



# BUSINESS PRIORITIES

2022 Legislative Session

# The Voice of East Valley Business

Representing 5,000 member firms with a collected voice at the State and Federal levels since 1999.

Four key areas
influence the East
Valley Chambers of
Commerce Alliance's
(commonly known as
the Alliance) specific
positions contained
within this document
and are considered
crucial to build
Arizona's economy.

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### LOWERING THE COST OF DOING BUSINESS

For Arizona to position itself for a stronger economic future, government should enhance economic activity and reduce the costs of doing business. State policies should provide a consistent and predictable environment to promote business growth and should not exceed federal requirements. Tax policy must enhance the business environment to promote job growth, diversification and business expansion.

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### **BUILDING A TRAINED WORKFORCE**

East Valley businesses need a skilled and educated workforce as they respond to and prepare for continued innovation and automation. A demand-driven design of career pathways for students and workers is essential in filling the skills gap, retaining talent, and building the talent pipelines in alignment with our businesses. Due to the expansion and contraction of occupations and industries in the East Valley, lifelong learning is needed to obtain new and necessary skills throughout a career, which may include a combination of certifications, credentials and microcredentials, and degreed opportunities. Additionally, a realignment in learning modalities is needed as students, educators, and employers discover the benefits of varied, personalized educational experiences and platforms.



## **INCREASING PRIVATE SECTOR JOBS**

Long-term economic competitiveness is critical to Arizona's success. Business revenues drive job growth and government budgets. Arizona must implement policies to position itself to be the state of choice for relocating and growing companies, which includes a vibrant education system. Future emerging technologies regulations must not place undue harm on the current business environment.



### **EFFICIENT AND EFFECTIVE GOVERNMENT**

Streamlined, transparent and improved government processes are crucial to the success of Arizona and its businesses. Government decisions are best left to those closest to the governed unless detrimental to the business climate. Initiative reform that reflects the will of Arizona citizens and businesses, not out-of-state interests, as well as public pension reform will create efficiencies and help restore the public's faith in government.

# The Alliance Priorities

The following legislative priorities outlines a variety of issues that directly impact the ability of East Valley companies to grow their businesses. These statements hold true at many levels of government. The Alliance is an organization that advocates a united voice at the State and Federal levels through collaborative efforts with Dorn Policy Group, Inc. Each Chamber individually advocates at their local municipal level and this document is not designed to supersede the local chamber's ability to do so; instead it is shared as an outline of important matters that affect East Valley businesses.

### PROTECTING EMPLOYER'S WORKPLACE POLICIES

- Arizona's status as a "right-to-work" and "employment-at-will" state.
- Preserving a business's ability to implement and enforce its workplace policies and workforce pay/ benefits without unnecessary government intrusion or regulation, including out-of-state efforts to diminish Arizona employers' rights through ballot initiatives.

### **ELECTION REFORM**

 Refer to the voters a modification of Proposition 105 that establishes a supermajority threshold permitting legislative changes to unintended consequences of initiative measures passed at the ballot including a requirement of voter ratification every ten years.

### **EDUCATION**

- Having an innovative and competitive K-12 education marketplace that includes traditional district schools, public charter schools, and online learning with simplified, stable, equitable funding.
- Continued measurement of our state's education outcomes from early childhood through college and career.
- Stable, consistent, and appropriate education funding that enhances economic development, CTED programs, graduation rates, and school safety.
- Lowering the cost of doing business through improved transparency processes dealing with consistent audits for all public school systems, construction costs, and open bids.

### **TRANSPORTATION**

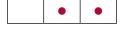
 Securing the statutory authority from the Arizona Legislature to allow reauthorization of the Regional Transportation Plan.

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# **Economic Development**

- Having an innovative and competitive K-12 education marketplace that includes traditional district schools, public charter schools, and online learning with simplified, stable, equitable funding.
- Additional job creation measures including workforce training, retraining, and fiscally responsible tax incentives.
- Development of a qualified workforce, including support for certifications, credentials and micro-credentials, and degreed opportunities.
- Programs and agreements that include fair trade opportunities for U.S. businesses, easing their ability to compete globally, including the EX-IM Bank.
- Protection of Arizona's image as a favorable environment for business location and expansion, job creation and tourism.
- Advanced manufacturing, including semiconductors and medical devices.
- The Defense and Aerospace industry as an economic engine for Arizona, and a fiscally responsible defense budget which protects national security
  - while eliminating automatic sequestration budget reductions.
  - Increased funding for business attraction, retention, expansion, tourism marketing, film and multi-media attraction.
  - Economic development incentives that improve Arizona's competitive position for business attraction, retention and expansion.







