

At its **May 6, 2026** meeting, the Joint Committee on Capital Review considered the following issues:

#### Regular Agenda

**Arizona Exposition and State Fair Board – Review of State Fair Capital Projects** – 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. An FY 2026 budget footnote allows the Arizona Exposition and State Fair (AESF) Board to spend up to \$2.0 million of its own monies for enhanced state fair operations on capital projects. AESF requested Committee review of \$800,000 from the Arizona Exposition and State Fair Fund for 2 capital projects, including \$400,000 to replace 2 seating risers at the Arizona Veterans' Memorial Coliseum and \$400,000 for prefabricated restrooms for the Exhibit Building. The Committee gave a favorable review of this request.

#### Consent Agenda

**Arizona Department of Corrections – 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 and for any capital project with an estimated cost of more than \$250,000. The Committee gave a favorable review of the Arizona Department of Corrections' (ADC) plan to expend a total of \$13.1 million on capital projects, including \$4.6 million of building renewal monies to complete a total of 19 projects across state prisons and the Correctional Officer Training Academy (COTA) and \$8.5 million from the General Fund to replace the fire alarm systems in the Yuma Prison.

**Arizona Game and Fish Department – Review of FY 2026 Capital Projects** – 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 Committee review of a total of \$2.6 million for 3 capital projects, which will be funded by federal grants, Game and Fish Fund monies, and legal settlements. The Committee gave a favorable review of the department's request.

**Arizona State Lottery Commission – Review of FY 2026 Building Renewal Allocation Plan** – 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 State Lottery Commission requested Committee review of its FY 2026 Building Renewal Allocation Plan to expend \$218,200 from the Lottery Fund to fund 100% of the building renewal formula for capital improvement projects. The Committee gave a favorable review of the Commission's request.

**Arizona State Parks Board – Review of FY 2026 Verde River State Park and Capital Improvement Projects** – 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 State Park Board requested Committee review of a total of \$4.1 million for various capital projects, including \$500,000 from the General Fund for the initial construction at the future Verde River State Park and \$3.6 million from the State Parks Revenue Fund for major repair and maintenance projects. The Committee gave a favorable review of the Board's request.

**Arizona Pioneers' Home – Review of Window and Door Replacement Project** – 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 Pioneer's Home requested Committee review of \$463,600 from the Pioneers' Home Miners' Hospital Fund for window and door replacements at the home. The Committee gave a favorable review of the Home's request.

**Department of Public Safety – Review of FY 2026 Area Office Replacements** – 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 Department of Public Safety requested Committee review of \$2.0 million from the General Fund to replace area offices in Sanders and Payson. The Committee gave a favorable review of the DPS's request.

**Arizona Department of Transportation – Review of ADOT Capital Projects** – 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 Department of

Transportation (ADOT) requested Committee review of \$13.8 million from the State Highway Fund, including \$6.9 million for a new vehicle repair shop in Avondale and \$6.9 million for new maintenance facilities in Little Antelope and Gray Mountain. The Committee gave a favorable review of ADOT's request.

**Arizona State University – Review of MacroTechnology Works and Bateman Physical Sciences Center H Wing Building Renovations** – A.R.S. § 15-1683 requires Committee review of any university projects financed with system revenue bonds. Arizona State University (ASU) requested Committee review of \$155.0 million in system revenue bond issuances to renovate the MacroTechnology Works (MTW) building at the ASU Research Park and the Bateman Physical Sciences Center H Wing at the Tempe Campus. The Committee gave a favorable review of this request. The review included the standard university financing provisions.

**Arizona State University – Review of Building and Infrastructure Enhancement Modifications Increase** – A.R.S. § 15-1683 requires Committee review of any university project financed with system revenue bonds. A.R.S. § 15-1671 requires Committee review of cash projects funded by the Capital Infrastructure Fund (CIF). ASU requested Committee review of \$30.0 million in system revenue bond issuances and \$20.0 in CIF cash for building and infrastructure enhancement modifications. The Committee gave a favorable review of this request. The review included the standard university financing provisions.

**University of Arizona – Approval of Deferred Maintenance Projects** – A.R.S. § 15-1671 requires Committee approval of any debt financed university capital projects paid for with funds from the university's Capital Infrastructure Fund (CIF). The University of Arizona (UA) requested Committee approval of \$75.0 million in bond issuances for deferred maintenance projects and renovations across multiple campuses, including deferred maintenance for athletic facilities and technology infrastructure, and renovations at the Student Union Memorial Center. The Committee gave a favorable review of this request. The review included the standard university financing provisions.

**University of Arizona – Review of Third-Party Financed Housing and Dining Facility** – A.R.S. § 15-1682.02 requires Committee review of any university project using indirect debt financing (also known as third-party financing). UA requests Committee review of \$250.0 million in third-party financing to construct a new

student residence hall and related amenities near the UA Health Sciences Campus in Tucson. The Committee gave a favorable review of this request. The review included the standard university financing provisions.