

JLBC MEETING

At its October 4, 2012 meeting, the Joint Legislative Budget Committee considered the following issues:

Department of Administration – Review of Dental Self-Insurance Plan and Planned Contribution Strategy for State Employee and Retiree Dental Plans – The Committee gave a favorable review of the dental self-funded program and the planned contribution strategy.

Department of Administration – Review of Automation Projects Fund FY 2013 Expenditure Plan – The Committee gave a favorable review of \$830,000 in proposed FY 2013 expenditures for an AHCCCS security enhancement project. This included the stipulation that the AHCCCS project under review be subject to approval by the Arizona Strategic Enterprise Technology (ASET) Office.

AHCCCS/Department of Economic Security – Review of Proposed Capitation Rate Changes – The Committee gave a favorable review of the AHCCCS and DES proposed capitation rate changes and benefit modifications for the state's Medicaid system.

Attorney General – Review of Agency Legal Services Charge – The Committee gave a favorable review of the fund source reports for the Attorney General legal services charges with the recommendation that the following 4 agencies be exempt from the charge: Office of Tourism, School Facilities Board, Governor's Office of Equal Opportunity, and the State Mine Inspector. These agencies did not have relevant fund sources to pay the charge. The payment ability of another agency (the Department of Emergency and Military Affairs) will be resolved at a later date.

Attorney General – Review of Allocation of Settlement Monies – The Committee gave a favorable review to the following 2 settlements: 1) \$100,000 resulting from a settlement with

QuinStreet, Inc. relating to the operation of the website GIBill.com; and 2) \$115,100 from a settlement with Sketchers USA, Inc. related to the marketing of toning footwear. The settlements will be deposited into the Consumer Fraud Revolving Fund.

Department of Corrections – Review of FY 2012 Bed Capacity Report – The Committee gave a favorable review of the Department of Corrections' FY 2012 bed capacity report, which outlined the state's prison bed surplus/shortfall by classification level under various methodologies.

Department of Health Services – Review of Behavioral Health Capitation Rate Changes – The Committee gave a favorable review to the Department of Health Services proposed capitation rate changes and benefit modifications for Title XIX programs.

Arizona Board of Regents – Review of FY 2013 Tuition Revenues – The Committee approved the Arizona Board of Regents' plans to use tuition revenue amounts greater than the amount appropriated by the Legislature and all non-appropriated tuition and fee revenue for FY 2013.