

Budget Brief – Capitol Preservation Board

NUMBER CFAS-05-02

SUMMARY

The Capitol Preservation Board (CPB) manages all functions associated with Capitol Hill facilities and grounds. This includes maintenance, furnishings, occupancy, public usage, and long-range master planning. The first duty of the CPB 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 and facility maintenance are provided through a contract with the Division of Facilities Construction and Management.

The second duty of the board is to manage the restoration of the State Capitol. The Executive Director is also the Architect of the Capitol. The first two phases of the restoration were completed when the east parking structure opened along with the east and west buildings. Construction on the third phase—a new heat plant and total restoration of the Capitol—officially began in September 2004.

ISSUES AND RECOMMENDATIONS

Partial Restoration of General Funds

The Analyst recommends a one-time supplemental General Fund appropriation of \$117,000 in FY 2005, and an ongoing General Fund appropriation of \$117,000 in FY 2006 to pay the authorized DFCM facility maintenance rate. Please refer to Issue Brief CFAS-05-02 for more information.

Secretary – 1 FTE

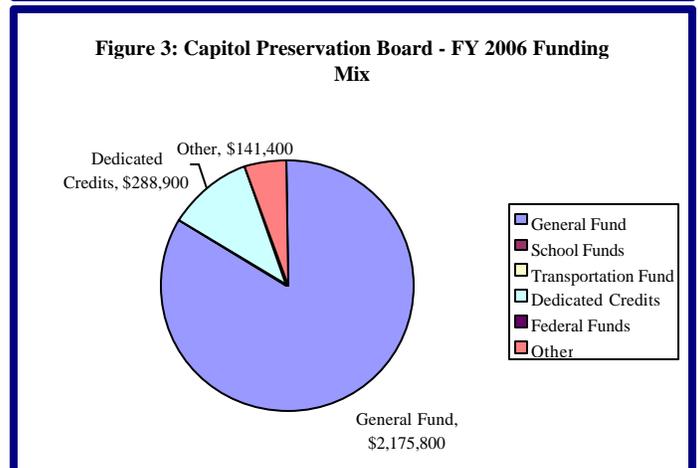
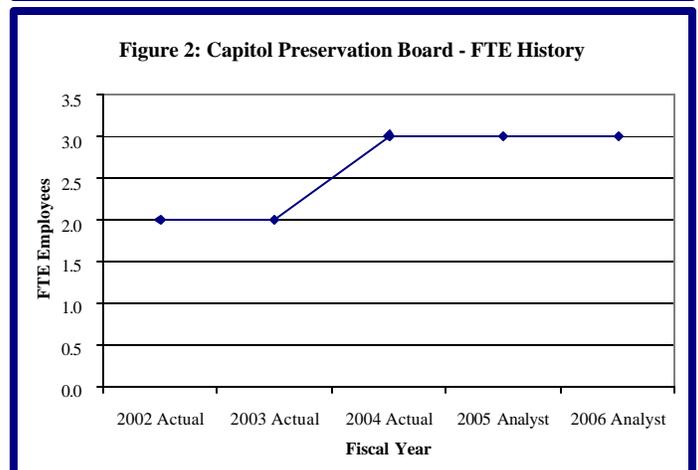
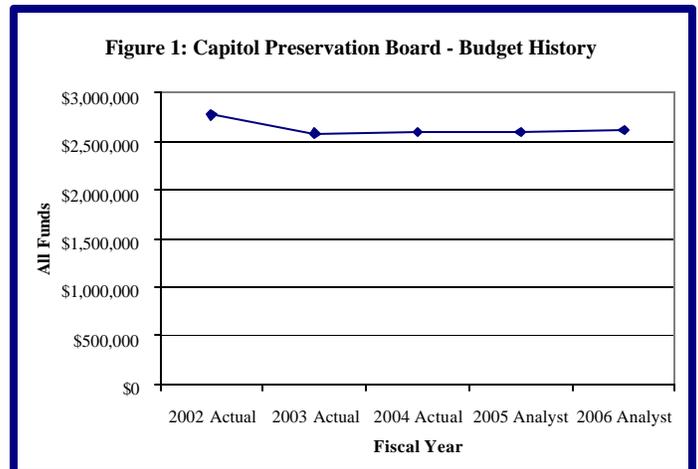
The Analyst recommends an ongoing appropriation of \$35,100 in FY 2006 for hiring a secretary. This amount includes salary and benefits. Please refer to Issue Brief CFAS-05-02 for more information.

Capitol Hill Hot Spots/Multimedia Equipment

The Analyst recommends a one-time supplemental General Fund appropriation of \$25,000 in FY 2005 for installation of multimedia equipment and wireless Internet equipment. The Analyst recommends another \$20,000 in ongoing General Funds in FY 2006 for maintaining the systems and software licenses. Please refer to Issue Brief CFAS-05-02 for more information.

