24 of this title and in article 10 of this chapter. This chapter also applies to the disposal of state materials. This chapter and rules adopted under this chapter do not prevent any state governmental unit or political subdivision from complying with the terms of any grant, gift, bequest or 34 cooperative agreement.
- 35 C. All political subdivisions and other local public agencies of 36 this state may adopt all or any part of this chapter and the rules adopted 37 pursuant to this chapter.
- 38 D. Notwithstanding any other law, sections 41-2517 and 41-2546 39 apply to any agency as defined in section 41-1001, including the office of 40 the governor.
- 41 E. The Arizona board of regents and the legislative and judicial 42 branches of state government are not subject to this chapter except as 43 prescribed in subsections F and G of this section.
- F. The Arizona board of regents shall adopt rules prescribing 45 procurement policies and procedures for itself and institutions under its 46 jurisdiction. The rules must be substantially equivalent to the other

1 policies and procedures prescribed in this chapter, including sections $2\ 41-2576$ and 41-2577.

- G. The judicial branch shall adopt rules prescribing procurement policies and procedures for itself and institutions under its jurisdiction. The rules must be substantially equivalent to the policies and procedures prescribed in this chapter.
- H. The Arizona state lottery commission is exempt from this chapter 8 for procurement relating to the design and operation of the lottery or 9 purchase of lottery equipment, tickets and related materials. The 10 executive director of the Arizona state lottery commission shall adopt 11 rules substantially equivalent to the policies and procedures in this 12 chapter for procurement relating to the design and operation of the 13 lottery or purchase of lottery equipment, tickets or related materials. 14 All other procurement shall be as prescribed by this chapter.
- I. The Arizona health care cost containment system administration is exempt from this chapter for provider contracts pursuant to section 36-2904, subsection A and contracts for goods and services, including 18 program contractor contracts pursuant to title 36, chapter 29, articles 2 and 3 and contracts with regional behavioral health authorities pursuant 20 to title 36, chapter 34. All other procurement, including contracts for 21 the statewide administrator of the program pursuant to section 36-2903, 22 subsection B, shall be as prescribed by this chapter.
- J. Arizona correctional industries is exempt from this chapter for 24 purchases of raw materials, components and supplies that are used in the 25 manufacture or production of goods or services for sale entered into 26 pursuant to section 41-1622. All other procurement shall be as prescribed 27 by this chapter.
- 28 K. The state transportation board and the director of the 29 department of transportation are exempt from this chapter other than 30 sections 41-2517 and 41-2586 and are subject to title 28, chapter 20 and 2 31 Code of Federal Regulations section 200.317 for the procurement of the 32 following:
- 33 1. All items of construction, reconstruction, rehabilitation, 34 preservation or improvement undertaken on highway infrastructure.
- 2. Engineering services and any other work or activity to carry out 36 engineering services related to highway infrastructure.
- 37 3. Right-of-way services related to land titles, appraisals, real 38 property acquisitions, relocation services, property management and 39 facility design.
- 40 4. Any other construction, reconstruction, rehabilitation, 41 preservation or improvement work or activity that is required pursuant to 42 title 28, chapter 20.
- L. The Arizona highways magazine is exempt from this chapter for 44 contracts for the production, promotion, distribution and sale of the 45 magazine and related products and for contracts for sole source creative 46 works entered into pursuant to section 28-7314, subsection A, paragraph 5. 47 All other procurement shall be as prescribed by this chapter.

