

STATE OF ARIZONA

Joint Committee on Capital Review

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CHRISTINE WEASON

JOINT COMMITTEE ON CAPITAL REVIEW

Tuesday, April 30, 2002

9:30 a.m.

House Hearing Room 4

AGENDA

- Call to Order
 - Approval of Minutes of March 7, 2002
 - DIRECTOR'S REPORT (if necessary).
1. ARIZONA DEPARTMENT OF ADMINISTRATION/DEPARTMENT OF ENVIRONMENTAL QUALITY – Consider Approval of Land Acquisition for Air Monitoring Site.
 2. ARIZONA DEPARTMENT OF ADMINISTRATION/DEPARTMENT OF CORRECTIONS – Review of Scope, Purpose, and Estimated Cost of Department of Corrections Safety Improvements.
 3. SCHOOL FACILITIES BOARD – Review of FY 2002 Building Renewal May Allocation Plan.
 4. ARIZONA STATE PARKS – Report on Kartchner Caverns State Park.

The Chairman reserves the right to set the order of the agenda.

4/24/02

People with disabilities may request accommodations such as interpreters, alternative formats, or assistance with physical accessibility. Requests for accommodations must be made with 72 hours prior notice. If you require accommodations, please contact the JLBC Office at (602) 542-5491.

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MINUTES OF THE MEETING JOINT COMMITTEE ON CAPITAL REVIEW

Thursday, March 7, 2002

The Chairman called the meeting to order at 12:10 p.m. Thursday, March 7, 2002 in House Hearing Room 4 and attendance was as follows:

Members:	Representative Knaperek, Chairman Representative Cheuvront Representative Gray Representative Lopez Representative Pearce Representative Weason	Senator Solomon, Vice-Chairman Senator Brown Senator Cirillo Senator Guenther Senator Hamilton
Absent:	Representative Allen (Excused)	Senator Bennett Senator Verkamp (Excused)
Staff:	Richard Stavneak Lorenzo Martinez Bob Hull Tony Vidale	Jan Belisle, Secretary Stefan Shepherd Jake Corey Jason Hampton
Others:	Bob Teel John Sempert Bruce Ringwald Kim Casey Virginia Pierce Tim Brand Ken Proksa Steve Miller Greg Fahey Mercy Valencia Joel Valdez Richard Roberts Joy Hicks Bob Calhoon, Architect	ADOA ADOA ADOA ADOA ADOA ADOA ASDB ASU U of A U of A U of A U of A House 3D/International

Senator Solomon moved the Committee approve the minutes of December 12, 2001 as presented. The motion carried.

(Continued)

**ARIZONA DEPARTMENT OF ADMINISTRATION/DEPARTMENT OF HEALTH SERVICES
– Consider approval of lease-purchase for State Health Laboratory.**

Lorenzo Martinez, JLBC Staff presented the Arizona Department of Administration request that the Committee consider approval to issue \$30 million in Certificates of Participation (COPs) to finance the construction of a new state health laboratory. The payback period would be over 20-years. There is a FY 2003 appropriation of approximately \$2.3 million for the first year debt service on the project. The requirement for each year is approximately \$2.3 million for the entire 20-year period. The average interest rate would be 4.8% which equates to a total project cost of \$48.8 million. The \$30 million issuance will be combined with a \$34.7 million issuance for the new Human Resources Information System (HRIS).

In response to Senator Cirillo, Mr. Martinez stated that the HRIS issuance is approximately \$34.7 million and combining the two issuances would save approximately \$100,000.

In response to Representative Gray, Mr. Martinez said that the HRIS is to be repaid over 10 years.

Shawn Dvalle, Financial Advisor, RBC Pain Rauscher mentioned that the interest rate is very low. The interest rate on bonds is determined by a supply and demand equation. Those interest rates are tracked by state underwriters who are chosen and are experienced in selling bonds. She stated that combining the two issuances improves the rating.

Senator Solomon moved the Committee approve the issuance of \$30,000,000 in Certificates of Participation to finance the new State Health Laboratory with the understanding that the scope, purpose, and estimated cost will be submitted for Committee review when the design is complete. The motion carried.

Senator Solomon moved that the Committee go into Executive Session. The motion carried.

At 12:24 p.m. the Joint Committee on Capital Review went into Executive Session.

Senator Solomon moved that the Committee reconvene into open session. The motion carried.

At 12:30 p.m. the Committee reconvened into open session.

EXECUTIVE SESSION

Review of Phase Two Request for Proposals for State Health Laboratory.

Senator Solomon moved the Committee give a favorable review to the Phase 2 Request for Proposals for the design-build construction of the new State Health Laboratory. The motion carried.

Review Architect and Construction Manager at Risk Proposals for Forensic Hospital Renovation Component of the Arizona State Hospital Construction Project.

Senator Solomon moved the Committee give a favorable review to the selected architect and construction manager, and the release of \$1,100,000 to proceed with design activities for the forensic hospital renovations at the Arizona State Hospital. The motion carried.

(Continued)

DEPARTMENT OF ECONOMIC SECURITY – Review of Arizona Training Program at Tucson Study.

Stefan Shepherd, JLBC Staff, presented the Department of Economic Security (DES) request that the Committee review the Arizona Training Program at Tucson (ATPT) land use study. The study considered 3 different options: 1) reduce unused space but stay at ATPT, 2) stay at ATPT as it exists today, and 3) relocate into smaller private space and sell ATPT.

The study recommends that DES reduce unused space but stay at ATPT (Option 1). A low-cost alternative would be similar to Option 1, except no new building would be constructed and other upgrade costs would also be deferred. JLBC Staff recommends that DES comment on the low-cost alternative by March 18th.

Senator Solomon moved the Committee acknowledge receipt of the Arizona Training Program at Tucson land use study and requested that the Department of Economic Security comment by March 18^h on an option to consolidate services into existing buildings without constructing a new building, and sell the unused property. The motion carried.

ARIZONA BOARD OF REGENTS/ARIZONA STATE UNIVERSITY – Consider Approval of Bond Projects.

Lorenzo Martinez, JLBC Staff presented the Arizona State University request to consider approval for Arizona State University (ASU) to issue \$58,700,000 in revenue bonds for a Mediated Classroom/Social Sciences Building with a payback period of 25 years. Of these monies, \$5,700,000 will be used for computer classroom equipment which will be repaid over a 5-year period. There will be an issuance of \$22,800,000 in bonds for 14 infrastructure improvement projects for the main campus with a payback period of 25 years. The source of repaying this issuance will come from tuition collections and revenue generated from self-supporting programs. The estimated interest rate for these projects is 5.5% and the total repayment over 25 years will be \$148,000,000.

In reply to Representative Gray, Steve Miller, Vice-President for Institutional Advancement, ASU stated the Arizona Board of Regents (ABOR) earmarked Proposition 301 monies for specific projects and also mentioned the Proposition 301 projects were targeted for research opportunities areas, biosciences, biotechnology, etc.

Mernoy Harrison, Vice-Provost for Administrative Services, Arizona State University said the planning for the projects being reviewed was started prior to the passage of Proposition 301.

Senator Solomon moved the Committee approve the issuance of \$81,500,000 in revenue bonds to finance a Mediated Classroom/Social Sciences Building and Infrastructure Improvements with the understanding that any General Fund offsets for debt service or additional operational costs will be considered by the Legislature through the regular budget development process. The motion carried.

Review of Lease-Purchase Projects.

Lorenzo Martinez, JLBC Staff presented the Arizona State University request that the Committee review the issuance of \$77,137,000 in Certificates of Participation (COPs) for five projects. The projects are:

- University Services Building with renovation of vacated space
- Remote Library Storage Facility
- Memorial Union Expansion and Renovation
- Intercollegiate Athletics Building Expansion and Renovation and
- Packard Stadium Clubhouse and Playing Field Renovation.

(Continued)

The issuance will be repaid over 25 years with tuition collections and revenues from Auxiliary and Other Funds. The interest rate is estimated to be 5.5%. Total project cost over the payback period will be \$144,400,000.

Senator Solomon moved the Committee give a favorable review to the issuance of \$77,137,000 in Certificates of Participation to finance: 1) University Services Building and Backfill Renovations, 2) Remote Library Storage Facility, 3) Memorial Union Expansion and Renovation, 4) Intercollegiate Athletics Building Expansion and Renovation, and 5) Packard Stadium Clubhouse and Playing Field Renovations, with the understanding that any General Fund offsets for debt service or additional operational costs will be considered by the Legislature through the regular budget development process, and that ASU report the estimated costs for the last 4 projects after the design for each project is completed. The motion carried.

ARIZONA BOARD OF REGENTS/UNIVERSITY OF ARIZONA – Review of Lease-Purchase Projects.

Lorenzo Martinez, JLBC presented the University of Arizona request that the Committee review the UofA North Campus, Highland Commons Health Services/Disability Resource Center, and the Highland District Housing lease-purchase projects. The three projects combined represent COP issuances totaling \$62,730,000. The repayment over a 20-year period at an estimated interest rate of 6% equates to approximately \$109,400,000.

In response to Chairman Knaperek, Mr. Martinez stated the interest rates submitted were estimated by each university.

Greg Fahey, Associate Vice-President for Government Relations, U of A stated that the bond market constantly moves. No issuances have been issued.

Joel Valdez, Senior Vice-President for Business Affairs, U of A stated that interest rates caps are set by the Board of Regents when it approves the projects not to exceed that figure.

Senator Solomon moved the Committee give a favorable review to the issuance of \$62,730,000 in Certificates of Participation to finance: 1) North Campus Building, 2) Highland Commons Health Services/Disability Resource Center, and 3) Highland District Housing, with the understanding that any General Fund offsets for debt service or additional operational costs will be considered by the Legislature through the regular budget development process. The motion carried.

ARIZONA DEPARTMENT OF ADMINISTRATION/DEPARTMENT OF CORRECTIONS/DEPARTMENT OF JUVENILE CORRECTIONS/ARIZONA DEPARTMENT OF TRANSPORTATION – Review of Revisions to Department of Corrections, Department of Juvenile Corrections, and Arizona Department of Transportation FY 2002 Building Renewal Allocation Plans.

Tony Vidale, JLBC Staff presented the Department of Corrections (DOC), Department of Juvenile Corrections (DJC) and Arizona Department of Transportation (ADOT) requests that the Committee review the revisions to the FY 2002 building renewal allocation plans. In the last Special Session, building renewal for DOC, DJC, and ADOT was reduced by approximately 50%. DOC and DJC received building renewal monies from the Corrections Fund and ADOT received building renewal monies from the State Highway Fund. The agencies have revised their building renewal plans to incorporate the reductions in funding.

(Continued)

Senator Solomon moved the Committee give a favorable review to the Department of Corrections, Department of Juvenile Corrections, and Arizona Department of Transportation revised FY 2002 building renewal allocation plans and request that funding for any new projects not listed in the allocation plans, reallocations between projects, and allocations from any contingency amounts be reported to JLBC Staff prior to expenditure. The motion carried.

ARIZONA STATE SCHOOLS FOR THE DEAF AND THE BLIND (ASDB) – Report on 10-Year Facilities Master Plan.

Jake Corey, JLBC Staff introduced Ken Proksa, Assistant Superintendent for Operations, ASDB who presented the ASDB 10-Year Facilities Master Plan. ASDB has a campus in Phoenix and Tucson. The Phoenix campus is approximately 133,000 square feet and serves 300 deaf students, preschool through high school. The Tucson campus has been in place since 1986 and serves 300 students which are deaf and blind. Both campuses are under the state building system and have limited funds to support building renewal and capital projects. There are approximately \$46,000,000 of deficiencies corrections that are needed which would be spread over 5-years. Senate Bill 1381 would put ASDB under the School Facilities Board (SFB). SFB is required to establish minimum standards for ASDB. SFB established those standards in December 2001.

No Committee action was required.

The meeting adjourned at 1:00 p.m.

Jan Belisle, Secretary

Lorenzo Martinez, Senior Fiscal Analyst

Representative Laura Knaperek, Chairman

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DATE: April 23, 2002

TO: Representative Laura Knaperek, Chairman
Members, Joint Committee on Capital Review

THRU: Richard Stavneak, Director

FROM: Tom Mikesell, Fiscal Analyst

SUBJECT: ARIZONA DEPARTMENT OF ENVIRONMENTAL QUALITY – CONSIDER
APPROVAL OF LAND ACQUISITION FOR AIR MONITORING SITE

Request

The Arizona Department of Environmental Quality (ADEQ) requests Committee approval of the proposed purchase of property located at 4538 North 17th Avenue in Phoenix.

Recommendation

The JLBC Staff recommends that the Committee approve the request. The proposal would use \$14,000 from the Air Quality Fund and \$6,000 from the Permits Administration Fund to purchase land at 4538 North 17th Avenue in Phoenix for use as an air monitoring site. We would note that this would set a precedent, as it is the first known instance of using operating appropriations for a land purchase.

Analysis

As part of the state's Air Quality Program, ADEQ operates an air quality-monitoring network consisting of approximately 60 monitoring stations. Each station contains air sampling equipment that is used to determine levels of air pollutants in the area. The sites are commonly located on property owned by other state agencies, or federal or local government property to which the state is granted access. In some instances property is leased by ADEQ.

ADEQ has operated an air monitoring station at 4538 North 17th Avenue in Phoenix since 1991. This property is owned by the City of Phoenix and is located in a developed residential area. In the past the city allowed ADEQ to operate the monitoring station at no cost, though currently the city wants to sell the property. The City approached ADEQ as a potential buyer for the property due to its past use as an air-monitoring site. The appraised value of the approximately 2,500 square foot parcel is \$14,600. According to ADEQ, A Phase I environmental site assessment has been conducted finding no Historical Recognized Environmental Conditions.

(Continued)

ADEQ seeks to purchase the property since this site has provided continuous measurement of air quality data for 10 years. According to ADEQ, preserving this location allows them to continue the trend of air monitoring already established. ADEQ indicates that this is preferred to moving the site and losing the historical benchmark.

To conduct the purchase, ADEQ proposes to transfer \$14,000 from the Air Quality Fee Fund and \$6,000 from the Air Permits Administration Fund to the Arizona Department of Administration in FY 2002, for a total transfer of \$20,000. These amounts will be from ADEQ's approved FY 2002 operating lump sum appropriations from these funds. Using the transferred monies, ADOA will then purchase the property and allow ADEQ to continue operating its air monitoring equipment on the site. ADEQ's proposal includes using the \$20,000 as follows: \$14,600 to purchase the land, \$2,600 for closing costs, and \$2,800 for the Phase I Environmental Site Assessment.

Staff would note that this is the first identified case of an agency using monies from its operating appropriation to purchase land. In past acquisitions, land has been purchased using monies from specific capital appropriations. A.R.S. § 41-791.02 requires that no land may be purchased without Committee approval and an appropriation by the Legislature for the acquisition. In its review of this statutory language Legislative Council did not believe that this proposal violated current law since the funding would come from lump sum appropriations.

Based on Legislative Council's legal opinion, the JLBC Staff recommends that the Committee approve the land purchase since it would provide the Air Quality Program to with integrity of its air monitoring data and will not require appropriations above the amounts approved for FY 2002.

RS/TM:jb

ARIZONA DEPARTMENT OF ENVIRONMENTAL QUALITY

Jane Dee Hull
Governor

3033 North Central Avenue • Phoenix, Arizona 85012-2809
(602) 207-2300 • www.adeq.state.az.us

Jacqueline E. Schafer
Director

March 19, 2002

The Honorable Ruth Solomon, Chairman
Joint Committee on Capital Review
1700 West Washington
Phoenix, AZ 85007



Re: Request for placement on the next JCCR Agenda

The Arizona Department of Environmental Quality (ADEQ) requests placement on the next agenda of the Joint Committee on Capital Review to request a favorable review of the purchase property currently used by our Air Quality Program.

The attached documents provide you with more details of this request to purchase.

Mr. Robert Rocha and Mr. Jim Buster will be contacting your office to personally explain our request. Please contact me at (602) 207-2203 or Robert Rocha at 207-4867 if you need additional information.

Thank you for your attention to this matter.