Funding the Remainder of Capitol Restoration

Last session the Legislature authorized \$50M in bonding for the Capitol restoration. Some options for funding the remainder of the restoration are discussed in Issue Brief CFAS-05-03.



None of the recommendations listed above is currently built into the Analyst’s recommendations in the tables in this brief, as the Executive Appropriations Committee has not yet allocated additional funds to the CFAS subcommittee. The Analyst recommends these be prioritized highly if/when additional funds are allocated.

ACCOUNTABILITY DETAIL

Cost Report

The following table shows project funds appropriated to date and projected for the future.

| Capitol Preservation Board Project Appropriations Summary | | |
|--|------------------------------------|---------------|
| FY 1996 | Remodel/Seismic Study | \$75,000 |
| FY 2001 | Strategic Planning | \$2,086,500 |
| FY 2002 | Expansion Buildings | \$40,991,600 |
| FY 2003 | Parking Structure | \$8,000,000 |
| FY 2003 | Restoration Design/Management Fees | \$17,970,000 |
| FY 2004 | Capitol Restoration | \$10,000,000 |
| FY 2005 | Capitol Restoration | \$50,000,000 |
| FY 2006- | Capitol Restoration | \$135,000,000 |
| Grand Total | | \$264,123,100 |
| Capitol Building (last four items) | | \$212,970,000 |

To date the Legislature has appropriated \$129.1 million for various phases of Capitol restoration. The CPB estimates restoration of the Capitol Building will cost another \$135M to complete.

BUDGET DETAIL

As part of statewide budget reductions, the Legislature reduced the General Fund appropriation to this line item after FY 2002. In addition to negotiating a lower level of maintenance with DFCM, the board further reduced costs by charging its employees' time to the construction budget (see "Transfers" in the following table). Over six years, this would add \$846,000 in unbudgeted costs to the Capitol Hill project.

Budget Recommendation

The Analyst recommends a total FY 2006 appropriation of \$2,606,100, with \$2,175,800 from the General Fund, for the Capitol Preservation Board. The Analyst further recommends additional appropriations for O&M, a secretary, and hotspots/multimedia equipment, as described above. These additional appropriations are not built into the tables and charts in this budget brief.

Intent Language

The Analyst recommends the Legislature continue using the following intent language which was approved in Senate Bill 1, 2004 General Session:

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.

LEGISLATIVE ACTION

This section is a summary of what actions might be taken if the Legislature wishes to adopt the recommendations of this brief. The Analyst recommends the Legislature consider adopting:

1. A total appropriation of \$2,606,100 for the Capitol Preservation Board, plus additional appropriations for O&M, a secretary, and hotspots/multimedia equipment, as described above.
2. Intent language making this appropriation nonlapsing.

BUDGET DETAIL TABLE

| Capitol Preservation Board | | | | | | |
|-----------------------------------|---------------------------|---------------------------------|-----------------|----------------------------|-----------------|-----------------------------|
| Sources of Finance | FY 2004 Actual | FY 2005 Appropriated | Changes | FY 2005 Revised | Changes | FY 2006 Analyst* |
| General Fund | 2,165,400 | 2,175,800 | 0 | 2,175,800 | 0 | 2,175,800 |
| General Fund, One-time | 600 | 1,500 | 0 | 1,500 | (1,500) | 0 |
| Dedicated Credits Revenue | 280,900 | 228,300 | 44,000 | 272,300 | 16,600 | 288,900 |
| Transfers | 104,000 | 141,400 | 0 | 141,400 | 0 | 141,400 |
| Beginning Nonlapsing | 37,300 | 0 | 0 | 0 | 0 | 0 |
| Total | \$2,588,200 | \$2,547,000 | \$44,000 | \$2,591,000 | \$15,100 | \$2,606,100 |
| Categories of Expenditure | | | | | | |
| Personal Services | 167,700 | 179,500 | (8,600) | 170,900 | 0 | 170,900 |
| In-State Travel | 0 | 200 | 0 | 200 | 300 | 500 |
| Current Expense | 2,414,200 | 2,354,600 | 51,700 | 2,406,300 | 17,000 | 2,423,300 |
| DP Current Expense | 6,300 | 12,700 | 900 | 13,600 | (2,200) | 11,400 |
| Total | \$2,588,200 | \$2,547,000 | \$44,000 | \$2,591,000 | \$15,100 | \$2,606,100 |
| Other Data | | | | | | |
| Total FTE | 3.0 | 3.0 | 0.0 | 3.0 | 0.0 | 3.0 |

*Does not include amounts in excess of subcommittee's state fund allocation that may be recommended by the Fiscal Analyst.