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- M. The secretary of state is exempt from this chapter for contracts 2 entered into pursuant to section 41-1012 to publish and sell the 3 administrative code. All other procurement shall be as prescribed by this 4 chapter.
- N. This chapter does not apply to contracts for professional witnesses if the purpose of such contracts is to provide for professional services or testimony relating to an existing or probable judicial proceeding in which this state is or may become a party or to contract for special investigative services for law enforcement purposes.
- 10 O. The head of any state governmental unit, in relation to any 11 contract exempted by this section from this chapter, has the same 12 authority to adopt rules, procedures or policies as is delegated to the 13 director pursuant to this chapter.
- P. Agreements negotiated by legal counsel representing this state in settlement of litigation or threatened litigation are exempt from this chapter.
- 17 Q. This chapter is not applicable to contracts entered into by the 18 department of economic security:
- 19 1. With a provider licensed or certified by an agency of this state 20 to provide child day care services.
- 2. With area agencies on aging created pursuant to the older 22 Americans act of 1965 (P.L. 89-73; 79 Stat. 218; 42 United States Code 23 sections 3001 through 3058ff).
 - 3. For services pursuant to title 36, chapter 29, article 2.
- 4. With an eligible entity as defined by Public Law 105-285, 26 section 673(1)(A)(i), as amended, for designated community services block 27 grant program monies and any other monies given to the eligible entity 28 that accomplishes the purpose of Public Law 105-285, section 672.
- R. The Arizona health care cost containment system may not require that persons with whom it contracts follow this chapter for the purposes of subcontracts entered into for the provision of the following:
 - 1. Mental health services pursuant to section 36-189, subsection B.
- 2. Services for the seriously mentally ill pursuant to title 36, 34 chapter 5, article 10.
 - 3. Drug and alcohol services pursuant to section 36-141.
- 36 S. The department of health services may not require that persons 37 with whom it contracts follow this chapter for the purpose of subcontracts 38 entered into for the provision of domestic violence services pursuant to 39 title 36, chapter 30, article 1.
- T. The department of health services is exempt from this chapter for contracts for services of physicians at the Arizona state hospital and contracts to provide medically necessary physical health care to individuals under the care of the Arizona state hospital.
- 44 U. Contracts for goods and services approved by the board of 45 trustees of the public safety personnel retirement system are exempt from 46 this chapter.

- V. The Arizona department of agriculture is exempt from this 2 chapter with respect to contracts for private labor and equipment to 3 effect cotton or cotton stubble plow-up pursuant to rules adopted under 4 title 3, chapter 2, article 1.
- W. The Arizona state parks board is exempt from this chapter for 6 purchases of guest supplies and items for resale such as food, linens, 7 gift items, sundries, furniture, china, glassware and utensils for the 8 facilities located in the Tonto natural bridge state park.
- 9 X. The Arizona state parks board is exempt from this chapter for 10 the purchase, production, promotion, distribution and sale of 11 publications, souvenirs and sundry items obtained and produced for resale.
- Y. The Arizona state schools for the deaf and the blind are exempt from this chapter for the purchase of textbooks and when purchasing through a cooperative that is organized and operates in accordance with state law if such products are not available on a statewide contract and are related to the operation of the schools or are products for which special discounts are offered for educational institutions.
- In It is a second to the morale, welfare and recreational 20 fund established by section 26-153 are exempt from this chapter.
- AA. Notwithstanding section 41-2534, the director of the state 22 department of corrections may contract with local medical providers in 23 counties with a population of less than four hundred thousand persons for 24 the following purposes:
- 25 1. To acquire hospital and professional medical services for 26 inmates who are incarcerated in state department of corrections facilities 27 that are located in those counties.
- 28 2. To ensure the availability of emergency medical services to 29 inmates in all counties by contracting with the closest medical facility 30 that offers emergency treatment and stabilization.
- BB. The department of environmental quality is exempt from this chapter for contracting for procurements relating to the water quality assurance revolving fund program established pursuant to title 49, chapter 2, article 5. The department shall engage in a source selection process that is similar to the procedures prescribed by this chapter. The department may contract for remedial actions with a single selection process. The exclusive remedy for disputes or claims relating to contracting pursuant to this subsection is as prescribed by article 9 of this chapter and the rules adopted pursuant to that article. All other 40 procurement by the department shall be as prescribed by this chapter.
- 41 CC. The motor vehicle division of the department of transportation 42 is exempt from this chapter for third-party authorizations pursuant to 43 title 28, chapter 13, only if all of the following conditions exist:
- 1. The division does not pay any public monies to an authorized 45 third party.
 - 2. Exclusivity is not granted to an authorized third party.

