At its September 22, 2009 meeting, the Joint Legislative Budget Committee considered the following issues:

**Arizona Department of Administration (ADOA) -** Review of Risk Management Deductible - The Committee gave a favorable review to the Arizona Department of Administration’s (ADOA) plan to continue to apply a $10,000 deductible (the statutory maximum) in risk management cases.

**Attorney General -** Review of Allocation of Settlement Monies - The Committee gave favorable reviews to the AG’s allocation plans for the $2,547,000 that the AG will receive from 5 settlements for attorney’s fees and investigative costs, consumer fraud education, and for investigations and enforcement of the Consumer Fraud Act. The amounts to be deposited into the Consumer Fraud are: $845,400 from several pharmaceutical companies, $117,000 from Tim’s Auto Group, $400,000 from WalMart, $1 million from Central Coast Nutraceuticals, and $100,000 from Payless Car Rental.

**Department of Education -** Review of Xanterra and Kinder Morgan Corporations Settlement - The Committee gave a favorable review of ADE’s plan to provide $153,900 in corrected Basic State Aid funding to school districts in Pinal and Coconino Counties to settle a judgment in the Arizona Tax Court regarding Xanterra and Kinder Morgan Corporations’ overpayment of prior year property taxes.

**Department of Health Services -** Review of Behavioral Health Title XIX Capitation Rate Changes - The Committee gave an unfavorable review to the department’s capitation rate. The proposed capitation rates exceed the budgeted amount by $651,600 in General Fund monies due to program expansions that primarily address litigation requirements.

**Arizona State Parks Board -** Review of Requested Exchange of Fund Transfers - The Committee gave a favorable review to the Arizona State Parks Board’s request to exchange $6.6 million in fund transfers, primarily by transferring monies from the Arizona Heritage Fund rather than the State Lake Improvement Fund and the State Parks Enhancement Fund.