

JOINT COMMITTEE ON CAPITAL REVIEW

Thursday, May 4, 2023

10:15 a.m. or Upon Adjournment of the JLBC Meeting

House Hearing Room 1



STATE OF ARIZONA

Joint Committee on Capital Review

STATE
SENATE

JOHN KAVANAGH
CHAIRMAN
LELA ALSTON
KEN BENNETT
SONNY BORRELLI
EVA DIAZ
DENISE "MITZI" EPSTEIN
JAKE HOFFMAN

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MATT GRESS
ATHENA SALMAN

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Thursday, May 4, 2023
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House Hearing Room 1

MEETING NOTICE

- Call to Order
- [Approval of Minutes of December 13, 2022.](#)
- 1. [*ADOPTION OF COMMITTEE RULES AND REGULATIONS.](#)
- 2. [*ARIZONA EXPOSITION AND STATE FAIR BOARD - Review of Capital Projects.](#)
- 3. [*DEPARTMENT OF JUVENILE CORRECTIONS - Review of Water and Waste Chase Closet Replacement Capital Project.](#)
- 4. [*ARIZONA GAME AND FISH DEPARTMENT - Reallocation of FY 2022 Building Renewal Monies.](#)
- * Consent Agenda - These items will be considered in one motion and no testimony will be taken.

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

05/02/2023

JB

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) 926-5491.



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LORENZO SIERRA
BEN TOMA

MINUTES OF THE MEETING

JOINT COMMITTEE ON CAPITAL REVIEW

December 13, 2022

The Chairman called the meeting to order at 10:12 a.m., Tuesday, December 13, 2022 in House Hearing Room 1. The following were present:

Members:	Senator Gowan, Vice-Chairman	Representative Cobb, Chairman
	Senator Alston	Representative Bolding
	Senator Bowie	Representative Kavanagh
	Senator Kerr	Representative Longdon (Temporary member in place of Representative Schwiebert)
		Representative Osborne
		Representative Sierra
		Representative Toma
Absent:	Senator Gray	Representative Schwiebert
	Senator Leach	
	Senator Rios	

APPROVAL OF MINUTES

Senator Gowan moved that the Committee approve the minutes of September 21, 2022. The motion carried.

CONSENT AGENDA

The following items were considered without discussion:

(Continued)

3. ARIZONA STATE LOTTERY COMMISSION - Review of FY 2023 Building Renewal Allocation Plan.

A.R.S. § 41-1252 requires Committee review of expenditure plans for building renewal monies. The Arizona State Lottery Commission requested the Committee review its FY 2023 Building Renewal Allocation Plan totaling \$176,400 from the State Lottery Fund. The FY 2023 Capital Outlay Bill appropriated \$176,400 from the Lottery Fund to the State Lottery Commission to fund 100% of the building renewal formula in FY 2023 for capital improvement projects. The JLBC Staff provided options.

4. DEPARTMENT OF PUBLIC SAFETY (DPS) - Review of the Southern Border Coordinated Response Center.

A.R.S. § 41-1252 requires Committee review of expenditure plans for monies appropriated to capital projects. DPS requested Committee review of a \$15,000,000 appropriation from the Border Security Fund in FY 2023 for the purchase and renovation of a facility located in Tucson to be used as the southern border coordinated response center. The JLBC Staff provided options.

5A. ARIZONA STATE UNIVERSITY (ASU) - Review of New Academic Buildings and Campus Renovation Projects.

A.R.S. § 15-1683 requires Committee review of any university projects financed with system revenue bonds. An FY 2023 General Appropriation Act footnote also requires Committee review of any university capital projects funded from a one-time General Fund appropriation. ASU requested Committee review of \$201,500,000 to construct 2 new academic buildings and renovate existing buildings across multiple campuses. Of this amount, \$191,500,000 will be funded by system revenue bond issuances and \$10,000,000 will be funded with cash from the university's FY 2023 one-time General Fund appropriation. The JLBC Staff provided options and potential provisions:

Standard University Financing Provisions

- A. A favorable review by the Committee does not constitute endorsement of General Fund appropriations to offset any revenues that may be required for debt service or any operations and maintenance costs when the projects are complete.*
- B. ASU shall provide the final debt service schedule and interest rate for the projects as soon as they are available.*
- C. On or before October 15 of each year until completion of the projects, ASU shall report to the JLBC Staff on the status and expenditures of the projects. The report shall include the project expenditures to date by building, any changes to the planned construction timeline, the expected completion date, and any change to the scope of the projects.*

5B. ARIZONA STATE UNIVERSITY (ASU) - Review of Student Housing Indirect Financing Project.

