



STATE OF ARIZONA

Joint Committee on Capital Review

STATE
SENATE

DAVID C. FARNSWORTH
VICE-CHAIRMAN
LELA ALSTON
MARK FINCHEM
JOHN KAVANAGH
LAUREN KUBY
PRIYA SUNDARESHAN
CARINE WERNER

1716 WEST ADAMS
PHOENIX, ARIZONA 85007

(602) 926-5491

azjlc.gov

HOUSE OF
REPRESENTATIVES

DAVID LIVINGSTON
CHAIRMAN
MICHAEL CARBONE
OSCAR DE LOS SANTOS
MATT GRESS
STEPHANIE STAHL HAMILTON
STACEY TRAVERS
MICHAEL WAY

MINUTES OF THE MEETING

JOINT COMMITTEE ON CAPITAL REVIEW

November 10, 2025

The Chairman called the meeting to order at 1:05 p.m., Monday, November 10, 2025 in Senate Hearing Room 109. The following were present:

Members:	Senator Farnsworth, Chairman Senator Angius (Temporary member in place of Senator Finchem) Senator Kavanagh Senator Kuby Senator Sundareshan Senator Werner	Representative Livingston, Vice-Chairman Representative Blattman (Temporary member in place of Representative Stahl Hamilton) Representative Gress Representative Travers Representative Way
Absent:	Senator Alston	Representative Carbone Representative De Los Santos Representative Stahl Hamilton
Excused:	Senator Finchem	

APPROVAL OF MINUTES

Representative Livingston moved that the Committee approve the minutes of April 23, 2025. The motion carried by voice vote.

REGULAR AGENDA

The following items were considered without further discussion:

1. ARIZONA DEPARTMENT OF ADMINISTRATION (ADOA) - Review of FY 2026 Building Renewal Allocation.

A.R.S. § 41-1252 requires Committee review of expenditure plans for monies appropriated for building renewal. ADOA requested review of the \$21,913,500 appropriated from the FY 2026 Capital Outlay Bill for their building renewal allocation plan. The JLBC Staff provided options.

Representative Livingston moved that the Committee give a favorable review to ADOA's FY 2026 building renewal allocation plan. The motion passed with a roll call vote of 7-4-0-3. (Attachment 1)

2. ARIZONA DEPARTMENT OF CORRECTIONS (ADC) - Review of FY 2026 Building Renewal and Yuma Fire Alarm Projects.

A.R.S. § 41-1252 requires Committee review of expenditure plans for monies appropriated for building renewal and capital projects. ADC requested Committee review of its FY 2026 allocation plan for \$5,864,300.

A.R.S. § 41-1252 also requires Committee review of capital projects with estimated costs exceeding \$250,000. ADC requested Committee review of the \$8,500,000 appropriated from the FY 2026 Capital Outlay Bill for its expenditure plan to upgrade the fire system at the Yuma prison. *The Committee did not review the \$8,500,000 to upgrade the fire system at the Yuma prison.* The JLBC Staff provided options.

Mr. Scott Mendel, Assistant Director of Facilities Management, ADC, responded to member questions.

Mr. Richard Evitch, Assistant Director of Financial Services, ADC, responded to member questions.

Representative Livingston moved that the Committee give a favorable review of \$1,225,000 of ADC's FY 2026 building renewal expenditure plan as follows:

- \$700,000 to convert kitchen to medical space
- \$400,000 to install a dialysis structure
- \$125,000 for security upgrades

Senator Sundareshan made a substitute motion for a favorable review of ADC's request items as submitted to the Committee. The substitute motion failed by a voice vote.

The original motion passed with a roll call vote of 8-3-0-3. (Attachment 2)

3. DEPARTMENT OF HEALTH SERVICES (DHS) -Review of Arizona State Hospital (ASH) Projects.

A.R.S. § 41-1252 requires Committee review of expenditure plans for all monies appropriated for capital projects. DHS requested review of \$958,700 for 2 capital projects appropriated from the FY 2024 and FY 2026 Capital Outlay Bills.