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# Education (K -12)

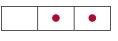
## The Alliance SUPPORTS



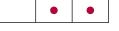
- Having an innovative and competitive K-12 education marketplace that includes traditional district schools, public charter schools, and online learning with simplified, stable, equitable funding.
  - ° Continued measurement of our state's education outcomes from early childhood through college and career.
  - Stable, consistent, and appropriate education funding that enhances
     economic development, CTE programs, graduation rates, and school safety.
  - Output of the cost of doing business through improved transparency processes dealing with consistent audits for all public school systems, construction costs, and open bids.



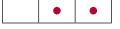
• Developing a revised, comprehensive K-12 funding formula that will address critical issues including, but not limited to, the following: teacher shortages; school construction; facility maintenance; incentive pay for teachers; student testing outcomes; graduate rates; dropout rates; reading levels; workforce readiness; modernized student tracking systems pertaining to attendance counts; Career and Technical Education (CTED).



 An innovative, world-class school system that uses rigorous education standards and assessments with an emphasis on STEAM, history, civics and business education. Our graduates should be nationally recognized, college and career ready, financially literate and prepared to compete aggressively in the global marketplace.



New approaches to funding Arizona's public education system that provide
adequate resources by thoroughly evaluating State Trust Lands maximization,
equity of cross-delivery models pursuant to financial reporting, student
transportation, special needs students' requirements and reconsideration of
districts' access to property taxes.



 The Arizona Education Progress Meter, which elevates a set of widely accepted education indicators by which Arizonans can measure our state's progress in education from early childhood education through college and career.

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# **Education (Post-secondary)**

- •
- Strengthening public universities with a stable funding model based on the state funding half of the cost to educate resident students, supporting critical capital projects, and enhanced flexibility to ensure access for qualified students, world-class research capabilities and an excellent workforce preparation.
- •
- Community colleges creating affordable work and education pathways. The
  districts should have the ability to invest in appropriate non-tax revenue
  opportunities arising from entrepreneurial research by faculty, staff and students
  to assist in achieving an affordable education.
- •
- Strategic investments in Arizona State University's "New Economy Initiative" to enhance the Arizona economy, and comparable investments in community colleges and other public universities.
- •
- Equitable funding of Arizona's state universities.
- Continued emphasis on the importance of job training and workforce development to support the needs of Arizona employers and small businesses.



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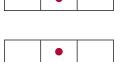
# **Election Reform**

## The Alliance SUPPORTS

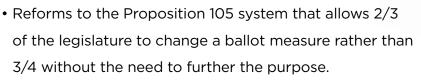
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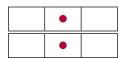
 Referring to the voters, a modification of Proposition 105 that establishes a supermajority threshold permitting legislative changes to unintended consequences of initiative measures passed at the ballot, including a requirement of voter ratification every ten years.

 Reauthorization of state voter-approved initiatives every ten years.



 The establishment of a supermajority threshold for voter protection of measures passed at the ballot.





- Permitting legislative changes to initiatives with voter ratification.
- Raising accountability/transparency requirements for ballot initiative campaign management and signature collectors:
  - Increased penalties and enforcement against committees that have committed campaign finance violations.
  - ° Increasing the number of required signatures.
  - ° Statutory mechanisms that discourage paid petition circulators.
  - Establishing regional requirements for signature collection in comparable proportions to that of statewide offices allowing for broad-based consensus amongst the electorate.
  - Requiring Legislative Council to review and title initiatives prior to signature collection.



 A referendum suspending automatic spending increases for voter-protected funds in a fiscal year when revenues do not meet projections.

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# **Energy and the Environment**

