

JLBC MEETING

At its June 18, 2015 meeting, the Joint Legislative Budget Committee considered the following issues:

Arizona Department of Administration – Consider Approval of Maximum Lodging and Per Diem Reimbursement Rates – The Committee gave a favorable review of the current federal lodging reimbursement rate and the current federal per diem rate, less \$10. The Committee added the provision that ADOA rescind its waiver authority to agencies.

Arizona Department of Administration – Review of Automation Projects Fund – The Committee gave a favorable review of an expenditure plan of \$7.9 million from the Automation Projects Fund for information technology (IT) projects. The Committee added provisions to its favorable review, including that ADOA, JLBC and OSPB agree on the final design of the updated Project Investment Justification (PIJ) reports.

Arizona Department of Administration – Review of Arizona Financial Information System Transaction Fees – The Committee gave a favorable review of ADOA's proposed \$1.08 per transaction fee charged to state agencies for operation of the new Arizona Financial Information System (AFIS).

AHCCCS/Department of Economic Security/Department of Health Services – Review of Proposed Capitation Rate Changes – The Committee gave a favorable review of AHCCCS' proposed capitation rate changes for the state's Medicaid system. In the aggregate, the proposed rates are expected to cost \$(5.1) million less than the budgeted amounts for rate adjustments.

Department of Corrections – Review of Per Diem Rate Change for Inmate Health Care Contracted Services – The Committee gave a favorable review of ADC's expenditure plan to increase the inmate health care per diem from \$11.20 to \$11.60 at a total FY 2016 cost of \$5.2 million. ADC intends to request an FY 2016 supplemental for this cost, as it was not included in the enacted budget.

Department of Education – Review of K-3 Reading Expenditure Plan – The Committee gave a favorable review of ADE's proposed K-3 reading expenditure plan.

Department of Education – Review of AELAS Expenditure Plan – The Committee gave a favorable review of \$7.0 million expenditure plans from the Automation Projects Fund for the Arizona Education Learning and Accountability System (AELAS). The

favorable review included numerous provisions, including 3 reporting requirements.

Department of Public Safety – Review of the GIITEM Expenditure Plan – The Committee gave a favorable review to the Department of Public Safety's spending plan for the Gang and Immigration Intelligent Team Enforcement Mission (GIITEM).

Attorney General – Quarterly Report on Legal Settlements – The Committee gave a favorable review of the Attorney General's (AG) allocation of legal settlements among the various funds. In the third quarter of FY 2015, the AG deposited \$671,600 to the Consumer Protection – Consumer Fraud (CPCF) Revolving Fund, \$22,100 to the Restitution Subaccount, and \$10,300 to the Remediation Subaccount.

Attorney General – Review of FY 2011 and FY 2012 Uncollectible Debts – The Committee gave a favorable review of the Attorney General's (AG) listings of uncollectible debts for FY 2015 and years prior, which were referred to the AG by state agencies for collection. The uncollectible debt listings total \$88.4 million for FY 2015 and years prior.