

## JLBC MEETING

At its June 18, 2019 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 the Planned Contribution Strategy for State Employee and Retiree Medical and Dental Plans Under A.R.S. § 38-658A** – The Committee received the report of the planned contribution strategy for the state employee and retiree medical and dental plans and took no further action.

### Regular Agenda

**Arizona Department of Corrections – Review of Inmate Health Care Per Diem Rate Change** – The Committee gave a favorable review of the expenditure plan for inmate care contract services. The FY 2020 budget included a \$31 million increase in the FY 2020 budget to implement the new contract. The favorable review included a reporting provision on future contract changes.

**Arizona Department of Corrections – Review of Adult Inmate Management System Expenditures** – The Committee gave an unfavorable review of the expenditure plan for the Adult Inmate Management System (AIMS). ADC plans to expend \$6.9 million above the budgeted \$24.0 million cost of the project. The unfavorable review included provisions with reporting requirements.

**Department of Public Safety – Review of Expenditure Plan for the Gang and Immigration Intelligence Team Enforcement Mission (GIITEM) Border Security and Law Enforcement Subaccount** – The Committee gave a favorable review of the expenditure plan to distribute \$1.3 million of the \$2.4 million FY 2020 appropriation from the Subaccount to continue to fund 3 existing programs: Detention Liaison Officer Program, Border County Officers, and Border Crimes Unit. DPS plans to submit an allocation plan for the remaining amount at a later date. The favorable review included reporting requirements.

**Secretary of State – Review of Expenditure Plan for Help America Vote Act (HAVA) Projects** – The Committee gave a favorable review of a HAVA expenditure plan of up to \$4.7 million in FY 2020. The favorable review included provisions with reporting requirements.

**Office of Tourism – Certification of Expenditures Related to ISM Raceway Renovations** – The Committee certified the expenditure of at least \$100.0 million related to the ISM Raceway Renovation Project in Avondale. If \$100.0 million is expended on raceway repairs, statute annually appropriates \$1.5 million to the Office of Tourism. The funds are used to promote a sporting event at the host facility.

### Consent Agenda

**Arizona Department of Administration – Review of Arizona Financial Information System (AFIS) Transaction Fee** – The Committee gave a favorable review of the proposed 34-cent transaction fee charged to state agencies for the operation of AFIS. The existing transaction fee is 32.9 cents.

**Attorney General – Review of Uncollectible Debts** – The Committee gave a favorable review of the AG's FY 2019 list of \$31.2 million in uncollectible debt.

**Arizona Criminal Justice Commission – Review of Edward Byrne Memorial Justice Assistance Grant Application** – The Committee gave a favorable review of the Edward Byrne Memorial Justice Assistance Grant federal application with the provision requiring ACJC to submit a preliminary proposal to the Committee by May 15, 2020 if the federal guidelines have not yet been received for 2020.

**Department of Economic Security – Review of Developmental Disabilities Line Item Transfers** – The Committee gave a favorable review the retroactive transfer of \$3.5 million of Long Term Care System Fund monies out of the FY 2018 Home and Community Based Services – Medicaid line item.

**Arizona Department of Education – Review of AzMERIT Contract Renewal** – The Committee gave a favorable review to extend the current AzMERIT contract for 2 more years through FY 2021.

**Arizona Department of Education – Review of Career Technical Education District Annual Report** – The Committee gave a favorable review of ADE's JTED quarterly report. The favorable review included changes to reporting requirements.

**Department of Environmental Quality – Review of Amendment to the Vehicle Emissions Inspection Contract** – The Committee gave a favorable review of the amendment to extend the Vehicle Emissions Inspection contract by 1 year through FY 2021.

**Department of Transportation – Review of Motor Vehicle Modernization (MvM) Project Annual Progress Report** – The Committee gave a favorable review of the update to the annual progress report, which included changes to the revenue sharing agreement with ADOT's MvM vendor. The favorable review included reporting requirements.