- •
- State energy policies that encourage the continued development and maintenance of statewide energy infrastructure such as generation, transmission and distribution facilities in order to ensure safe, affordable and reliable energy supplies.
- •
- Policies that recognize the complexity of energy resource planning decisions by Arizona utilities; the existing regulatory framework and unique processes by which utilities are governed; and the critical importance of retaining utilities' ability to control costs which ensures affordable and reliable power for consumers.
- • •
- Water management efforts to protect and maximize the full use of Arizona's
  Colorado River entitlement, including the implementation of the Colorado River
  Basin Drought Contingency Plan, water banking and conservation efforts to
  mitigate future water shortages, and the reconsultation of the Colorado River
  Interim Guidelines for the Lower Basin Shortages and the Coordinated Operations
  of Lake Powell and Lake Mead.
- • •
- Reasonable air, water quality and energy efficiency policies that provide a multitude of practical options for businesses and does not exceed federal requirements.
- • •
- Facilitating the active management and thinning of Arizona's federal and state
  forest lands to improve and protect watershed health through support for
  continued collaborative efforts with state and federal agencies such as the Four
  Forest Restoration Initiative, public-private partnerships, investment in forest
  restoration projects, economic development programs to support the attraction,
  retention and expansion of the forest products industry.
- •
- Maintaining Arizona's primacy and role under the Clean Air Act as the state works with the EPA to meet federal regulations.
- •
- Appropriate legislation, regulation and policies that recognize value in the electric power grid as an asset requiring consistent maintenance, improvement and support through investments by all of those who use and operate the grid.
- •
- Policies that distribute system costs equitably by creating mechanisms that
  recover grid costs from distributed generation customers, enhance cost
  transparency, and minimize cost shifting between consumer classes to ensure all
  customers pay a fair and equitable share of costs to maintain the grid and keep it
  operating reliably at all times.

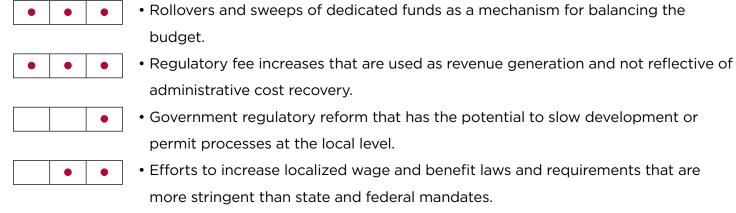
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	T		A construction and the construction of the con
•	•	•	Appropriate action to ensure an adequate supply, necessary infrastructure and
			transmission of gasoline, broadband, electricity, natural gas, water and other
	T _		critical resources to fuel our state's economic vitality.
•	•	•	• The protection of Arizona's critical energy infrastructure, including but not limited
			to, the generation, transmission and distribution assets already operating.
			Programs and rates that encourage customers to manage their peak power usage
		_	to help control overall system costs and maintain affordable power in Arizona.
•	•	•	<ul> <li>Arizona in developing a State Implementation Plan in response to federal carbon emission reduction requirements under the EPA Clean Power Plan and the Clean</li> </ul>
			Air Act. The Alliance urges the EPA to give deference to Arizona's reasoned
			policy and technical determinations developed through extensive stakeholder
			collaboration, thereby ensuring low cost electric power for Arizona businesses
			and protecting Arizona generation assets.
			The 1980 Arizona Groundwater Management Act. Arizona's water needs are
•	•	•	vastly different from those of the northeast U.S. and are best left to State
			management. The Alliance also supports statewide development of long-term
			sustainable water supplies, coordination between active management areas and
			encouragement of direct groundwater recharge projects and promotion of water
			conservation on a state level.
			Cost-effective clean energy initiatives and policies that bolster economic growth
			through the advancement and development of new and existing technologies.
	•		The use of securitization, a financial tool used to refinance utility assets, when
			appropriate, to save residential and business customers money.
			The Alliance OPPOSES
	•	•	• Policies that prevent consumers and businesses from accessing natural gas for
	1	1	their home-comfort and business needs.
•	•	•	Mandates to achieve "green" initiatives.
		,	

# **Government Processes**

	Special district and local government transparency to ensure private sector
	services are properly considered.
	Reasonable efforts to reduce costs within the correctional system and reforms
	to reduce recidivism by providing skills training to improve the reintegration of
	those leaving prison and entering the workforce.
	Reasonable measures that ensure proper agency implementation of law.
	<ul> <li>Federal agencies operating within their boundaries as directed by Congress.</li> </ul>
	All rules and regulations should be thoroughly vetted as to their economic
	implications under the Administrative Procedures Act.
	<ul> <li>Modernization of the Department of Revenue, allowing the agency to provide</li> </ul>
•	appropriate data and service delivery to taxpayers and customers.
	Incrementally reducing state and federal debt obligations, and unmitigated  growth of current entitlement programs.
	growth of current entitlement programs.
• • •	Streamlining and improving government processes including placing statutorily
	required public notices online.
• • •	• Effective communication between government departments and modernization of
	service delivery to businesses including cost-effective computer system upgrades.
• • •	The abolition of publicly funded elections at the state and local level.
• • •	<ul> <li>Legislation that provides information and security designed to shield businesses</li> </ul>
	from cyber-threats while protecting their rights to privacy. Cybersecurity
	information-sharing legislation must include robust safeguards for businesses
	that voluntarily exchange threat data with their peers and government partners.
• •	<ul> <li>Privatizing services if they can be comparably and appropriately delivered at</li> </ul>
	equal or less cost.
• •	<ul> <li>Policy and appropriations being accomplished by elected legislators, not through</li> </ul>
	unnecessary ballot measures, executive orders or multi-state coalitions.
•	<ul> <li>Increasing the terms for state senators from two to four years with staggered</li> </ul>
	elections.
• •	<ul> <li>Outreach to the regulated community prior to regulation removal.</li> </ul>

