



Bill Number: S.B. 1357

Dunn Floor Amendment

Reference to: Regulatory Affairs and  
Government Efficiency Committee Amendment

Amendment drafted by: Leg Council

## FLOOR AMENDMENT EXPLANATION

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1. Requires the Arizona Department of Housing (ADOH) to have all staff complete a conflict-of-interest disclosure form annually, review all forms to determine whether there are any substantial interest disclosures and maintain a special file of all substantial interest disclosures.
2. Specifies that ADOH must work within its authority to implement real time fraud detection and reporting measures integrated into the financial management system.
3. Specifies the ADOH annual reports must include specified outcome-based metrics for ADOH-funded projects and initiatives.
4. Requires the comprehensive performance measurement system that ADOH must establish to require a mechanism for data collection and review to assess the effectiveness of the housing programs administered by ADOH, rather than in Arizona.
5. Requires all complaints related to manufactured housing to be resolved within the U.S. Department of Housing and Urban Development guidelines in accordance with federal law, rather than within 120 days.
6. Requires ADOH, under the direction of the Director, to establish standards, as a condition of funding for programs receiving grants or other sources of funding from ADOH, concerning the prohibition of the sale, manufacture or possession of dangerous or narcotic drugs in facilities or programs funded by ADOH.
7. Requires the established standards to include clear signage on facilities denoting a drug-free zone and an expectation of cooperation with law enforcement regarding violations in accordance with the criminal code.
8. States that a grantee's refusal to comply with the established standards disqualifies the grantee from receiving any future funding from ADOH.

- 9. Specifies that Housing Trust Fund monies must be spent in the following order of priority:**
- a) constructing or renovating emergency shelter facilities so that there is a sufficient number of beds available to meet the need for emergency shelter and the number of emergency shelter beds must exceed the sum of the unsheltered homeless population and the homeless population in emergency shelter, as reflected in the latest point-in-time count, as well as the specific shelter needs of:**
    - i. households with children, including parenting youth who are in emergency shelter or who are unsheltered;**
    - ii. unaccompanied youth who are in emergency shelter or who are unsheltered; and**
    - iii. victims of domestic violence who are in emergency shelter or who are unsheltered.**
  - b) constructing or renovating transitional housing units so that there is a sufficient number of units available to meet the need for transitional housing taking into account the population likely to achieve independent, unsubsidized housing if served under the terms of transitional housing for a duration of 24 to 36 months, as determined by ADOH.; and**
  - c) constructing or renovating other types of shelter or housing as determined by ADOH to best serve the need of individuals who have been determined to be seriously mentally ill and to be chronically resistant to treatment.**
- 10. Requires the Auditor General to appear before the appropriate committee of reference and the Joint Legislative Audit Committee to present the 18-month follow-up of the sunset report for ADOH.**

DUNN FLOOR AMENDMENT  
SENATE AMENDMENTS TO S.B. 1357

(Reference to REGULATORY AFFAIRS AND GOVERNMENT EFFICIENCY Committee amendment)

Amendment instruction key:

[GREEN UPPERCASE UNDERLINING IN BRACKETS] indicates that the amendment is adding text to statute

or previously enacted session law.

[Green lowercase underlining in brackets] indicates that the amendment is adding text to new session law or is restoring previously stricken text to existing statute.

~~[GREEN UPPERCASE STRIKEOUT IN BRACKETS]~~ indicates that the amendment is removing new text from statute or previously enacted session law.

~~[Green lowercase strikeout in brackets]~~ indicates that the amendment is removing text from existing statute, previously enacted session law or new session law.

<<Double green carets enclosing an entire section>> indicates that the amendment is adding the section to the bill.

~~<<Green strikeout with double green carets enclosing an entire section>>~~ indicates that the amendment is removing the section to the bill.

{{[ORANGE UPPERCASE UNDERLINING IN DOUBLE CURLY BRACKETS]}} indicates that the amendment to an amendment is adding text to statute or previously enacted session law.

{{[Orange lowercase underlining in double curly brackets]}} indicates that the amendment to an amendment is adding text to new session law or is restoring previously stricken text to existing statute.

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≤≤Double orange underlined carets enclosing an entire section≥≥ indicate that the amendment to an amendment is adding the section to the bill.

~~≤≤Orange strikeout with double orange underlined carets enclosing an entire section≥≥~~ indicates that the amendment to an amendment is removing the section from the bill.