Sincerely,

A handwritten signature in cursive script, appearing to read "Jacqueline E. Schafer".

Jacqueline E. Schafer
Director

Attachments

Copy: Representative Laura Knaperek, Arizona State House of Representatives
Richard Stavneak, Staff Director, JLBC
Lorenzo Martines, Senior Fiscal Analyst, JLBC
Tom Betlach, Director, OSPB
Elliott Hibbs, Director, ADOA
Tim Brand, General Manager, ADOA
Nancy Wrona, Director, Air Quality Division, ADEQ
Jim Buster, Legislative Liaison, ADEQ

REQUEST TO PURCHASE PROPERTY

Background:

ADEQ has been operating air quality monitoring equipment at what is known as a Supersite for more than ten years (since 1991). The Supersite is located at 4538 North 17th Avenue in Phoenix, Arizona. The portion of the property proposed for purchase is comprised of the eastern half of the lot, the western portion is owned by a neighboring resident. This property is owned by the City of Phoenix who operated a well used to sample water quality since about 1957. In recent years the well has not been operational, with the wellhead and pump removed between 1995 and 1999. In 1999, the City of Phoenix started to explore selling the property since it is no longer being actively used by them, and approached ADEQ. During negotiations, a Phase I environmental site assessment was performed finding no Historical Recognized Environmental Conditions.

It should be noted that Supersite is the most important air quality monitoring location in the ADEQ network due to its longevity and the variety of sampling conducted there. Measurements ranging from conventional pollutants to precursors of ozone and visibility are performed at this site. The Department has not considered other locations since, with over ten years of trend data, it is important not to move the monitoring equipment. Moving the equipment would mean losing ten years of scientific data, and would require ADEQ to start a new trend line.

Discussion:

Procuring the property at 4538 North 17th Avenue is a positive outcome for both parties, as it ensures a continued, effective data gathering, air quality monitoring program for the State, and allows the City of Phoenix to sell a property that, since it is only half a city lot, is not desirable for more typical uses.

The lot is located in a residential area and is 2,500 square feet. The site is occupied by two buildings which house 17 different scientific instruments (including criteria pollutant samplers and analyzers, meteorology, visibility/urban haze) that have been selected for several state and national air monitoring studies. The land use in the area is stable and there is no potential for future development that would infringe upon this property. ADEQ plans to continue operating this site for monitoring air quality due to the advantage of a ten year data trend line.

The \$20,000 for site costs will be split between the Air Quality Fee (\$14,000) and Air Permit Administration (\$6,000) Funds which are lump sum appropriations. These fund sources are used by ADEQ for conducting air quality research and the administration of air quality programs in order to bring Maricopa and/or Pima Counties into attainment status, and for improving air quality. Total land acquisition not to exceed \$20,000: the property has been appraised at \$14,600; Phase I Environmental Site Assessment was completed for \$2,800; and closing costs are estimated at \$2,600.

Request:

ADOA and ADEQ propose purchasing the property at 4538 North 17th Avenue from the City of Phoenix to ensure continued access to the site. The funds have been transferred to ADOA via an ISA to purchase the above mentioned property at a cost not to exceed \$20,000.

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DATE: April 23, 2002

TO: Representative Laura Knaperek, Chairman
Members, Joint Committee on Capital Review

THRU: Richard Stavneak, Director

FROM: Tony Vidale, Fiscal Analyst

SUBJECT: ARIZONA DEPARTMENT OF ADMINISTRATION/ARIZONA DEPARTMENT OF
CORRECTIONS – REVIEW OF SCOPE, PURPOSE, AND ESTIMATED COST OF
DEPARTMENT OF CORRECTIONS SAFETY IMPROVEMENTS

Request

The Arizona Department of Administration (ADOA) and the Arizona Department of Corrections (DOC) request Committee review of the expenditure of \$731,200 from a Corrections Fund appropriation of \$1,379,400 for DOC safety improvements. In addition, ADOA and DOC request that any remaining funds be applied to procure an electrified fence system at the ASPC Florence Central Unit.

Recommendation

The JLBC Staff recommends that the Committee give a favorable review of the request. The \$731,200 will fund the design and construction of a perimeter security system for 5 administrative buildings at 3 prison complexes. The estimated cost for the design and construction of the electrified fence system is \$1,239,600, of which \$648,200 will come from the remaining safety improvements appropriation and \$591,400 will come from operating expense savings.

Analysis

Laws 2001, Chapter 237 (Capital Outlay Bill) appropriated \$1,379,400 in FY 2002 from the Corrections Fund to ADOA for DOC safety improvements. The appropriation would fund the modification of fencing around DOC administration buildings to correct a design flaw and eliminate a security weakness. In addition, Chapter 237 required ADOA to submit an expenditure plan to the Committee for review prior to the expenditure of any monies for DOC safety improvements. The Committee gave a favorable review at the June 28, 2001 JCCR meeting for the expenditure of \$100,000 of the appropriation to fund the assessment of the feasibility and costs of designing and installing these security enhancements.

(Continued)

The DOC has identified 5 prison administrative buildings (3 at the Eyman complex, 1 each at the Tucson and Yuma complexes) that require perimeter fence modifications to eliminate a potential escape point. The ADOA and DOC are requesting to utilize \$731,200 of the appropriation for the design and construction of a variable voltage sensor system to address the security weaknesses of the administrative buildings at each of the units. A variable voltage sensor system is an array of wires that presents a physical barrier and detection system that sounds an alarm if the wire array is cut, shorted, bridged, or spread enough to gain penetration. The wire array will be capable of being electrified, but will be in a non-lethal configuration at these facilities.

ADOA and DOC additionally request the remainder of the appropriation be applied to the design and construction costs for an electrified fence at the Central Unit ASPC-Florence. The Central Unit is a Level 5 (maximum) security unit that includes death row. The electrified fence would be mounted to the top of existing 17-foot high concrete walls of the Central Yard and the housing unit and would have sufficient voltage to provide a lethal jolt of electricity. DOC reports that Alabama, Arkansas, California, Colorado, Missouri, Nevada, and Wisconsin have one or more installations of a lethal fence.

The new lethal fence system would reduce staffing requirements by replacing visual surveillance provided by manned guard towers and reduce staff by 21 FTE Positions. DOC estimates that reducing staff positions will generate a savings of approximately \$735,000 annually that would be applied to offset the additional costs for the fence installation.

The JLBC Staff recommends a favorable review of the department's expenditure request for safety and security improvements.

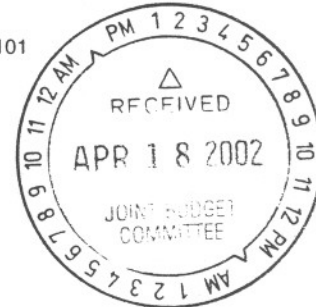
RS/TV:jb

Jane Dee Hull
Governor



J. Elliott Hibbs
Director

ARIZONA DEPARTMENT OF ADMINISTRATION
GENERAL SERVICES DIVISION • 15 SOUTH 15TH AVENUE, SUITE 101
PHOENIX, ARIZONA 85007
(602) 542-1920



April 15, 2002

The Honorable Laura Knaparek, Chairman
Joint Committee on Capital Review
1700 West Washington
Phoenix, Arizona 85007

RE: Request for Placement on Joint Committee on Capital Review Agenda – May 2002.

Dear Representative Knaparek:

The Department of Administration and the Arizona Department of Corrections requests placement in the May 2002 agenda of the Joint Committee on Capital Review for review and approval of the following item.

ADC Safety Improvements – Security Fencing Improvements

House Bill 2632, Forty-fifth Legislature, First Regular Session, 2001, appropriated \$1,379,400.00 to the Department of Corrections for safety and security improvements to perimeter fence entrances of five (5) Administration buildings of Custody Levels 3 and 4. The Department of Corrections has additionally requested that any remaining funds be applied to procure an electrified fence system at the ASPC Florence Central Unit in Florence, Arizona.

The information for this project is attached.

Sincerely,

A handwritten signature in cursive script that reads "Robert C. Teel".

Robert C. Teel, Assistant Director, ADOA
ADOA General Services

Attachment

cc: Senator Ruth Solomon, Arizona Senate
Tom Betlach, Director, OSPB
J. Elliott Hibbs, Director, ADOA
Terry Stewart, Director, ADC
Chuck Ryan, Deputy Director, ADC
Mike Smarik, Assistant Director, Administrative Services, ADC
Bill Greeney, Budget Analyst, OSPB
Richard Stavneak, Staff Director, JLBC
Lorenzo Martinez, Senior Fiscal Analyst, JLBC
Bruce Ringwald, General Manager, Construction Services, ADOA
Mike Rank, Senior Project Manager, Construction Services, ADOA
Robert Smook, Legislative Liaison, ADOA

Arizona Department of Corrections Safety Improvements Security Fencing Modifications

Background

House Bill 2632, Forty-fifth Legislature, First Regular Session, 2001, appropriated \$1,379,400.00 to the Department of Corrections for safety and security improvements to perimeter fence entrances of five (5) Administration buildings of Custody Levels 3 and 4. These modifications are being initiated as a result of an escape from a Level 4 prison due to this identified point of vulnerability in the perimeter security systems of some State facilities.

The following units have been identified as high-risk facilities and are to be modified using these funds:

- ASPC Eyman Complex – Florence, Az. – Cook Unit*
- ASPC Eyman Complex – Florence, Az. – Meadows Unit*
- ASPC Eyman Complex – Florence, Az. – Rynning Unit*
- ASPC Tucson Complex – Tucson, Az. – Cimarron Unit*
- ASPC Yuma Complex – Yuma, Az. – Cheyenne Unit*

At the June 28, 2001 JCCR meeting a favorable review was given by the committee for the expenditure of \$100,000 of the appropriation to fund the assessment of the feasibility and costs of designing and installing these security enhancements. The favorable review also indicated that after the completion of the assessment, ADOA would submit an expenditure plan to the Committee detailing projects to be initiated and their estimated costs. The assessment has been completed and the recommended expenditure plan is detailed below in the Request.

Request

The consultant has provided assessments and evaluations of various types and manufacturers of these systems, detailed costs estimates and design specifications to meet the criteria of the Department of Corrections.

*The desired system is a variable voltage sensor system, whose estimated cost for the design and construction of these five Administration building entries is **\$731,160.00**, and will be administered by the Arizona Department of Administration.*

*The Department of Corrections has additionally requested that any remaining funds be applied to procure an electrified fence system at the ASPC Florence Central Unit in Florence, Arizona. The electrified fence will have a sufficient current/voltage to provide a lethal jolt of electricity to an inmate attempting to escape from this maximum-security unit. The installation of such a system will allow the ADC to eliminate towers and reduce the number of staff needed to monitor and secure the perimeter of this unit. The reduction of staff will save the ADC approximately **\$715,000.00** per year.*

*The estimated cost for the design and construction of this type of electrified fence system at the Central Unit is **\$1,239,600.00**. The savings generated by the elimination of posts will allow this project to pay for itself in only two years. Although this appropriation is not sufficient to pay the entire cost of this project, after funding the Administration building project noted above, ADC is willing to pay the additional costs from savings generated by the staff reduction.*

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CHRISTINE WEASON

DATE: April 24, 2002

TO: Representative Laura Knaperek, Chairman
Members, Joint Committee on Capital Review

THRU: Richard Stavneak, Director

FROM: Jake Corey, Fiscal Analyst

SUBJECT: SCHOOL FACILITIES BOARD – REVIEW OF FY 2002 BUILDING
RENEWAL MAY ALLOCATION PLAN

Request

The School Facilities Board (SFB) requests that the Committee review its proposal to distribute \$672,100 of Building Renewal monies in May FY 2002.

Recommendation

The JLBC Staff recommends a favorable review of the request.

Analysis

Pursuant to A.R.S. § 15-2031, SFB reported its proposal to distribute \$122.8 million of Building Renewal monies to school districts for FY 2002 at the October 25, 2001 JCCR meeting. The statute provides that in any fiscal year Building Renewal monies shall be distributed in 2 equal installments in November and May. Therefore, SFB was to make 2 disbursements of \$61.4 million each in FY 2002. *Attachment 1* provides the October 25, 2001 JLBC report to the Committee (without attachments). The Committee gave a favorable review to the November distribution of monies and elected to have SFB submit the May distribution of monies for Committee review prior to their disbursement to school districts.

In accordance with SFB's instruction, the State Treasurer transferred \$132 million to the Building Renewal Fund on January 1, 2001 for distribution to districts in FY 2002. Based on building age, square footage, and construction cost inflation data that was available in the fall of 2000, the formula indicated a transfer of \$122.8 million. The SFB, however, increased this amount by \$9.3 million to \$132 million, expecting additional inflationary changes prior to the

first distribution in November of FY 2002. The SFB had since been advised by the Attorney General's Office that the FY 2002 distribution must be based solely on the formula data available last year and not incorporate any inflationary or other changes that have occurred since. Consistent with this guidance, SFB planned to distribute only the \$122.8 million that the formula dictated in the fall of 2000.

The SFB distributed \$61.4 million to school districts in November, 2001. Laws 2002, 3rd Special Session, Chapter 2 transferred \$69.9 million from the Building Renewal Fund to the General Fund. At this time, there remains \$672,100 in the Building Renewal Fund (\$132m - \$61.4m - \$69.9m). To determine individual district distributions, SFB has taken the district proportion of the original \$122.8 million and has applied these ratios to the \$672,100 figure.

The attached SFB material lists the Building Renewal formula calculation along with the November and proposed May distributions by district.

RS/JC:xx



STATE OF ARIZONA

Joint Committee on Capital Review

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DATE: October 19, 2001

TO: Senator Ruth Solomon, Chairman
Members, Joint Committee on Capital Review

THRU: Richard Stavneak, Director *RS*

FROM: Chris Earnest, Senior Fiscal Analyst *CE*

SUBJECT: SCHOOL FACILITIES BOARD - REVIEW OF FY 2002 BUILDING RENEWAL
ALLOCATION PLAN

Request

The School Facilities Board (SFB) requests that the Committee review its proposal to distribute \$122.8 million of Building Renewal Fund monies for FY 2002, pursuant to A.R.S. § 15-2031.

Recommendation

Due to the size of the fund's balance, the House of Representatives is considering whether to reduce the building renewal allocation by \$40.0 million in both FY 2002 and FY 2003 as part of its budget options (see Options List of October 17). As a result, the Committee has the policy decision of whether to recommend favorable review of the request at this time. From a technical perspective, the SFB proposed distribution plan is consistent with statute.

According to statute, the SFB is to distribute \$61.4 million, or one-half of the proposed \$122.8 million, in November. The remaining half would be distributed in May 2002. Once monies are distributed to districts, there is no means for the Legislature to transfer them back to the General Fund. Therefore, if a favorable review is given and the full November distribution is made, no more than \$61.4 million could be transferred back to the General Fund in FY 2002. *Attachment 2* provides information on each district's building renewal balance as well as their FY 2000 distribution and expenditure amounts.

The JLBC Staff does recommend that in the future SFB utilize the prior year distribution amounts in the renovation component of the building renewal formula for districts that fail to report building renewal expenditures. In the formula, renovation expenditures effectively reduce the age of buildings, thus reducing the amount of building renewal distributed to a district. Currently, if a district does not report renovation expenditures, the SFB does not include any adjustment for the renovation component of the formula. Failing to include renovation expenses for non-reporting districts, creates an incentive for districts not to report. Last year, 80 of the 230 districts did not report building renewal expenditures.

(Continued)

Analysis

The Building Renewal Fund is established by A.R.S. § 15-2031 to provide funding for school districts to maintain the adequacy of existing school facilities. Building renewal monies are intended for major renovations and repairs, upgrading systems to extend the life of a building, and infrastructure costs on academic buildings owned by a district. Statute requires the JCCR to review the board's plan for distributing Building Renewal Funds to school districts prior to their being allocated. For FY 2002, the board plans to distribute a total of \$122.8 million from the Building Renewal Fund. The proposed allocation to each district appears in *Attachment 1*. A.R.S. § 15-2031 (E) requires that these amounts be distributed in two equal installments in November and May. Under SFB's proposed plan, they would distribute \$61.4 million next month and the remaining amount in May 2002.