A.R.S. § 15-1682.02 requires Committee review of any university projects using indirect debt financing (also known as third-party financing). ASU requested Committee review of a ground lease for the approximately \$54,000,000 Casa de Oro Residential Hall Phase II development at its West Campus. The proposed facility would provide approximately 500 beds. The JLBC Staff provided options and a potential provision:

(Continued)

Standard University Financing Provision

- A. *A favorable review by the Committee does not constitute endorsement of General Fund appropriations to offset any revenues that may be required for debt service, or any operations and maintenance costs when the project is complete.*

6. UNIVERSITY OF ARIZONA (UA) - Review of Deferred Maintenance Projects.

A.R.S. § 15-1671 requires Committee review of any non-debt financed university capital projects paid for with funds from the university's Capital Infrastructure Fund (CIF). These monies are from the \$1 billion capital investment program enacted in 2017. UA requested Committee review of its plan to use \$5,000,000 in cash from CIF to pay for deferred maintenance projects on its main campus. The JLBC Staff provided options and potential provisions.

Standard University Financing Provisions

- A. *A favorable review by the Committee does not constitute endorsement of General Fund appropriations to offset any revenues that may be required for operations and maintenance costs when the project is complete.*
- B. *On or before October 15 of each year until completion of the project, UA shall report to the JLBC Staff on the status and expenditures of the Deferred Maintenance project. The report shall include the project expenditures to date by type of building system, any changes to the planned construction timeline, the expected completion date, and any change to the scope of the project.*

Senator Gowan moved that the Committee give a favorable review of the agency requests in consent agenda items 3 through 6 listed above with the applicable JLBC Staff provisions. The motion carried.

REGULAR AGENDA


1. DEPARTMENT OF EMERGENCY AND MILITARY AFFAIRS (DEMA) - Review of the Architectural Design for the State Emergency Operations Center.

Mr. Jordan Johnston, JLBC Staff, stated A.R.S. § 41-1252 requires Committee review of expenditure plans for monies appropriated to capital projects. DEMA requested Committee review of \$2,000,000 of the \$30,000,000 allocated from the Border Security Fund for the renovation and expansion of the State Emergency Operations Center (SEOC) located at the Papago Park Military Reservation. The requested review of up to \$2,000,000 would cover the architectural design costs for the SEOC renovation and expansion project. The JLBC Staff provided options.


Senator Gowan moved that the Committee give a favorable review of the \$2,000,000 of the \$30,000,000 FY 2023 appropriation for the architectural design of the renovation and expansion of the State Emergency Operations Center. The remaining \$28,000,000 will be reviewed at a later date. The motion carried.

Without objection, the meeting adjourned at 10:19 a.m.

Respectfully submitted:


Jennifer Burns, Secretary


Rebecca Perrera, Assistant Director


Representative Regina Cobb, Chairman



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DATE: April 28, 2023

TO: Members of the Joint Committee on Capital Review

FROM: Richard Stavneak, Director

SUBJECT: Adoption of Committee Rules and Regulations

The Committee will consider the attached rules and regulations for adoption at its May 3rd meeting. The rules are the same as in the prior session, with one exception. A.R.S § 41-1252 requires JCCR review of agency capital projects that have a total estimated cost of more than \$250,000. Rule 6.5, regarding Committee review, has been clarified to match the existing statutory threshold.

RS:jb
Attachment

JOINT COMMITTEE ON CAPITAL REVIEW

RULES AND REGULATIONS

RULE 1

NAME OF COMMITTEE AND METHOD OF APPOINTMENT

The name of the Committee is the Joint Committee on Capital Review, hereinafter referred to as the Committee, consisting of fourteen members designated or appointed as follows:

1. The Chairman of the Senate and House of Representatives Appropriations Committees.
2. The Majority and Minority Leaders of the Senate and House of Representatives.
3. Four members of the Senate and four members of the House of Representatives who are members of their Appropriations Committees and who are appointed to the Committee by the President of the Senate and the Speaker of the House of Representatives, respectively.