- 3. The director has complied with the requirements prescribed in 2 title 28, chapter 13 in selecting an authorized third party.
- DD. This section does not exempt third-party authorizations 4 pursuant to title 28, chapter 13 from any other applicable law.
- EE. The state forester is exempt from this chapter for purchases 6 and contracts relating to wildland fire suppression and pre-positioning 7 equipment resources and for other activities related to combating wildland 8 fires and other unplanned risk activities, including fire, flood, 9 earthquake, wind and hazardous material responses. All other procurement 10 by the state forester shall be as prescribed by this chapter.
- 11 FF. The cotton research and protection council is exempt from this 12 chapter for procurements.
- GG. FF. The Arizona commerce authority is exempt from this chapter, except article 10 for the purpose of cooperative purchases. The authority shall adopt policies, procedures and practices, in consultation with the department of administration, that are similar to and based on the policies and procedures prescribed by this chapter for the purpose of increased public confidence, fair and equitable treatment of all persons engaged in the process and fostering broad competition while accomplishing flexibility to achieve the authority's statutory requirements. The authority shall make its policies, procedures and practices available to the public. The authority may exempt specific expenditures from the policies, procedures and practices.
- 24 HH. GG. The Arizona exposition and state fair board is exempt from 25 this chapter for contracts for professional entertainment.
- 26 II. HH. This chapter does not apply to purchases of water, gas or 27 electric utilities.
- 28 dd. II. This chapter does not apply to professional 29 certifications, professional memberships and conference registrations.
- 30 KK. JJ. The department of gaming is exempt from this chapter for 31 problem gambling treatment services contracts with licensed behavioral 32 health professionals.
- 33 LL. KK. This chapter does not apply to contracts for credit 34 reporting services.
- 35 MM. LL. This chapter does not apply to contracts entered into by 36 the department of child safety:
 - 1. With a provider of family foster care pursuant to section 8-503.
- 38 2. With an eligible entity as defined by Public Law 105-285, 39 section 673(1)(A)(i), as amended, for designated community services block 40 grant program monies and any other monies given to the eligible entity 41 that accomplishes the purpose of Public Law 105-285, section 672.
- 3. For services pursuant to title 36, chapter 29, article 1 and as 43 set forth in the approved medicaid state plan.
- 44 NN. MM. This chapter does not apply to contracts entered into by 45 the department of economic security with a financial institution to serve 46 as a program manager and depository under section 46-903.

- Sec. 37. Section 41-2706, Arizona Revised Statutes, is amended to 2 read:
 - 41-2706. Applicability of chapter
- A. This chapter applies to the solicitation of grants initiated 5 after August 6, 1999.
 - B. This chapter does not apply to:
- 7 1. Any grant program that was exempt from chapter 23, article 3 of 8 this title and for which administrative rules establishing grant 9 solicitation procedures were adopted pursuant to chapter 6 of this title 10 before August 6, 1999.
- 11 2. The Arizona board of regents and schools, colleges, institutions 12 and universities under its control if the Arizona board of regents adopts 13 rules or policies governing the award of grants that encourage as much 14 competition as practicable.
- 3. Grants made by the cotton research and protection council for research programs related to cotton production or protection.
- 4. 3. Grants made by the Arizona iceberg lettuce research council 18 for research programs under section 3-526.02, subsection C, paragraph 3 19 or 5.
- 5. Grants made by the Arizona citrus research council for research programs under section 3-468.02, subsection C, paragraph 3 or 5.
- 6. 4. Grants made by the Arizona grain research and promotion council for research projects and programs under section 3-584, subsection 24 C, paragraph 5.
 - 7. 5. Grants made under section 3-268, subsection C.
- 8. 6. Grants made by the Arizona commerce authority from the 27 Arizona competes fund pursuant to chapter 10, article 5 of this title. 28 With respect to other grants, the authority shall adopt policies, 29 procedures and practices, in consultation with the department of 30 administration, that are similar to and based on the policies and 31 procedures prescribed by this chapter for the purpose of increased public 32 confidence, fair and equitable treatment of all persons engaged in the 33 process and fostering broad competition while accomplishing flexibility to 34 achieve the authority's statutory requirements. The authority shall make 35 its policies, procedures and practices available to the public.
- 36 9. 7. Grants of less than five thousand dollars \$5,000 from the 37 veterans' donations fund if the department of veterans' services adopts 38 rules or policies governing these grants that encourage as much 39 competition as practicable.
- Sec. 38. Section 41-2752, Arizona Revised Statutes, is amended to 41 read:
- 42 41-2752. <u>State competition with private enterprise</u> 43 <u>prohibited: exceptions: definition</u>
- A. A state agency shall not engage in the manufacturing, 45 processing, sale, offering for sale, rental, leasing, delivery, 46 dispensing, distributing or advertising of goods or services to the public

