

At its July 2022 meeting, the Joint Committee on Capital Review considered the following issues:

Regular Agenda

Arizona Department of Corrections – Review of FY 2023 Capital Projects – A.R.S. § 41-1252 requires the Committee to review expenditure plans for monies appropriated for building renewal and capital projects with an estimated cost of more than \$250,000. ADC requested review of \$104.4 million in FY 2023 expenditures, including \$36.4 million for building renewal, \$47.6 million to replace all evaporative cooling systems with air conditioning, and \$20.4 million for door, lock and fire system upgrades. The Committee gave a favorable review of \$36.4 million for the department's FY 2023 building renewal allocation plan and required the department to return to the Committee for review at the next JCCR meeting with more information on the HVAC project and the door, lock and fire system upgrades.

Arizona Department of Transportation – Review of ADOT Facilities – A.R.S. § 41-1252 requires the Committee to review expenditure plans for monies appropriated for building renewal and capital projects with an estimated cost of more than \$250,000. The Committee gave a favorable review of \$30.9 million for 7 capital projects related to ADOT facilities.

Consent Agenda

Arizona Department of Administration – Review of FY 2023 Building Renewal Allocation Plan – A.R.S. § 41-1252 requires the Committee to review expenditure plans for monies appropriated for building renewal and capital projects with an estimated cost of more than \$250,000. The Committee gave a favorable review of the department's \$53.6 million building renewal appropriation in FY 2023. The favorable review included a provision requiring the department to report any use of the emergency contingency allocation prior to expending it.

Arizona Department of Administration – Consider Recommending FY 2022 Rent Exemption – A.R.S. § 41-792.01D authorizes the ADOA director, on

recommendation from the Committee, to grant a full or partial exemption from the payment of rental fees on state-owned property. The Committee recommended a full FY 2022 rent exemption for the State Board of Equalization totaling \$12,200.

Arizona Department of Administration/AHCCCS – Review of Behavioral Health Transitional Shelter – A.R.S. § 41-1252 requires the Committee to review expenditure plans for monies appropriated for building renewal and capital projects with an estimated cost of more than \$250,000. The Committee gave a favorable review of the \$5.3 million project to construct a Behavioral Health Transitional Shelter on behalf of AHCCCS. The Committee included a provision that favorable review does not constitute endorsement of General Fund appropriations to pay ongoing operations and maintenance costs for the Behavioral Health Transitional Shelter.

Arizona Game and Fish Department – Review of FY 2023 Building Renewal, Property Maintenance, and Dam Maintenance Allocations and Other Capital Projects – A.R.S. § 41-1252 requires the Committee to review expenditure plans for monies appropriated for building renewal and capital projects with an estimated cost of more than \$250,000. The Committee gave a favorable review of \$3.8 million for 25 projects.

Arizona State Parks Board – Review of Capital Projects – A.R.S. § 41-1252 requires the Committee to review expenditure plans for monies appropriated for building renewal and capital projects with an estimated cost of more than \$250,000. The Committee gave a favorable review of \$23.3 million for 11 capital projects and building renewal in FY 2023, \$19.1 million for 7 capital projects in FY 2024, and \$19.1 million for 6 capital projects in FY 2025. The Committee included provisions that the Board may not shift more than 10% of monies from one project to another within the same section of Laws 2022, Chapter 309, Sections 6, 19 and 20 without Committee review and may not spend monies from one project on a project not listed in the same section without the Legislature amending that section.