

Capital Outlay

The approved budget for 2004-06 provides over \$1.5 billion for capital construction. Of this amount, \$45.6 million is from the general fund, largely for the Maintenance Reserve program. Other capital projects totaling \$453.7 million are provided at a variety of state agencies, to be funded with tax-supported debt issued by the Virginia Public Building Authority (VPBA) and the Virginia College Building Authority (VCBA). The budget also includes bonding authority for revenue generating projects totalling \$560.2 million. Capital projects totaling \$418.0 million are funded by non-general funds. Finally, the budget includes \$60.0 million in Virginia Port Authority bonds for the improvements at the Norfolk International Terminal.

Capital Outlay Funding (2004-06 biennium)	
<u>Fund Type</u>	<u>\$ Millions</u>
General Fund	\$45.6
VPBA Bonds	\$261.7
VCBA Bonds	\$192.0
VPA Bonds	\$60.0
9(c) Revenue Bonds	\$116.9
9(d) NGF Revenue Bonds	\$443.2
Nongeneral Funds	<u>\$418.0</u>
Total Capital Funds	\$1,537.5

Descriptions of selected projects follow.

- **Department of General Services**
 - *Acquire Parking Deck.* Provides \$5.7 million in 9(c) revenue bond authority to acquire the parking deck at Ninth and Franklin Streets from the Virginia Retirement System. The deck will provide about 200 new spaces and address some of the parking needs at the seat of government.

- *Replace 8th and 9th Street Office Buildings, Phase I.* Provides \$2.5 million in VPBA bond authority to demolish the 8th Street Office Building which will be replaced by a new state office facility and parking deck.
- **Department of Taxation**
 - *Office Space.* Provides authority for the Department of Taxation to enter into a five-year capital lease for office space at the Main Street Centre.
- **Equipment Supplements**
 - *Equipment for Various Agencies.* Provides \$34.2 million in VPBA and VCBA bond authority to purchase furnishings and equipment for projects scheduled to open in the upcoming biennium. The table below summarizes the allocation for each project.

Equipment Supplements (\$ in millions)	
<u>Agency/Project</u>	<u>Amount</u>
Christopher Newport University	
Performing Arts Building	\$ 1.8
George Mason University	
Fairfax Research I	2.0
Prince William IIIA	1.8
James Madison University	
CISAT Academic Building A3	4.4
Old Dominion University	
Technology Building	1.7
Richard Bland College	
Art Building	0.1
Virginia Commonwealth University	
Massey Cancer Center	2.9
Business Classroom Building	0.1
Virginia Community College System	
Science Laboratory, Lord Fairfax	2.8
Advanced Technology and Workforce Center, Germanna	1.5

Regional Automotive Technology and Workforce Center, Chesapeake Campus, Tidewater	1.2
Nursing Technology Building, Annandale Campus, No. Virginia	0.6
Academic and Administration Building, Thomas Nelson	0.5
HVAC Training Building, Woodbridge Campus, Northern Virginia	0.5
Webber Hall, Virginia Western	0.4
South Campus, Virginia Western	0.2
Instructional Building, Wytheville	0.2
Classroom and Lab Building, Daniel Campus, Southside Virginia	0.2
Classroom and Lab Building, Christanna Campus, Southside Va.	0.1
Virginia Tech	
Bioinformatics Phase II	4.0
Virginia Tech Agriculture Experiment Station	
Research Laboratory	1.2
Department of Emergency Management	
Emergency Operations Center	1.7
Virginia Museum of Natural History	
New Museum	<u>4.2</u>
Total Equipment Supplements	\$ 34.2

- **University of Virginia**
 - *Upgrade Heating Plant.* Provides \$17.5 million in VCBA bond authority and \$19.8 million from NGF revenue bonds to begin upgrading the main heating plant to comply with federal and state clean air standards. An estimated \$12 to \$14 million would be needed in the 2004-06 biennium to complete these upgrades.
 - *Short-term Debt for Capital Projects.* Allows the University of Virginia to issue short-term debt to begin the planning, design and construction of capital projects prior to receiving funds from philanthropic pledges. This debt may not be for a term of longer than seven years and may not exceed an aggregate total of \$100.0 million at any point in time.
- **Virginia Commonwealth University**

- *Monroe Campus School of Business.* Provides a total of \$38.0 million in bond authority (\$15.3 million in VCBA bond authority and \$22.7 million from 9(d) bonds) to build a new school of business on the Monroe Campus of Virginia Commonwealth University. The new campus is supported by over \$100 million in private donations.
- **Virginia Community College System**
 - *Major Mechanical Systems.* Provides \$9.1 million in VCBA bond authority to repair and replace major building systems such as roofs and mechanical systems at various community colleges.
- **Woodrow Wilson Rehabilitation Center**
 - *Infrastructure Improvements.* Provides \$6.9 million in VPBA bond authorization for the following projects:
 - Replace roofs at Watson Activities Building and Carter Ashley Hall (\$1.4 million);
 - Abate asbestos in Anderson Vocational Training Building, Birdsall-Hoover Administration Building and Watson Activities Building (\$3.7 million); and
 - Replace water and main sewer distributions systems (\$1.8 million).
- **Department of Corrections**
 - *Additional Prison Capacity.* Provides \$196.6 million in VPBA bond authorization for the following projects:
 - Construct St. Brides Phase 2 to provide 800 dormitory-style beds (\$32.5 million);
 - Expand Deerfield Correctional Center to provide 600 dormitory-style beds (\$21.9 million);
 - Construct a new medium security facility in Tazewell to provide 1,024 beds (\$68.6 million); and
 - Upon confirmation of need by the Secretary of Public Safety, construct a second new medium security facility in Pittsylvania to provide 1,024 beds (\$73.6 million).

- *Prison Infrastructure.* Provides \$9.9 million in VPBA bond authorization for the following projects:
 - Upgrade electrical system at Powhatan Correctional Center (\$750,000);
 - Supplement upgrade to wastewater treatment plant at Coffeewood Correctional Center (\$2.2 million);
 - Repair and replace roofs at various correctional institutions (\$3.0 million);
 - Upgrade the wastewater treatment facility at Haynesville Correctional Center (\$2.0 million); and
 - Construct a new entrance road and bridge at Bland Correctional Center (\$2.0 million).

- **Virginia Port Authority**
 - *Improve Norfolk International Terminal.* Provides authorization for the issuance of up to \$60.0 million in Commonwealth Port Fund bonds. The funds would be used to upgrade and improve the facilities at the south terminal.

- **Central Appropriations**
 - *Maintenance Reserve.* Provides \$20.0 million GF in each year for deferred maintenance projects at state agencies, including new roofing, electrical repairs, and replacement of heating systems.
 - *Audit of Deferred Maintenance.* Provides \$300,000 GF to have the Auditor of Public Accounts, with cooperation from state agencies and institutions of higher education, conduct an audit of deferred maintenance and provide recommendations to address both deferred maintenance and on-going capital maintenance statewide.