RULE 2

CHAIRMAN OF THE COMMITTEE

The Chairman of the Senate Appropriations Committee shall have a term as Chairman of the Joint Committee on Capital Review from the first day of the First Regular Session to the first day of the Second Regular Session of each legislature and the Chairman of the House of Representatives Appropriations Committee shall have a term as Chairman from the first day of the Second Regular Session to the first day of the next legislature's First Regular Session.

RULE 3

QUORUM

A majority of the members of the Committee shall constitute a quorum for the transaction of business.

RULE 4

MEETINGS OF THE COMMITTEE

The Committee shall meet as often as the members deem necessary.

RULE 5

COMMITTEE PROCEEDINGS

The Committee proceedings shall be conducted in accordance with Mason's Manual of Legislative Procedure, except as otherwise provided by these rules.

RULE 6

STATUTORY POWER AND DUTIES OF THE COMMITTEE

The Committee shall:

1. Develop and approve a uniform formula for computing annual building renewal funding needs and a uniform format for the collection of data for the formula.
2. Approve building systems for the purposes of computing and funding building renewal and for preparing capital improvement plans.
3. Review the state capital improvement plan and make recommendations to the Legislature concerning funding for land acquisition, capital projects and building renewal. The recommendations should give priority to funding fire and life safety projects.
4. Review the expenditure of all monies appropriated for land acquisition, capital projects and building renewal.
5. Review the scope, purpose and estimated cost of the project prior to the release of monies for construction of new capital projects THAT HAS AN ESTIMATED TOTAL COST OF \$250,000.
6. Approve transfers within a budget unit of monies appropriated for land acquisition, capital projects or building renewal.
7. Review and approve the acquisition of real property or buildings by the Arizona Department of Administration and Arizona Department of Transportation.
8. Review the acquisition of real property or buildings by the Department of Economic Security.
9. Approve the acquisition of real property or buildings by the Department of Child Safety.
10. Determine the rental fee charged to state agencies for using space in a building owned by the state.
11. Along with the Legislature, approve expenditures from the Corrections Fund by the Director of the Department of Administration for major maintenance, construction, lease, purchase, renovation or conversion of Corrections or state operated juvenile facilities.
12. Review Arizona Board of Regents, Community College and Game and Fish bond projects.
13. Review of Arizona Board of Regents indirect debt financing projects.
14. Review School Facilities Board and school district lease-to-own projects.
15. The Committee shall have other duties and responsibilities as outlined in statute or determined by the Chairman, consistent with law.

RULE 7

STAFF

The Joint Legislative Budget Committee Staff shall provide staff assistance to the Committee as directed by the Committee.

RULE 8

AGENDA FOR MEETINGS

An agenda for each Committee Meeting shall be prepared by the Director, and, whenever possible, mailed or delivered to members of the Committee, not less than one week prior to the meeting. The Director must have at least three weeks prior notice for any state agency-requested items that appear on the agenda, unless the Chairman of the Committee approves of a later submission.

RULE 9

ORDER OF BUSINESS

The Order of Business at a committee meeting shall be determined by the Chairman of the Committee. It shall normally be as follows:

- Call to order and roll call
- Approval of minutes
- Director's Remarks (if any)
- Review of capital projects
- Other Business - For Information Only
- Adjournment

RULE 10

ADOPTION AND AMENDMENT OF THE RULES AND REGULATIONS

These rules and regulations shall be adopted and may be amended by a majority vote of the Committee members.



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ATHENA SALMAN

DATE: April 28, 2023

TO: Members of the Joint Committee on Capital Review

FROM: Nate Belcher, Fiscal Analyst

SUBJECT: Arizona Exposition and State Fair Board - Review of Capital Projects

Request

A.R.S. § 14-1252 requires Committee review of capital projects with estimated costs exceeding \$250,000. The Arizona Exposition and State Fair Board (AESF) requests Committee review of 6 capital projects totaling \$2,300,000 from the Board's FY 2023 appropriation.

