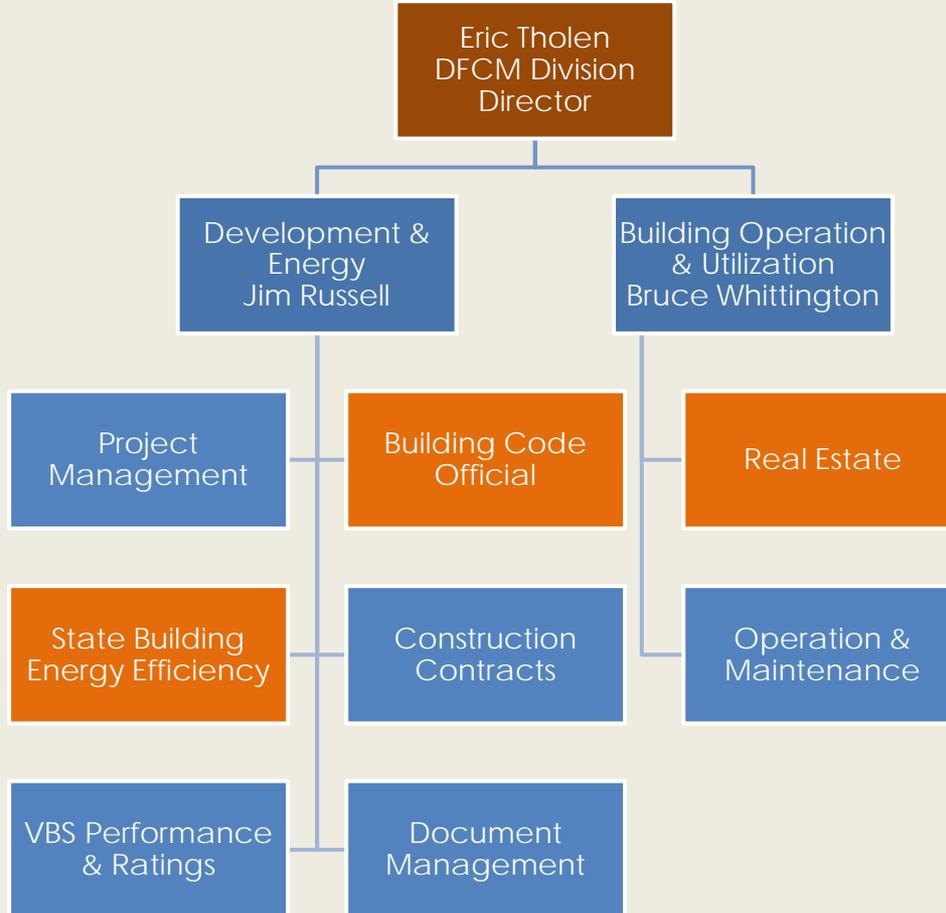


DIVISION OF
FACILITIES
CONSTRUCTION &
MANAGEMENT

February 4,
2016

ORGANIZATION



OVERVIEW

Discussion Items:

- New Appropriation Usage – N/A
- Programmatic Changes: Healthcare Documentation
- Cost Comparison: Lease versus Own
- Vacant State Lands Inventory
- Fairpark Usage Update

HEALTH CARE DOCUMENTATION

Health Care Requirement:

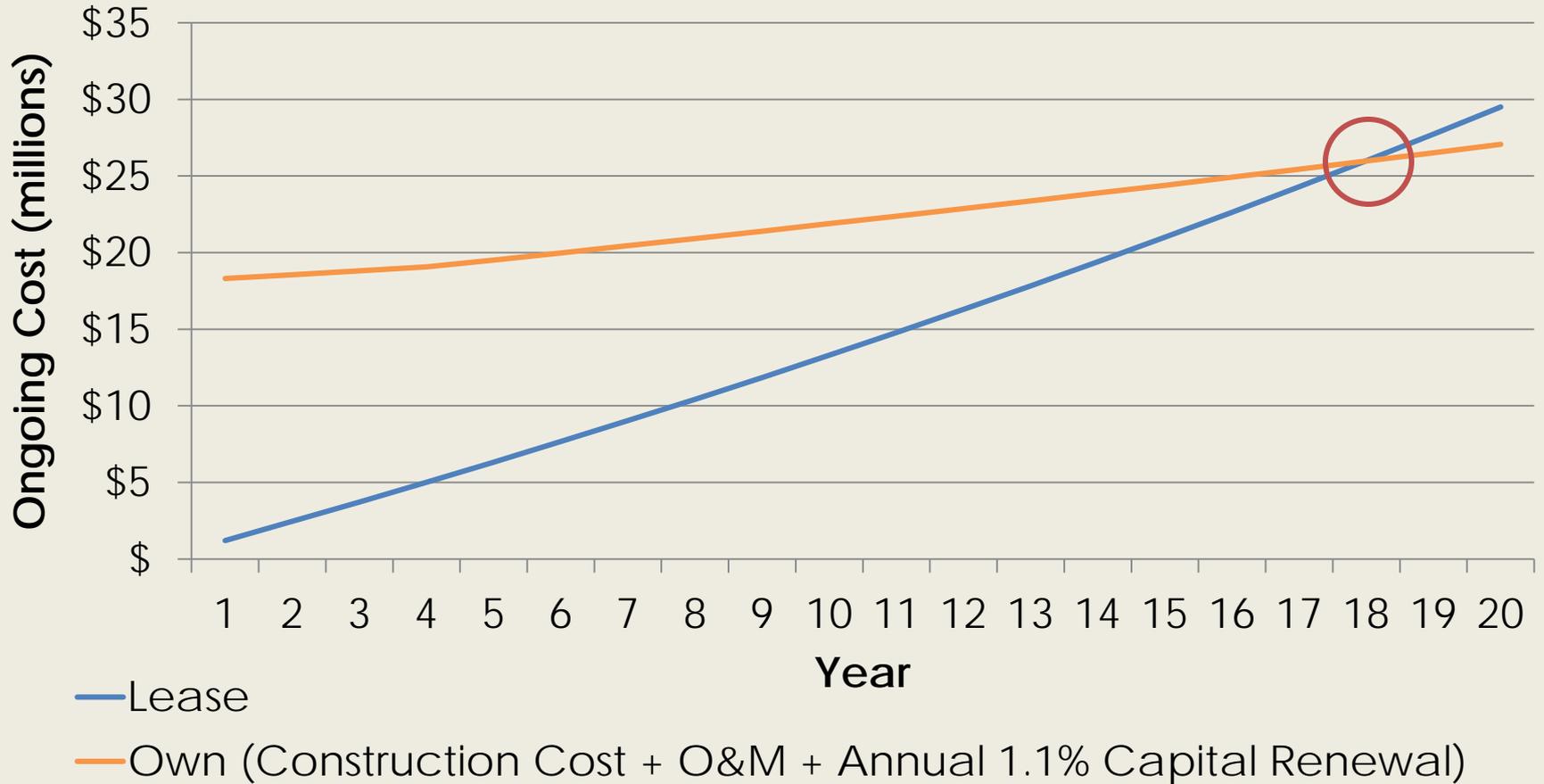
- Prime Contractor: \$1,500,000 – evidence of coverage required
- Subcontractor: \$750,000 - evidence of coverage required
- Audit: DFCEM to require evidence
- Action: Prime contractors to submit proper documentation with award, Prime to collect sub documents

LEASE VS. OWNED COST COMPARISON

Sample Office Building:

- DCFS office building in Sandy
- 53,400 square feet
- Lease building completed in October 2015

TOTAL COST OF LEASE VS. OWNED OVER 20 YEARS



LEASE VS. OWNED SUMMARY

Advantages of 'Owned' after 20 years...

\$2.5 million
less

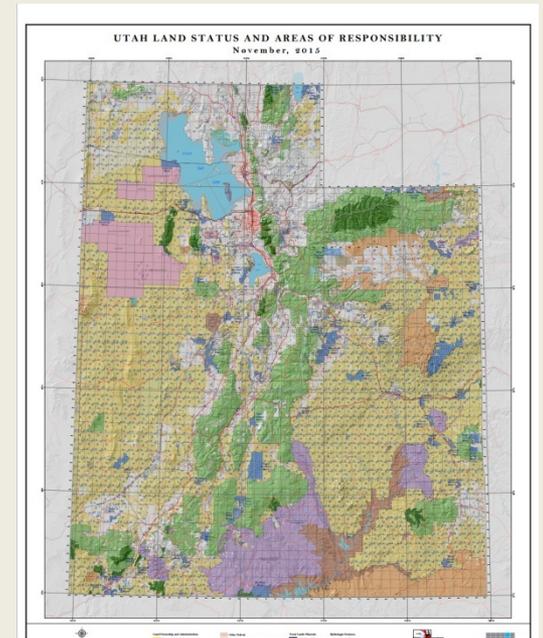
\$18 million
asset

Building is
built to a 50-
year standard

Building is
maintained
to State
standards

INVENTORY OF VACANT LAND

- Currently in process
 - Bring in additional resources to compile inventory
 - Collect data on DFCM-owned properties
- Future action
 - Consult with agencies to develop master plans
 - Identify excess land



USE OF THE FAIRPARK

- Lease extended two months - special event
- New lease is drafted / ready to sign
- Future use study assigned to the Legislative Management Committee (LMC) last year
- LMC assigned to Subcommittee
 - Letter dated December 3, 2015:
 - *“While we considered relocating the State Fair and finding alternative uses for the Fairpark site, after careful consideration, the group ultimately concluded that it is in the best interest of the state to keep the State Fair at its current location with a stronger commitment from the state and potential new partners that were identified through this process.”*

THANK YOU

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