The FY 2024 Capital Outlay Bill appropriated \$209,000 from the Arizona State Hospital (ASH) Fund for ASH water pump replacements, and the FY 2026 Capital Outlay Bill appropriated \$695,000 from the ASH Land Earnings Fund for anti-ligature renovations at the state hospital. The JLBC Staff provided options.

Representative Livingston moved that the Committee give a favorable review of DHS's capital improvement projects. The motion passed with a roll call vote of 11-0-0-3. (Attachment 3)

4. DEPARTMENT OF JUVENILE CORRECTIONS (DJC) -Review of Adobe Mountain School Capital Projects.

A.R.S. § 41-1252 requires Committee review of the expenditure of monies appropriated for land acquisition, capital projects and building renewal. The DJC requested Committee review of its plan to spend \$1,480,600 from the Criminal Justice Enhancement Fund (CJEF) and the DJC Local Cost Sharing Fund to complete 3 capital projects at the Adobe Mountain School facility. The projects are as follows:

- a. \$641,000 to replace the make-up air unit in the kitchen
- b. \$536,600 to replace the Fire Line Booster Pumps within the water distribution system
- c. \$303,000 to replace the doors and locking systems in one of the West Housing Units

The JLBC Staff provided options.

Mr. Art Smith, Business and Finance Administrator, DJC, responded to member questions.

Representative Livingston moved that the Committee hold DJC's request for review of Adobe Mountain School Capital Projects. The motion passed by a voice vote.

The Committee requested additional details from the department regarding their plans if the Adobe Mountain School facility lease is not extended beyond FY 2027.

5. ARIZONA STATE PARKS BOARD (ASPB) - Review of Buckskin Mountain Boat Ramp Replacement.

A.R.S. § 41-1252 requires Committee review of expenditure plans for monies appropriated for building renewal and capital projects. The ASPB requested Committee review of \$1,614,900 from the non-appropriated State Lake Improvement Fund (SLIF) and federal Land and Water Conservation Fund (LWCF) to replace a boat ramp at Buckskin Mountain State Park. The JLBC Staff provided options.

Representative Livingston moved that the Committee give a favorable review of the \$1,614,900 from the non-appropriated State Lake Improvement Fund (SLIF) and federal Land and Water Conservation Fund to replace a boat ramp at Buckskin Mountain State Park. The motion passed by a roll call vote of 10-0-0-4. (Attachment 4)

6. PRESCOTT HISTORICAL SOCIETY - Review of Territorial Governor's Mansion Restoration.

A.R.S. § 41-1252 requires Committee review of the expenditure of monies appropriated for land acquisition, capital projects and building renewal. The Prescott Historical Society – Sharlot Hall Museum requested Committee review of its plan to spend a FY 2026 operating budget appropriation of \$500,000 from the General Fund for restoration of the museum's Territorial Governor's Mansion. The JLBC Staff provided options.

Mr. Stuart Rosebrook, Executive Director, Prescott Historical Society – Sharlot Hall Museum responded to member questions.

Representative Selina Bliss, House of Representatives responded to member questions.

Representative Livingston moved that the Committee give a favorable review of the Prescott Historical Society – Sharlot Hall Museum's expenditure plan. The motion passed by a roll call vote of 8-2-0-4 (Attachment 5)

7. DEPARTMENT OF PUBLIC SAFETY (DPS) - Review of FY 2026 Headquarter Electrical Upgrade Project.

A.R.S. § 41-1252 requires Committee review of expenditure plans for monies appropriated for capital projects. DPS requested Committee review of their \$11,227,100 appropriation from the FY 2026 Capital Outlay Bill to upgrade the electrical system at the department's headquarters in Phoenix. The JLBC Staff provided options.

