



STATE OF ARIZONA

Joint Legislative Budget Committee

STATE
SENATE

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MINUTES OF THE MEETING

JOINT LEGISLATIVE BUDGET COMMITTEE

April 27, 2021

The Chairman called the meeting to order at 9:07 a.m., Tuesday, April 27, 2021, in House Hearing Room 1 and via video conference. The following were present:

Members:	Senator Gowan, Vice-Chairman	Representative Cobb, Chairman
	Senator Alston	Representative Bolick
	Senator Bowie	Representative Chávez
	Senator Gray	Representative Fernandez
	Senator Kerr	Representative Friese
	Senator Leach	Representative Kavanagh
	Senator Livingston	Representative Osborne
	Senator Otondo	Representative Toma

APPROVAL OF MINUTES

Senator Gowan moved that the Committee approve the minutes of December 16, 2020. The motion carried.

CONSENT AGENDA

Representative Friese moved to amend JLBC Rule 4 with his amendment dated 4/26/2021 and requested a roll call vote. *Friese Amendment (4/26/21): If a member requests that an item be removed from the consent agenda, that item will remain on the current calendar for consideration.* The motion failed by a roll call vote of 6-10-0-0. (Attachment 1).

The following items were considered without further discussion.

ADOPTION OF COMMITTEE RULES AND REGULATIONS

The Committee Rules and Regulations remain the same as last session.

(Continued)

DEPARTMENT OF ECONOMIC SECURITY (DES) - Review of Developmental Disabilities Line Item Transfers.

FY 2020 and FY 2021 General Appropriation Act footnotes require DES to submit a report for review by the Joint Legislative Budget Committee before transferring any funds into or out of certain Division of Developmental Disabilities (DDD) line items. DES requested Committee review of \$18,200,000 of federal Long Term Care System Fund (LTCSF) monies out of the FY 2020 DDD Administration line item as follows:

- \$18,000,000 into the FY 2020 Physical and Behavioral Health Services - Medicaid line item.
- \$200,000 into the FY 2020 Premium Tax Only line item.
- \$48,000,000 of federal LTCSF monies out of the FY 2021 DDD Administration line item as follows:
 - \$45,000,000 into the FY 2021 Physical and Behavioral Health Services - Medicaid line item.
 - \$3,000,000 into the FY 2021 Premium Tax line item.

The JLBC Staff provided options.

DEPARTMENT OF CHILD SAFETY (DCS) - Review of Line Item Transfers.

An FY 2021 General Appropriation Act footnote requires DCS to submit for Committee review any transfers between line items or the operating budget. DCS requested Committee review of the department's proposed FY 2021 transfer of \$4,023,000 General Fund monies into the Congregate Care line item from the Foster Care line item. The JLBC Staff provided options.

ARIZONA DEPARTMENT OF ADMINISTRATION (ADOA) Consider Approval of Requested Transfer of Appropriation.

A.R.S. § 35-173 requires Committee approval of any transfer of spending authority within ADOA. ADOA requested Committee review to transfer the following:

- \$1,500,000 of Risk Management Revolving Fund monies from its operating lump sum appropriation to the Risk Management Administrative Expenses line item.
- \$850,000 of Capital Outlay Stabilization Fund (COSF) monies from the Utilities line item to its operating lump sum appropriation.

The JLBC Staff provided options.

Senator Gowan moved that the Committee give a favorable review, or approval, as appropriate, of the 4 consent agenda items listed above. The motion carried.

EXECUTIVE SESSION

Senator Gowan moved that the Committee go into Executive Session. The motion carried.

At 9:15 a.m. the Joint Legislative Budget Committee went into Executive Session.

(Continued)

Senator Gowan moved that the Committee reconvene into open session. The motion carried.

At 9:54 a.m. the Committee reconvened into open session.

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

Senator Gowan moved that the Committee approve the recommended settlements proposed by the Attorney General's office in the cases of:

1. *FPBCP Enterprises, Inc., et al. v. State of Arizona, et al.*
2. *Denise Williams, et al. v. Gregory A. McKay, et al.*

The motion carried.

Senator Gowan moved that the Committee approve the recommended settlement proposed by the Attorney General's office in the case of:

1. *Desert Troon Limited, LLC v. Anton Orlich, et al.*

The motion carried with Representative Bolick, Representative Osborne and Representative Toma abstaining from voting.

Without objection, the meeting adjourned at 9:56 a.m.

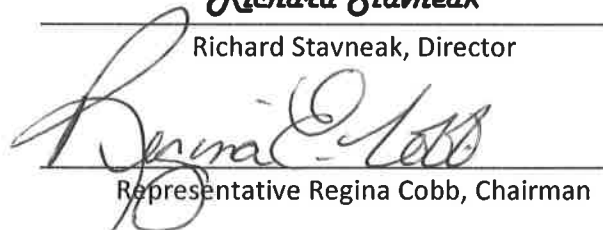
Respectfully submitted:



Kristy Paddack, Secretary

Richard Stavneak

Richard Stavneak, Director



Representative Regina Cobb, Chairman

JOINT LEGISLATIVE BUDGET COMMITTEE

Meeting Date: April 27, 2021

ITEM #: —
MOTION: Rep Friese motion to amend JLBC Rule 4 -
 Committee Proceedings

ITEM #:
MOTION:

	<u>PRESENT</u>	<u>ABSENT</u>	PASS	AYE	NAY	PRESENT	ABSENT
SEN. ALSTON	X			X			
SEN. BOWIE	X			X			
REP. BOLICK	X				X		
REP. CHAVEZ	X			X			
REP. FERNANDEZ	X			X			
REP. FRIESE	X			X			
SEN. GRAY	X				X		
REP. KAVANAGH	X				X		
SEN. KERR	X				X		
SEN. LEACH	X				X		
SEN. LIVINGSTON	X				X		
REP. OSBORNE	X				X		
SEN. OTONDO	X			X			
REP. TOMA	X				X		
SEN. GOWAN	X				X		
REP. COBB	X				X		
TOTALS	16	0	0	6	10	0	0

	PASS	AYE	NAY	PRESENT	ABSENT
SEN. ALSTON					
SEN. BOWIE					
REP. BOLICK					
REP. CHAVEZ					
REP. FERNANDEZ					
REP. FRIESE					
SEN. GRAY					
REP. KAVANAGH					
SEN. KERR					
SEN. LEACH					
SEN. LIVINGSTON					
REP. OSBORNE					
SEN. OTONDO					
REP. TOMA					
SEN. GOWAN					
REP. COBB					
TOTALS					