

STATE OF ARIZONA

## Joint Legislative Budget Committee

STATE  
SENATE

RUSSELL K. PEARCE  
CHAIRMAN 2010  
PAULA ABOUD  
AMANDA AGUIRRE  
CHUCK GRAY  
JACK HARPER  
STEVE PIERCE  
REBECCA RIOS

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HOUSE OF  
REPRESENTATIVES

JOHN KAVANAGH  
CHAIRMAN 2009  
ANDY BIGGS  
OLIVIA CAJERO BEDFORD  
CLOVES C. CAMPBELL, JR.  
MATT HEINZ  
JOHN MCCOMISH  
RICK MURPHY  
VIC WILLIAMS

### MINUTES OF THE MEETING

#### JOINT LEGISLATIVE BUDGET COMMITTEE

February 2, 2010

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The Chairman called the meeting to order at 8:15 a.m., Tuesday, February 2, 2010, in Senate Appropriations Room 109. The following were present:

Members:	Senator Pearce, Chairman	Representative Kavanagh, Vice-Chairman
	Senator Aboud	Representative Biggs
	Senator Aguirre	Representative Cajero Bedford
	Senator Gray	Representative Campbell
	Senator Harper	Representative McComish
	Senator Pierce	Representative Murphy
Absent:	Senator Rios	Representative Heinz
		Representative Williams

#### APPROVAL OF MINUTES

Hearing no objections from the members of the Committee to the minutes of September 22, 2009, Chairman Russell Pearce stated that the minutes would stand approved.

Chairman Pearce stated that Items 1-11 would be heard in a single motion.

Richard Stavneak, Director, JLBC Staff stated that in Item 1, the Attorney General has asked to be removed from consideration at this point as they need to do additional work on their proposed fund transfer.

Chairman Pearce stated that a member has requested that Item 8B, Department of Health Services - Review of Children's Rehabilitative Services Capitation Rate Changes, be removed from the agenda for later consideration.

- 1. ARIZONA DEPARTMENT OF ADMINISTRATION AND JUDICIARY - Review of Requested Exchange of Fund Transfers.**
- 2. ARIZONA DEPARTMENT OF ADMINISTRATION - Review of Emergency Telecommunication Services.**
- 3. AHCCCS - Review of Proposed Acute Care and Long Term Care (ALTCS) Capitation Rate Changes.**

(Continued)

4. **ATTORNEY GENERAL - Review of Allocation of Settlement Monies.**
5. **DEPARTMENT OF ECONOMIC SECURITY - Review of Long Term Care Capitation Rate Changes.**
6. **DEPARTMENT OF ENVIRONMENTAL QUALITY - Review of Water Quality Permit Processing Times.**
7. **GOVERNMENT INFORMATION TECHNOLOGY AGENCY - Quarterly Review of the Arizona Public Safety Communication Advisory Commission.**
- 8A. **DEPARTMENT OF HEALTH SERVICES - Review of Requested Transfer of Appropriations.**
9. **JLBC STAFF - Consider Approval of Index for School Facilities Board Construction Costs.**
10. **ARIZONA BOARD OF REGENTS - Review of FY 2010 Tuition Revenues.**
11. **DEPARTMENT OF REVENUE - Review of Business Reengineering/Integrated Tax System Expenditure Plan.**

*Representative Kavanagh moved to accept the JLBC Staff recommendations for items 1-11 minus the Attorney General in Item 1 and Item 8B for the Department of Health Services. The motion carried.*

#### **EXECUTIVE SESSION**

*Representative Kavanagh moved that the Committee go into Executive Session. The motion carried.*

At 8:18 a.m. the Joint Legislative Budget Committee went into Executive Session.

*Representative Kavanagh moved that the Committee reconvene into open session. The motion carried.*

At 9:20 a.m. the Committee reconvened into open session.

#### **A. Arizona Department of Administration - Risk Management Services - Consideration of Proposed Settlements under Rule 14.**

*Representative Kavanagh moved that the Committee approve the recommended settlement proposal by the Attorney General's Office in the case of McDonald v. State of Arizona, et al, with a stipulation.*

*Senator Harper moved a substitute motion for a proposal that the Committee refuse the settlement and asked for a roll call vote. A roll call vote was taken on the substitute motion. The substitute motion failed by a roll call vote of 4-8-0-3 (Attachment 1).*

Senator Harper requested a roll call vote on the original motion.

The original motion carried by a roll call vote of 7-5-0-3 (Attachment 1).

#### **B. State Department of Corrections - Review of Request for Proposals for 5,000 Private Prison Beds per A.R.S. § 38-431.03A2.**

*Representative Kavanagh moved that the Committee give a favorable review with the 4 provisions specified by JLBC Staff. The motion carried.*

**C. State Department of Corrections - Review for Request for Proposals for Privatization of Correctional Health Services per A.R.S. § 38-431.03A2.**

*Representative Kavanagh moved that the Committee give a favorable review with the 5 provisions specified by JLBC Staff. The motion carried.*

**D. Annual Performance Review per Rule 7.**

This item was for information only and no Committee action was required.

Without objection, the meeting adjourned at 9:30 a.m.

Respectfully submitted:

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Sandy Schumacher, Secretary

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Richard Stavneak, Director

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Senator Russell Pearce, Chairman

NOTE: A full audio recording of this meeting is available at the JLBC Staff Office, 1716 W. Adams. A full video recording of this meeting is available at <http://www.azleg.gov/jlbc/meeting.htm>.

**JOINT LEGISLATIVE BUDGET COMMITTEE**

Meeting Date: 2/2/10

*Substitute motion*      ITEM # Exec Session - A

*Kavanagh motion*  
ITEM # Exec Session - A

	<u>PRESENT</u>	<u>ABSENT</u>	PASS	AYE	NAY	PRESENT	ABSENT
SEN. ABOUD	✓	—			✓		
SEN. AGUIRRE	✓	—			✓		
REP. BIGGS	✓	—		✓			
REP. CAJERO BEDFORD	✓	—			✓		
REP. CL. CAMPBELL	✓	—			✓		
SEN. C. GRAY	✓	—		✓			
SEN. HARPER	✓	—		✓			
REP. HEINZ	—	✓					✓
REP. MCCOMISH	✓	—			✓		
REP. MURPHY	✓	—			✓		
SEN. PIERCE	✓	—			✓		
SEN. RIOS	—	✓					✓
<del>SEN. WARING</del>	—	—					
REP WILLIAMS	—	✓					✓
REP. KAVANAGH	✓	—			✓		
SEN. PEARCE	✓	—		✓			
TOTALS	<u>12</u>	<u>3</u>	—	<u>4</u>	<u>8</u>	<u>0</u>	<u>3</u>

	PASS	AYE	NAY	PRESENT	ABSENT
SEN. ABOUD		✓			
SEN. AGUIRRE		✓			
REP. BIGGS			✓		
REP. CAJERO BEDFORD		✓			
REP. CL. CAMPBELL	✓		✓		
SEN. C. GRAY			✓		
SEN. HARPER			✓		
REP. HEINZ					✓
REP. MCCOMISH		✓			
REP. MURPHY		✓			
SEN. PIERCE			✓		
SEN. RIOS					✓
<del>SEN. WARING</del>					
REP WILLIAMS					✓
REP. KAVANAGH		✓			
SEN. PEARCE		✓			
TOTALS	—	<u>7</u>	<u>5</u>	<u>0</u>	<u>3</u>