Mr. Ryan Boyd, Chief Legislative Liaison, DPS responded to member questions.

Mr. Mike Dodd, Budget Officer, DPS responded to member questions.

Representative Livingston moved that the Committee give a favorable review of DPS's expenditure plan.
The motion passed by a roll call vote of 10-0-0-4. (Attachment 6)

8A. ARIZONA DEPARTMENT OF TRANSPORTATION (ADOT) - Review of FY 2026 Building Renewal Allocation Plan.

A.R.S. § 41-1252 requires JCCR to review expenditure plans for building renewal monies. ADOT requested Committee review of its expenditure plan of \$22,990,400 from the State Highway Fund and \$394,900 from the State Aviation Fund. The JLBC Staff provided options.

Representative Livingston moved that the Committee give a favorable review of ADOT's FY 2026 building renewal allocation plan. The motion passed by a roll call vote of 10-0-0-4. (Attachment 7)

8B. ARIZONA DEPARTMENT OF TRANSPORTATION (ADOT) - Review of ADOT Capital Projects.

A.R.S. § 41-1252 requires Committee review of expenditure plans for capital projects. ADOT requested Committee review of 2 capital projects totaling \$13,812,000 from the State Highway Fund, which were funded in the FY 2026 Capital Outlay Bill:

- \$6,951,000 for a new vehicle repair shop in Avondale, and
- \$6,861,000 for new maintenance facilities in Little Antelope and Gray Mountain.

The JLBC Staff provided options.

Mr. Rob Howe, Facilities Planning Estimator, ADOT responded to member questions.

Ms. Cynthia Patchen, Legislative Liaison, ADOT responded to member questions.

Representative Livingston moved that the Committee hold ADOT's request for review of their expenditure plans for 2 capital projects. The motion passed by a voice vote.

The Committee requested additional details from the department regarding how the current facilities will be used after the construction of the new facilities.

9. NORTHERN ARIZONA UNIVERSITY - Review of Capital Infrastructure Projects.

A.R.S. § 15-1671 requires Committee review of cash projects funded by the Capital Infrastructure Fund (CIF). NAU requested Committee review of \$5,142,200 for capital improvement projects funded via CIF cash. The JLBC Staff provided options and potential provisions:

Standard University Financing Provisions

- A favorable review by the Committee does not constitute endorsement of General Fund appropriations to offset any revenues that may be required for debt service or any operations and maintenance costs when the projects are complete.
- On or before October 15 of each year until completion of the projects, NAU shall report to the JLBC Staff on the status and expenditures of the capital projects. The report shall include the project expenditures to date, any changes to the planned construction timeline, the expected completion date, and any change to the scope of the projects.

Ms. Katy Yanez, Vice President of Government Affairs and Community Relations, Northern Arizona University, responded to member questions.

Representative Livingston moved that the Committee give a favorable review of the capital projects totaling \$5,142,200 with the JLBC Staff provisions. The motion passed by a roll call vote of 10-0-0-4. (Attachment 8)

10. UNIVERSITY OF ARIZONA - Approval of SPEED Bond Deferred Maintenance Projects.

A.R.S. § 15-1682.03 requires Committee approval of any projects financed with lottery revenue (SPEED) bonds. The University of Arizona (UA) requested Committee approval of \$38,750,000 in SPEED bonds for deferred maintenance projects across multiple campus buildings. The debt service for SPEED bonds is paid 80% by state lottery revenues and 20% by university resources. Lottery revenues used to pay debt service would otherwise be deposited into the General Fund. The JLBC Staff provided options and potential provisions:

Standard University Financing Provisions

- A. *A favorable review by the Committee does not constitute endorsement of General Fund appropriations to offset any revenues that may be required for operations and maintenance costs when the project is complete.*
- B. *UA shall provide the final debt service schedule and interest rate for the projects as soon as they are available.*
- C. *On or before October 15 of each year until completion of the project, UA shall report to the JLBC Staff on the status and expenditures of the project. The report shall include the project expenditures to date by type of building system, any changes to the planned construction timeline, the expected completion date, and any change to the scope of the project.*

Additional Provision

- D. *UA shall report to the Chairman and the JLBC Staff prior to reallocating monies between projects as listed in the agency submission materials.*

Mr. John Arnold, Chief Financial Officer, University of Arizona, responded to member questions.

