

At its June 13, 2023 meeting, the Joint Committee on Capital Review considered the following issues:

Regular Agenda

Arizona Department of Corrections – Review of FY 2024 Litigation-Related Building Renewal Projects - A.R.S. § 41-1252 requires Committee review of expenditure plans for building renewal and capital projects. The Committee gave a favorable review to the Arizona Department of Corrections for the expenditure of \$6.1 million to complete projects related to the *Jensen v. Thornell* inmate health care litigation.

Consent Agenda

Arizona Department of Administration – Review of FY 2024 Building Renewal Allocation Plan - A.R.S. § 41-1252 requires Committee review of expenditure plans for building renewal and capital projects. The Committee gave a favorable review to the Arizona Department of Administration (ADOA) for building renewal expenditures totaling \$39.1 million. As part of its review, the Committee included a provision that would require ADOA to report to JLBC Staff prior to spending any of the emergency contingency allocation.

Arizona Game and Fish Department – Review of FY 2024 Capital Projects - A.R.S. § 41-1252 requires Committee review of expenditure plans for building renewal and capital projects. The Committee gave a favorable review to the Arizona Game and Fish Department to spend a total of \$3.1 million, of which \$1.8 million is for building renewal projects and \$1.3 million is for capital projects.

Arizona State Parks Board – Review of FY 2024 Capital Improvement Projects – State Parks Revenue Fund - A.R.S. § 41-1252 requires Committee review of expenditure plans for building renewal and capital projects. The Committee gave a favorable review to the Arizona State Parks Board to use \$3.0 million from the State Parks Revenue Fund for capital projects and statewide building renewal.

Arizona Department of Transportation – Review of Capital Projects - A.R.S. § 41-1252 requires Committee review of expenditure plans for monies appropriated for capital projects. The Committee gave a favorable review to the Arizona

Department of Transportation to spend \$12.6 million for 4 different capital projects.

Arizona State University – Review of Interdisciplinary Science and Technology Building 12 Project - A.R.S. § 15-1683 requires Committee review of any university projects financed with system revenue bonds. An FY 2023 General Appropriations Act footnote also requires Committee review of any capital projects funded by a one-time General Fund appropriation. The Committee gave a favorable review to Arizona State University to spend \$187.0 million to construct a new Interdisciplinary Science and Technology Building (ISTB) 12 on the Polytechnic (East) Campus. Of this amount, \$156.0 million will be funded by system revenue bonds and \$31.0 million will be funded with cash from the university's FY 2023 one-time General Fund appropriation. The Committee's review included the standard university financing provisions.

Arizona State University – Review of Student Housing, Dining, and Academic Building Project - A.R.S. § 15-1682.02 and A.R.S. § 15-1683 require Committee review of any university projects using indirect debt financing and any projects financed with system revenue bonds. The Committee gave a favorable review to Arizona State University for the ground lease for an approximately \$140.0 million student housing, dining, and academic development building on its Tempe campus and \$27.0 million in system revenue bonds issuances. The Committee's review included the standard university financing provisions.