According to the SFB's instruction, the State Treasurer transferred \$132 million to the Building Renewal Fund on January 1, 2001 for distribution to districts in FY 2002. This instruction was based on building age, square footage, and construction cost inflation data that was available in the fall of 2000. Based on that data, the formula indicated a transfer of \$122.8 million. The SFB, however, increased this amount by \$9.3 million to \$132 million, expecting additional inflationary changes prior to the first distribution in November of FY 2002. The SFB has since been advised by the Attorney General's Office that the FY 2002 distribution must be based solely on the formula data available last year and not incorporate any inflationary or other changes that have occurred since. Consistent with this guidance, the SFB plans to distribute only the \$122.8 million that the formula dictated in the fall of 2000. The additional \$9.3 million will remain in the fund unless action is taken by the Legislature to revert it to the General Fund.

The proposed \$122.8 million distribution for FY 2002 is equal to the amount that was allocated in FY 2001. This is because prior to disbursing the FY 2001 monies, the SFB updated the formula based on fall 2000 data. This is the same data that was used to calculate the FY 2002 disbursement formula. Again, however, based on the advisement from the Attorney General, SFB is not updating the FY 2002 formula prior to disbursing the monies. This means that the FY 2002 disbursement will not incorporate the most recent formula data and will be equal to the FY 2001 disbursement.

Data such as construction cost inflation has changed since last year's original FY 2002 calculation. For example, in the August 2001 JLBC meeting, the Committee approved a 0.6% increase in the construction cost factor. The Committee recommended that the approved inflation factor be applied to the FY 2002 disbursement. The Committee's recommendation was consistent with legal advice from Legislative Council, who believes that the adjustments should take effect during the current year (i.e. FY 2002). Based on the advice of the Attorney General, however, the SFB has not updated the FY 2002 disbursement for the approved inflation factor. Instead, they will incorporate the 0.6% cost increase into the calculation that is made for the FY 2003 disbursement. Additionally, school districts are required to report building age, square footage, and renovation costs annually by September 1. The information that was required for the September 1, 2001 report will not be used to update the FY 2002 disbursement, but will instead be used to calculate the FY 2003 disbursement.

Representative Knaperek, JLBC Chair, has requested an Attorney General's opinion on when available data should be applied to the formula. Based on preliminary conversations with the Attorney General's office, we believe that they will confirm in writing their earlier oral advice.

Prior Year Renovations

The age of a building is an important factor in the building renewal formula. To the extent that a building has been renovated, however, the age used in the formula is "discounted" by the cost of the renovation. Each district's renovation expenses from the Building Renewal Fund are incorporated into the formula and effectively reduce the age of the district's buildings. By reducing building age, the amount of building renewal money that is distributed to the district in the following year is also reduced.

(Continued)

Districts are statutorily required to annually report their renovation expenses by October 15. The expenses are self-reported and are not verified by SFB staff. If a district fails to report their expenses by the deadline, SFB does not include any renovation expenses in that district's disbursement formula for the following year. Therefore, if a district expends money on renovations, but fails to report it, their distribution for the next year is not reduced by the renovation expense factor. Failing to include any renovation expense for non-reporting districts, creates an incentive for districts not to report. Last year, 80 of the 230 school districts failed to report by the October 15 deadline.

The JLBC Staff recommends that instead of excluding renovation expenses for non-reporting districts, the SFB should enter the amount distributed to the district in the prior year as the formula renovation expense number. Assuming that non-reporting districts are expending all of their disbursements creates an incentive for all districts to report by the statutory deadline. Making this assumption also ensures that the formula does not under value the renovations that have taken place statewide, which may have lead to over funding the Building Renewal program.

Renovations completed with Deficiencies Correction monies are also used to discount the formula age of district buildings. Given, however, that the majority of Deficiency Correction projects have not been completed, the expenditure of the \$1.1 billion in projects has not yet radically impacted the formula distribution. Statutorily, all Deficiency Correction projects must be completed by June 30, 2003. The SFB staff expects that the bulk of expenditures from the Deficiency Correction Fund will be included in the formula calculation in the fall of 2002 and 2003 which will reduce the Building Renewal Distribution in FY 2004 and FY 2005.

District Balances

Building Renewal monies that are disbursed to the districts remain on balance with the district until renovation expenditures are made. The FY 2000 ending balance for all districts was \$95.7 million. This amount is 116% of the \$82.5 million that was distributed that year. If it is assumed that the 80 non-reporting districts actually expended all of their disbursements, the balance would be reduced to \$78.7 million, which is 95% of the FY 2000 distribution. There are two different perspectives concerning the high balances. On the one hand, districts may be saving their funds for future projects. On the other hand, the \$1.1 billion Deficiencies Correction program may have reduced the need for building renewal in the past few years. Although the bulk of Deficiencies Correction has yet to be expended, districts may be delaying building renewal projects, anticipating that those projects will be completed with Deficiencies Correction monies.

Because of the size of district building renewal balances, the House is considering a budget reduction option to reduce the FY 2002 and FY 2003 building renewal distribution (see Budget Reduction Option List of October 17). As a result, the Committee has the policy decision of whether to recommend favorable review of the proposed distribution at this time. According to statute, the SFB would distribute \$61.4 million, or one-half of the proposed \$122.8 million, in November. The remaining half would be distributed in May 2002. Once monies are distributed to districts, there is no means for the Legislature to transfer them back to the General Fund. Therefore, if a favorable review is given and the full November distribution is made, no more than \$61.4 million could be transferred back to the General Fund in FY 2002.

Attachment 2 provides information on district balances as well as FY 2000 disbursement and expenditure amounts. The 80 districts that did not report are listed in bold on the attachment. On the far right of the spreadsheet is a column titled "Balance/Disbursement Ratio." We added this column as an indication to the size of each district's Building Renewal balance relative to their FY 2000 disbursement. Because the distribution is determined by a formula intended to capture what a district's average annual building renewal expenditures should be, the balance/disbursement ratio illustrates how much a district has in

(Continued)

reserve relative to what the formula says they should be expending in an average year. For example, a balance/disbursement ratio of 100% means that a district has a balance equal to one year's worth of their formula funding. Among reporting districts, balance amounts range from a few districts that have ratios less than 5% to a few districts that have balances close to 200%.

Districts are in the process of reporting their FY 2001 Building Renewal expenditure and balance information to SFB. The JLBC Staff will continue to monitor and keep the Committee informed of district balance levels.

RS/CE:jb

Attachments (2)



Governor of Arizona
Jane Dee Hull

STATE OF ARIZONA
SCHOOL FACILITIES BOARD

Executive Director
Dr. Philip E. Geiger



April 23, 2002

The Honorable Ruth Solomon
Chairman
Joint Committee on Capital Review

The Honorable Laura Knaperek
Vice Chairman
Joint Committee on Capital Review

Dear Senator Solomon and Representative Knaperek:

Pursuant to A.R.S. 15-2031 E, the School Facilities Board is required to provide the Joint Committee on Capital Review with a report of the current year building renewal distribution. This report is attached.

Representatives from the School Facilities Board would be happy to discuss the contents of this report at your next Committee meeting.

Sincerely,

Philip E. Geiger
Executive Director

Building Renewal District Summary

Disbursement Year

2002

<u>CTD</u>	<u>District</u>	<u>Total Calculated Renewal Amount</u>	<u>November Distribution Amount</u>	<u>Adjusted May Distribution Amount</u>
010201000	St Johns Unified District	\$295,841.47	\$147,920.74	\$1,619.34
010208000	Window Rock Unified District	\$1,380,181.85	\$690,090.93	\$7,554.67
010210000	Round Valley Unified District	\$470,379.12	\$235,189.56	\$2,574.70
010218000	Sanders Unified District	\$186,002.95	\$93,001.48	\$1,018.12
010220000	Ganado Unified District	\$380,982.59	\$190,491.30	\$2,085.38
010224000	Chinle Unified District	\$663,699.69	\$331,849.85	\$3,632.88
010227000	Red Mesa Unified District	\$423,493.04	\$211,746.52	\$2,318.06
010306000	Concho Elementary District	\$13,229.76	\$6,614.88	\$72.42
010307000	Alpine Elementary District	\$27,877.09	\$13,938.54	\$152.59
010309000	Vernon Elementary District	\$18,333.60	\$9,166.80	\$100.35
010323000	McNary Elementary District	\$92,314.53	\$46,157.27	\$505.30
020100000	Ft Huachuca Accommodation District	\$0.00	\$0.00	\$0.00
020201000	Tombstone Unified District	\$300,229.07	\$150,114.54	\$1,643.36
020202000	Bisbee Unified District	\$596,431.62	\$298,215.81	\$3,264.67
020209000	Benson Unified District	\$305,287.83	\$152,643.92	\$1,671.05
020213000	Willcox Unified District	\$375,715.54	\$187,857.77	\$2,056.55
020214000	Bowie Unified District	\$148,981.94	\$74,490.97	\$815.48
020218000	San Simon Unified District	\$84,382.38	\$42,191.19	\$461.88
020221000	St David Unified District	\$165,941.18	\$82,970.59	\$908.31
020227000	Douglas Unified District	\$1,311,812.45	\$655,906.23	\$7,180.44
020268000	Sierra Vista Unified District	\$940,289.52	\$470,144.76	\$5,146.84
020323000	Naco Elementary District	\$59,266.57	\$29,633.29	\$324.41
020326000	Cochise Elementary District	\$50,845.18	\$25,422.59	\$278.31
020342000	Apache Elementary District	\$3,709.37	\$1,854.69	\$20.30
020345000	Double Adobe Elementary District	\$34,045.29	\$17,022.65	\$186.35
020349000	Palominas Elementary District	\$130,667.38	\$65,333.69	\$715.23
020355000	McNeal Elementary District	\$35,937.01	\$17,968.51	\$196.71
020366000	Rucker Elementary District	\$0.00	\$0.00	\$0.00
020381000	Forrest Elementary District	\$0.00	\$0.00	\$0.00
020412000	Elfrida Elementary District	\$37,179.41	\$18,589.71	\$203.51
020422000	Pearce Elementary District	\$40,371.97	\$20,185.99	\$220.98
020453000	Ash Creek Elementary District	\$15,503.51	\$7,751.76	\$84.86
020464000	Pomerene Elementary District	\$17,988.31	\$8,994.16	\$98.46
020522000	Valley Union High School District	\$99,283.58	\$49,641.79	\$543.45
030201000	Flagstaff Unified District	\$2,372,475.34	\$1,186,237.67	\$12,986.16
030202000	Williams Unified District	\$161,434.36	\$80,717.18	\$883.64
030204000	Grand Canyon Unified District	\$110,988.60	\$55,494.30	\$607.52
030206000	Fredonia-Moccasin Unified District	\$121,487.84	\$60,743.92	\$664.99
030208000	Page Unified District	\$755,128.57	\$377,564.29	\$4,133.33
030215000	Tuba City Unified District	\$810,898.30	\$405,449.15	\$4,438.59
030305000	Chevelon Butte School District	\$0.00	\$0.00	\$0.00
030310000	Maine Consolidated District	\$26,638.24	\$13,319.12	\$145.81
040201000	Globe Unified District	\$800,433.57	\$400,216.79	\$4,381.31
040210000	Payson Unified District	\$410,239.24	\$205,119.62	\$2,245.52
040220000	San Carlos Unified District	\$395,916.52	\$197,958.26	\$2,167.12
040240000	Miami Unified District	\$433,513.89	\$216,756.95	\$2,372.91
040241000	Hayden-Winkelman Unified District	\$256,157.45	\$128,078.73	\$1,402.12
040305000	Young Elementary District	\$33,831.55	\$16,915.78	\$185.18
040312000	Pine Strawberry Elementary District	\$24,905.10	\$12,452.55	\$136.32
040333000	Tonto Basin Elementary District	\$13,486.97	\$6,743.49	\$73.82
050199000	Graham County Special Services	\$57,533.82	\$28,766.91	\$314.92
050201000	Safford Unified District	\$420,879.29	\$210,439.65	\$2,303.76
050204000	Thatcher Unified District	\$112,889.22	\$56,444.61	\$617.92
050206000	Pima Unified District	\$160,496.57	\$80,248.29	\$878.51
050207000	Ft Thomas Unified District	\$182,797.61	\$91,398.81	\$1,000.57

Building Renewal District Summary

Disbursement Year

2002

CTD	District	Total Calculated Renewal Amount	November Distribution Amount	Adjusted May Distribution Amount
050305000	Solomon Elementary District	\$107,296.25	\$53,648.13	\$587.30
050309000	Klondyke Elementary District	\$0.00	\$0.00	\$0.00
050316000	Bonita Elementary District	\$38,873.61	\$19,436.81	\$212.78
060100000	Greenlee Alternative School District	\$0.00	\$0.00	\$0.00
060199000	Greenlee County Accommodation District	\$0.00	\$0.00	\$0.00
060202000	Duncan Unified District	\$194,020.28	\$97,010.14	\$1,062.00
060203000	Clifton Unified District	\$125,926.32	\$62,963.16	\$689.28
060218000	Morenci Unified District	\$275,304.56	\$137,652.28	\$1,506.93
060322000	Blue Elementary District	\$1,060.82	\$530.41	\$5.81
060345000	Eagle Elementary District	\$0.00	\$0.00	\$0.00
070177000	Maricopa County Regional Special Services District	\$0.00	\$0.00	\$0.00
070199000	Maricopa County Regional District	\$169,590.67	\$84,795.34	\$928.28
070204000	Mesa Unified District	\$10,898,716.73	\$5,449,358.37	\$59,656.04
070209000	Wickenburg Unified District	\$391,462.32	\$195,731.16	\$2,142.74
070211000	Peoria Unified District	\$3,012,138.27	\$1,506,069.14	\$16,487.47
070224000	Gila Bend Unified District	\$176,806.33	\$88,403.17	\$967.78
070241000	Gilbert Unified District	\$1,664,833.69	\$832,416.85	\$9,112.76
070248000	Scottsdale Unified District	\$4,148,327.71	\$2,074,163.86	\$22,706.60
070260000	Higley Unified District	\$35,697.37	\$17,848.69	\$195.40
070269000	Paradise Valley Unified District	\$3,423,124.68	\$1,711,562.34	\$18,737.07
070280000	Chandler Unified District	\$1,798,342.99	\$899,171.50	\$9,843.55
070289000	Dysart Unified District	\$680,238.58	\$340,119.29	\$3,723.41
070293000	Cave Creek Unified District	\$220,866.94	\$110,433.47	\$1,208.95
070295000	Queen Creek Unified District	\$185,076.82	\$92,538.41	\$1,013.05
070297000	Deer Valley Unified District	\$2,400,671.48	\$1,200,335.74	\$13,140.50
070298000	Fountain Hills Unified District	\$155,788.55	\$77,894.28	\$852.74
070363000	Aguila Elementary District	\$26,392.82	\$13,196.41	\$144.47
070371000	Sentinel Elementary District	\$53,714.25	\$26,857.13	\$294.01
070375000	Morristown Elementary District	\$31,909.75	\$15,954.88	\$174.66
070381000	Nadaburg Elementary District	\$50,352.78	\$25,176.39	\$275.61
070386000	Mobile Elementary District	\$38,264.16	\$19,132.08	\$209.45
070390000	Ruth Fisher Elementary District	\$65,957.07	\$32,978.54	\$361.03
070394000	Paloma Elementary District	\$21,334.08	\$10,667.04	\$116.78
070401000	Phoenix Elementary District	\$903,512.49	\$451,756.25	\$4,945.53
070402000	Riverside Elementary District	\$95,433.17	\$47,716.59	\$522.37
070403000	Tempe Elementary District	\$2,144,756.79	\$1,072,378.40	\$11,739.70
070405000	Isaac Elementary District	\$734,047.60	\$367,023.80	\$4,017.94
070406000	Washington Elementary District	\$4,010,767.72	\$2,005,383.86	\$21,953.64
070407000	Wilson Elementary District	\$246,355.54	\$123,177.77	\$1,348.47
070408000	Osborn Elementary District	\$317,403.67	\$158,701.84	\$1,737.36
070414000	Creighton Elementary District	\$688,220.71	\$344,110.36	\$3,767.10
070417000	Tolleson Elementary District	\$83,399.37	\$41,699.69	\$456.50
070421000	Murphy Elementary District	\$414,774.53	\$207,387.27	\$2,270.34
070425000	Liberty Elementary District	\$105,023.02	\$52,511.51	\$574.86
070428000	Kyrene Elementary District	\$1,216,149.55	\$608,074.78	\$6,656.81
070431000	Balsz Elementary District	\$179,508.59	\$89,754.30	\$982.57
070433000	Buckeye Elementary District	\$168,128.52	\$84,064.26	\$920.28
070438000	Madison Elementary District	\$729,211.31	\$364,605.66	\$3,991.47
070440000	Glendale Elementary District	\$1,224,656.32	\$612,328.16	\$6,703.37
070444000	Avondale Elementary District	\$279,799.28	\$139,899.64	\$1,531.53
070445000	Fowler Elementary District	\$145,433.50	\$72,716.75	\$796.06
070447000	Arlington Elementary District	\$66,382.21	\$33,191.11	\$363.35
070449000	Palo Verde Elementary District	\$22,384.03	\$11,192.02	\$122.52
070459000	Laveen Elementary District	\$150,073.53	\$75,036.77	\$821.15
070462000	Union Elementary District	\$25,517.77	\$12,758.89	\$137.89