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•	•		Reforms of over-reaching and burdensome OSHA (Occupational Safety and
			Hazard Act) regulations.
	•	•	• A uniform state system of lobbying registration and reporting rather than multiple
	,		local systems.
	•	•	<ul> <li>Special district compliance with Arizona Open Meeting laws.</li> </ul>
	•		<ul> <li>Prospective reforms to state pensions that create solvency within the systems</li> </ul>
	,		and do not harm taxpayers.
	•		<ul> <li>Modernization of technology and processes within the Arizona Department of</li> </ul>
			Economic Security.

## The Alliance OPPOSES





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# **Health Care**

## The Alliance SUPPORTS

- • •
- An environment that promotes investment in the health care industry's human resources and development of technology to address provider shortages and improve patient outcomes.
- •
- Access to competitive health care programs that will fix the current problem of rising health care costs, loss of providers and loss of benefits within plans.
- •
- Reasonable Arizona Health Care Cost Containment System (AHCCCS) payment rates that cover hospital costs and would minimize hidden/shifted health care costs to employers.
- •
- Encouraging innovative measures, such as purchasing of plans across state lines, plan portability incentives, use of electronic information, and telemedicine technologies which will ensure access, coverage, and result in lower health

insurance costs for businesses.

- •
- Patient-centered clarity in the medical billing process that treats all consumers equally.
- • •
- Focused efforts on solutions to behavioral health issues.
- •
- Healthcare workforce policies that address the unprecedented industry shortages and build a high-quality health professions pipeline that focuses on training, retention, and recruitment.

## The Alliance OPPOSES

- • •
- Health insurance coverage mandates.



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# **Immigration**



- Congressional legislation and other actions to properly seal our porous borders, respond to the labor needs of the economy in an expeditious manner, and resolve the issues of illegal immigrants already living in the U.S. We support comprehensive immigration policy reform that:
  - Strengthens border security by guarding the physical border and better tracking of expired visas.
  - Offers a secure, reliable system for employers to verify the legal work eligibility of employees that is a federally-based, user-friendly, low-cost, non-discriminatory method to ensure they are complying in good faith with the law.
  - Establishes a market-based immigration process to support a wide range of workforce needs and to respond quickly to the employment demands of U.S. businesses.
  - Oevelops criteria and establishes a guest worker/visa program for illegal immigrants already in the U.S. with no other criminal or arrest record in both the U.S. and their countries of origin, which is based on strictly enforced criteria, including payment of penalties.
  - Reimburses states for the costs of incarcerating, educating and providing health care for individuals in the country illegally.

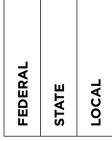


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# **Land Management**

- • •
- A balanced approach to development, recreational use, and preservation of State Trust Land.
- • •
- Appropriate zoning and land use around military installations and airports that advances the mission of those facilities.
- •
- Reasonable reforms to the State Land Department that would modernize
  its operations and maximize the economic return for the State Trust Land
  beneficiaries.
- •
- Increased collaboration and coordination between counties, municipalities, utility
  providers and the State Land Department in local planning and land use decisions
  and property disposition timetables.