Committee Options

The Committee has at least the following 2 options:

1. A favorable review of the request.
2. An unfavorable review of the request.

Key Points

- 1) The FY 2023 budget includes \$5.0 million for enhanced state fair operations. Of this amount, AESF is seeking review of \$2.3 million for 6 capital projects.
- 2) The AESF proposal includes:
 - a. \$2.0 million to repave portions of the North and South parking lots.
 - b. \$25,000 to reseal the Administration Office windows.
 - c. \$20,000 to repair the North Block Wall fence.
 - d. \$50,000 to refloor the Administration Office.
 - e. \$135,000 for installation of new exit doors for the Plaza and Home Arts buildings.
 - f. \$70,000 for repair and installation of insulation in the Agriculture Center.

(Continued)

Analysis

In FY 2023, AESF was appropriated \$5.0 million for enhanced state fair operations. The FY 2023 General Appropriation Act requires that before spending any of those monies on capital projects, the board shall report the scope, purpose and estimated cost of capital improvements to the Joint Committee on Capital Review. Additionally, A.R.S. § 14-1252 requires Committee review of capital projects with estimated costs exceeding \$250,000. The 6 projects AESF is seeking approval for are as follows:

Partially Repave North and South Parking Lots

The parking lots at the Coliseum are past their life expectancy. The total cost to repave the entirety of both lots would cost an estimated \$8 million. The Board requests to spend \$2.0 million of its FY 2023 enhanced state fair operations appropriation to replace the most damaged parts of the lots.

Reseal the Administration Office Windows

The caulking and/or backer rods used to secure 3 windows in the Coliseum's offices are past life expectancy and are failing which has resulted in moisture and air penetrating the offices. The Board requests spending \$25,000 to reseal those 3 windows in the Coliseum's administrative offices.

Repair the North Block Wall Fence

Two sections of the block wall on the north side of the Arizona State Fairgrounds along Encanto Boulevard are damaged. The Board requests to spend \$20,000 to replace the damaged column and two sections of the block wall.

Refloor the Administration Office

Both the tiled and carpeted portions of the Coliseum offices' floors show signs of extensive wear after 20 years. The Board requests spending \$50,000 to replace all carpets and tiles in the Coliseum's administrative offices.

Install New Exit Doors for the Plaza and Home Arts Buildings

The Fire Marshal has determined that the emergency exits to the Plaza and Home Arts buildings are not up to code. The Board requests to spend \$135,000 to install new emergency exits that conform to the fire code.

Repair/Install Insulation in the Agriculture Center

The insulation in the roof and on the walls of the Agriculture Center has been torn and has fallen away from the building and ceiling frame in different areas, which has opened areas for pigeons to roost within the building. The Board requests spending \$70,000 to replace the insulation in the Agriculture Center.

NB:jb



April 18, 2023

The Honorable John Kavanagh, Chairman
Joint Committee on Capital Review (JCCR)
Arizona State Senate
1700 West Washington
Phoenix, AZ 85007

Re: Request for Placement on Joint Committee of Capital Review Agenda

Dear Senator Kavanaugh:

The Arizona Exposition and State Fair (AESF) respectfully requests a favorable review for capital improvement projects from the FY 2023 Agency Operating Appropriation budget.

Please consider this request for expenditures in the amount of \$2,300,000 for the following capital improvement and building renewal projects. These projects would be funded from the Agency's FY 2023 Operating Appropriation and agency Funds. The agency requests latitude to shift funds between projects within the total amount of \$2,300,000.

1. Repavement of Portions of the North and South Parking Lots - \$2,000,000
2. Resealing of the Administration Office Windows - \$25,000
3. Repair of the North Block Wall Fence - \$20,000
4. Reflooring of the Administration Offices - \$50,000
5. Installation of New Exit Doors for the Plaza and Home Arts Buildings - \$135,000
6. Repair/Installation of Insulation in the Agriculture Center - \$70,000

1. Repavement of Portions of the North and South Parking Lots - \$2,000,000

The North and South parking lots pavement at the Arizona State Fairgrounds is far past life expectancy and is in critical need of replacement. Not replacing the asphalt is both a liability concern arising from trip and fall incidents, as well as an operational challenge as the damaged areas cannot be used and restrict overall utility of the facility. Although both lots, in their entirety need to be replaced, there is not adequate unobligated appropriation in the current general operation nor CIP budget (FY2023) to complete the entire asphalt replacement estimated at an approximate cost of \$8 million. This project would replace asphalt in the most damaged areas up to the amount approved.