Building Renewal District Summary

Disbursement Year

200:

<u>CTD</u>	<u>District</u>	<u>Total Calculated Renewal Amount</u>	<u>November Distribution Amount</u>	<u>Adjusted May Distribution Amount</u>
070465000	Littleton Elementary District	\$145,282.92	\$72,641.46	\$795.23
070466000	Roosevelt Elementary District	\$1,570,212.81	\$785,106.41	\$8,594.84
070468000	Alhambra Elementary District	\$730,807.36	\$365,403.68	\$4,000.20
070479000	Litchfield Elementary District	\$303,835.63	\$151,917.82	\$1,663.10
070483000	Cartwright Elementary District	\$1,489,194.74	\$744,597.37	\$8,151.37
070492000	Pendergast Elementary District	\$561,426.47	\$280,713.24	\$3,073.07
070501000	Buckeye Union High School District	\$419,033.27	\$209,516.64	\$2,293.65
070505000	Glendale Union High School District	\$3,369,763.86	\$1,684,881.93	\$18,444.99
070510000	Phoenix Union High School District	\$4,765,945.96	\$2,382,972.98	\$26,087.24
070513000	Tempe Union High School District	\$2,856,025.75	\$1,428,012.88	\$15,632.96
070514000	Tolleson Union High School District	\$445,382.39	\$222,691.20	\$2,437.88
070516000	Agua Fria Union High School District	\$518,376.64	\$259,188.32	\$2,837.43
080199000	Mohave County Accommodation District	\$0.00	\$0.00	\$0.00
080201000	Lake Havasu Unified District	\$554,947.21	\$277,473.61	\$3,037.60
080208000	Peach Springs Unified District	\$78,148.96	\$39,074.48	\$427.76
080214000	Colorado City Unified District	\$90,626.91	\$45,313.46	\$496.06
080403000	Hackberry School District	\$3,048.60	\$1,524.30	\$16.69
080404000	Kingman Elementary District	\$671,774.07	\$335,887.04	\$3,677.07
080406000	Owens-Whitney Elementary District	\$33,467.77	\$16,733.89	\$183.19
080409000	Littlefield Elementary District	\$25,156.30	\$12,578.15	\$137.70
080411000	Chloride Elementary District	\$25,277.64	\$12,638.82	\$138.36
080412000	Topock Elementary District	\$7,914.26	\$3,957.13	\$43.32
080413000	Yucca Elementary District	\$12,494.06	\$6,247.03	\$68.39
080415000	Bullhead City Elementary District	\$285,095.70	\$142,547.85	\$1,560.52
080416000	Mohave Valley Elementary District	\$248,057.65	\$124,028.83	\$1,357.79
080422000	Valentine Elementary District	\$5,648.39	\$2,824.20	\$30.92
080502000	Colorado River Union High School District	\$256,308.74	\$128,154.37	\$1,402.95
080530000	Mohave Union High School District	\$550,382.60	\$275,191.30	\$3,012.62
090199000	Rainbow Foundation	\$3,838.74	\$1,919.37	\$21.01
090201000	Winslow Unified District	\$750,034.47	\$375,017.24	\$4,105.45
090202000	Joseph City Unified District	\$316,283.37	\$158,141.69	\$1,731.23
090203000	Holbrook Unified District	\$638,655.52	\$319,327.76	\$3,495.79
090204000	Pinon Unified District	\$171,018.60	\$85,509.30	\$936.10
090205000	Snowflake Unified District	\$578,243.79	\$289,121.90	\$3,165.12
090206000	Heber-Overgaard Unified District	\$97,527.48	\$48,763.74	\$533.83
090210000	Show Low Unified District	\$482,005.89	\$241,002.95	\$2,638.34
090220000	Whiteriver Unified District	\$411,032.91	\$205,516.46	\$2,249.86
090225000	Cedar Unified District	\$179,976.78	\$89,988.39	\$985.13
090227000	Kayenta Unified District	\$462,992.07	\$231,496.04	\$2,534.27
090232000	Blue Ridge Unified District	\$631,142.39	\$315,571.20	\$3,454.67
100100000	Pima Accommodation District	\$4,749.44	\$2,374.72	\$26.00
100201000	Tucson Unified District	\$13,357,624.75	\$6,678,812.38	\$73,115.31
100206000	Marana Unified District	\$1,785,914.38	\$892,957.19	\$9,775.52
100208000	Flowing Wells Unified District	\$1,065,706.72	\$532,853.36	\$5,833.33
100210000	Amphitheater Unified District	\$2,795,247.27	\$1,397,623.64	\$15,300.28
100212000	Sunnyside Unified District	\$2,113,737.05	\$1,056,868.53	\$11,569.91
100213000	Tanque Verde Unified District	\$108,557.69	\$54,278.85	\$594.20
100215000	Ajo Unified District	\$229,762.81	\$114,881.41	\$1,257.65
100216000	Catalina Foothills Unified District	\$368,330.68	\$184,165.34	\$2,016.12
100220000	Vail Unified District	\$165,364.79	\$82,682.40	\$905.15
100230000	Sahuarita Unified District	\$354,249.69	\$177,124.85	\$1,939.05
100240000	Indian Oasis-Baboquivari Unified District	\$190,698.36	\$95,349.18	\$1,043.82
100335000	San Fernando Elementary District	\$803.29	\$401.65	\$4.40
100337000	Empire Elementary District	\$0.00	\$0.00	\$0.00
100339000	Continental Elementary District	\$33,976.55	\$16,988.28	\$185.98

Building Renewal District Summary

Disbursement Year

2002

<u>CTD</u>	<u>District</u>	<u>Total Calculated Renewal Amount</u>	<u>November Distribution Amount</u>	<u>Adjusted May Distribution Amount</u>
100344000	Redington Elementary District	\$0.00	\$0.00	\$0.00
100351000	Altar Valley Elementary District	\$103,525.91	\$51,762.96	\$566.67
110100000	Mary C O'Brien Accommodation District	\$164,628.82	\$82,314.41	\$901.12
110199000	Pinal County Special Education Program	\$0.00	\$0.00	\$0.00
110201000	Florence Unified School District	\$382,907.87	\$191,453.93	\$2,095.91
110203000	Ray Unified District	\$419,580.58	\$209,790.28	\$2,296.65
110208000	Mammoth-San Manuel Unified District	\$626,698.55	\$313,349.27	\$3,430.34
110215000	Superior Unified District	\$296,895.60	\$148,447.80	\$1,625.11
110220000	Maricopa Unified School District	\$269,847.09	\$134,923.54	\$1,477.06
110221000	Coolidge Unified District	\$617,709.06	\$308,854.52	\$3,381.14
110243000	Apache Junction Unified District	\$544,553.45	\$272,276.72	\$2,980.71
110302000	Oracle Elementary District	\$99,228.97	\$49,614.48	\$543.15
110344000	J O Combs Elementary District	\$27,255.17	\$13,627.58	\$149.19
110404000	Casa Grande Elementary District	\$605,840.92	\$302,920.45	\$3,316.18
110405000	Red Rock Elementary District	\$0.00	\$0.00	\$0.00
110411000	Eloy Elementary District	\$260,575.76	\$130,287.87	\$1,426.31
110418000	Sacaton Elementary District	\$125,365.68	\$62,682.83	\$686.21
110422000	Toltec Elementary District	\$71,709.42	\$35,854.70	\$392.51
110424000	Stanfield Elementary District	\$103,610.36	\$51,805.17	\$567.13
110433000	Picacho Elementary District	\$16,909.95	\$8,454.97	\$92.56
110502000	Casa Grande Union High School District	\$131,301.08	\$65,650.53	\$718.70
110540000	Santa Cruz Valley Union High School District	\$247,932.24	\$123,966.11	\$1,357.10
120201000	Nogales Unified District	\$1,018,324.14	\$509,162.06	\$5,573.98
120235000	Santa Cruz Valley Unified District	\$221,854.94	\$110,927.48	\$1,214.36
120328000	Santa Cruz Elementary District	\$52,188.74	\$26,094.36	\$285.66
120406000	Patagonia Elementary District	\$30,808.98	\$15,404.48	\$168.64
120425000	Sonoita Elementary District	\$21,334.26	\$10,667.12	\$116.78
120520000	Patagonia Union High School District	\$62,884.05	\$31,442.02	\$344.21
130201000	Prescott Unified District	\$1,133,922.23	\$566,961.11	\$6,206.72
130209000	Sedona-Oak Creek Joint Unified District	\$151,644.44	\$75,822.21	\$830.05
130220000	Bagdad Unified District	\$244,247.01	\$122,123.50	\$1,336.93
130222000	Humboldt Unified District	\$492,907.01	\$246,453.50	\$2,698.01
130228000	Camp Verde Unified District	\$245,490.68	\$122,745.33	\$1,343.74
130231000	Ash Fork Unified District	\$88,646.31	\$44,323.15	\$485.22
130240000	Seligman Unified District	\$137,272.20	\$68,636.10	\$751.38
130243000	Mayer Unified District	\$141,987.89	\$70,993.94	\$777.20
130251000	Chino Valley Unified District	\$285,610.20	\$142,805.10	\$1,563.34
130302000	Williamson Valley Elementary District	\$0.00	\$0.00	\$0.00
130307000	Walnut Grove Elementary District	\$0.00	\$0.00	\$0.00
130314000	Champie Elementary District	\$0.00	\$0.00	\$0.00
130315000	Skull Valley Elementary District	\$22,877.11	\$11,438.55	\$125.22
130317000	Congress Elementary District	\$0.00	\$0.00	\$0.00
130323000	Kirkland Elementary District	\$8,334.62	\$4,167.30	\$45.62
130326000	Beaver Creek Elementary District	\$36,365.09	\$18,182.54	\$199.05
130335000	Hillside Elementary District	\$9,923.36	\$4,961.67	\$54.32
130341000	Crown King Elementary District	\$8,613.04	\$4,306.51	\$47.15
130350000	Canon Elementary District	\$52,729.08	\$26,364.53	\$288.62
130352000	Yarnell Elementary District	\$7,310.36	\$3,655.17	\$40.01
130403000	Clarkdale-Jerome Elementary District	\$30,421.91	\$15,210.95	\$166.52
130406000	Cottonwood-Oak Creek Elementary District	\$196,749.44	\$98,374.71	\$1,076.94
130504000	Mingus Union High School District	\$215,775.06	\$107,887.52	\$1,181.08
140199000	Yuma County Accommodation District	\$0.00	\$0.00	\$0.00
140401000	Yuma Elementary District	\$1,097,540.76	\$548,770.37	\$6,007.58
140411000	Somerton Elementary District	\$109,114.99	\$54,557.50	\$597.26
140413000	Crane Elementary District	\$545,602.16	\$272,801.07	\$2,986.45

STATE OF ARIZONA

Joint Committee on Capital Review

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DATE: April 24, 2002

TO: Representative Laura Knaperek, Chairman
Members, Joint Committee on Capital Review

THRU: Richard Stavneak, Director

FROM: Timothy Sweeney, Fiscal Analyst

SUBJECT: ARIZONA STATE PARKS - REPORT ON KARTCHNER CAVERNS STATE
PARK

Request

Pursuant to Laws 1998, Chapter 297 the Arizona State Parks Board is providing the quarterly project status and financial reports on Kartchner Caverns State Park for the quarters ending December 31, 2001 and March 31, 2002.

Recommendation

This report is for information only and no Committee action is required. Cave construction is ahead of schedule, and the "Big Room" may be open as soon as November 2002. The original time schedule was for a November 2003 opening.

Since the opening of the park in November 1999 nearly 400,000 visitors have attended the park. Reservations are steady, and the late spring months are filling up. As of March 1, 2002 total park revenues are \$6,250,000. Revenues are deposited in the State Parks Enhancement Fund (SPEF) for park operating and development costs.

Analysis

The Arizona State Parks Board is required to report to the committee on the status of the development of Kartchner Caverns State Park at the end of each calendar quarter. The report must include details of the actual and projected costs, quarterly expenditures and source of monies, and a project development timetable.

Financial Summary

As of the quarter ending March 31, 2002, a total of \$31,646,200 has been allocated to the park's development from 5 fund sources. Of this amount, \$1,788,800, or 5.7%, remains unobligated. The following table summarizes these amounts by fund source and percentage allocations:

(Continued)

**Kartchner Caverns Construction Development Funding
(As of March 31, 2002)**

Fund Source	Approved Amount	Percent	Unobligated Balance
General Fund	\$ 3,500,000	11.1%	\$ 0
Enhancement Fund	20,144,900	63.7%	1,332,000
Heritage Fund	5,174,500	16.4%	456,800
State Highway Fund	2,445,700	7.7%	0
National Recreational Trails Fund	<u>381,100</u>	<u>1.2%</u>	<u>0</u>
TOTAL	\$31,646,200	100.0%	\$1,788,800

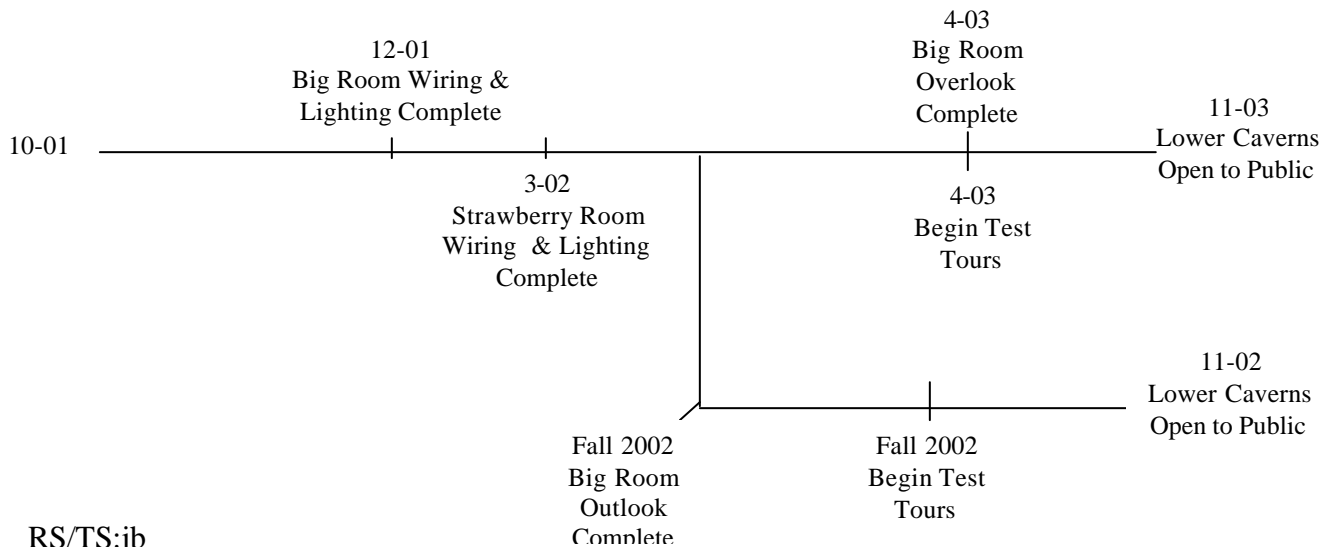
Project Timetable

A project timeline is required as a part of the quarterly updates on Kartchner development. The original timeline planned for a November 2003 opening of the lower caves. Crews are well ahead of schedule, however, and Parks Staff is anticipating an opening as early as November 2002. Trail construction in the lower caves is complete, the lighting is also nearing completion.

