

## JCCR MEETING

At its June 12th meeting, the Joint Committee on Capital Review considered the following issues:

**ADOA Risk Management Capital Construction Insurance Rates** – The JCCR favorably reviewed the proposed capital construction insurance rate of 0.34%. The rate is charged to construction budgets for capital projects and used for deductible charges and costs of insurance policies. Monies are deposited into the Construction Insurance Fund. The previous rate was set at 0.0% because there was a sufficient fund balance available to pay forecasted claims, however, the balance will be depleted by the end of FY 2003.

**ADOA Partial Rent Exemptions for FY 2003** – The JCCR approved partial General Fund rent exemptions for various agencies in FY 2003 totaling \$385,000.

**ASH Construction Project Quarterly Report** – The JCCR received quarterly status reports on the \$67.1 million Arizona State Hospital (ASH) construction project. The major components of the project are all nearing completion.

**SFB Temporary Fund Transfer** – The JCCR received the School Facilities Board (SFB) report on its plans to transfer up to \$89 million from the New School Facilities Fund to the Deficiencies Correction Fund. The purpose of the transfer is so the board may continue funding deficiencies correction projects until the time it receives financing from any bonding agreements. Proceeds from the bonding agreements will be used to reimburse the New School Facilities Fund.