Replacement of the most critical areas of the North and South parking lots is needed to maintain the integrity and function of the public parking areas on the Fairgrounds.



The Agency requests a favorable review to allow for the replacement of portions of the North and South parking lots in the interest of public safety, employee safety, ongoing business operation, and potential revenue generation.

2. Resealing of the Administration Office Windows - \$25,000

Three windows in the Coliseum Administration Office have separated from the building and are allowing air and moisture to penetrate into the offices. An initial assessment by the General Services Division (GSD) and a general contractor found that the caulking and/or backer rod used to secure the windows are past life expectancy and are failing. This project would fund the removal of the existing sealant and/or backer rod from the exterior window joints and the installation of new backer rod and sealant.

Replacement of these components is needed to maintain the integrity and function of the Coliseum Administration Office windows.

The Agency requests a favorable review to allow for the resealing of the Administration Office windows in the interest of employee safety, efficient climate control of administration work areas, maintaining building structural integrity, and cost savings.

3. Repair of the North Block Wall Fence - \$20,000

Two sections of the block wall on the North side of the Arizona State Fairgrounds along Encanto Blvd are damaged and are missing blocks from the bottom of the wall's support column. The wall, temporarily propped up with plywood and lumber, is an exterior-facing wall and is not only unsightly, but is less secure. This project would replace the damaged column and two sections of the block wall.

Repair of the wall is needed to maintain the structural integrity of the North block wall fence that serves as an interface between the fairgrounds and public properties.

The Agency requests a favorable review to allow for the repair of the North block wall fence in the interest of public safety, maintenance of grounds structures, and grounds security.

Reflooring of the Administration Offices - \$50,000

The flooring of the Coliseum administrative offices is over 20 years old. The original tile is cracked in several places and chipped other places. The carpet is stained and shows signs of deep wear and use. Furthermore, the carpet has begun to fray and unravel in several areas. This project would replace all carpets and tiles in the Coliseum administrative offices.

Replacement of these components is needed to improve the flooring for high traffic and work areas in the administrative offices.

The Agency requests a favorable review to replace the tiles and carpets in the administrative offices in the interest of public safety, employee safety, and building maintenance.



4. Installation of New Exit Doors for the Plaza and Home Arts Buildings - \$135,000

Identification of the Plaza and Home Arts Buildings' emergency exits as being inadequate was made during the most recent State Fire Marshal annual inspection. This project would involve installing new exit doors to bring the emergency exits up to code.

Replacement of the exit doors have been identified by the Office of the State Fire Marshal as necessary life safety defaults that require urgent attention.

The Agency requests a favorable review to allow for the replacement of the exit doors in the Plaza and Home Arts Buildings in the interest of public safety, employee safety, and emergency facility code compliance.

5. Repair/Installation of Insulation in the Agriculture Center - \$70,000

The insulation in the roof and on the walls of the Agriculture Center has been torn and has fallen away from the from the building and ceiling frame in different areas. Clients who rent the building on a regular basis have complained about the appearance of the deteriorating insulation installation. Furthermore, the openings in the insulation have created an area for pigeons to roost and create additional damage and health concerns. This project would involve replacing and/or making repairs to the insulation.

Repair and replacement of insulation in the Agriculture Center is needed to improve the interior appearance of the building and to improve climate control efficiency and effectiveness in the building.

The Agency requests a favorable review to allow for the repair and replacement of the insulation in the Agriculture Center in the interest of cost savings, budget management, maintenance of building functionality, and potential revenue generation.

AESF will utilize ADOA General Services Division to identify the most expedient and fiscally responsible processes to accomplish these projects, whether through bid, state contracts, or in-house labor.

If you have any questions or require additional information concerning the requests, please contact me at 602-252-6771

Sincerely,

A handwritten signature in black ink, appearing to read "Wanell Costello".

Wanell Costello
Executive Director

CC: Representative David Livingston, Vice-Chairman, JCCR
Richard Stavneak, Director, JLBC
Sarah Brown, Director, OSPB
Elizabeth Selby, Budget Analyst, OSPB
Nate Belcher, Senior Fiscal Analyst, JLBC
Ian O'Grady, Policy Assistant, Governor's Office



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DATE: April 28, 2023

TO: Members of the Joint Committee on Capital Review

FROM: Ryan Fleischman, Senior Fiscal Analyst

SUBJECT: Department of Juvenile Corrections - Review of Water and Waste Chase Closet Replacement Capital Project

Request

A.R.S. § 41-1252 requires Committee review of the expenditure of monies appropriated for land acquisition, capital projects and building renewal. The Department of Juvenile Corrections (DJC) requests review of its plan to spend \$400,000 to replumb water and waste chase closets at the Adobe Mountain School Facility.