The bats are starting to return to the cave and most work in the lower caves will be suspended during the summer. The bats are expected to leave in September, and final preparations for the opening of the lower caves will resume. While the bats are in the caves for the summer, work will continue on projects aboveground, such as security gates.

Due the expected early opening of the Big Room, the State Parks Department will be requesting additional SPEF authority for increased staffing needs. Work is in progress to determine the expected fee for the Big Room tours, the size of the tour groups, and the number of tours per day. These details may not be determined until the fall when sufficient practice tours have been performed. To fund the expected costs, Parks Staff estimate that approximately 16 FTE positions and \$650,000 in SPEF expenditure authority will be needed. This increase in overall SPEF liability is expected to be offset entirely by increased fund revenues generated by the opening of the Big Room.

The timeline below displays the original project timeline, and a new timeline reflecting a potential November 2002 opening of the lower caverns.



April 16, 2002

Representative Laura Knaperek
Joint Committee on Capital Review
1700 West Washington
Phoenix, AZ 85007



RE: KARTCHNER CAVERNS PROJECT STATUS

Dear Representative Laura Knaperek:

Pursuant to staff's request, Arizona State Parks (ASP) is forwarding the project status and financial information for Kartchner Caverns State Park.

Project Status -- Kartchner Caverns State Park has been open 2 years 4 months. Almost 400,000 visitors have taken cave tours and revenues are averaging \$50,000 per week. Reservations at the time of this report are steady and the spring "snowbird" season was fully booked. Often lines form at 3:30AM for the 100 unreserved tickets available each day. As of 3/1/02 park revenues are at \$6.25 million.

Construction in Progress -- Construction in the lower cave will stop by May 1, 2002 to allow a maternity colony of cave bats to roost for the summer. These bats, approximately 1500, return to the Big Room each year to bear their young. Environmental studies conducted at the caverns determined that the noise and light associated with construction and subsequently tours could compromise the habitat causing the bats to reject the roost and abandon the pups. Construction in the cave will resume in mid-September. Construction is on schedule for a FY 2003 opening.

Cavern Trail Construction -- The "Big Room" trail construction plan is divided in 2 units. These units or headings have crews working at each end of the trail, planning to meet in the middle. All trails are complete with finish coat. Curbs lighting and railing remain to be completed. Lighting design is at 100%, installation is at 100%, final focus and lighting duration is at 70%. Education and interpretation specialists are refining the tour as lighting work continues. Operations staff is working on scenarios for opening the Big Room to tours and integrating them into the current operation.

Cul-de-Sac Heading -- Handrail continues to be installed from the Cul-de-Sac to Strawberry. Stucco treatment of curbs continues. The finish floor has been completed with a 2-inch cap coat and a non-slip coating of aluminum oxide. Concrete strip forms are being poured for attaching rope lights. Installed 20 miles of electric wire to connect lamps to Lutron dimming system. Research on the cave environment required that the current design for location of Lutron panels be changed as current design could cause heat build-up in the conservation chamber. A new location is being investigated.

Tarantula Heading – Rough and finish trail completed. Concrete strip forms for rope light being poured. Saw cutting at Santa Claus passage and boulder at overlook completed. Stucco finish on curbs underway. Lighting connections being completed. Over 15 miles of wire was required on this heading.

Timeline -- Preliminary timelines have been developed for the lower cave trail construction. At this time crews are well ahead of schedule. It is predicted that the "Big Room" could be open to the public as early as November 2002. There are 3 issues, however, still to be resolved prior to opening.

1. Staffing - Up to \$650,000/year required for Operation depending on size and number of tour
2. Electric load - Lutron room relocation and other lighting issues although lost time may be kept to a minimum as some of this work may be completed over the summer.
3. Bats - first bats spotted in early April

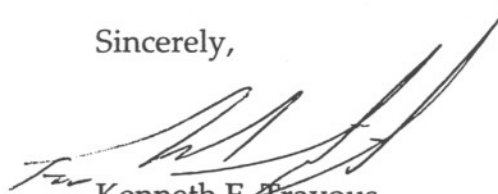
Environment – Dr. Toomey has released his report on the cave environment in April to the Arizona State Parks Board. The report encompasses his accomplishments during his first 12 months as Cave Resource Manager.

Park Facilities – Work continues on security gates to control access to the park. Additional aboveground work will continue over the summer when the bats are in the Big Room.

Financial Status -- The budget for the development and construction is \$31,646,208 (this figure does not include start-up funds of approximately \$1.2 million). Attached you will find summary information and detailed allocations, expenditures and obligations by activity and fund for the quarter ending March 31, 2002. As of March 31, 2002, 94.2% of the budget was expended.

Your continued support of this project and our staff is greatly appreciated. Please give me a call should you have any questions or if I may be of assistance to you or your staff.

Sincerely,



Kenneth E. Travous
Executive Director

Copy: Senator Ruth Solomon, Vice Chair
Richard Stavneak, Director, JLBC
Thomas Betlach, Director, OSPB
Nancy Stump, Office of the Governor
Timothy Sweeney, JLBC
Lorenzo Martinez, JLBC
Marcel Benberou, OSPB

**KARTCHNER CAVERNS STATE PARK
BUDGET AND EXPENDITURE STATUS
AS OF 03/31/02**

- 1) Summary of Development Funds
- 2) By Fund Source
- 3) By Activity/Project

Arizona State Parks
Kartchner Caverns State Park
Development Funds Available
As of March 31, 2002 (FY02 3rd Quarter)

<u>Fund</u>		<u>\$ Amount</u>	<u>Percentage</u>
Arizona Heritage Fund	\$	5,174,514	16.35%
Enhancement Fund		20,144,918	63.66%
General Fund		3,500,000	11.06%
ADOT		2,445,654	7.73%
Federal Recreational Trails		381,122	1.20%
Total	\$	31,646,208	100.00%

**ARIZONA STATE PARKS - KARTCHNER CAVERNS DEVELOPMENT
BUDGET AND EXPENDITURE STATUS THROUGH 03/31/02 FY02 3RD QTR
BY FUND SOURCE**

PROJECT NAME	YR	FUND	ALLOCATED	EXPENDED	ENCUMBERED	UNOBLIGATED
BUILDINGS / TUNNELS 95 - KE&G	*	EF	3,300,144.88	3,300,144.88	0.00	0.00
BUILDINGS / TUNNELS 95 - OTHER	*	EF	205,793.09	205,793.09	0.00	0.00
CAMPGROUND UTILITIES REPAIR	*	EF	10,064.54	10,064.54	0.00	0.00
CAVE ENVIRONMENT	*	EF	60,000.00	8,835.37	20,328.00	30,836.63
CAVE LIGHTING	*	EF	44,800.00	44,800.00	0.00	0.00
CAVE STUDIES	*	EF	608,020.87	608,020.87	0.00	0.00
CAVE TRAIL CONSTRUCTION (current PAF)	*	EF	7,132,903.64	6,341,503.28	11,696.42	779,703.94
CAVE TRAIL CONSTRUCTION (Texas Parks/Operating)	*	EF	124,764.03	124,764.03	0.00	0.00
COMMUNICATIONS CABLING / RADIOS	*	EF	12,192.94	12,192.94	0.00	0.00
CONTRACT CAVE DESIGN & ENGINEERING	*	EF	80,000.00	50,915.50	0.00	29,084.50
DESIGN & ENGINEERING - OTHER	*	EF	21,749.33	21,749.33	0.00	0.00
DESIGN & ENGINEERING - VSA	*	EF	2,350,909.72	2,350,909.72	0.00	0.00
DIRECTORS CONTINGENCY	*	EF	264,985.35	0.00	0.00	264,985.35
DISCOVERY CENTER - ROOF & ELECTRIC	*	EF	24,767.34	15,262.46	0.00	9,504.88
FINAL UPGRADES & SITE PREPARATIONS	*	EF	40,000.00	1,701.50	0.00	38,298.50
GROUP RAMADAS	*	EF	74,717.83	74,717.83	0.00	0.00
HAND RAILS / MISC. SITE IMPROVEMENTS	*	EF	70,279.00	70,279.00	0.00	0.00
LAND ACQUISITION	*	EF	1,854,800.00	1,854,781.65	0.00	18.35
MAIN & MAINTENANCE ENTRANCE GATE	*	EF	22,000.00	15,400.67	0.00	6,599.33
MISC. - ADS/SURVEYS/FEES/TRAVEL /OPER/EQUIP	*	EF	57,191.59	57,191.59	0.00	0.00
MISC. - CAVE SOUND SYSTEM	*	EF	27,858.15	27,858.15	0.00	0.00
MISC. - CORNERSTONE PLAQUE	*	EF	5,314.00	5,314.00	0.00	0.00
NEW WELL AND LINE	*	EF	29,000.00	4,345.36	0.00	24,654.64
PROPOSED CONSTRUCTION (Undesignated funds)	*	EF	126,768.45	0.00	0.00	126,768.45
SECURITY CAMERAS FOR DISCOVERY CENTER	*	EF	25,000.00	25,000.00	0.00	0.00
SERVER FOR ONLINE RESERVATION SYSTEM	*	EF	72,000.00	69,250.81	0.00	2,749.19
SEWAGE LIFT STATION REPAIR	*	EF	8,364.21	8,364.21	0.00	0.00
SITE IMPROVEMENTS - Bridge Design	*	EF	103.50	103.50	0.00	0.00
SITE IMPROVEMENTS - DOC Landscaping	*	EF	15,000.00	11,557.25	0.00	3,442.75
SITE IMPROVEMENTS - FENCING	*	EF	32,905.65	32,905.65	0.00	0.00
SITE IMPROVEMENTS - OTHER	*	EF	8,175.75	8,175.75	0.00	0.00
SITE IMPROVEMENTS - ROADS	*	EF	444,885.69	444,885.69	0.00	0.00
TRAIL SYSTEM DESIGN - CAVE FAUNAL RECOVERY	*	EF	2,767.80	2,767.80	0.00	0.00
TRAIL SYSTEM DESIGN - CAVE PALEONTOLOGY	*	EF	3,627.64	3,627.64	0.00	0.00
TRAIL SYSTEM DESIGN - CONSULTANTS	*	EF	287,409.34	277,526.79	995.00	8,887.55
TRAM STORAGE / MAINT. / UTILITIES	*	EF	227,500.97	227,500.97	0.00	0.00
TUNNELS 96 - BAT MONITORING	*	EF	18,568.06	18,568.06	0.00	0.00
TUNNELS 96 - CAVE MONITORING SYSTEM	*	EF	9,970.00	9,970.00	0.00	0.00
TUNNELS 96 - JORGENSEN - GURNEE ENTRY	*	EF	262,755.00	262,755.00	0.00	0.00
TUNNELS 96 - MCO MINING	*	EF	569,399.95	569,399.95	0.00	0.00
TUNNELS 96 - OTHER	*	EF	49,240.55	49,240.55	0.00	0.00
UNINTERRUPTIBLE POWER SUPPLY	*	EF	27,500.00	23,711.76	0.00	3,788.24
UTILITIES - EXTENSION TO CAVE (incl. backfill)	*	EF	5,073.05	5,073.05	0.00	0.00
UTILITIES - MISCELLANEOUS	*	EF	374.00	374.00	0.00	0.00
UTILITIES - ON & OFF SITE	*	EF	1,038,835.90	1,038,835.90	0.00	0.00
UTILITIES - TELEPHONES	*	EF	399,160.06	399,160.06	0.00	0.00
WATER / WASTEWATER - CONSTRUCTION	*	EF	471.34	471.34	0.00	0.00
WATER / WASTEWATER - IMPROVEMENTS	*	EF	30,000.00	27,347.22	0.00	2,652.78
WATER / WASTEWATER - OTHER	*	EF	56,804.82	56,804.82	0.00	0.00
SUBTOTAL ENHANCEMENT FUND			20,144,918.03	18,779,923.53	33,019.42	1,331,975.08

**ARIZONA STATE PARKS - KARTCHNER CAVERNS DEVELOPMENT
BUDGET AND EXPENDITURE STATUS THROUGH 03/31/02 FY02 3RD QTR
BY FUND SOURCE**

PROJECT NAME	YR	FUND	ALLOCATED	EXPENDED	ENCUMBERED	UNOBLIGATED
CAVE LIGHTING	94	AHF/A&D	172,000.00	172,000.00	0.00	0.00
DISCOVERY CENTER - ROOF & ELECTRIC	94	AHF/A&D	21,919.25	21,919.25	0.00	0.00
PROPOSED CONSTRUCTION (Undesignated funds)	94	AHF/A&D	0.00	0.00	0.00	0.00
SITE IMPROVEMENTS - DOC Landscaping	94	AHF/A&D	10,000.00	10,000.00	0.00	0.00
TUNNEL LINER / SPALLING	94	AHF/A&D	101,849.07	101,849.07	0.00	0.00
VISITOR CENTER - BUILDINGS	94	AHF/A&D	4,189.68	4,189.68	0.00	0.00
VISITOR CENTER - EXHIBITS	94	AHF/A&D	7,642.00	7,642.00	0.00	0.00
WATER / WASTEWATER - CONSTRUCTION	94	AHF/A&D	582,400.00	582,400.00	0.00	0.00
SUBTOTAL AY94 AHF/A&D			900,000.00	900,000.00	0.00	0.00
MISC. - VISITOR CENTER MURAL	95	AHF/A&D	10,000.00	10,000.00	0.00	0.00
PROPOSED CONSTRUCTION (Undesignated funds)	95	AHF/A&D	0.00	0.00	0.00	0.00
TUNNEL LINER / SPALLING	95	AHF/A&D	5,000.00	5,000.00	0.00	0.00
TUNNELS 96 - MCO MINING	95	AHF/A&D	1,140,000.00	1,140,000.00	0.00	0.00
WATER / WASTEWATER - CONSTRUCTION	95	AHF/A&D	50,000.00	50,000.00	0.00	0.00
SUBTOTAL AY95 AHF/A&D			1,205,000.00	1,205,000.00	0.00	0.00
DESIGN & ENGINEERING - VSA	96	AHF/A&D	93,486.00	93,486.00	0.00	0.00
PROPOSED CONSTRUCTION (Undesignated funds)	96	AHF/A&D	0.00	0.00	0.00	0.00
SITE IMPROVEMENTS - DOC Landscaping	96	AHF/A&D	10,000.00	10,000.00	0.00	0.00
TUNNEL LINER / SPALLING	96	AHF/A&D	794.40	794.40	0.00	0.00
UTILITIES - EXTENSION TO CAVE (Incl. backfill)	96	AHF/A&D	487,367.00	487,367.00	0.00	0.00
VISITOR CENTER - BUILDINGS	96	AHF/A&D	50,000.00	50,000.00	0.00	0.00
VISITOR CENTER - EXHIBITS	96	AHF/A&D	854,867.00	854,867.00	0.00	0.00
SUBTOTAL AY96 AHF/A&D			1,496,514.40	1,496,514.40	0.00	0.00
CAVE ENTRY PORTALS	97	AHF/A&D	63,173.00	19,489.10	0.00	43,683.90
CAVE LIGHTING	97	AHF/A&D	144,004.47	126,457.66	0.00	17,546.81
CONCRETE TUNNEL FLOORS	97	AHF/A&D	140,000.00	14,207.15	0.00	125,792.85
DIRECTOR'S CONTINGENCY	97	AHF/A&D	0.00	0.00	0.00	0.00
DISCOVERY CENTER - ROOF & ELECTRIC	97	AHF/A&D	13,313.41	1,480.75	0.00	11,832.66
HAND RAILS / MISC. SITE IMPROVEMENTS	97	AHF/A&D	13,809.59	13,809.59	0.00	0.00
PERMANENT AIRLOCKS	97	AHF/A&D	51,300.00	32,136.09	0.00	19,163.91
PROPOSED CONSTRUCTION (Undesignated funds)	97	AHF/A&D	0.00	0.00	0.00	0.00
SITE IMPROVEMENTS - DOC Landscaping	97	AHF/A&D	10,000.00	7,502.00	0.00	2,498.00
TUNNEL LIGHTS / MISTERS / BLOWERS	97	AHF/A&D	85,000.00	2,667.92	0.00	82,332.08
TUNNEL LINER / SPALLING	97	AHF/A&D	101,300.00	0.00	0.00	101,300.00
VISITOR CENTER - EXHIBITS	97	AHF/A&D	770,099.53	770,099.53	0.00	0.00
SUBTOTAL AY97 AHF/A&D			1,392,000.00	987,849.79	0.00	404,150.21

