

JLBC MEETING

At its April 2020 meeting, the Joint Legislative Budget Committee considered the following issues:

Executive Session

Arizona Department of Administration – Risk Management Services - Consideration of Proposed Settlements – The Committee approved several settlements under Rule 14, which requires Committee approval of Risk Management settlements above \$250,000 pursuant to A.R.S. § 41-621(N).

Arizona Department of Administration – Review for Committee of Planned Contribution Strategy for State Employee and Retiree Medical and Dental Plans – A.R.S. § 38-658A requires the director of ADOA to meet with and review for the Joint Legislative Budget Committee, in Executive Session, the planned contribution strategy for each health plan at least 10 days before ADOA enters into, or renews, contracts for medical and dental insurance coverage. The Committee gave a favorable review of the report with provisions.

Consent Agenda

Attorney General – Review of Report on Murdered and Missing Indigenous Women and Girls Study Committee Expenditure Plan – At its December 2019 meeting, the Committee favorably reviewed the expenditure of \$125,000 to support expenses of the Missing and Murdered Indigenous Women and Girls (MMIWG) Study Committee but required that the AG provide an expenditure report by April 1, 2020, and stated that up to \$95,000 would be considered for further Committee guidance at a future meeting. The Committee favorably reviewed the AG's expenditure report. The favorable review included the following provision: The Attorney General and the MMIWG Study Committee shall report on their progress to JLBC by June 5, 2020, for purposes of further Committee guidance at the June JLBC meeting.

Attorney General – Review of Peace Officers Memorial Fund Transfer and Expenditure Plan – An FY 2020 General Appropriation Act footnote

requires the AG to submit for Committee review its expenditure plan for the \$1.0 million appropriation to the Arizona Peace Officer Memorial. The Committee favorably reviewed the AG's plan. The favorable review included the following provision: The Attorney General will return to the Committee for further review if any monies are expended on a purpose other than the Peace Officers Memorial.

Department of Child Safety – Review of FY 2020 Quarterly Benchmarks – An FY 2020 General Appropriation Act footnote requires DCS to submit for Committee review a quarterly report on benchmarks for assessing progress made in increasing the department's number of FTE Positions, meeting caseload standards for caseworkers, reducing the number of backlog cases and open reports, and reducing the number of children in out-of-home care. The Committee gave a favorable review of the department's FY 2020 first and second quarter benchmark reports.

Department of Child Safety – Review of FY 2020 Line Item Transfers - An FY 2020 General Appropriation Act footnote requires DCS to submit proposed line item transfers for Committee review. The Committee gave a favorable review of the following transfers of Child Safety Expenditure Authority in FY 2020: \$7,050,000 into the Congregate Group Care line item, \$5,000,000 into the Foster Home Recruitment, Study and Supervision (HRSS) line item, \$(5,050,000) out of the Caseworkers line item, \$(3,000,000) out of the Out-of-Home Support Services line item, \$(2,000,000) out of the Training Resources line item, and \$(2,000,000) out of the Overtime Pay line item. The Committee's favorable review included the following provision: The Department of Child Safety shall report to JLBC on or before June 30, 2020 on the department's efforts to obtain reimbursement from the Coronavirus Relief Fund for the temporary group home rate increase implemented in March 2020 in response to statewide school closures associated with the COVID-19 pandemic.

Arizona Department of Corrections – Review of FY 2020 Third Quarter Correctional Officer Staffing Report – An FY 2020 General Appropriation Act footnote requires ADC to submit for Committee

review a quarterly report detailing correctional officers staffing levels. The Committee gave a favorable review to the department's third quarter report.

Arizona Department of Corrections – Review of FY 2020 Proposed Bed Capacity Changes – An FY 2020 General Appropriation Act footnote requires ADC to submit for Committee review a report detailing proposed bed capacity changes in FY 2020. The Committee had previously reviewed ADC's reports at its September and December meetings. The Committee gave a favorable review of the department's revised changes.

Department of Economic Security – Review of Developmental Disabilities Line Item Transfers – An FY 2020 General Appropriation Act footnote requires DES to submit a report for Committee review before transferring any funds into or out of certain Division of Developmental Disabilities (DDD) line items. The Committee gave a favorable review of the following FY 2020 Long Term Care System Fund transfers: \$(5,100,000) out of the DDD Administration line item and \$5,100,000 into the DDD Premium Tax line item.

Department of Education – Review of AIMS Science Contract Renewal – A.R.S. § 15-741.03 requires the Arizona Department of Education to submit for Committee review its contract renewal for the statewide assessment in science. The Committee gave a favorable review of the contract renewal for the statewide assessment in science.

Department of Transportation – Review of Motor Vehicle Modernization Project Annual Progress Report – An FY 2020 General Appropriation Act footnote requires ADOT to submit for Committee review its annual progress report on the Motor Vehicle Modernization (MvM) Project. The Committee gave a favorable review of the report with the following provision: On or before July 31, 2020, ADOT shall submit to the Committee a report detailing revenue estimates for FY 2019, FY 2020, and FY 2021 for the ServiceArizona vendor's fee retention. This report shall categorize the revenue as ServiceArizona retention, AZ MVD Now retention or any other retention and detail the revenue according to where it is deposited,

including the ADOT Technology Reserve Fund, ADOT Portal Enhancement Fund, or any other ServiceArizona vendor accounts. The same report shall be submitted on July 31, 2021 for FY 2020 - FY 2022 revenue estimates.