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

2 Section 1. Repeal

3 Section 41-3025.06, Arizona Revised Statutes, is repealed.

4 Sec. 2. Title 41, chapter 27, article 2, Arizona Revised Statutes,  
5 is amended by adding section 41-3029.15, to read:

6 41-3029.15. Arizona department of housing; termination

7 July 1, 2029

8 A. THE ARIZONA DEPARTMENT OF HOUSING TERMINATES ON JULY 1, 2029.

9 B. TITLE 41, CHAPTER 37 AND THIS SECTION ARE REPEALED ON JANUARY 1,  
10 2030.

11 <<Sec. 3. Section 41-3953, Arizona Revised Statutes, is amended to  
12 read:

13 41-3953. Department powers and duties; definition

14 A. The department is responsible for establishing policies,  
15 procedures and programs that the department is authorized to conduct to  
16 address the affordable housing issues confronting this state, including  
17 housing issues of ~~[low income]~~ [LOW-INCOME] families, ~~[moderate income]~~

1 [MODERATE-INCOME] families, housing affordability, special needs  
2 populations and decaying housing stock. Among other things, the  
3 department shall provide to qualified housing participants and political  
4 subdivisions of this state financial, advisory, consultative, planning,  
5 training and educational assistance for the development of safe, decent  
6 and affordable housing, including housing for low and moderate income  
7 households. The department is responsible for maintaining and enforcing  
8 standards of quality and safety for manufactured homes, mobile homes and  
9 factory-built buildings.

10 B. Under the direction of the director, the department shall:

11 1. Establish guidelines applicable to the programs and activities  
12 of the department for the construction and financing of affordable housing  
13 and housing for low and moderate income households in this state. These  
14 guidelines shall meet or exceed all applicable state or local building and  
15 health and safety code requirements and, if applicable, the national  
16 manufactured home construction and safety standards act of 1974 and title  
17 VI of the housing and community development act of 1974 (P.L. ~~[93-383]~~  
18 [96-399], as amended by P.L. 95-128, 96-153 and 96-339). Guidelines  
19 established pursuant to this paragraph do not apply to the department's  
20 activities prescribed in section 35-726, subsection E.

21 2. Accept and allocate any monies as from time to time may be  
22 appropriated by the legislature for the purposes set forth in this  
23 article.

24 3. Perform other duties necessary to administer this chapter.

25 4. Perform the duties prescribed in sections 35-726 and 35-728.

26 5. Stimulate and encourage all local, state, regional and federal  
27 governmental agencies and all private persons and enterprises that have  
28 similar and related objectives and purposes, cooperate with the agencies,  
29 persons and enterprises and correlate department plans, programs and  
30 operations with those of the agencies, persons and enterprises.

31 6. Conduct research on its own initiative or at the request of the  
32 governor, the legislature or state or local agencies pertaining to any  
33 department objectives.

34 7. Provide information and advice on request of any local, state or  
35 federal agencies, private persons and business enterprises on matters  
36 within the scope of department activities.

37 8. Consult with and make recommendations to the governor and the  
38 legislature on all matters concerning department objectives.

39 9. Make annual reports to the governor and the legislature on its  
40 activities, including the geographic location of its activities, its  
41 finances and the scope of its operations. [THE ANNUAL REPORTS SUBMITTED  
42 PURSUANT TO THIS PARAGRAPH SHALL ALSO INCLUDE ALL OF THE FOLLOWING  
43 OUTCOME-BASED METRICS {{FOR DEPARTMENT-FUNDED PROJECTS AND INITIATIVES}}:

44 (a) THE NUMBER OF AFFORDABLE HOUSING UNITS DEVELOPED IN THIS STATE.

45 (b) ANY CHANGES IN HOMELESSNESS RATES IN THIS STATE DUE TO  
46 PERMANENT SUPPORTIVE HOUSING INITIATIVES.

47 (c) ANY IMPROVEMENTS IN HOUSING ACCESSIBILITY FOR UNDERSERVED AND  
48 RURAL POPULATIONS IN THIS STATE.]

1       10. Maintain and enforce standards of quality and safety for  
2 manufactured homes, mobile homes and factory-built buildings and enforce  
3 rules adopted by the board pursuant to section 41-4010.