Representative Livingston moved that the Committee approve the University of Arizona's request of \$38,750,000 in SPEED bonds for deferred maintenance projects with provisions. The motion passed by a roll call vote of 10-0-0-4. (Attachment 9)

11. ARIZONA GAME AND FISH DEPARTMENT (AGFD) - Review of FY 2025 and FY 2026 Building Renewal Allocations.

A.R.S. § 41-1252 requires Committee review of expenditure plans for monies appropriated for building renewal and capital projects and for any capital project with an estimated cost of more than \$250,000. The Arizona Game and Fish Department requested review of \$1,972,000 for 30 projects and contingency funding, of which \$330,000 will be sourced from AGFD's FY 2025 building renewal appropriation from the Game and Fish Fund and \$1,642,000 will be funded by the department's FY 2026 building renewal appropriation from the same fund. The JLBC Staff provided options and a potential provision:

- A. *In the respective quarterly capital report update, AGFD shall notify the Chairman and JLBC Staff when spending monies for an emergency maintenance and repair project. AGFD may proceed with the emergency repairs prior to Committee review.*

Mr. Christopher Cantrell, Engineering and Construction Branch Chief, Arizona Game and Fish Department, responded to member questions.

Representative Livingston moved that the Committee give a favorable review of AGFD's FY 2025 and FY 2026 building renewal allocations for capital projects totaling \$1,972,000 with the JLBC Staff provisions.
The motion passed by a roll call vote of 9-1-0-4. (Attachment 10)

Without objection, the meeting adjourned at 3:10 p.m.

Respectfully submitted:

Jennifer Burns

Jennifer Burns, Secretary

Richard Stavneak

Richard Stavneak, Director

David C. Farnsworth

Senator David C. Farnsworth, Chairman

JOINT COMMITTEE ON CAPITAL REVIEW
ROLL CALL VOTE

Meeting Date: 11/10/25

ITEM#: 1) ADOA - Review of FY26 Building
Renewal Allocation

MOTION: Favorable Review

	PASS	AYE	NAY	PRESENT	ABSENT
SEN. ALSTON					✓
REP. CARBONE					✓
REP. DE LOS SANTOS					✓
SEN. FINCHEM <u>Sen. Angius</u>		✓			
REP. GRESS				✓	
SEN. KAVANAGH				✓	
SEN. KUBY		✓			
REP. STAHL HAMILTON <u>Blattman</u>		✓			
SEN. SUNDARESHAN		✓			
REP. TRAVERS		✓			
REP. WAY				✓	
SEN. WERNER				✓	
REP. LIVINGSTON, VICE-CHAIRMAN		✓			
SEN. FARNSWORTH, CHAIRMAN		✓			
	7	4	0	3	

JOINT COMMITTEE ON CAPITAL REVIEW
ROLL CALL VOTE

Meeting Date: 11/10/25

ITEM#: 2) ADC - FY26 Building Renewal and
Yuma Fire Alarm Projects D, E, and F

MOTION: Favorable Review

	PASS	AYE	NAY	PRESENT	ABSENT
SEN. ALSTON					✓
REP. CARBONE					✓
REP. DE LOS SANTOS					✓
SEN. FINCHAM <u>Angius</u>		✓			
REP. GRESS		✓			
SEN. KAVANAGH		✓			
SEN. KUBY		✓			
REP. STAHL HAMILTON <u>Blattman</u>	✓		✓		
SEN. SUNDARESHAN			✓		
REP. TRAVERS			✓		
REP. WAY		✓			
SEN. WERNER		✓			
REP. LIVINGSTON, VICE-CHAIRMAN		✓			
SEN. FARNSWORTH, CHAIRMAN		✓			
	8	3	0	3	

JOINT COMMITTEE ON CAPITAL REVIEW
ROLL CALL VOTE

Meeting Date: 11/10/25

ITEM#: 3) DTS - Review of Arizona State Hospital Projects.

