

Capital Outlay

The adopted 2002-04 budget provides \$1.2 billion in capital outlay funding. Of this amount, \$54.7 million is from general funds, largely for the Maintenance Reserve program. The budget also includes \$88.0 million in 9(c) bond authority and \$617.6 million in 9(d) bond authority for auxiliary enterprise projects at the colleges and universities, \$2.2 million for a project funded from the Virginia Public Building Authority, and \$423.0 million in nongeneral fund projects.

The “Building Virginia’s Future” capital program is not included in the budget but is authorized through separate legislation. The program includes \$900.5 million in general obligation bonds for higher education and other education agencies, \$119.0 million in general obligation bonds for parks and natural areas, \$249.1 million in state-supported debt to “jumpstart” high priority capital projects, and \$120.8 million in state-supported debt for projects in public safety, mental health, and general government. The proposed projects are detailed at the end of this narrative.

CAPITAL OUTLAY FUNDING BY SOURCE 2002-2004	
<u>Fund Type</u>	<u>\$ Millions</u>
Budget Bill:	
General Funds	\$54.7
VPBA Bonds	2.2
9 (c) Bonds	88.0
9(d) Bonds	617.6
Nongeneral Funds	<u>423.0</u>
Total	\$1,185.6
Other Legislation:	
General Obligation Bonds	\$1,019.5
VPBA Bonds	195.7

VCBA Bonds	<u>174.2</u>
Total	\$1,389.4

Selected Capital Outlay Actions

- **Norfolk State University**
 - ***Deferred Maintenance Issues.*** Provides \$856,285 GF to address deferred maintenance needs, such as roof and window replacements.
- **Virginia State University**
 - ***Deferred Maintenance Issues.*** Provides \$2.6 million GF to address deferred maintenance needs, such as roof and window replacements.
- **Department of Corrections**
 - ***Upgrade Wastewater Treatment Plants.*** Provides \$2.2 million in VPBA bond authority to replace special corrections reserve funds that were reverted under a separate item. While the bond proceeds are appropriated, no authorization to issue the bonds was approved. However, the Director of the Department of Planning and Budget is authorized to restore the reverted balances if the project has any outstanding obligations.
- **Central Appropriations**
 - ***Maintenance Reserve.*** Provides \$49.8 million GF over the biennium for deferred maintenance projects at state agencies, including new roofing, electrical repairs, and replacement of heating systems.
 - ***Necessary Repairs and Energy Efficiency.*** Provides \$920,833 GF and \$579,167 NGF to address unanticipated repairs and improvements at state agencies. Approved action in the introduced budget to reduce general fund projects with energy saving components by \$500,000 and replace them with funds from the Oil Overcharge Expendable Trust Fund.

Building Virginia's Future Capital Program

HB 99/SB 31 - Education General Obligation Bond Bill

- Authorizes the issuance of Commonwealth of Virginia General Obligation Bonds pursuant to Article X, Section 9 (b) of the Virginia Constitution, in an amount not exceeding \$900.5 million, subject to approval by a majority of those who vote at the November 5, 2002, general election.

- Provides funding for some 133 projects, including renovations of instructional facilities, construction of new academic space, construction of new research space, upgrades to heating and cooling systems, roof replacements, and improved handicapped accessibility.
 - \$845.9 million for projects at Virginia's colleges and universities.

 - \$54.6 million for projects at Virginia's state-supported museums and cultural agencies.

HB 1144/SB 672 - Parks and Recreational Facilities General Obligation Bond Bill

- Authorizes the issuance of Commonwealth of Virginia General Obligation Bonds pursuant to Article X, Section 9 (b) of the Virginia Constitution, in an amount not exceeding \$119.0 million, subject to approval by a majority of those who vote at the November 5, 2002, general election.

- The package addresses two major areas:
 - \$30.0 million for the acquisition of open space through new state park lands and state Natural Area Preserves, and

 - \$89.0 million for 69 capital projects at 31 state parks across Virginia to address growing attendance and visitor demand.

- Park improvement projects include:
 - Construction of or improvements to cabins, campgrounds, boating docks and piers.
 - Renovations to historic buildings at New River Trail, Sailor's Creek Battlefield, Staunton River Battlefield, and Wilderness Road state parks.
 - Upgrades and improvements for such infrastructure as roads and utilities, along with improvements to hiking and horse trails.
- These projects are expected to produce revenue for the state park system in addition to meeting public demand for more services.

HB 1284/SB 673 - "Jumpstart" Projects and Other State Agency Projects

- Authorizes the issuance of \$195.7 million in bonds through the Virginia Public Building Authority and \$174.2 million in bonds through the Virginia College Building Authority. The projects fall into 2 categories:
 - 1) \$249.1 million in VCBA/VPBA bonds to "jumpstart" higher education and other high priority projects that have been planned and are ready to be bid.
 - \$186.9 million for renovation and new construction at colleges and universities and other educational institutions.
 - \$34.3 million to begin critical Capitol Square/Seat of Government projects.
 - \$20.0 million for land acquisition for parks.
 - \$7.9 million for the state share of a new Veterans' Care Facility.

- 2)** \$120.8 million in VPBA bonds for high priority projects in mental health agencies, public safety, natural resources, and the seat of government, including:
- \$13.6 million for expansion of the State Police Headquarters and Emergency Operations Center in Richmond.
 - \$14.8 million for new facilities for the Virginia Museum of Natural History in Martinsville.
 - \$13.4 million for improvements to Mental Health, Mental Retardation and Substance Abuse facilities.
 - \$6.2 million for a new Department of Agriculture Regional Laboratory in Harrisonburg.