

REFERENCE TITLE: municipalities; budgets; amendments

State of Arizona  
Senate  
Fifty-seventh Legislature  
Second Regular Session  
2026

# **SB 1163**

Introduced by  
Senators Angius: Kuby, Werner

AN ACT

AMENDING SECTION 42-17105, ARIZONA REVISED STATUTES; RELATING TO LOCAL  
GOVERNMENT BUDGETING PROCESS.

(TEXT OF BILL BEGINS ON NEXT PAGE)

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

2 Section 1. Section 42-17105, Arizona Revised Statutes, is amended  
3 to read:

4 42-17105. Adoption of budget; amendments to city and town  
5 budgets

6 A. After the hearing on estimates under section 42-17104 is  
7 concluded, the governing body shall convene in a special meeting and  
8 finally determine and adopt estimates of proposed expenditures for the  
9 purposes stated in the published proposal.

10 B. The adopted estimates constitute the budget of the county, city  
11 or town for the current fiscal year.

12 C. The total amounts that are proposed to be spent in the budget  
13 shall not exceed the total of amounts that were proposed for expenditure  
14 in the published estimates.

15 D. A CITY OR TOWN MAY AMEND THE CITY'S OR TOWN'S ADOPTED BUDGET  
16 DURING THE FISCAL YEAR TO SPEND ADDITIONAL REVENUES THAT WERE NOT INCLUDED  
17 IN THE ADOPTED BUDGET BY FOLLOWING THE BUDGET REQUIREMENTS PRESCRIBED IN  
18 THIS ARTICLE, SUBJECT TO THE FOLLOWING:

19 1. NOTWITHSTANDING SECTION 42-17101, BUDGET AMENDMENTS DO NOT HAVE  
20 TO BE ADOPTED ON OR BEFORE THE THIRD MONDAY IN JULY EACH YEAR.

21 2. A NEW OR INCREASED TAX OR FEE SHALL NOT BE ADOPTED IN THE BUDGET  
22 AMENDMENT.

23 3. THE AMENDED ESTIMATES ADOPTED BY A BUDGET AMENDMENT CONSTITUTE  
24 THE AMENDED BUDGET OF THE CITY OR TOWN FOR THE CURRENT FISCAL YEAR.

25 4. THE TOTAL AMOUNTS THAT ARE PROPOSED TO BE SPENT IN THE AMENDED  
26 BUDGET OF THE CITY OR TOWN SHALL NOT EXCEED THE TOTAL OF AMOUNTS THAT WERE  
27 PROPOSED FOR EXPENDITURE IN THE PUBLISHED AMENDED ESTIMATES.