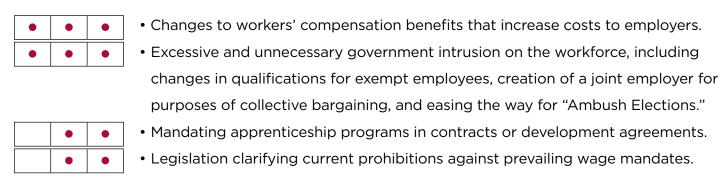
# Protecting Employer's Workplace Policies

## The Alliance SUPPORTS

• • •	<ul> <li>Arizona's status as a "right-to-work" and "employment-at-will" state.</li> </ul>
• • •	<ul> <li>Preserving a business's ability to implement and enforce its workplace policies</li> </ul>
	and workforce pay/benefits without unnecessary government intrusion or
	regulation, including out of state efforts to diminish Arizona employers' rights
	through ballot initiatives.
•	<ul> <li>Preserving a business owner's ability to manage its workplace and workforce</li> </ul>
	without expanded federal intrusion, specifically the rules from DOL, EEOC, NLRB,
	and OSHA put into place without congressional review.
• • •	<ul> <li>Medical care and administrative reforms that attempt to decrease workers'</li> </ul>
	compensation costs.
•	• Reforms that ease or relieve the burden on business due to the Proposition 105
	(2018) paid medical leave requirements.
• • •	<ul> <li>Policies that foster, but not mandate, mentoring and apprenticeship</li> </ul>

## The Alliance OPPOSES

opportunities.



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# **Taxes**

## The Alliance SUPPORTS

 Passing clear and concise tax law that allows businesses to understand their liability without subjective agency interpretation. Correcting Department of Revenue online tax submission processes to eliminate arbitrary penalties for businesses. Continued efforts to address business concerns regarding the TPT process and improve online reporting processes. • Raising the business personal property tax exemption threshold as an economic stimulus mechanism for small businesses. Research and development tax credits to encourage industry innovation and ensure a globally competitive position. Clarity in the statutory definition of "tangible personal property." • The abolishment of tax-supported funds if they are not used for the intended purpose. Expediting consideration of the annual conformity legislation to allow businesses to prepare tax returns. Responsible, well-balanced tax reform which promotes the long-term fiscal strength of the state and places Arizona in a competitive position. Any legislative amendments or referendums regarding taxation should promote a strong, viable business climate in Arizona. Reducing business property taxes to remain globally competitive. Financing mechanisms to improve Arizona's competitive position for business attraction, retention and expansion.

# The Alliance OPPOSES

Passage of measures that limit flexibility in funding decisions that adversely impact the business community.
 Business tax increases including the elimination of current business tax credits or business tax exemptions.
 Changes in the formula that would reduce the percentage of state shared revenues

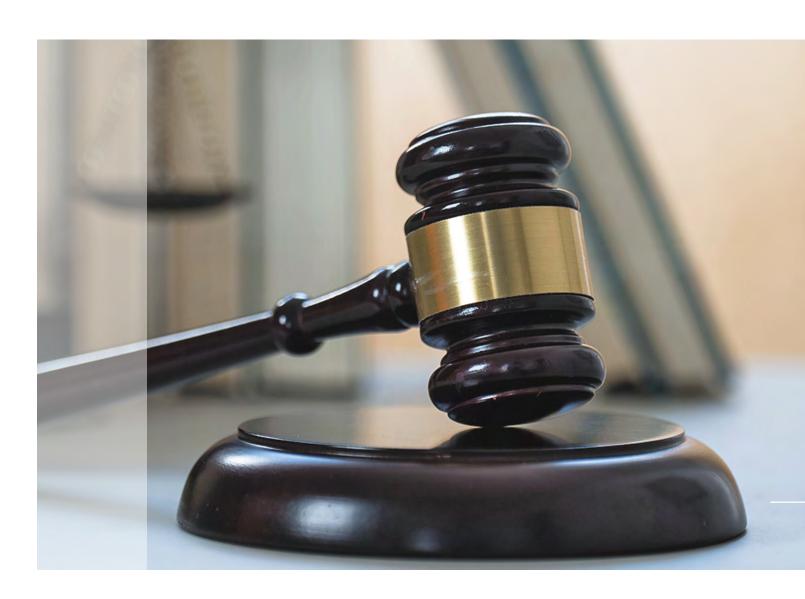
payable to cities and towns or repayment requirements back to the State.

**EVCCA Business Priorities 2022 Legislative Agenda** 

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# **Tort Reform**

- •
- Continued business liability protections from lawsuits specifically related to public health crises.
- •
- Modernizing Arizona's "theft by extortion" statutes.
- Discouraging nuisance lawsuits.
- Significant tort reform measures including limits on damages to reduce the costs of health care and health insurance. Health care related tort reform will encourage attraction and retention of a qualified health care workforce.
- •
- Legal reforms that allow for appropriate compensation for substantiated damages and reduce nuisance litigation and costs to Arizona businesses.