**ARIZONA STATE PARKS - KARTCHNER CAVERNS DEVELOPMENT
BUDGET AND EXPENDITURE STATUS THROUGH 03/31/02 FY02 3RD QTR
BY FUND SOURCE**

PROJECT NAME	YR	FUND	ALLOCATED	EXPENDED	ENCUMBERED	UNOBLIGATED
BUILDINGS / TUNNELS 95 - KE&G	93	AHF/LRSP	71,000.00	71,000.00	0.00	0.00
SUBTOTAL AY93 AHF/LRSP			71,000.00	71,000.00	0.00	0.00
TRAIL SYSTEM DESIGN - BAT MONITORING	96	AHF/NAO&M	60,000.00	57,358.30	0.00	2,641.70
SUBTOTAL AY96 AHF/NAO&M			60,000.00	57,358.30	0.00	2,641.70
CAVE TRAIL CONSTRUCTION (current PAF)	95	AHF/TRAILS	25,000.00	0.00	0.00	25,000.00
CAVE TRAIL CONSTRUCTION (current PAF)	96	AHF/TRAILS	25,000.00	0.00	0.00	25,000.00
SUBTOTAL MULTI AHF/TRAILS			50,000.00	0.00	0.00	50,000.00
VISITOR CENTER - BUILDINGS	96	GF	3,500,000.00	3,500,000.00	0.00	0.00
SUBTOTAL AY96 GENERAL FUND			3,500,000.00	3,500,000.00	0.00	0.00
CAVE TRAIL CONSTRUCTION	96	NRTFA	71,342.00	71,342.00	0.00	0.00
CAVE TRAIL CONSTRUCTION	97	NRTFA	71,260.00	71,260.00	0.00	0.00
CAVE TRAIL CONSTRUCTION	98	NRTFA	238,520.00	238,520.00	0.00	0.00
SUBTOTAL MULTI-YEAR NRTFA			381,122.00	381,122.00	0.00	0.00
SITE IMPROVEMENTS - Bridge Design		ADOT	245,654.07	245,654.07	0.00	0.00
SITE IMPROVEMENTS - Cave Bridge		ADOT	1,000,000.00	1,000,000.00	0.00	0.00
SITE IMPROVEMENTS - Turn Lanes on SR90		ADOT	1,200,000.00	1,200,000.00	0.00	0.00
SUBTOTAL ADOT			2,445,654.07	2,445,654.07	0.00	0.00
TOTAL KARTCHNER ACQUIS. & DEVELOP.			31,646,208.50	29,824,422.09	33,019.42	1,788,766.99

**ARIZONA STATE PARKS - KARTCHNER CAVERNS DEVELOPMENT
BUDGET AND EXPENDITURE STATUS THROUGH 03/31/02 FY02 3RD QTR
BY ACTIVITY / PROJECT**

PROJECT NAME	YR	FUND	ALLOCATED	EXPENDED	ENCUMBERED	UNOBLIGATED
LAND ACQUISITION	*	EF	1,854,800.00	1,854,781.65	0.00	18.35
CAVE STUDIES	*	EF	608,020.87	608,020.87	0.00	0.00
DESIGN & ENGINEERING - VSA	*	EF	2,350,909.72	2,350,909.72	0.00	0.00
DESIGN & ENGINEERING - VSA	96	AHF/A&D	93,486.00	93,486.00	0.00	0.00
DESIGN & ENGINEERING - OTHER	*	EF	21,749.33	21,749.33	0.00	0.00
SUBTOTAL DESIGN & ENGINEERING			2,466,145.05	2,466,145.05	0.00	0.00
BUILDINGS / TUNNELS 95 - KE&G	*	EF	3,300,144.88	3,300,144.88	0.00	0.00
BUILDINGS / TUNNELS 95 - KE&G	93	AHF/LRSP	71,000.00	71,000.00	0.00	0.00
BUILDINGS / TUNNELS 95 - OTHER	*	EF	205,793.09	205,793.09	0.00	0.00
SUBTOTAL BUILDINGS / TUNNELS 95			3,576,937.97	3,576,937.97	0.00	0.00
TRAIL SYSTEM DESIGN - CONSULTANTS	*	EF	287,409.34	277,526.79	995.00	8,887.55
TRAIL SYSTEM DESIGN - CAVE PALEONTOLOGY	*	EF	3,627.64	3,627.64	0.00	0.00
TRAIL SYSTEM DESIGN - CAVE FAUNAL RECOVERY	*	EF	2,767.80	2,767.80	0.00	0.00
TRAIL SYSTEM DESIGN - BAT MONITORING	96	AHF/NAO&M	60,000.00	57,358.30	0.00	2,641.70
SUBTOTAL TRAIL SYSTEM DESIGN			353,804.78	341,280.53	995.00	11,529.25
CAVE TRAIL CONSTRUCTION (Texas Parks/Operating)	*	EF	124,764.03	124,764.03	0.00	0.00
CONTRACT CAVE DESIGN & ENGINEERING	*	EF	80,000.00	50,915.50	0.00	29,084.50
CAVE ENVIRONMENT	*	EF	60,000.00	8,835.37	20,328.00	30,836.63
CAVE LIGHTING	94	AHF/A&D	172,000.00	172,000.00	0.00	0.00
CAVE LIGHTING	97	AHF/A&D	144,004.47	126,457.66	0.00	17,546.81
CAVE LIGHTING	*	EF	44,800.00	44,800.00	0.00	0.00
CAVE TRAIL CONSTRUCTION (current PAF)	*	EF	7,132,903.64	6,341,503.28	11,696.42	779,703.94
CAVE TRAIL CONSTRUCTION (current PAF)	96	NRTFA	71,342.00	71,342.00	0.00	0.00
CAVE TRAIL CONSTRUCTION (current PAF)	97	NRTFA	71,260.00	71,260.00	0.00	0.00
CAVE TRAIL CONSTRUCTION (current PAF)	98	NRTFA	238,520.00	238,520.00	0.00	0.00
CAVE TRAIL CONSTRUCTION (current PAF)	95	AHF/TRAILS	25,000.00	0.00	0.00	25,000.00
CAVE TRAIL CONSTRUCTION (current PAF)	96	AHF/TRAILS	25,000.00	0.00	0.00	25,000.00
SUBTOTAL CAVE TRAIL CONSTRUCTION			8,189,594.14	7,250,397.84	32,024.42	907,171.88
TUNNELS 96 - MCO MINING	*	EF	569,399.95	569,399.95	0.00	0.00
TUNNELS 96 - MCO MINING	95	AHF/A&D	1,140,000.00	1,140,000.00	0.00	0.00
TUNNELS 96 - JORGENSON - GURNEE ENTRY	*	EF	262,755.00	262,755.00	0.00	0.00
TUNNELS 96 - BAT MONITORING	*	EF	18,568.06	18,568.06	0.00	0.00
TUNNELS 96 - OTHER	*	EF	49,240.55	49,240.55	0.00	0.00
TUNNELS 96 - CAVE MONITORING SYSTEM	*	EF	9,970.00	9,970.00	0.00	0.00
SUBTOTAL TUNNELS 96 REBID			2,049,933.56	2,049,933.56	0.00	0.00

**ARIZONA STATE PARKS - KARTCHNER CAVERNS DEVELOPMENT
BUDGET AND EXPENDITURE STATUS THROUGH 03/31/02 FY02 3RD QTR
BY ACTIVITY / PROJECT**

PROJECT NAME	YR	FUND	ALLOCATED	EXPENDED	ENCUMBERED	UNOBLIGATED
SITE IMPROVEMENTS - ROADS	*	EF	444,885.69	444,885.69	0.00	0.00
SITE IMPROVEMENTS - Bridge Design	*	EF	103.50	103.50	0.00	0.00
SITE IMPROVEMENTS - Bridge Design		ADOT	245,654.07	245,654.07	0.00	0.00
SITE IMPROVEMENTS - Turn Lanes on SR90		ADOT	1,200,000.00	1,200,000.00	0.00	0.00
SITE IMPROVEMENTS - Cave Bridge		ADOT	1,000,000.00	1,000,000.00	0.00	0.00
SITE IMPROVEMENTS - Fencing	*	EF	32,905.65	32,905.65	0.00	0.00
SITE IMPROVEMENTS - Other	*	EF	8,175.75	8,175.75	0.00	0.00
SITE IMPROVEMENTS - DOC Landscaping	94	AHF/A&D	10,000.00	10,000.00	0.00	0.00
SITE IMPROVEMENTS - DOC Landscaping	96	AHF/A&D	10,000.00	10,000.00	0.00	0.00
SITE IMPROVEMENTS - DOC Landscaping	97	AHF/A&D	10,000.00	7,502.00	0.00	2,498.00
SITE IMPROVEMENTS - DOC Landscaping	*	EF	15,000.00	11,557.25	0.00	3,442.75
CAMPGROUND UTILITIES REPAIR	*	EF	10,064.54	10,064.54	0.00	0.00
COMMUNICATIONS CABLING / RADIOS	*	EF	12,192.94	12,192.94	0.00	0.00
DISCOVERY CENTER - ROOF & ELECTRIC	94	AHF/A&D	21,919.25	21,919.25	0.00	0.00
DISCOVERY CENTER - ROOF & ELECTRIC	97	AHF/A&D	13,313.41	1,480.75	0.00	11,832.66
DISCOVERY CENTER - ROOF & ELECTRIC	*	EF	24,767.34	15,262.46	0.00	9,504.88
HAND RAILS / MISC. SITE IMPROVEMENTS	97	AHF/A&D	13,809.59	13,809.59	0.00	0.00
HAND RAILS / MISC. SITE IMPROVEMENTS	*	EF	70,279.00	70,279.00	0.00	0.00
GROUP RAMADAS	*	EF	74,717.83	74,717.83	0.00	0.00
MAIN & MAINTENANCE ENTRANCE GATE	*	EF	22,000.00	15,400.67	0.00	6,599.33
NEW WELL AND LINE	*	EF	29,000.00	4,345.36	0.00	24,654.64
SEWAGE LIFT STATION REPAIR	*	EF	8,364.21	8,364.21	0.00	0.00
TRAM STORAGE / MAINT. / UTILITIES	*	EF	227,500.97	227,500.97	0.00	0.00
FINAL UPGRADES & SITE PREPARATIONS	*	EF	40,000.00	1,701.50	0.00	38,298.50
SERVER FOR ONLINE RESERVATION SYSTEM	*	EF	72,000.00	69,250.81	0.00	2,749.19
SECURITY CAMERAS FOR DISCOVERY CENTER	*	EF	25,000.00	25,000.00	0.00	0.00
UNINTERRUPTIBLE POWER SUPPLY	*	EF	27,500.00	23,711.76	0.00	3,788.24
SUBTOTAL SITE IMPROVEMENTS			3,669,153.74	3,565,785.55	0.00	103,368.19
UTILITIES - ON & OFF SITE	*	EF	1,038,835.90	1,038,835.90	0.00	0.00
UTILITIES - TELEPHONES	*	EF	399,160.06	399,160.06	0.00	0.00
UTILITIES - EXTENSION TO CAVE (incl. backfill)	96	AHF/A&D	487,367.00	487,367.00	0.00	0.00
UTILITIES - EXTENSION TO CAVE (incl. backfill)	*	EF	5,073.05	5,073.05	0.00	0.00
UTILITIES - MISCELLANEOUS	*	EF	374.00	374.00	0.00	0.00
SUBTOTAL UTILITIES			1,930,810.01	1,930,810.01	0.00	0.00
VISITOR CENTER - BUILDINGS	96	GF	3,500,000.00	3,500,000.00	0.00	0.00
VISITOR CENTER - BUILDINGS	94	AHF/A&D	4,189.68	4,189.68	0.00	0.00
VISITOR CENTER - BUILDINGS	96	AHF/A&D	50,000.00	50,000.00	0.00	0.00
VISITOR CENTER - EXHIBITS	94	AHF/A&D	7,642.00	7,642.00	0.00	0.00
VISITOR CENTER - EXHIBITS	96	AHF/A&D	854,867.00	854,867.00	0.00	0.00
VISITOR CENTER - EXHIBITS	97	AHF/A&D	770,099.53	770,099.53	0.00	0.00
SUBTOTAL VISITOR CENTER			5,186,798.21	5,186,798.21	0.00	0.00

**ARIZONA STATE PARKS - KARTCHNER CAVERNS DEVELOPMENT
BUDGET AND EXPENDITURE STATUS THROUGH 03/31/02 FY02 3RD QTR
BY ACTIVITY / PROJECT**

PROJECT NAME	YR	FUND	ALLOCATED	EXPENDED	ENCUMBERED	UNOBLIGATED
WATER / WASTEWATER - CONSTRUCTION	94	AHF/A&D	582,400.00	582,400.00	0.00	0.00
WATER / WASTEWATER - CONSTRUCTION	95	AHF/A&D	50,000.00	50,000.00	0.00	0.00
WATER / WASTEWATER - CONSTRUCTION	*	EF	471.34	471.34	0.00	0.00
WATER / WASTEWATER - OTHER	*	EF	56,804.82	56,804.82	0.00	0.00
WATER / WASTEWATER - IMPROVEMENTS	*	EF	30,000.00	27,347.22	0.00	2,652.78
SUBTOTAL WATER / WASTEWATER			719,676.16	717,023.38	0.00	2,652.78
MISC. - ADS/SURVEYS/FEES/TRAVEL /OPER/EQUIP	*	EF	57,191.59	57,191.59	0.00	0.00
MISC. - VISITOR CENTER MURAL	95	AHF/A&D	10,000.00	10,000.00	0.00	0.00
MISC. - CAVE SOUND SYSTEM	*	EF	27,858.15	27,858.15	0.00	0.00
MISC. - CORNERSTONE PLAQUE	*	EF	5,314.00	5,314.00	0.00	0.00
SUBTOTAL MISCELLANEOUS			100,363.74	100,363.74	0.00	0.00
TUNNEL LINER / SPALLING	94	AHF/A&D	101,849.07	101,849.07	0.00	0.00
TUNNEL LINER / SPALLING	95	AHF/A&D	5,000.00	5,000.00	0.00	0.00
TUNNEL LINER / SPALLING	96	AHF/A&D	794.40	794.40	0.00	0.00
TUNNEL LINER / SPALLING	97	AHF/A&D	101,300.00	0.00	0.00	101,300.00
CAVE ENTRY PORTALS	97	AHF/A&D	63,173.00	19,489.10	0.00	43,683.90
PERMANENT AIRLOCKS	97	AHF/A&D	51,300.00	32,136.09	0.00	19,163.91
TUNNEL LIGHTS / MISTERS / BLOWERS	97	AHF/A&D	85,000.00	2,667.92	0.00	82,332.08
CONCRETE TUNNEL FLOORS	97	AHF/A&D	140,000.00	14,207.15	0.00	125,792.85
SUBTOTAL TUNNEL FINISHING			548,416.47	176,143.73	0.00	372,272.74
DIRECTOR'S CONTINGENCY	*	EF	264,985.35	0.00	0.00	264,985.35
DIRECTOR'S CONTINGENCY	97	AHF/A&D	0.00	0.00	0.00	0.00
SUBTOTAL DIRECTOR'S CONTINGENCY			264,985.35	0.00	0.00	264,985.35
PROPOSED CONSTRUCTION (Undesignated funds)	94	AHF/A&D	0.00	0.00	0.00	0.00
PROPOSED CONSTRUCTION (Undesignated funds)	95	AHF/A&D	0.00	0.00	0.00	0.00
PROPOSED CONSTRUCTION (Undesignated funds)	96	AHF/A&D	0.00	0.00	0.00	0.00
PROPOSED CONSTRUCTION (Undesignated funds)	97	AHF/A&D	0.00	0.00	0.00	0.00
PROPOSED CONSTRUCTION (Undesignated funds)	*	EF	126,768.45	0.00	0.00	126,768.45
SUBTOTAL PROPOSED CONSTRUCTION			126,768.45	0.00	0.00	126,768.45
TOTAL KARTCHNER ACQUIS. & DEVELOP.			31,646,208.50	29,824,422.09	33,019.42	1,788,766.99



"Managing and conserving natural, cultural, and recreational resources"

February 15, 2002

Representative Laura Knaperek
Joint Committee on Capital Review
1700 West Washington
Phoenix, AZ 85007

FEB 15 2002

RE: **KARTCHNER CAVERNS PROJECT STATUS**

Jane Dee Hull
Governor

State Parks
Board Members

Chair
Walter D. Armer, Jr.
Benson

Vice-Chair
Suzanne Pfister
Phoenix

Joseph H. Holmwood
Mesa

John U. Hays
Yarnell

Elizabeth J. Stewart
Tempe

Vernon Roudebush
Safford

Michael E. Anable
State Land
Commissioner

Kenneth E. Travous
Executive Director

Arizona State Parks
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General Fax:
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Director's Office Fax:
602.542.4188

Dear Representative Laura Knaperek:

Pursuant to staff's request, Arizona State Parks (ASP) is forwarding the project status and financial information for Kartchner Caverns State Park.