MOTION: Favorable Review

	PASS	AYE	NAY	PRESENT	ABSENT
SEN. ALSTON					✓
REP. CARBONE					✓
REP. DE LOS SANTOS					✓
SEN. FINCHAM ANGINS		✓			
REP. GRESS		✓			
SEN. KAVANAGH		✓			
SEN. KUBY		✓			
REP. STAHL HAMILTON BLATTMAN		✓			
SEN. SUNDARESHAN		✓			
REP. TRAVERS		✓			
REP. WAY		✓			
SEN. WERNER		✓			
REP. LIVINGSTON, VICE-CHAIRMAN		✓			
SEN. FARNSWORTH, CHAIRMAN		✓			
	11	0	0	3	

JOINT COMMITTEE ON CAPITAL REVIEW
ROLL CALL VOTE

Meeting Date: 11/10/25

ITEM#: 5) ASPB - Review of Buckskin Mountain
Boat Ramp Replacement

MOTION: Favorable Review

	PASS	AYE	NAY	PRESENT	ABSENT
SEN. ALSTON					✓
REP. CARBONE					✓
REP. DE LOS SANTOS					✓
SEN. FINCHEN ANGIUS		✓			
REP. GRESS		✓			
SEN. KAVANAGH		✓			
SEN. KUBY		✓			
REP. STAHL HAMILTON BLATTMAN		✓			
SEN. SUNDARESHAN					✓
REP. TRAVERS		✓			
REP. WAY		✓			
SEN. WERNER		✓			
REP. LIVINGSTON, VICE-CHAIRMAN		✓			
SEN. FARNSWORTH, CHAIRMAN		✓			
	10	0	0	4	

JOINT COMMITTEE ON CAPITAL REVIEW
ROLL CALL VOTE

Meeting Date: 11/10/25

ITEM#: 6) PHS - Review of Territorial Governor's Mansion Restoration MOTION: FAVORABLE Review

	PASS	AYE	NAY	PRESENT	ABSENT
SEN. ALSTON					✓
REP. CARBONE					✓
REP. DE LOS SANTOS					✓
SEN. FINCHAM ANGIUS		✓			
REP. GRESS	✓		✓		
SEN. KAVANAGH		✓			
SEN. KUBY		✓			
REP. STAHL HAMILTON BLATTMAN		✓			
SEN. SUNDARESHAN					✓
REP. TRAVERS			✓		
REP. WAY		✓			
SEN. WERNER		✓			
REP. LIVINGSTON, VICE-CHAIRMAN		✓			
SEN. FARNSWORTH, CHAIRMAN		✓			
	8	2	0	4	

JOINT COMMITTEE ON CAPITAL REVIEW
ROLL CALL VOTE

Meeting Date: 11/10/25

ITEM#: 7) DPS - FY26 Headquarter Electrical Upgrade Project

MOTION: Favorable Review

	PASS	AYE	NAY	PRESENT	ABSENT
SEN. ALSTON					✓
REP. CARBONE					✓
REP. DE LOS SANTOS					✓
SEN. FINCHEM ANGIUS		✓			
REP. GRESS		✓			
SEN. KAVANAGH		✓			
SEN. KUBY		✓			
REP. STAHL HAMILTON BLATTMAN		✓			
SEN. SUNDARESHAN					✓
REP. TRAVERS		✓			
REP. WAY		✓			
SEN. WERNER		✓			
REP. LIVINGSTON, VICE-CHAIRMAN		✓			
SEN. FARNSWORTH, CHAIRMAN		✓			
	10	Ø	Ø	4	