Committee Options

The Committee has at least the following 2 options:

1. A favorable review of the request.
2. An unfavorable review of the request.

Key Points

- 1) The FY 2023 Capital Outlay bill appropriated \$400,000 to DJC to replumb water and waste chase closets at the Adobe Mountain School Facility.
- 2) The plan includes reconfiguration of plumbing in several water and waste chase closets at the facility.
- 3) Water and waste chase closets are access areas for pipes and other plumbing components.

(Continued)

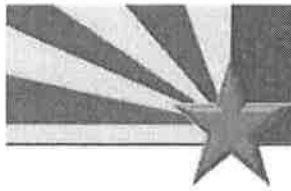
Analysis

The FY 2023 Capital Outlay bill appropriated \$400,000 from the state General Fund to DJC to replumb water and waste chase closets at the Adobe Mountain School facility.

DJC will replumb hot and cold potable water lines, waste water lines, and other system components including actuator lines, air vents, and flush valves in several chase closets. These are access areas that house water and waste pipes and other plumbing units. DJC reports that the system's current outlay makes it difficult to access these chases for repairs.

DJC did not provide details on the number of chases scoped for repair. The department reports it will pay for any project costs above the \$400,000 appropriation out of its State Charitable, Penal and Reformatory Institutions Land Fund appropriation.

RF:jb



ARIZONA DEPARTMENT OF JUVENILE CORRECTIONS

KATIE HOBBS
Governor

DOUG SARGENT
Director

April 19, 2023

The Honorable John Kavanagh, Chairman
Joint Committee on Capital Review (JCCR)
Arizona State Senate
1700 West Washington Street
Phoenix, AZ 85007

The Honorable David Livingston, Vice Chairman
Joint Committee on Capital Review (JCCR)
Arizona House of Representatives
1700 West Washington Street
Phoenix, AZ 85007

Dear Senator Kavanagh:

The FY 2023 Capital Outlay Bill (Laws 2022, Second Regular Session, Chapter 309) appropriated \$400,000 from the State General Fund to the Arizona Department of Juvenile Corrections (ADJC) for water and waste chase closet replumbing at the Adobe Mountain School facility. The appropriation requires ADJC to submit the scope, purpose, and estimated costs to the Joint Committee on Capital Review (JCCR) pursuant to Section 41-1252, Arizona Revised Statutes.

Adobe Mountain School is a secure care facility for youth with felony adjudications and/or significant mental health issues who are committed by the Juvenile Court. The \$400,000 appropriation will be used to reconfigure the plumbing in several chase closets at the facility. The proposed scope of work includes replumbing the hot and cold domestic water lines, waste water lines, actuator lines, air vents and flush valves. The current configuration of these lines makes it difficult and unsafe for routine repairs to occur. Any project overages above the appropriated amount will be paid by ADJC out of the Arizona State Land Fund.

This project represents a necessary investment in building infrastructure to maintain a safe environment for both ADJC staff and the youth who are in the custody of the State. ADJC requests JCCR's favorable review of ADJC's plan for the FY 2023 Capital Outlay Appropriation of \$400,000.

Sincerely,

Doug Sargent
Director

cc: Caroline Dudas, OSPB
Ryan Fleischmann, JLBC
Art Smith, ADJC



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DATE: May 2, 2023

TO: Members of the Joint Committee on Capital Review

FROM: Nate Belcher, Fiscal Analyst

SUBJECT: Arizona Game and Fish Department- Reallocation of FY 2022 Building Renewal Monies

Request

A.R.S. § 41-1252 requires Committee review of an expenditure plan for building renewal monies. The Arizona Game and Fish Department (AGFD) is requesting Committee review of a reallocation of \$152,000 in unused monies from the agency's FY 2022 building renewal appropriation. The funding would allow AGFD to complete the repaving of their Flagstaff regional office visitor parking lot.