4       {{11. AS A CONDITION OF FUNDING FOR PROGRAMS THAT RECEIVE GRANTS OR  
5 OTHER SOURCES OF FUNDING FROM THE DEPARTMENT, ESTABLISH STANDARDS  
6 CONCERNING THE PROHIBITION OF THE SALE, MANUFACTURE OR POSSESSION OF  
7 DANGEROUS DRUGS AND NARCOTIC DRUGS AS DEFINED IN SECTION 13-3401 IN  
8 FACILITIES OR PROGRAMS FUNDED BY THE DEPARTMENT. THE STANDARDS  
9 ESTABLISHED PURSUANT TO THIS PARAGRAPH SHALL INCLUDE CLEAR SIGNAGE ON  
10 FACILITIES DENOTING A DRUG-FREE ZONE AND AN EXPECTATION OF COOPERATION  
11 WITH LAW ENFORCEMENT REGARDING ANY VIOLATIONS PURSUANT TO SECTION 13-3408,  
12 SUBSECTION A, PARAGRAPH 7. A GRANTEE'S REFUSAL TO COMPLY WITH THESE  
13 STANDARDS DISQUALIFIES THE GRANTEE FROM RECEIVING ANY FUTURE FUNDING FROM  
14 THE DEPARTMENT.}}

15       C. Under the direction of the director, the department may:

16       1. Assist in securing construction and mortgage financing from  
17 public and private sector sources.

18       2. Assist mortgage financing programs established by industrial  
19 development authorities and political subdivisions of this state.

20       3. Assist in the acquisition and use of federal housing assistance  
21 programs pertinent to enhance the economic feasibility of a proposed  
22 residential development.

23       4. Assist in the compliance of a proposed residential development  
24 with applicable federal, state and local codes and ordinances.

25       5. Prepare and publish planning and development guidelines for the  
26 establishment and delivery of housing assistance programs.

27       6. Contract with a federal agency to carry out financial work on  
28 the federal agency's behalf and accept payment for the work.

29       7. Subcontract for the financial work prescribed in paragraph 6 of  
30 this subsection and make payments for that subcontracted work based on the  
31 expectation that the federal agency will pay for that work.

32       8. Accept payment from a federal agency for work prescribed in  
33 paragraph 6 of this subsection and deposit those payments in the Arizona  
34 department of housing program fund established by section 41-3957.

35       9. Contract for the services of outside advisers, consultants and  
36 aides reasonably necessary or desirable to enable the department to  
37 adequately perform its duties.

38       10. Contract for and incur obligations reasonably necessary or  
39 desirable within the general scope of department activities and operations  
40 to enable the department to adequately perform its duties.

41       11. Use any media of communication, publication and exhibition in  
42 the dissemination of information, advertising and publicity in any field  
43 of its purposes, objectives or duties.

44       12. Adopt rules deemed necessary or desirable to govern its  
45 procedures and business.

46       13. Contract with other agencies in furtherance of any department  
47 program.

1       14. Use monies, facilities or services to provide contributions  
2 under federal or other programs that further the objectives and programs  
3 of the department.

4       15. Accept gifts, grants, matching monies or direct payments from  
5 public or private agencies or private persons and enterprises for the  
6 conduct of programs that are consistent with the general purposes and  
7 objectives of this article and deposit these monies in the Arizona  
8 department of housing program fund established by section 41-3957.

9       16. Establish and collect fees and receive reimbursement of costs  
10 in connection with any programs or duties performed by the department and  
11 deposit the fees and cost reimbursements in the Arizona department of  
12 housing program fund established by section 41-3957.

13       17. Provide staff support to the board of manufactured housing.

14       D. For the purposes of this section, the department is exempt from  
15 chapter 23 of this title.

16       E. The department is the designated state public housing agency as  
17 defined in the United States housing act of 1937 (42 United States Code  
18 sections 1401 through 1440) for the purpose of accepting federal housing  
19 assistance monies and may participate in the housing assistance payments  
20 program. Federal monies may be secured for all areas of this state  
21 subject only to the limitations prescribed in subsection F of this  
22 section.