Project Status -- Kartchner Caverns State Park has been open 26 months. Over 310,000 visitors have taken cave tours and revenues are averaging \$50,000 per week. Reservations at the time of this report are steady and the spring "snowbird" season is filling fast. Total park revenues to date 1/19/02 5.8 million.

Construction in Progress -- Construction in the lower cave resumed in mid-September. Since that time crews have made great progress. Techniques learned from the construction of the Rotunda/Throne Room are being utilized in the Big Room.

Cavern Trail Construction -- The "Big Room" trail construction plan is divided in 2 units. These units or headings have crews working at each end of the trail, planning to meet in the middle. Rough trail is at 98%, only the egress side of the "Big Room Overlook remains incomplete.

Cul-de-Sac Heading -- Curbing on both sides of the trail has been completed and the handrail is in place, finish floor surface is at 50 % up to the Lower Key Hole. All lights for this heading are in place only hook-up and focus is needed. Electric load on this heading is the only issue. The "Big Room" is big, and requires more light than anticipated. Rather than reduce the light, it is necessary to increase conduit. Staff is awaiting specifications from the electrical engineer. The key is our ability to "hide" the conduit. Should the specification come in high, we will need to reduce our lighting load or take radical steps to hide the conduit.

Tarantula Heading -- The last major cement pour occurred on 12/19/01, 7 yards of concrete were used to create the "Big Room Overlook". This pour required 800 feet of hose, the maximum that can be used and required precise timing to ensure a solid monolith. Teams began collecting hose at every job site in Tucson the night before and cement trucks arrived at 6AM. Local news teams carried this event and filmed the work in progress. From this point on all cement work will be by hand, one wheelbarrow at time.

Huge electric wire pulls have begun. The most recent pull required 49 workers to pull 106 wires. Each wire is a "homerun" back to the circuit that controls the light. Most caves run lights in series, which does not allow for reducing the heat load of each lamp. The method developed at Kartchner Caverns allows for control of each lamp, which is adjusted to protect the fragile cave environment.

Timeline -- Preliminary timelines have been developed for the lower cave trail construction. At this time crews are well ahead of schedule. It is predicted that the "Big Room" could be open to the public by November 2002. There are three issues, however, still to be resolved prior to opening.

1. Staffing
2. Electric load
3. Bats

The last is the most unpredictable.

Environment -- Last quarter it was reported that a planned resort development adjacent to the park would more likely than not endanger the cavern environment. As negotiations with the owner failed the Arizona State Parks Board voted to use its power of eminent domain to acquire the 160-acre parcel.

Park Facilities -- Work continues on security gates to control access to the park. Additional aboveground work will continue over the summer when the bats are in the Big Room.

Financial Status -- The budget for the development and construction is \$31,646,208 (this figure does not include start-up funds of approximately \$1.2 million). Attached you will find summary information and detailed allocations, expenditures and obligations by activity and fund for the quarter ending December 31, 2001. As of December 31, 2001, 92.7% of the budget was expended.

Your continued support of this project and our staff is greatly appreciated. Please give me a call should you have any questions or if I may be of assistance to you or your staff.

Sincerely,



Kenneth E. Travous
Executive Director

Copy: Senator Ruth Solomon, Vice Chair
Richard Stavneak, Director, JLBC
Thomas Betlach, Director, OSPB
Nancy Stump, Office of the Governor
Timothy Sweeney, JLBC
Lorenzo Martinez, JLBC
Marcel Benberou, OSPB

**KARTCHNER CAVERNS STATE PARK
BUDGET AND EXPENDITURE STATUS
AS OF 12/31/01**

- 1) Summary of Development Funds
- 2) By Fund Source
- 3) By Activity/Project

**Arizona State Parks
Kartchner Caverns State Park
Development Funds Available
As of December 31, 2001 (FY02 2nd Quarter)**

<u>Fund</u>		<u>\$ Amount</u>	<u>Percentage</u>
Arizona Heritage Fund	\$	5,174,514	16.35%
Enhancement Fund		20,144,918	63.66%
General Fund		3,500,000	11.06%
ADOT		2,445,654	7.73%
Federal Recreational Trails		381,122	1.20%
Total	\$	31,646,208	100.00%

**ARIZONA STATE PARKS - KARTCHNER CAVERNS DEVELOPMENT
BUDGET AND EXPENDITURE STATUS THROUGH 12/31/01 FY02 2ND QTR
BY FUND SOURCE**

PROJECT NAME	YR	FUND	ALLOCATED	EXPENDED	ENCUMBERED	UNOBLIGATED
BUILDINGS / TUNNELS 95 - KE&G	*	EF	3,300,144.88	3,300,144.88	0.00	0.00
BUILDINGS / TUNNELS 95 - OTHER	*	EF	205,793.09	205,793.09	0.00	0.00
CAMPGROUND UTILITIES REPAIR	*	EF	15,000.00	10,064.54	0.00	4,935.46
CAVE ENVIRONMENT	*	EF	30,000.00	8,262.99	649.16	21,087.85
CAVE LIGHTING	*	EF	44,800.00	40,819.31	0.00	3,980.69
CAVE STUDIES	*	EF	608,020.87	608,020.87	0.00	0.00
CAVE TRAIL CONSTRUCTION (current PAF)	*	EF	7,162,903.64	6,189,095.98	11,696.42	962,111.24
CAVE TRAIL CONSTRUCTION (Texas Parks/Operating)	*	EF	124,764.03	124,764.03	0.00	0.00
COMMUNICATIONS CABLING / RADIOS	*	EF	13,500.00	12,192.94	0.00	1,307.06
CONTRACT CAVE DESIGN & ENGINEERING	*	EF	80,000.00	49,538.50	0.00	30,461.50
DESIGN & ENGINEERING - OTHER	*	EF	21,749.33	21,749.33	0.00	0.00
DESIGN & ENGINEERING - VSA	*	EF	2,379,875.46	2,350,909.72	28,965.74	(0.00)
DIRECTORS CONTINGENCY	*	EF	219,122.56	0.00	0.00	219,122.56
DISCOVERY CENTER - ROOF & ELECTRIC	*	EF	24,767.34	15,262.46	0.00	9,504.88
FINAL SITE IMPROVEMENTS / HAND RAILS	*	EF	70,279.00	70,279.00	0.00	0.00
GROUP RAMADA	*	EF	85,000.00	74,717.83	0.00	10,282.17
LAND ACQUISITION	*	EF	1,854,800.00	1,854,781.65	0.00	18.35
MAIN & MAINTENANCE ENTRANCE GATE	*	EF	22,000.00	9,898.79	0.00	12,101.21
MISC. - ADS/SURVEYS/FEES/TRAVEL /OPER/EQUIP	*	EF	57,191.59	57,191.59	0.00	(0.00)
MISC. - CAVE SOUND SYSTEM	*	EF	27,858.15	27,858.15	0.00	0.00
MISC. - CORNERSTONE PLAQUE	*	EF	5,314.00	5,314.00	0.00	0.00
NEW WELL AND LINE	*	EF	29,000.00	4,345.36	0.00	24,654.64
PROPOSED CONSTRUCTION (Undesignated funds)	*	EF	291,268.45	0.00	0.00	291,268.45
SEWAGE LIFT STATION REPAIR	*	EF	8,364.21	8,364.21	0.00	0.00
SITE IMPROVEMENTS - Bridge Design	*	EF	103.50	103.50	0.00	0.00
SITE IMPROVEMENTS - DOC Landscaping	*	EF	15,000.00	11,557.25	0.00	3,442.75
SITE IMPROVEMENTS - FENCING	*	EF	32,905.65	32,905.65	0.00	0.00
SITE IMPROVEMENTS - OTHER	*	EF	8,175.75	8,175.75	0.00	0.00
SITE IMPROVEMENTS - ROADS	*	EF	444,885.69	444,885.69	0.00	0.00
TRAIL SYSTEM DESIGN - CAVE FAUNAL RECOVERY	*	EF	2,767.80	2,767.80	0.00	0.00
TRAIL SYSTEM DESIGN - CAVE PALEONTOLOGY	*	EF	4,000.00	3,627.64	0.00	372.36
TRAIL SYSTEM DESIGN - CONSULTANTS	*	EF	287,409.34	277,526.79	995.00	8,887.55
TRAM STORAGE / MAINT. / UTILITIES	*	EF	227,500.97	227,500.97	0.00	0.00
TUNNELS 96 - BAT MONITORING	*	EF	18,568.06	18,568.06	0.00	0.00
TUNNELS 96 - CAVE MONITORING SYSTEM	*	EF	9,970.00	9,970.00	0.00	0.00
TUNNELS 96 - JORGENSEN - GURNEE ENTRY	*	EF	262,755.00	262,755.00	0.00	0.00
TUNNELS 96 - MCO MINING	*	EF	569,399.95	569,399.95	0.00	0.00
TUNNELS 96 - OTHER	*	EF	49,240.55	49,240.55	0.00	0.00
UTILITIES - EXTENSION TO CAVE (incl. backfill)	*	EF	5,073.05	5,073.05	0.00	0.00
UTILITIES - MISCELLANEOUS	*	EF	374.00	374.00	0.00	0.00
UTILITIES - ON & OFF SITE	*	EF	1,038,835.90	1,038,835.90	0.00	0.00
UTILITIES - TELEPHONES	*	EF	399,160.06	399,160.06	0.00	0.00
WATER / WASTEWATER - CONSTRUCTION	*	EF	471.34	471.34	0.00	0.00
WATER / WASTEWATER - IMPROVEMENTS	*	EF	30,000.00	27,206.24	0.00	2,793.76
WATER / WASTEWATER - OTHER	*	EF	56,804.82	56,804.82	0.00	0.00
SUBTOTAL ENHANCEMENT FUND			20,144,918.03	18,496,279.23	42,306.32	1,606,332.48

**ARIZONA STATE PARKS - KARTCHNER CAVERNS DEVELOPMENT
BUDGET AND EXPENDITURE STATUS THROUGH 12/31/01 FY02 2ND QTR
BY FUND SOURCE**

PROJECT NAME	YR	FUND	ALLOCATED	EXPENDED	ENCUMBERED	UNOBLIGATED
CAVE LIGHTING	94	AHF/A&D	172,000.00	172,000.00	0.00	0.00
DISCOVERY CENTER - ROOF & ELECTRIC	94	AHF/A&D	21,919.25	21,919.25	0.00	0.00
PROPOSED CONSTRUCTION (Undesignated funds)	94	AHF/A&D	0.00	0.00	0.00	0.00
SITE IMPROVEMENTS - DOC Landscaping	94	AHF/A&D	10,000.00	10,000.00	0.00	0.00
TUNNEL LINER / SPALLING	94	AHF/A&D	101,849.07	101,849.07	0.00	0.00
VISITOR CENTER - BUILDINGS	94	AHF/A&D	4,189.68	4,189.68	0.00	0.00
VISITOR CENTER - EXHIBITS	94	AHF/A&D	7,642.00	7,642.00	0.00	0.00
WATER / WASTEWATER - CONSTRUCTION	94	AHF/A&D	582,400.00	582,400.00	0.00	0.00
SUBTOTAL AY94 AHF/A&D			900,000.00	900,000.00	0.00	0.00
MISC. - VISITOR CENTER MURAL	95	AHF/A&D	10,000.00	10,000.00	0.00	0.00
PROPOSED CONSTRUCTION (Undesignated funds)	95	AHF/A&D	0.00	0.00	0.00	0.00
TUNNEL LINER / SPALLING	95	AHF/A&D	5,000.00	5,000.00	0.00	0.00
TUNNELS 96 - MCO MINING	95	AHF/A&D	1,140,000.00	1,140,000.00	0.00	0.00
WATER / WASTEWATER - CONSTRUCTION	95	AHF/A&D	50,000.00	50,000.00	0.00	0.00
SUBTOTAL AY95 AHF/A&D			1,205,000.00	1,205,000.00	0.00	0.00
DESIGN & ENGINEERING - VSA	96	AHF/A&D	93,486.00	93,486.00	0.00	0.00
PROPOSED CONSTRUCTION (Undesignated funds)	96	AHF/A&D	0.00	0.00	0.00	0.00
SITE IMPROVEMENTS - DOC Landscaping	96	AHF/A&D	10,000.00	10,000.00	0.00	0.00
TUNNEL LINER / SPALLING	96	AHF/A&D	794.40	794.40	0.00	0.00
UTILITIES - EXTENSION TO CAVE (incl. backfill)	96	AHF/A&D	487,367.00	487,367.00	0.00	0.00
VISITOR CENTER - BUILDINGS	96	AHF/A&D	50,000.00	50,000.00	0.00	0.00
VISITOR CENTER - EXHIBITS	96	AHF/A&D	854,867.00	854,867.00	0.00	0.00
SUBTOTAL AY96 AHF/A&D			1,496,514.40	1,496,514.40	0.00	0.00
CAVE ENTRY PORTALS	97	AHF/A&D	63,173.00	19,489.10	0.00	43,683.90
CAVE LIGHTING	97	AHF/A&D	110,600.00	108,098.93	0.00	2,501.07
CONCRETE TUNNEL FLOORS	97	AHF/A&D	140,000.00	14,207.15	0.00	125,792.85
DIRECTOR'S CONTINGENCY	97	AHF/A&D	33,404.47	0.00	0.00	33,404.47
DISCOVERY CENTER - ROOF & ELECTRIC	97	AHF/A&D	13,313.41	1,480.75	0.00	11,832.66
FINAL SITE IMPROVEMENTS / HAND RAILS	97	AHF/A&D	13,809.59	13,809.59	0.00	0.00
PERMANENT AIRLOCKS	97	AHF/A&D	51,300.00	32,136.09	0.00	19,163.91
PROPOSED CONSTRUCTION (Undesignated funds)	97	AHF/A&D	0.00	0.00	0.00	0.00
SITE IMPROVEMENTS - DOC Landscaping	97	AHF/A&D	10,000.00	7,502.00	0.00	2,498.00
TUNNEL LIGHTS / MISTERS / BLOWERS	97	AHF/A&D	85,000.00	2,667.92	0.00	82,332.08
TUNNEL LINER / SPALLING	97	AHF/A&D	101,300.00	0.00	0.00	101,300.00
VISITOR CENTER - EXHIBITS	97	AHF/A&D	770,099.53	770,099.53	0.00	0.00
SUBTOTAL AY97 AHF/A&D			1,392,000.00	969,491.06	0.00	422,508.94