Committee Options

The Committee has at least the following 2 options:

1. A favorable review of the request.
2. An unfavorable review of the request.

Key Points

- 1) The FY 2022 budget included \$1.2 million for building renewal. Of this amount, AGFD is seeking review of a reallocation of \$152,000 to repave the department's Flagstaff regional office visitor parking lot.
- 2) The FY 2022 funds would supplement \$100,000 of FY 2023 funds for phase 1 of the parking lot project.

Analysis

At its July 2022 meeting, the Committee favorably reviewed the AGFD's proposed FY 2022 building renewal expenditure plan which included \$100,000 to repair and resurface the parking lots at its Flagstaff office. The bid for the project has since come in at \$528,600, so the department is splitting the project into 3 phases.

(Continued)

Currently, the concrete and asphalt in the visitor lot is cracked, and the back patio's slope results in water pooling near the employee entrance. This request is for the first phase of repairs of the visitor parking lot and back patio, which would be paid for from \$152,000 in unallocated building renewal monies and \$100,000 from FY 2023 building renewal monies.

NB:jb



April 25, 2023

Senator John Kavanagh, Chairman
Joint Committee on Capital Review
Capitol Complex
1700 W. Washington
Phoenix, AZ 85007-2890

Re: Request for Placement on Joint Committee on Capital Review Agenda

Honorable Senator Kavanagh:

In accordance with A.R.S. § 41-1252 A(4), the Arizona Game and Fish Department respectfully requests to be on the next scheduled agenda of the Joint Committee on Capital Review to review the Department's capital projects expenditure plan.

Sincerely,

A handwritten signature in black ink, appearing to read "Ty E. Gray".

Ty E. Gray
Director

cc: Representative David Livingston, Vice Chair, JCCR
Richard Stavneak, Staff Director, JLBC
Sarah Brown, Director, OSPB

azgfd.gov | 602.942.3000

5000 W. CAREFREE HIGHWAY, PHOENIX AZ 85086

GOVERNOR: KATIE HOBBS **COMMISSIONERS:** CHAIRMAN JAMES E. GOUGHNOUR, PAYSON | TODD G. CEILER, PRESCOTT | CLAY HERNANDEZ, TUCSON
MARSHA PETRIE SUE, SCOTTSDALE | JEFF BUCHANAN, PATAGONIA **DIRECTOR:** TY E. GRAY **DEPUTY DIRECTOR:** TOM P. FINLEY



Arizona Game and Fish Department FY22 Building Renewal Reallocation Funds

Project: Flagstaff Office Pavement Maintenance

Funding Source: Building Renewal

Category: Repair and Maintenance

Need: AGFD owns and operates six Regional Offices around the state (Pinetop, Flagstaff, Kingman, Yuma, Tucson, and Mesa). These offices are typically occupied by 25 to 35 permanent staff and act as a base station for law enforcement officers and other field personnel. They are also AGFD's primary customer service locations throughout the state, providing hunting and fishing license sales, boating registration, and a variety of information resources regarding Arizona's wildlife. Both the public and employee parking lots are in strong need of repair and resurfacing. In addition, the back patio ADA access for employees connected to the parking lot is sloped incorrectly and causing drainage problems. In July 2022, JCCR gave AGFD approval to use \$100,000 of the Department's 2023 building renewal for this project. This figure was based on the most current engineering estimate at the time. The actual bid through ADOA's JOC contract came in at \$528,577. Due to the high cost of the total project, a decision was made to divide it into three Phases. AGFD is requesting approval to allocate \$152,000 from FY 2022 building renewal monies to this project to supplement the initial funding of this project to address Phase 1 which addresses the visitors parking lot. The proposed \$152,000 from FY 2022 building renewal is a combination of unallocated funding and remaining balances from projects that were completed under budget.

Solution: The constructor will cut, remove, and replace damaged asphalt and patio concrete; seal all cracks; apply double seal coat; apply new striping. Ensure sloping is away from the buildings.

Cost Estimate: \$152,000

Impact of Not Approving this Request: Poor parking lot conditions may cause damage to staff and visitor vehicles, pose a risk of walking injury, and detracts from the public's image of AGFD. AGFD is committed to providing a quality work environment for its employees and to the active management of habitat to conserve and protect Arizona's wildlife. Deferral of this work will result in increased future costs to bring the facility to standard.