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1 that are also offered by private enterprise unless specifically authorized 2 by law other than administrative law and executive orders.

- 3 B. A state agency shall not offer or provide goods or services to 4 the public for or through another state agency or a local agency, 5 including by intergovernmental or interagency agreement, in violation of 6 this section or section 41-2753.
- 7 C. The restrictions on activities that compete with private 8 enterprise contained in this section do not apply to:
- 9 1. The development, operation and management of state parks, 10 historical monuments and hiking or equestrian trails.
- 2. Correctional industries established and operated by the state department of corrections if the prices charged for products sold by the correctional industries are not less than the actual cost of producing and marketing the product plus a reasonable allowance for overhead and administrative costs.
 - The office of tourism.
- 17 4. The Arizona highways magazine, operated by the department of 18 transportation.
- 5. Printing and distributing information to the public if the agency is otherwise authorized to do so, and printing or copying public records or other material relating to the public agency's public business and recovering through fees and charges the costs of such printing, copying and distributing.
 - 6. The department of public safety.
- 7. The construction, maintenance and operation of state transportation facilities.
- 8. The development, distribution, maintenance, support, licensing, leasing or sale of computer software by the department of transportation.
- 9. Agreements executed by the Arizona health care cost containment 30 system administration with other states to design, develop, install and 31 operate information technology systems and related services or other 32 administrative services pursuant to section 36-2925.
- 10. Agreements executed by the department of economic security with 34 other states to design, develop, install and operate support collection 35 technology systems and related services. The department shall deposit, 36 pursuant to sections 35-146 and 35-147, monies received pursuant to this 37 paragraph in the public assistance collections fund established by section 38 46-295.
- 11. Educational, vocational, treatment, training or work programs 40 of the department of juvenile corrections and contracts between the 41 department of juvenile corrections and this state, a political subdivision 42 of this state or a private entity in order to provide employment or 43 vocational educational experience.
- 44 <u>12. The aflatoxin control technologies of the cotton research and</u> 45 protection council.
- 46 $\frac{13}{12}$. The lease or sublease of lands or buildings by the 47 department of economic security pursuant to section 41-1958.

1 14. 13. The Arizona commerce authority.

2 $\frac{15}{10}$ 14. The Arizona game and fish commission, but only for the 3 sale of goods or services and not firearms.

4 16. 15. The lease or sublease of lands or buildings by the 5 department of child safety pursuant to section 8-460.

6 17. 16. Agreements executed by the department of child safety with 7 other states to design, develop, install and operate support collection 8 technology systems and related services. The department shall deposit, 9 pursuant to sections 35-146 and 35-147, monies received pursuant to this 10 paragraph in the child safety collections fund established by section 11 8-461.

12 18. 17. The lease or sublease of state hospital lands or buildings 13 by the department of health services.

19. 18. The sale or lease of software, computer systems or intellectual property developed by the department of education or associated services provided for the sale or lease of software, computer systems or intellectual property by the department of education. The department shall deposit, pursuant to sections 35-146 and 35-147, sixty percent of the profit from the monies generated pursuant to this paragraph in the state general fund and the remaining forty percent in the department of education intellectual property fund established by section 22 15-231.04. The department of education may not transfer or expend monies or personnel resources for the purposes of marketing or soliciting goods or services authorized pursuant to this paragraph that were appropriated and authorized for other functions and programs of the department of education.

30 D. The restrictions on activities that compete with private 31 enterprise contained in subsection A of this section do not apply to 32 community colleges and universities under the jurisdiction of a governing 33 board.