JOINT COMMITTEE ON CAPITAL REVIEW
ROLL CALL VOTE

Meeting Date: 11/10/25

ITEM#: 8A) ADOT - FY26 Building Renewal
Allocation Plan

MOTION: Favorable Review

	PASS	AYE	NAY	PRESENT	ABSENT
SEN. ALSTON					✓
REP. CARBONE					✓
REP. DE LOS SANTOS					✓
SEN. FINCHAM ANGIUS		✓			
REP. GRESS		✓			
SEN. KAVANAGH		✓			
SEN. KUBY		✓			
REP. STAHL HAMILTON BLATTMAN		✓			
SEN. SUNDARESHAN					✓
REP. TRAVERS		✓			
REP. WAY		✓			
SEN. WERNER		✓			
REP. LIVINGSTON, VICE-CHAIRMAN		✓			
SEN. FARNSWORTH, CHAIRMAN		✓			
	10	Ø	Ø	4	

JOINT COMMITTEE ON CAPITAL REVIEW
ROLL CALL VOTE

Meeting Date: 11/10/25

ITEM#: a) NAV - Review of CIF Projects

MOTION: Favorable Review

	PASS	AYE	NAY	PRESENT	ABSENT
SEN. ALSTON					✓
REP. CARBONE					✓
REP. DE LOS SANTOS					✓
SEN. FINCHAM ANGIUS		✓			
REP. GRESS		✓			
SEN. KAVANAGH		✓			
SEN. KUBY		✓			
REP. STAHL HAMILTON BLATTMAN		✓			
SEN. SUNDARESHAN					✓
REP. TRAVERS		✓			
REP. WAY		✓			
SEN. WERNER		✓			
REP. LIVINGSTON, VICE-CHAIRMAN		✓			
SEN. FARNSWORTH, CHAIRMAN		✓			
	10	Ø	Ø	4	

JOINT COMMITTEE ON CAPITAL REVIEW
ROLL CALL VOTE

Meeting Date: 11/10/25

ITEM#: 10) UofA - SPEED Bond Deferred Maintenance Projects

MOTION: Approval

	PASS	AYE	NAY	PRESENT	ABSENT
SEN. ALSTON					✓
REP. CARBONE					✓
REP. DE LOS SANTOS					✓
SEN. FINCHEN - ANGIUS		✓			
REP. GRESS		✓			
SEN. KAVANAGH		✓			
SEN. KUBY		✓			
REP. STAHL-HAMILTON - BLATTMAN		✓			
SEN. SUNDARESHAN					✓
REP. TRAVERS		✓			
REP. WAY		✓			
SEN. WERNER		✓			
REP. LIVINGSTON, VICE-CHAIRMAN		✓			
SEN. FARNSWORTH, CHAIRMAN		✓			
	10	0	0	4	

JOINT COMMITTEE ON CAPITAL REVIEW
ROLL CALL VOTE

Meeting Date: 11/10/25

ITEM #: 11) Game & Fish - FY25 and FY26
Building Renewal Allocation Plans

MOTION: Favorable Review

	PASS	AYE	NAY	PRESENT	ABSENT
SEN. ALSTON					✓
REP. CARBONE					✓
REP. DE LOS SANTOS					✓
SEN. FINCHAM ANGIUS		✓			
REP. GRESS		✓			
SEN. KAVANAGH		✓			
SEN. KUBY		✓			
REP. STAHL HAMILTON BLATTMAN		✓			
SEN. SUNDARESHAN					✓
REP. TRAVERS		✓			
REP. WAY		✓			
SEN. WERNER		✓			
REP. LIVINGSTON, VICE-CHAIRMAN		✓			
SEN. FARNSWORTH, CHAIRMAN			✓		
	9	1	0	4	