23       F. For areas of this state where an existing public housing  
24 authority has not been established pursuant to section 36-1404, subsection  
25 A, the department acting as a public housing agency may undertake all  
26 activities under the section 8 tenant-based rental housing assistance  
27 payment program, except that the department shall not undertake a section  
28 8 tenant-based rental housing assistance payment program within the  
29 boundaries of a city, town or county unless authorized by resolution of  
30 the governing body of the city, town or county. If the department accepts  
31 monies for a section 8 tenant-based rental housing assistance payment  
32 program for areas of this state where an existing public housing authority  
33 has been established pursuant to section 36-1404, subsection A, the  
34 department shall only accept and secure federal monies to provide housing  
35 for the seriously mentally ill or other populations with  
36 disabilities. The department may accept and secure federal monies for  
37 undertaking all contract administrator activities authorized under a  
38 section 8 project-based rental housing assistance payment program in all  
39 areas of this state and this participation does not require the  
40 authorization of any local governing body.

41       G. The department shall not itself directly own, construct, operate  
42 or rehabilitate any housing units, except as may be necessary to protect  
43 the department's collateral or security interest arising out of any  
44 department programs.

45       H. Notwithstanding any other provision of this section, the  
46 department may obligate monies as loans or grants applicable to programs  
47 and activities of the department for the purpose of providing housing  
48 opportunities for low or moderate income households or for housing  
49 affordability or to prevent or combat decaying housing stock. Unless

1 otherwise required by federal or state law, any loan repayments shall be  
2 deposited in the Arizona department of housing program fund established by  
3 section 41-3957.

4 I. For any construction project financed by the department pursuant  
5 to subsection C of this section, except for contract administration  
6 activities in connection with the project-based section 8 program, the  
7 department shall notify a city, town, county or tribal government that a  
8 project is planned for its jurisdiction and, before proceeding, shall seek  
9 comment from the governing body of the city, town, county or tribal  
10 government or an official authorized by the governing body of the city,  
11 town, county or tribal government. The department shall not interfere  
12 with or attempt to override the local jurisdiction's planning, zoning or  
13 land use regulations.

14 J. The department has the administrative responsibility through its  
15 hearing officer function concerning alleged violations of the Arizona  
16 mobile home parks residential landlord and tenant act under title 33,  
17 chapter 11.

18 K. The [ARIZONA] department [OF HOUSING] shall act consistently  
19 with the minimum standards of the United States department of housing and  
20 urban development so as to be designated the ~~[""]~~state inspector~~[""]~~ for  
21 manufactured homes and related industries. The [ARIZONA] department [OF  
22 HOUSING] shall implement all existing laws and regulations established by  
23 the federal government, its agencies and this state for that purpose.

24 [L. FOR THE PURPOSES OF THIS SECTION, "PERMANENT SUPPORTIVE  
25 HOUSING" MEANS LONG-TERM HOUSING ASSISTANCE PAIRED WITH SUPPORTIVE  
26 SERVICES AIMED AT INDIVIDUALS EXPERIENCING HOMELESSNESS OR INDIVIDUALS  
27 WITH SPECIAL NEEDS.]]>>

28 <<Sec. 4. Section 41-3955, Arizona Revised Statutes, is amended to  
29 read:

30 41-3955. Housing trust fund; purpose; annual report

31 A. The housing trust fund is established, and the director shall  
32 administer the fund. The fund consists of monies from unclaimed property  
33 deposited in the fund pursuant to section 44-313, monies transferred  
34 pursuant to section 35-751 and investment earnings.

35 B. On notice from the department, the state treasurer shall invest  
36 and divest monies in the fund as provided by section 35-313, and monies  
37 earned from investment shall be credited to the fund.

38 C. Except as provided in subsection D of this section, fund monies  
39 shall be spent on approval of the department for developing projects and  
40 programs connected with providing housing opportunities for low and  
41 moderate income households and for housing affordability programs.  
42 ~~[Pursuant to section 44-313, subsection A,]~~ A portion of fund monies shall  
43 be used exclusively for housing in rural areas.