**ARIZONA STATE PARKS - KARTCHNER CAVERNS DEVELOPMENT
BUDGET AND EXPENDITURE STATUS THROUGH 12/31/01 FY02 2ND QTR
BY FUND SOURCE**

PROJECT NAME	YR	FUND	ALLOCATED	EXPENDED	ENCUMBERED	UNOBLIGATED
BUILDINGS / TUNNELS 95 - KE&G	93	AHF/LRSP	71,000.00	71,000.00	0.00	0.00
SUBTOTAL AY93 AHF/LRSP			71,000.00	71,000.00	0.00	0.00
TRAIL SYSTEM DESIGN - BAT MONITORING	96	AHF/NAO&M	60,000.00	57,358.30	0.00	2,641.70
SUBTOTAL AY96 AHF/NAO&M			60,000.00	57,358.30	0.00	2,641.70
CAVE TRAIL CONSTRUCTION (current PAF)	95	AHF/TRAILS	25,000.00	0.00	0.00	25,000.00
CAVE TRAIL CONSTRUCTION (current PAF)	96	AHF/TRAILS	25,000.00	0.00	0.00	25,000.00
CAVE TRAIL CONSTRUCTION (current PAF)	97	AHF/TRAILS	0.00	0.00	0.00	0.00
SUBTOTAL MULTI AHF/TRAILS			50,000.00	0.00	0.00	50,000.00
VISITOR CENTER - BUILDINGS	96	GF	3,500,000.00	3,500,000.00	0.00	0.00
SUBTOTAL AY96 GENERAL FUND			3,500,000.00	3,500,000.00	0.00	0.00
CAVE TRAIL CONSTRUCTION	96	NRTFA	71,342.00	71,342.00	0.00	0.00
CAVE TRAIL CONSTRUCTION	97	NRTFA	71,260.00	70,496.00	0.00	764.00
CAVE TRAIL CONSTRUCTION	98	NRTFA	238,520.00	58,826.00	0.00	179,694.00
SUBTOTAL MULTI-YEAR NRTFA			381,122.00	200,664.00	0.00	180,458.00
SITE IMPROVEMENTS - Bridge Design		ADOT	245,654.07	245,654.07	0.00	0.00
SITE IMPROVEMENTS - Cave Bridge		ADOT	1,000,000.00	1,000,000.00	0.00	0.00
SITE IMPROVEMENTS - Turn Lanes on SR90		ADOT	1,200,000.00	1,200,000.00	0.00	0.00
SUBTOTAL ADOT			2,445,654.07	2,445,654.07	0.00	0.00
TOTAL KARTCHNER ACQUIS. & DEVELOP.			31,646,208.50	29,341,961.06	42,306.32	2,261,941.12

**ARIZONA STATE PARKS - KARTCHNER CAVERNS DEVELOPMENT
BUDGET AND EXPENDITURE STATUS THROUGH 12/31/01 FY02 2ND QTR
BY ACTIVITY / PROJECT**

PROJECT NAME	YR	FUND	ALLOCATED	EXPENDED	ENCUMBERED	UNOBLIGATED
LAND ACQUISITION	*	EF	1,854,800.00	1,854,781.65	0.00	18.35
CAVE STUDIES	*	EF	608,020.87	608,020.87	0.00	0.00
DESIGN & ENGINEERING - VSA	*	EF	2,379,875.46	2,350,909.72	28,965.74	(0.00)
DESIGN & ENGINEERING - VSA	96	AHF/A&D	93,486.00	93,486.00	0.00	0.00
DESIGN & ENGINEERING - OTHER	*	EF	21,749.33	21,749.33	0.00	0.00
SUBTOTAL DESIGN & ENGINEERING			2,495,110.79	2,466,145.05	28,965.74	(0.00)
BUILDINGS / TUNNELS 95 - KE&G	*	EF	3,300,144.88	3,300,144.88	0.00	0.00
BUILDINGS / TUNNELS 95 - KE&G	93	AHF/LRSP	71,000.00	71,000.00	0.00	0.00
BUILDINGS / TUNNELS 95 - OTHER	*	EF	205,793.09	205,793.09	0.00	0.00
SUBTOTAL BUILDINGS / TUNNELS 95			3,576,937.97	3,576,937.97	0.00	0.00
TRAIL SYSTEM DESIGN - CONSULTANTS	*	EF	287,409.34	277,526.79	995.00	8,887.55
TRAIL SYSTEM DESIGN - CAVE PALEONTOLOGY	*	EF	4,000.00	3,627.64	0.00	372.36
TRAIL SYSTEM DESIGN - CAVE FAUNAL RECOVERY	*	EF	2,767.80	2,767.80	0.00	0.00
TRAIL SYSTEM DESIGN - BAT MONITORING	96	AHF/NAO&M	60,000.00	57,358.30	0.00	2,641.70
SUBTOTAL TRAIL SYSTEM DESIGN			354,177.14	341,280.53	995.00	11,901.61
CAVE TRAIL CONSTRUCTION (Texas Parks/Operating)	*	EF	124,764.03	124,764.03	0.00	0.00
CONTRACT CAVE DESIGN & ENGINEERING	*	EF	80,000.00	49,538.50	0.00	30,461.50
CAVE ENVIRONMENT	*	EF	30,000.00	8,262.99	649.16	21,087.85
CAVE LIGHTING	94	AHF/A&D	172,000.00	172,000.00	0.00	(0.00)
CAVE LIGHTING	97	AHF/A&D	110,600.00	108,098.93	0.00	2,501.07
CAVE LIGHTING	*	EF	44,800.00	40,819.31	0.00	3,980.69
CAVE TRAIL CONSTRUCTION (current PAF)	*	EF	7,162,903.64	6,189,095.98	11,696.42	962,111.24
CAVE TRAIL CONSTRUCTION (current PAF)	96	NRTFA	71,342.00	71,342.00	0.00	0.00
CAVE TRAIL CONSTRUCTION (current PAF)	97	NRTFA	71,260.00	70,496.00	0.00	764.00
CAVE TRAIL CONSTRUCTION (current PAF)	98	NRTFA	238,520.00	58,826.00	0.00	179,694.00
CAVE TRAIL CONSTRUCTION (current PAF)	95	AHF/TRAILS	25,000.00	0.00	0.00	25,000.00
CAVE TRAIL CONSTRUCTION (current PAF)	96	AHF/TRAILS	25,000.00	0.00	0.00	25,000.00
CAVE TRAIL CONSTRUCTION (current PAF)	97	AHF/TRAILS	0.00	0.00	0.00	0.00
SUBTOTAL CAVE TRAIL CONSTRUCTION			8,156,189.67	6,893,243.74	12,345.58	1,250,600.35
TUNNELS 96 - MCO MINING	*	EF	569,399.95	569,399.95	0.00	0.00
TUNNELS 96 - MCO MINING	95	AHF/A&D	1,140,000.00	1,140,000.00	0.00	0.00
TUNNELS 96 - JORGENSON - GURNEE ENTRY	*	EF	262,755.00	262,755.00	0.00	0.00
TUNNELS 96 - BAT MONITORING	*	EF	18,568.06	18,568.06	0.00	0.00
TUNNELS 96 - OTHER	*	EF	49,240.55	49,240.55	0.00	0.00
TUNNELS 96 - CAVE MONITORING SYSTEM	*	EF	9,970.00	9,970.00	0.00	0.00
SUBTOTAL TUNNELS 96 REBID			2,049,933.56	2,049,933.56	0.00	0.00

**ARIZONA STATE PARKS - KARTCHNER CAVERNS DEVELOPMENT
BUDGET AND EXPENDITURE STATUS THROUGH 12/31/01 FY02 2ND QTR
BY ACTIVITY / PROJECT**

PROJECT NAME	YR	FUND	ALLOCATED	EXPENDED	ENCUMBERED	UNOBLIGATED
SITE IMPROVEMENTS - ROADS	*	EF	444,885.69	444,885.69	0.00	0.00
SITE IMPROVEMENTS - Bridge Design	*	EF	103.50	103.50	0.00	0.00
SITE IMPROVEMENTS - Bridge Design		ADOT	245,654.07	245,654.07	0.00	0.00
SITE IMPROVEMENTS - Turn Lanes on SR90		ADOT	1,200,000.00	1,200,000.00	0.00	0.00
SITE IMPROVEMENTS - Cave Bridge		ADOT	1,000,000.00	1,000,000.00	0.00	0.00
SITE IMPROVEMENTS - Fencing	*	EF	32,905.65	32,905.65	0.00	0.00
SITE IMPROVEMENTS - Other	*	EF	8,175.75	8,175.75	0.00	(0.00)
SITE IMPROVEMENTS - DOC Landscaping	94	AHF/A&D	10,000.00	10,000.00	0.00	0.00
SITE IMPROVEMENTS - DOC Landscaping	96	AHF/A&D	10,000.00	10,000.00	0.00	0.00
SITE IMPROVEMENTS - DOC Landscaping	97	AHF/A&D	10,000.00	7,502.00	0.00	2,498.00
SITE IMPROVEMENTS - DOC Landscaping	*	EF	15,000.00	11,557.25	0.00	3,442.75
CAMPGROUND UTILITIES REPAIR	*	EF	15,000.00	10,064.54	0.00	4,935.46
COMMUNICATIONS CABLING / RADIOS	*	EF	13,500.00	12,192.94	0.00	1,307.06
DISCOVERY CENTER - ROOF & ELECTRIC	94	AHF/A&D	21,919.25	21,919.25	0.00	0.00
DISCOVERY CENTER - ROOF & ELECTRIC	97	AHF/A&D	13,313.41	1,480.75	0.00	11,832.66
DISCOVERY CENTER - ROOF & ELECTRIC	*	EF	24,767.34	15,262.46	0.00	9,504.88
FINAL SITE IMPROVEMENTS / HAND RAILS	97	AHF/A&D	13,809.59	13,809.59	0.00	0.00
FINAL SITE IMPROVEMENTS / HAND RAILS	*	EF	70,279.00	70,279.00	0.00	0.00
GROUP RAMADAS	*	EF	85,000.00	74,717.83	0.00	10,282.17
MAIN & MAINTENANCE ENTRANCE GATE	*	EF	22,000.00	9,898.79	0.00	12,101.21
NEW WELL AND LINE	*	EF	29,000.00	4,345.36	0.00	24,654.64
SEWAGE LIFT STATION REPAIR	*	EF	8,364.21	8,364.21	0.00	0.00
TRAM STORAGE / MAINT. / UTILITIES	*	EF	227,500.97	227,500.97	0.00	0.00
SUBTOTAL SITE IMPROVEMENTS			3,521,178.43	3,440,619.60	0.00	80,558.83
UTILITIES - ON & OFF SITE	*	EF	1,038,835.90	1,038,835.90	0.00	0.00
UTILITIES - TELEPHONES	*	EF	399,160.06	399,160.06	0.00	0.00
UTILITIES - EXTENSION TO CAVE (incl. backfill)	96	AHF/A&D	487,367.00	487,367.00	0.00	0.00
UTILITIES - EXTENSION TO CAVE (incl. backfill)	*	EF	5,073.05	5,073.05	0.00	0.00
UTILITIES - MISCELLANEOUS	*	EF	374.00	374.00	0.00	0.00
SUBTOTAL UTILITIES			1,930,810.01	1,930,810.01	0.00	0.00
VISITOR CENTER - BUILDINGS	96	GF	3,500,000.00	3,500,000.00	0.00	0.00
VISITOR CENTER - BUILDINGS	94	AHF/A&D	4,189.68	4,189.68	0.00	(0.00)
VISITOR CENTER - BUILDINGS	96	AHF/A&D	50,000.00	50,000.00	0.00	0.00
VISITOR CENTER - EXHIBITS	94	AHF/A&D	7,642.00	7,642.00	0.00	(0.00)
VISITOR CENTER - EXHIBITS	96	AHF/A&D	854,867.00	854,867.00	0.00	0.00
VISITOR CENTER - EXHIBITS	97	AHF/A&D	770,099.53	770,099.53	0.00	0.00
SUBTOTAL VISITOR CENTER			5,186,798.21	5,186,798.21	0.00	(0.00)

**ARIZONA STATE PARKS - KARTCHNER CAVERNS DEVELOPMENT
BUDGET AND EXPENDITURE STATUS THROUGH 12/31/01 FY02 2ND QTR
BY ACTIVITY / PROJECT**

PROJECT NAME	YR	FUND	ALLOCATED	EXPENDED	ENCUMBERED	UNOBLIGATED
WATER / WASTEWATER - CONSTRUCTION	94	AHF/A&D	582,400.00	582,400.00	0.00	0.00
WATER / WASTEWATER - CONSTRUCTION	95	AHF/A&D	50,000.00	50,000.00	0.00	0.00
WATER / WASTEWATER - CONSTRUCTION	*	EF	471.34	471.34	0.00	0.00
WATER / WASTEWATER - OTHER	*	EF	56,804.82	56,804.82	0.00	0.00
WATER / WASTEWATER - IMPROVEMENTS	*	EF	30,000.00	27,206.24	0.00	2,793.76
SUBTOTAL WATER / WASTEWATER			719,676.16	716,882.40	0.00	2,793.76
MISC. - ADS/SURVEYS/FEES/TRAVEL /OPER/EQUIP	*	EF	57,191.59	57,191.59	0.00	0.00
MISC. - VISITOR CENTER MURAL	95	AHF/A&D	10,000.00	10,000.00	0.00	0.00
MISC. - CAVE SOUND SYSTEM	*	EF	27,858.15	27,858.15	0.00	0.00
MISC. - CORNERSTONE PLAQUE	*	EF	5,314.00	5,314.00	0.00	0.00
SUBTOTAL MISCELLANEOUS			100,363.74	100,363.74	0.00	0.00
TUNNEL LINER / SPALLING	94	AHF/A&D	101,849.07	101,849.07	0.00	0.00
TUNNEL LINER / SPALLING	95	AHF/A&D	5,000.00	5,000.00	0.00	0.00
TUNNEL LINER / SPALLING	96	AHF/A&D	794.40	794.40	0.00	0.00
TUNNEL LINER / SPALLING	97	AHF/A&D	101,300.00	0.00	0.00	101,300.00
CAVE ENTRY PORTALS	97	AHF/A&D	63,173.00	19,489.10	0.00	43,683.90
PERMANENT AIRLOCKS	97	AHF/A&D	51,300.00	32,136.09	0.00	19,163.91
TUNNEL LIGHTS / MISTERS / BLOWERS	97	AHF/A&D	85,000.00	2,667.92	0.00	82,332.08
CONCRETE TUNNEL FLOORS	97	AHF/A&D	140,000.00	14,207.15	0.00	125,792.85
SUBTOTAL TUNNEL FINISHING			548,416.47	176,143.73	0.00	372,272.74
DIRECTOR'S CONTINGENCY	*	EF	219,122.56	0.00	0.00	219,122.56
DIRECTOR'S CONTINGENCY	97	AHF/A&D	33,404.47	0.00	0.00	33,404.47
SUBTOTAL DIRECTOR'S CONTINGENCY			252,527.03	0.00	0.00	252,527.03
PROPOSED CONSTRUCTION (Undesignated funds)	94	AHF/A&D	0.00	0.00	0.00	0.00
PROPOSED CONSTRUCTION (Undesignated funds)	95	AHF/A&D	0.00	0.00	0.00	0.00
PROPOSED CONSTRUCTION (Undesignated funds)	96	AHF/A&D	0.00	0.00	0.00	0.00
PROPOSED CONSTRUCTION (Undesignated funds)	97	AHF/A&D	0.00	0.00	0.00	0.00
PROPOSED CONSTRUCTION (Undesignated funds)	*	EF	291,268.45	0.00	0.00	291,268.45
SUBTOTAL PROPOSED CONSTRUCTION			291,268.45	0.00	0.00	291,268.45
TOTAL KARTCHNER ACQUIS. & DEVELOP.			31,646,208.50	29,341,961.06	42,306.32	2,261,941.12