



STATE OF ARIZONA

# Joint Legislative Budget Committee

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VACANT

## MINUTES OF THE MEETING

### JOINT LEGISLATIVE BUDGET COMMITTEE

May 1, 2024

The Chairman called the meeting to order at 9:02 a.m., Wednesday, May 1, 2024, in Senate Hearing Room

1. The following were present:

Members:	Senator Kavanagh, Chairman	Representative Livingston, Vice-Chairman
	Senator Alston	Representative Carbone
	Senator Bennett	Representative Carter
	Senator Borrelli	Representative Gutierrez (Temporary Member)
	Senator Diaz	Representative Schwiebert
	Senator Fernandez	Representative Stahl Hamilton
	Senator Mesnard	

Absent:	Senator Hoffman	Representative Biasiucci
		Representative Chaplik

### APPROVAL OF MINUTES

Representative Livingston moved that the Committee approve the minutes of January 30, 2024. The motion carried.

### CONSENT AGENDA

The following items were considered without further discussion:

#### 1. ARIZONA DEPARTMENT OF ADMINISTRATION (ADOA) – Consider Approval of Requested Transfer of Appropriations.

A.R.S. § 35-173 requires Committee approval of any transfer of spending authority within ADOA. ADOA requested the Committee approve an FY 2024 transfer of \$852,300 of Capital Outlay Stabilization Fund (COSF) spending authority from the Utilities line item to the agency's operating budget. The JLBC Staff provided options.

(Continued)

**2. ARIZONA DEPARTMENT OF ADMINISTRATION/AUTOMATION PROJECTS FUND (APF) - Review of Arizona Corporation Commission eCorp Replacement.**

A.R.S. § 41-714 requires Committee review prior to any monies being expended from ADOA's Automation Projects Fund. ADOA requested Committee review of ADOA's \$4,545,100 expenditure plan to replace the Corporation Commission's eCorp System. The JLBC Staff provided options.

**3. ARIZONA CRIMINAL JUSTICE COMMISSION (ACJC) – Review of Edward Byrne Memorial Justice Assistance Grant Federal Application.**

A.R.S. § 41-2403 requires ACJC to submit its federal application for the Edward Byrne Memorial Justice Assistance Grants (JAG) to the Committee for review 30 days prior to submission to the federal government. The JLBC Staff provided options and a potential provision:

- A. ACJC shall submit a preliminary proposal by May 15, 2025 if the federal guidelines have not yet been received for 2025.

**4. AHCCCS - Review of Mid-Year Capitation Rate Changes for Plan Year 2024.**

An FY 2024 General Appropriation Act footnote requires the state Medicaid agencies to submit an expenditure plan to the Committee for review prior to implementing any changes in capitation rates. AHCCCS requested the Committee review AHCCCS' proposed capitation rate changes to its acute care program submitted on March 28, 2024. The Committee did not review AHCCCS' proposed capitation rate changes to the Department of Economic Security's (DES) Developmental Disabilities (DD) long-term care program submitted on April 26, 2024. The JLBC Staff provided options.

**5. DEPARTMENT OF ECONOMIC SECURITY (DES) - Review of FY 2023 Developmental Disabilities Line Item Transfers.**

An FY 2023 General Appropriation Act footnote requires DES to submit a report for review by the Committee before transferring any funds into or out of certain Division of Developmental Disabilities (DDD) line items. On April 12, 2024, DES requested the Committee review an FY 2023 transfer of \$250,000 from the Home and Community Based Services (HCBS) State-Only line item into the Case Management State-Only line item. The JLBC Staff provided options.

*Representative Livingston moved that the Committee approve item #1 and give a favorable review to items 2, 3, 4 and 5 with the JLBC Staff provisions.* The motion carried.

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

*Representative Livingston moved that the Committee go into Executive Session.* The motion carried.

At 9:03 a.m. the Joint Legislative Budget Committee went into Executive Session.

*Representative Livingston moved that the Committee reconvene into open session.* The motion carried.

At 9:23 a.m. the Committee reconvened into open session.

Representative Livingston moved that the Committee approve the risk management settlements presented by the Attorney General's office in the cases of:

1. Jose Ramon Ibarra, et al. v. State of Arizona
2. Micah Adam Jones v. State of Arizona
3. Joshua Schmitt v. State of Arizona
4. Christine Scianna v. State of Arizona.

The motion carried.

Without objection, the meeting adjourned at 9:24 a.m.

Respectfully submitted:

*Kristy Paddack*

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Kristy Paddack, Secretary

*Richard Stavneak*

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Richard Stavneak, Director



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Senator John Kavanagh, Chairman

NOTE: A full audio recording of this meeting is available at the JLBC Staff Office, 1716 W. Adams. A full video recording of this meeting is available at <https://www.azjlbc.gov/jlbc-meetings/>.