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# **Transportation**

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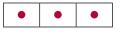


Appropriate transportation technology policies that allow for regional innovation

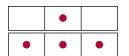
and efficiencies, improvements to the overall system, and safety enhancements.

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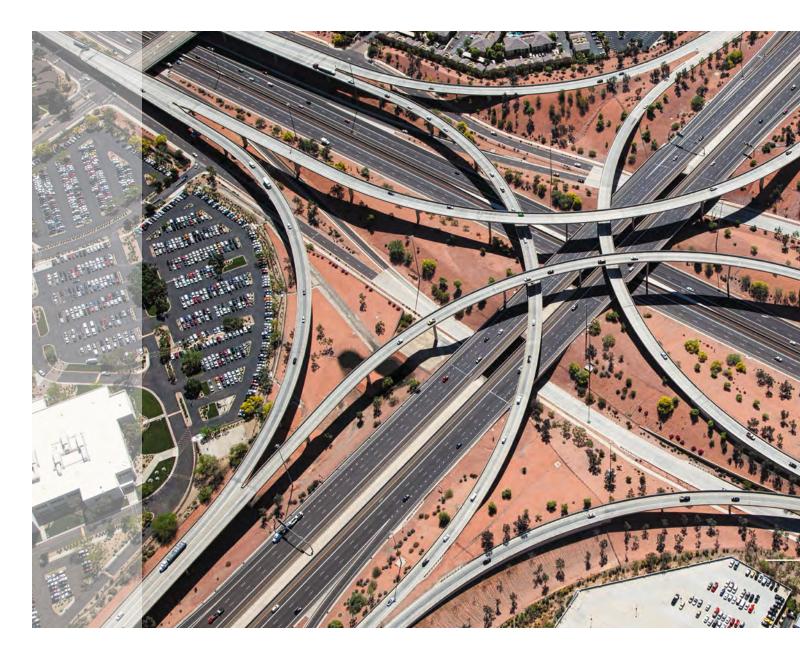
## The Alliance OPPOSES



• Efforts to reduce funding that will negatively impact airport operations or expansion.



- Any sweep or reappropriation of the Highway User Revenue Fund.
- Any shifting or repealing of funds currently designated for the development and maintenance of the East Valley regional transportation system. Transportation project construction should be based on prioritized and programmed projects, congestion relief, economic benefits, and air quality compliance.





# Who We Are

Representing 5,000 member firms from the Apache Junction Carefree Cave Creek, Gilbert, Mesa, Queen Creek, Scottsdale, and Tempe Chambers of Commerce since 1999.

### **APACHE JUNCTION CHAMBER**

(CD 4; LD 16)

Mary Ann Przybylski, President/CEO Warde Nichols, ASU Polytechnic

### **CAREFREE CAVE CREEK CHAMBER**

(CD 4, 6; LD 1, 15)

Patty Villeneuve, President/CEO Steve Morse, State Farm

### **GILBERT CHAMBER**

(CD 5; LD 12, 17)
Sarah Watts, President/CEO
Jeff Mirasola, CenturyLink

### **MESA CHAMBER**

(CD 5, 9; LD 16, 17, 18, 25, 26) Sally Harrison, President/CEO Blaise Caudill, Southwest Gas John Hetrick, SRP

### **QUEEN CREEK CHAMBER**

(CD 4, 5; LD 8, 12, 16) Chris Clark, President/CEO Warde Nichols, ASU

### **SCOTTSDALE CHAMBER**

(CD 6; LD 15, 23, 24)
Mark Stanton, President/CEO
Matthew Benson, Veridus, LLC
Lynndy Smith, Acronis SCS

### **TEMPE CHAMBER**

(CD 9; LD 18, 26)
Denise Hart, Interim
President/CEO
Ashley Bunch, APS
Raveen Arora, The Dhaba

### **DORN POLICY GROUP, INC.**

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# **East Valley Voting Districts**

Districts in EVCCA Member Regions

### APACHE JUNCTION CHAMBER

(CD 4; LD 16)

### **CAREFREE CAVE CREEK CHAMBER**

(CD 4, 6; LD 1, 15)

### **GILBERT CHAMBER**

(CD 5; LD 12, 17)

### **MESA CHAMBER**

(CD 5, 9; LD 16, 17, 18, 25, 26)

#### **QUEEN CREEK CHAMBER**

(CD 4, 5; LD 8, 12, 16)

### **SCOTTSDALE CHAMBER**

(CD 6; LD 15, 23, 24)

### **TEMPE CHAMBER**

(CD 9; LD 18, 26)