44 D. Fund monies may be spent on constructing or renovating  
45 facilities and on housing assistance, including support services~~{{, for~~  
46 ~~persons who have been determined to be seriously mentally ill and to be~~  
47 ~~chronically resistant to treatment}}~~. {{FUND MONIES SHALL BE SPENT IN THE  
48 FOLLOWING ORDER OF PRIORITY:

1       1. CONSTRUCTING OR RENOVATING EMERGENCY SHELTER FACILITIES SO THAT  
2 THERE IS A SUFFICIENT NUMBER OF BEDS AVAILABLE TO MEET THE NEED FOR  
3 EMERGENCY SHELTER. THE NUMBER OF EMERGENCY SHELTER BEDS MUST EXCEED THE  
4 SUM OF THE UNSHELTERED HOMELESS POPULATION AND THE HOMELESS POPULATION IN  
5 EMERGENCY SHELTER, AS REFLECTED IN THE LATEST POINT-IN-TIME COUNT, AS WELL  
6 AS THE SPECIFIC SHELTER NEEDS OF ALL OF THE FOLLOWING:

7       (a) HOUSEHOLDS WITH CHILDREN, INCLUDING PARENTING YOUTH WHO ARE IN  
8 EMERGENCY SHELTER OR WHO ARE UNSHELTERED.

9       (b) UNACCOMPANIED YOUTH WHO ARE IN EMERGENCY SHELTER OR WHO ARE  
10 UNSHELTERED.

11       (c) VICTIMS OF DOMESTIC VIOLENCE WHO ARE IN EMERGENCY SHELTER OR  
12 WHO ARE UNSHELTERED.

13       2. CONSTRUCTING OR RENOVATING TRANSITIONAL HOUSING UNITS SO THAT  
14 THERE IS A SUFFICIENT NUMBER OF UNITS AVAILABLE TO MEET THE NEED FOR  
15 TRANSITIONAL HOUSING, TAKING INTO ACCOUNT THE POPULATION LIKELY TO ACHIEVE  
16 INDEPENDENT, UNSUBSIDIZED HOUSING IF SERVED UNDER THE TERMS OF  
17 TRANSITIONAL HOUSING FOR A DURATION OF TWENTY-FOUR TO THIRTY-SIX MONTHS,  
18 AS DETERMINED BY THE DEPARTMENT.

19       3. CONSTRUCTING OR RENOVATING OTHER TYPES OF SHELTER OR HOUSING AS  
20 DETERMINED BY THE DEPARTMENT TO BEST SERVE THE NEEDS OF INDIVIDUALS WHO  
21 HAVE BEEN DETERMINED TO BE SERIOUSLY MENTALLY ILL AND CHRONICALLY  
22 RESISTANT TO TREATMENT.}}

23       E. For the purposes of subsection C of this section, in approving  
24 the expenditure of monies, the director shall give priority to funding  
25 projects that provide for operating, constructing or renovating facilities  
26 for housing for low-income families and that provide housing and shelter  
27 to families that have children.

28       [F. ALL PROGRAMS ESTABLISHED BY THE DEPARTMENT AND FUNDED BY THE  
29 HOUSING TRUST FUND PURSUANT TO THIS SECTION SHALL REQUIRE PRIOR REVIEW BY  
30 THE JOINT LEGISLATIVE BUDGET COMMITTEE.]

31       [F.] [G.] The director shall report annually to the legislature on  
32 the status of the housing trust fund. The report shall include a summary  
33 of facilities for which funding was provided during the preceding fiscal  
34 year and shall show the cost and geographic location of each facility and  
35 the number of individuals benefiting from the operation, construction or  
36 renovation of the facility. The report shall also include the number of  
37 individuals who benefit from housing assistance pursuant to subsection D  
38 of this section. The report shall be submitted to the president of the  
39 senate and the speaker of the house of representatives, and a copy  
40 provided to the secretary of state, not later than September 1 of each  
41 year.

42       [G.] [H.] Monies in the housing trust fund are exempt from the  
43 provisions of section 35-190 relating to lapsing of appropriations.

44       [H.] [I.] An amount not to exceed ten percent of the housing trust  
45 fund monies may be appropriated annually by the legislature to the  
46 department for administrative costs in providing services relating to the  
47 housing trust fund.