E. For the purposes of this section, "profit" means any monies generated from the sale or lease of goods and services after accounting for the costs paid by this state, including appropriations from the state general fund.

Sec. 39. Repeal

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39 Sections 41-3026.03, $[\frac{41-3026.06}{41-3030.10}]$ 41-3030.25, 40 41-3032.07 and 43-619, Arizona Revised Statutes, are repealed.

41 <<Sec. 46. Section 44-6852, Arizona Revised Statutes, is amended to 42 read:

44-6852. Dishonored checks; service fee

Notwithstanding any other law and except as provided in section 45 32-507, the holder, payee or assignee of the holder or payee of a 46 dishonored check, draft, order or note may charge and collect from the 47 maker or drawer a service fee of not more than \$25 plus any actual charges

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1 assessed by the financial institution of the holder, payee or assignee of
2 the holder or payee as a result of the dishonored instrument.>>

3 Sec. 40. Section 48-1301, Arizona Revised Statutes, is amended to 4 read:

48-1301. <u>Definitions</u>

In this chapter, unless the context otherwise requires:

- 1. "Board" means the board of directors of a district.
- 8 2. "Council" means the cotton research and protection council 9 established by title 3, chapter 10.
 - 2. "DEPARTMENT" MEANS THE ARIZONA DEPARTMENT OF AGRICULTURE.
- 11 3. "District" means a cotton pest control district established 12 pursuant to this chapter.
- 13 4. "Pest" means any form of animal or plant life that is 14 detrimental to cotton production.
- 15 5. "Producer" means a person who farms and produces cotton in a 16 district or proposed district.
- 17 Sec. 41. Section 48-1302, Arizona Revised Statutes, is amended to 18 read:
- 19 48-1302. Petition to form a district
- Any group of cotton producers in a proposed cotton pest control 21 district may petition the cotton research and protection council 22 DEPARTMENT to establish a district under this chapter to prevent or 23 eradicate one or more cotton pests. Any district to be formed under this 24 chapter shall require the unanimous consent of the cotton producers to be 25 included in the district before formation of the district shall be 26 allowed.
- Sec. 42. Section 48-1303, Arizona Revised Statutes, is amended to 28 read:
 - 48-1303. Contents of petition
 - The petition to establish the district shall include:
- 1. The signature, name and address of each producer included in the 32 proposed district.
- 33 2. The producer's farm number established by the council 34 DEPARTMENT.
 - 3. The boundaries of the proposed district.
 - 4. A list of the proposed board of directors of the district.
- 37 Sec. 43. Section 48–1304, Arizona Revised Statutes, is amended to 38 read:
 - 48-1304. Notice of petition and hearing
- On receiving the petition, the council DEPARTMENT shall determine 41 whether the petition meets the requirements of section 48-1303. If the 42 petition meets those requirements, the council DEPARTMENT shall notify the 43 petitioners of the proposed district of a hearing on the proposed district 44 to be held at least thirty days after the petition was received.
- Sec. 44. Section 48–1305, Arizona Revised Statutes, is amended to 46 read:
- 47 48-1305. <u>Hearing: approval or denial</u>

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- 1 A. The council DEPARTMENT shall hold a hearing to receive comments 2 from the petitioners of the proposed district.
- B. The council DEPARTMENT shall announce its findings within thirty 4 days after the hearing and either approve or deny the formation of the 5 district.
 - C. If the council DEPARTMENT denies the formation of the district:
- 7 1. Within ten days the council DEPARTMENT shall state its reasons 8 for denial in writing.
- 9 2. Producers or owners who are qualified pursuant to section 10 48-1302 may submit a new petition to the council DEPARTMENT at any time.
- 11 Sec. 45. Section 48-1306, Arizona Revised Statutes, is amended to 12 read:

48-1306. Board of directors; officers

- A. A district shall be governed by a board of at least five but not 15 more than eleven directors. Only producers in the district are eligible 16 to serve as a director.
- B. Within ten days upon AFTER approval of the district by the 18 council DEPARTMENT, the board shall meet and elect a chairman CHAIRPERSON, 19 vice-chairman VICE CHAIRPERSON and secretary from among its members.
- Sec. 46. Section 48-1308, Arizona Revised Statutes, is amended to 21 read:

48-1308. Financial report and budget

- A. The board shall issue an annual financial report showing the 24 receipts and expenditures of all monies and the district's assets and 25 liabilities at the end of the fiscal year.
- B. The board shall prepare an annual budget of proposed revenues and expenditures at least sixty days before the beginning of the fiscal 28 year.
- 29 C. The board may choose to deposit district monies with the council 30 DEPARTMENT to be spent at the board's direction.
- 31 Sec. 47. Section 48-1309, Arizona Revised Statutes, is amended to 32 read:

48-1309. Assessments and fees

- A. Each year after adopting its budget, the board shall levy an 35 assessment based on either:
 - 1. The number of bales of cotton that are produced in the district.
 - 2. The number of acres of cotton that are farmed in the district.
- 38 3. Any other method in the district that may be appropriate to 39 raise sufficient monies to carry out the district's pest control program.
 - B. The board shall not levy an assessment on any other crop.
- 41 C. The board shall prescribe the schedule, procedure and forms for 42 use in paying, collecting and remitting the annual assessment. The board 43 may provide for collection and remission of the assessment in the manner 44 prescribed by the board.
- D. If the district contracts with the council DEPARTMENT for a pest control management program, the board shall charge a fee before producers 47 plant cotton in the district in an amount that will raise sufficient

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1 monies to carry out the contracted program. A producer shall pay the fee 2 in full before the planting date unless payment is guaranteed by the 3 producer's lender or other arrangements are made to the board's 4 satisfaction. If a producer fails to pay a fee or assessment before the 5 planting date, the council DEPARTMENT may abate the fields and assess the 6 costs of abatement to the producer. Before any abatement action, the 7 council DEPARTMENT shall notify the producer in writing and provide for a 8 hearing within ten days after the notice. The council DEPARTMENT shall 9 issue its decision in writing within five days after the hearing. An 10 abatement action may be appealed to the superior court.

11 Sec. 48. Section 48-1311, Arizona Revised Statutes, is amended to 12 read:

48-1311. <u>Enlarging district boundaries</u>

- A. At any time after the district has been formed, the district may 15 adjust its boundaries by a vote of the board and $\frac{\text{upon}}{\text{on}}$ ON approval of the 16 council pursuant to subsection B.
- B. To expand the district, all producers in the expansion area must 18 petition the council DEPARTMENT to be included in the district. Within 19 thirty days after receiving the petition, the council DEPARTMENT shall 20 notify all cotton producers in the district and the expansion area of the 21 receipt of the petition and of a hearing on the petition.
- 22 C. The council DEPARTMENT shall hold the hearing as provided by the 23 notice to receive oral and written comments favoring and opposing the 24 proposed expansion.
- D. The council DEPARTMENT shall announce its finding within thirty days after the hearing and either approve or deny the expansion.
 - E. If the council DEPARTMENT denies the expansion:
- 28 1. Within ten days the council DEPARTMENT shall state in writing 29 the reasons for denial.
- 30 2. The proponents of expansion may submit a new petition to the 31 council DEPARTMENT at any time.
- F. A decision by the council DEPARTMENT to approve the expansion is 33 final.
- 34 Sec. 49. Section 48-1312, Arizona Revised Statutes, is amended to 35 read:

48-1312. <u>Dissolution</u>

- 37 A. Districts may be dissolved by a majority vote of the board of 38 directors of the district.
- 39 B. If the district is dissolved, the council DEPARTMENT, within 40 sixty days after the action taken under subsection A, shall:
 - 1. Dispose of the district's assets, if any.
 - 2. Pay the district's outstanding obligations.
- 3. Distribute any remaining district monies to producers in 44 proportion to the last assessment paid by the producer.
- 45 Sec. 50. Short title
- This act may be cited as the "Abolition of Functionally Unnecessary 47 Excessive Regulators Act".

- 1 Enroll and engross to conform
- 2 Amend title to conform

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