

Office of the
Legislative Fiscal Analyst

FY 2004 Budget Recommendations

Joint Appropriations Subcommittee for
Capital Facilities and Administrative Services

Capitol Preservation Board

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1.0 Summary: Capitol Preservation Board

The Capitol Preservation Board manages all functions associated with Capitol Hill facilities and grounds. This includes maintenance, furnishings, occupancy, public usage and long range master planning.

	Analyst FY 2004 Base	Analyst FY 2004 Changes	Analyst FY 2004 Total
Financing			
General Fund	2,202,000		2,202,000
Dedicated Credits Revenue	228,200		228,200
Transfers	104,000		104,000
Beginning Nonlapsing	5,900		5,900
Total	\$2,540,100	\$0	\$2,540,100
Programs			
Capitol Preservation Board	2,540,100		2,540,100
Total	\$2,540,100	\$0	\$2,540,100
FTE/Other			
Total FTE	2		2

2.0 Issues:

2.1 Capitol Preservation Board Membership

The Capitol Preservation Board was created to manage the day to day operations of Capitol Hill facilities and to plan for future remodeling of the Capitol Building. The Board is a joint effort of all three branches of government and the private sector. Utah Code (63C-9-201) provides the following membership:

Legislative Branch	Senate (3 Members) President, Minority Member, Majority Member	House of Representatives (3 Members) Speaker, Minority Member, Majority Member
Executive Branch	Elected Officials (2) Governor and Lt. Governor	Executive Branch Employees (2) Archives Director and Exec. Branch Appointee
Judicial Branch	Chief Justice of the Supreme Court	
Private Citizens*	Professional Appointees (2) Private Sector Architect and Engineer	At-Large Appointees (2) Two Appointees

**Private citizens are appointed by the Governor and confirmed by the Senate*

2.2 Management of Capitol Hill

The first duty of the Capitol Preservation Board is to manage the day to day operations of Capitol Hill, including the State Office Building, the DUP Museum, the Travel Council Building, the Greenhouse and the White Chapel. Grounds maintenance and facility management are provided through a contract with the State Division of Facilities Construction and Management (DFCM). As part of statewide budget reductions, the CPB Executive Director negotiated reduced services with DFCM. This includes a lower level lawn care in the summer and a reduction of maintenance staff in preparation for the remodeling project.

2.3 Capitol Remodel

The second duty of the Board is to manage the restoration of the State Capitol. As part of this effort, the Board designated the Executive Director as the Architect of the Capitol. This immediately saved several hundred thousand dollars in fees and gave the Board a more effective tool to ensure that the state receives the best value for the restoration project. It also allowed for part of the construction budget to fund administrative operations conducted by the Executive Director, freeing up General Fund for other state needs.

*Expansion Buildings
offer best value*

The first phase of the restoration is nearing the halfway point as the two expansion buildings await their outer shell. The project is on schedule and under budget. The expansion buildings were originally approved as the best value for the state rather than the lowest cost alternative for the restoration project. The most inexpensive means to obtain space during the restoration called for all employees and the Legislature to be moved to leased space in Salt Lake City at a cost that ranged from \$27 million to \$36 million. The Legislature chose instead to add the two new buildings for an incremental cost of between \$4 million and \$14 million. In effect, the State is gaining \$40 million of value for approximately a quarter of that amount.

As the expansion space nears completion, the Board is moving forward with planning and design for the new heat plant and the total restoration of the building. Funding from the 2002 General Session will provide sufficient funds for FY 2003 and FY 2004, but the project could be accelerated with the funding of a new heat plant this year rather than waiting for the entire project to be funded. A complete discussion of construction options and a recommendation can be found in the Capital Budget Recommendation behind Tab 23.

3.0 Programs

	2002	2003	2004	Est/Analyst
	Actual	Estimated	Analyst	Difference
Financing				
General Fund	2,525,600	2,202,000	2,202,000	
Dedicated Credits Revenue	260,300	228,200	228,200	
Transfers		104,000	104,000	
Beginning Nonlapsing		15,400	5,900	(9,500)
Closing Nonlapsing	(15,400)	(5,900)		5,900
Total	<u>\$2,770,500</u>	<u>\$2,543,700</u>	<u>\$2,540,100</u>	<u>(\$3,600)</u>
Expenditures				
Personal Services	159,300	162,600	162,600	
In-State Travel	800	100	100	
Current Expense	2,601,600	2,375,400	2,371,800	(3,600)
DP Current Expense	8,800	5,600	5,600	
Total	<u>\$2,770,500</u>	<u>\$2,543,700</u>	<u>\$2,540,100</u>	<u>(\$3,600)</u>
FTE/Other				
Total FTE	2	2	2	

*General and school funds as revised by Supplemental Bills I-V, 2002 General and Special Sessions. Other funds as estimated by agency

3.1 Non-lapsing Balances

As part of the Capitol Restoration project, the Analyst recommends that the Capitol Preservation Board be allowed to use carry-forward funds to offset costs associated with the project.

It is the intent of the Legislature that funds for the Capitol Preservation Board shall not lapse and that those funds shall be used for the design and construction costs associated with Capitol restoration.

4.0 Additional Information: Capitol Preservation Board

	2000	2001	2002	2003	2004
Financing	Actual	Actual	Actual	Estimated*	Analyst
General Fund	2,098,400	2,257,100	2,525,600	2,202,000	2,202,000
Dedicated Credits Revenue	263,100	247,500	260,300	228,200	228,200
Transfers				104,000	104,000
Beginning Nonlapsing				15,400	5,900
Closing Nonlapsing			(15,400)	(5,900)	
Total	\$2,361,500	\$2,504,600	\$2,770,500	\$2,543,700	\$2,540,100
Programs					
Capitol Preservation Board	2,361,500	2,504,600	2,770,500	2,543,700	2,540,100
Total	\$2,361,500	\$2,504,600	\$2,770,500	\$2,543,700	\$2,540,100
Expenditures					
Personal Services	134,100	152,000	159,300	162,600	162,600
In-State Travel		100	800	100	100
Out of State Travel	6,700				
Current Expense	2,212,900	2,348,100	2,601,600	2,375,400	2,371,800
DP Current Expense	7,800	4,400	8,800	5,600	5,600
Total	\$2,361,500	\$2,504,600	\$2,770,500	\$2,543,700	\$2,540,100
FTE/Other					
Total FTE		2	2	2	2

*General and school funds as revised by Supplemental Bills I-V, 2002 General and Special Sessions. Other funds as estimated by agency.