48       [I.] [J.] For any construction project financed by the department  
49 pursuant to this section, the department shall notify a city, town, county



1 or tribal government that a project is planned for its jurisdiction and,  
2 before proceeding, shall seek comment from the governing body of the city,  
3 town, county or tribal government or an official authorized by the  
4 governing body of the city, town, county or tribal government. The  
5 department shall not interfere with or attempt to override the local  
6 jurisdiction's planning, zoning or land use regulations.>>

7 <<Sec. 5. Title 41, chapter 37, article 2, Arizona Revised  
8 Statutes, is amended by adding section 41-3958, to read:

9 41-3958. Comprehensive performance measurement system;  
10 tracking system; wire transfer protocols;  
11 reporting requirements; definitions

12 [A. THE DEPARTMENT SHALL:

13 1. ESTABLISH AND IMPLEMENT A COMPREHENSIVE PERFORMANCE MEASUREMENT  
14 SYSTEM WITHIN TWELVE MONTHS AFTER THE EFFECTIVE DATE OF THIS SECTION. THE  
15 {{COMPREHENSIVE PERFORMANCE MEASUREMENT}} SYSTEM SHALL REQUIRE ALL OF THE  
16 FOLLOWING:

17 (a) ANNUAL GOALS WITH MEASURABLE BENCHMARKS FOR EACH HOUSING  
18 PROGRAM IN THIS STATE.

19 (b) MECHANISMS FOR DATA COLLECTION AND REVIEW TO ASSESS THE  
20 EFFECTIVENESS OF THE HOUSING PROGRAMS {{IN THIS STATE}} {{ADMINISTERED BY  
21 THE DEPARTMENT}}.

22 (c) QUARTERLY REPORTING TO THE PRESIDENT OF THE SENATE AND THE  
23 SPEAKER OF THE HOUSE OF REPRESENTATIVES REGARDING PROGRAM PERFORMANCE  
24 OUTCOMES, SUGGESTED IMPROVEMENTS FOR AFFORDABLE HOUSING, REDUCTIONS IN  
25 HOMELESSNESS AND OTHER KEY METRICS.

26 2. CONDUCT A BIENNIAL EVALUATION OF ALL HOUSING PROGRAMS IN THIS  
27 STATE TO ASSESS PROGRAM ALIGNMENT WITH STATE HOUSING GOALS AND ENSURE  
28 COMPLIANCE WITH ALL STATUTORY REQUIREMENTS.

29 3. ESTABLISH SECURE WIRE TRANSFER PROTOCOLS TO MITIGATE FRAUD  
30 RISKS, INCLUDING ALL OF THE FOLLOWING:

31 (a) DUAL AUTHORIZATION FOR ALL WIRE TRANSFERS EXCEEDING \$10,000.

32 (b) {{WORKING WITHIN THE DEPARTMENT'S AUTHORITY TO IMPLEMENT}}  
33 REAL-TIME FRAUD DETECTION AND REPORTING MEASURES INTEGRATED INTO THE  
34 FINANCIAL MANAGEMENT SYSTEM.

35 (c) MANDATORY RECONCILIATION AND AUDITING OF ALL WIRE TRANSFERS  
36 ON A MONTHLY BASIS.

37 4. CONDUCT BIENNIAL REVIEWS OF REGULATORY FEES ASSOCIATED WITH  
38 MANUFACTURED HOUSING IN THIS STATE TO ENSURE ALIGNMENT WITH REGULATORY  
39 COSTS. ANY PROPOSED FEE CHANGES SHALL BE SUBMITTED TO THE BOARD OF  
40 MANUFACTURED HOUSING ESTABLISHED BY SECTION 41-4009 FOR APPROVAL AND ARE  
41 SUBJECT TO A THIRTY-DAY PUBLIC COMMENT PERIOD. ALL COMPLAINTS RELATED TO  
42 MANUFACTURED HOUSING MUST BE RESOLVED WITHIN {{ONE HUNDRED TWENTY DAYS}}  
43 {{THE UNITED STATES DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT GUIDELINES  
44 PURSUANT TO 24 CODE OF FEDERAL REGULATIONS PART 3288}}.

45 5. ESTABLISH A TRACKING SYSTEM THAT MONITORS COMPLAINT RESOLUTION  
46 TIMELINES. THE DEPARTMENT SHALL PROVIDE QUARTERLY REPORTS REGARDING ANY  
47 UNRESOLVED COMPLAINTS TO THE BOARD OF MANUFACTURED HOUSING, THE PRESIDENT  
48 OF THE SENATE AND THE SPEAKER OF THE HOUSE OF REPRESENTATIVES.

