

STATE OF ARIZONA

Joint Legislative Budget Committee

STATE
SENATE

RUSSELL K. PEARCE
CHAIRMAN 2010
PAULA ABOUD
AMANDA AGUIRRE
DAVID BRASWELL
CHUCK GRAY
JACK HARPER
STEVE PIERCE
REBECCA RIOS

1716 WEST ADAMS
PHOENIX, ARIZONA 85007

PHONE (602) 926-5491

FAX (602) 926-5416

<http://www.azleg.gov/jlbc.htm>

HOUSE OF
REPRESENTATIVES

JOHN KAVANAGH
CHAIRMAN 2009
ANDY BIGGS
OLIVIA CAJERO BEDFORD
CLOVES C. CAMPBELL, JR.
MATT HEINZ
JOHN MCCOMISH
RICK MURPHY
VIC WILLIAMS

MINUTES OF THE MEETING

JOINT LEGISLATIVE BUDGET COMMITTEE

August 11, 2010

The Chairman called the meeting to order at 11:30 a.m., Wednesday, August 11, 2010, in Senate Appropriations Room 109. The following were present:

Members:	Senator Pearce, Chairman	Representative Kavanagh, Vice-Chairman
	Senator Aboud	Representative Biggs
	Senator Aguirre	Representative Cajero Bedford
	Senator Braswell	Representative Campbell
	Senator Gray	Representative McComish
	Senator Harper	Representative Murphy
	Senator Pierce	
	Senator Rios	

Absent:	Representative Heinz
	Representative Williams

APPROVAL OF MINUTES

Hearing no objections from the members of the Committee to the minutes of April 20, 2010, Chairman Russell Pearce stated that the minutes would stand approved.

DEPARTMENT OF HEALTH SERVICES - Review of Behavioral Health Title XIX Capitation Rate Changes.

Mr. Art Smith, JLBC Staff, stated that this item is a review of the Department of Health Services (DHS) capitation rate changes for the Title XIX Behavioral Health Program. The JLBC Staff presented options to the Committee.

Dr. Laura Nelson, Deputy Director, DHS, Division of Behavioral Health Services responded to member questions.

Mr. David Reese, Chief Financial Officer, DHS, Division of Behavioral Health Services, responded to member questions.

Representative Kavanagh moved that the Committee give an unfavorable review to Seriously Mentally Ill capitation rate changes and a favorable review for the Children and Family Services and General Mental Health Services capitation rate changes. The motion carried.

(Continued)

ATTORNEY GENERAL - Review of Allocation of Settlement Monies.

Ms. Marge Zylla, JLBC Staff, stated that this item is a review of the allocation of settlement monies from 2 settlements: 1) a \$250,000 Average Wholesale Price (AWP) settlement agreement with Dey, Inc. and the \$100,000 consent judgment with Avondale Automotive. The JLBC Staff recommended a favorable review.

Representative Kavanagh moved that the Committee give a favorable review to the Attorney General's allocation plans of settlement monies totaling \$350,000. The motion carried.

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

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

At 12:20 p.m. the Joint Legislative Budget Committee went into Executive Session.

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

At 1:25 p.m. the Committee reconvened into open session.

Representative Kavanagh moved that the Committee approve the recommended settlement proposal by the Attorney General's Office in the case of Henderson v. State of Arizona, et al. By a show of hands of 6 ayes and 7 nays, the motion failed.

Representative Kavanagh moved that the Committee approve the recommended settlement proposal by the Attorney General's Office in the case of Osorio v. UMC/UPH. The motion carried.

Representative Kavanagh moved that the Committee approve the recommended settlement proposal by the Attorney General's Office in the case of Scott v. State, et al. The motion failed.

Without objection, the meeting adjourned at 1:30 p.m.

Respectfully submitted:

Sandy Schumacher, Secretary

Richard Stavneak, Director

Senator Russell Pearce, 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 <http://www.azleg.gov/jlbc/meeting.htm>.