1       ~~{{6. REQUIRE ALL STAFF TO COMPLETE A CONFLICT OF INTEREST~~  
2 ~~DISCLOSURE FORM ANNUALLY, REVIEW ALL FORMS TO DETERMINE WHETHER THERE ARE~~  
3 ~~ANY SUBSTANTIAL INTEREST DISCLOSURES AND MAINTAIN A SPECIAL FILE OF ALL~~  
4 ~~SUBSTANTIAL INTEREST DISCLOSURES.}}~~  
5       ~~B. {{THE DEPARTMENT SHALL REPORT}} ANY INSTANCE OF FRAUDULENT~~  
6 ~~ACTIVITY INVOLVING STATE MONIES {{SHALL BE REPORTED}} TO THE GOVERNOR, THE~~  
7 ~~JOINT LEGISLATIVE BUDGET COMMITTEE AND THE AUDITOR GENERAL WITHIN TEN~~  
8 ~~BUSINESS DAYS. {{THE DEPARTMENT SHALL INITIATE}} RESTITUTION EFFORTS~~  
9 ~~{{SHALL BE INITIATED}} WITHIN THIRTY DAYS AFTER IDENTIFYING THE FRAUDULENT~~  
10 ~~ACTIVITY.~~  
11       ~~C. FOR THE PURPOSES OF THIS SECTION:~~  
12       ~~1. "COMPREHENSIVE PERFORMANCE MEASUREMENT SYSTEM" MEANS A~~  
13 ~~SYSTEMATIC PROCESS FOR TRACKING, EVALUATING AND REPORTING ON PROGRAM~~  
14 ~~OUTCOMES, INCLUDING ESTABLISHING GOALS, PERFORMANCE BENCHMARKS AND~~  
15 ~~MEASURABLE OUTCOMES.~~  
16       ~~2. "WIRE TRANSFER PROTOCOLS" MEANS SECURE PROCESSES AND STANDARDS~~  
17 ~~TO PREVENT UNAUTHORIZED FINANCIAL TRANSFERS.]]>>~~  
18       ~~<<Sec. 6. Quarterly reporting; delayed repeal~~  
19       ~~[A. The Arizona department of housing shall provide quarterly~~  
20 ~~reports to the president of the senate and the speaker of the house of~~  
21 ~~representatives regarding the use of monies from the housing trust fund~~  
22 ~~pursuant to section 41-3955, Arizona Revised Statutes, as amended by this~~  
23 ~~act, that {{includes}} {{include}} all of the following:~~  
24       ~~1. Details on all financial transactions in the housing trust fund.~~  
25       ~~2. Detailed information on recipients of monies from the housing~~  
26 ~~trust fund and any projected and realized results and analyses of the~~  
27 ~~performance of the housing trust fund in comparison to the goals of the~~  
28 ~~housing trust fund.~~  
29       ~~B. The Arizona department of housing shall also conduct a review of~~  
30 ~~approved and paid payment requests since July 1, 2021 to identify any~~  
31 ~~improper payments made to grantees and how to recover those monies. The~~  
32 ~~status of the review and recovery activities shall be outlined in the~~  
33 ~~quarterly reports pursuant to subsection A of this section.~~  
34       ~~C. This section is repealed from and after December 31, 2026.]]>>~~  
35       ~~<<Sec. 7. Auditor general; presentation; follow-up~~  
36       ~~{{The auditor general shall appear before the appropriate committee~~  
37 ~~of reference and the joint legislative audit committee to present the~~  
38 ~~eighteen-month follow-up of the sunset report for the Arizona department~~  
39 ~~of housing.}}>>~~  
40       ~~Sec. 8. Purpose~~  
41       ~~Pursuant to section 41-2955, subsection B, Arizona Revised Statutes,~~  
42 ~~the legislature continues the Arizona department of housing to address the~~  
43 ~~affordable housing issues confronting this state, including housing issues~~  
44 ~~of low and moderate income families, housing affordability, housing for~~  
45 ~~special needs populations and decaying housing stock, to maintain~~  
46 ~~standards of quality and safety for manufactured homes, factory-built~~  
47 ~~buildings, mobile homes and accessory structures and to adjudicate~~  
48 ~~complaints regarding and ensure compliance with the Arizona mobile home~~  
49 ~~parks residential landlord and tenant act.~~

Senate Amendments to S.B. 1357

1           Sec. 9. Retroactivity  
2           Sections 1 and 2 of this act apply retroactively to from and after  
3 July 1, 2025.

4 Enroll and engross to conform  
5 Amend title to conform

TIMOTHY "TIM" DUNN

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C: AH